
Grand Valley State University

**Federal Awards
Supplemental Information
June 30, 2018**

Independent Auditor's Reports

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance 1

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* 2-3

Report on Compliance for Each Major Federal Program and Report on Internal Control Over
Compliance 4-5

Schedule of Expenditures of Federal Awards 6-12

Notes to Schedule of Expenditures of Federal Awards 13

Schedule of Findings and Questioned Costs 14-15

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

Independent Auditor's Report

To the Board of Trustees
Grand Valley State University

We have audited the basic financial statements of Grand Valley State University (the "University") as of and for the year ended June 30, 2018 and the related notes to the financial statements, which collectively comprise the University's basic financial statements. We issued our report thereon dated November 2, 2018, which contained unmodified opinions on the basic financial statements of the University. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to November 2, 2018.

The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis, as required by the Uniform Guidance, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Plante & Moran, PLLC

November 26, 2018

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*

Independent Auditor's Report

To Management and the Board of Trustees
Grand Valley State University

We have audited, 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, the financial statements of Grand Valley State University (the "University") as of and for the year ended June 30, 2018 and the related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated November 2, 2018. The financial statements of Grand Valley University Foundation, a blended component unit, were not audited under *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

To Management and the Board of Trustees
Grand Valley State University

Purpose of this Report

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

Plante & Moran, PLLC

November 2, 2018

Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance

Independent Auditor's Report

To the Board of Trustees
Grand Valley State University

Report on Compliance for Each Major Federal Program

We have audited Grand Valley State University's (the "University") compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Compliance Supplement that could have a direct and material effect on each of the University's major federal programs for the year ended June 30, 2018. The University's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the University's major federal programs based on our audit of the types of compliance requirements referred to above.

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

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

Opinion on Each Major Federal Program

In our opinion, the University complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of the major federal programs for the year ended June 30, 2018.

Report on Internal Control Over Compliance

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

To the Board of Trustees
Grand Valley State University

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 a combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a certain deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as Finding 2018-001, that we consider to be a significant deficiency. The University's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The University's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

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

Plante & Moran, PLLC

November 26, 2018

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2018

Program Title/Project Number/Subrecipient Name	CFDA Number	Pass-through Entity Identifying Number	Total Amount Provided to Subrecipients	Federal Expenditures
Clusters:				
Student Financial Assistance Programs Cluster:				
U.S. Department of Education - Direct Programs:				
William D. Ford Direct Loan Program	84.268	P268K011378	\$ -	\$ 163,453,071
Federal Supplemental Education Opportunity Grant Program (Note 3)	84.007	P007A102012	-	1,189,634
Federal Work-Study Program (Note 3)	84.033	P033A102012	-	1,065,860
Federal Pell Grant Program	84.063	P063P33265/43265	-	30,689,861
Federal Perkins Loan Program - Beginning of year plus loans issued (Note 4)	84.038	N/A	-	10,244,675
Federal TEACH Grants	84.379	P379T090226	-	273,081
U.S. Department of Health and Human Services -				
Direct program - Nursing Student Loan Program - Beginning of year plus loans issued (Note 4)	93.364	N/A	-	<u>377,548</u>
Total Student Financial Assistance Cluster			-	<u>207,293,730</u>
TRIO Cluster - U.S. Department of Education -				
Direct programs:				
TRIO - Upward Bound	84.047	P047A170657	-	454,476
TRIO - Upward Bound Veterans	84.047	P047V170209	-	150,475
TRIO - Talent Search	84.044A	P044A160399	-	323,795
TRIO - Student Support Services	84.042	P042A150560	-	282,976
TRIO - SSS Teacher Prep	84.042	P042A150761	-	215,701
TRIO - SSS Stem/Health Sciences	84.042	P042A150560	-	278,801
TRIO - Ronald E. McNair Post-Baccalaureate Achievement Program	84.217	P217A120129	<u>7,563</u>	<u>129,942</u>
Total TRIO Cluster			7,563	1,836,166
Research and Development Cluster:				
Environmental Protection Agency - Direct program -				
Adaptive Management of Invasive Baby's Breath (Gypsophila paniculata) in Coastal Dune Habitat	66.469	GL-00E01934	-	198,567
Environmental Protection Agency - Pass-through programs:				
Passed through Michigan Department of				
Environmental Quality - Lower Grand River Education Initiative	66.460	2014-0005	(375)	13,711
Passed through Great Lakes Commission -				
Passed through West Michigan Shoreline Regional Development Commission - Lower Muskegon River Wetland Pre-Restoration Monitoring Award				
	66.469	752317	-	4,001
Passed through the U.S. Department of Agriculture -				
Application of Prescribed Fire and Herbicide to Reduce Carex Pennsylvania				
	66.469	15-CS-11090400-008	-	753
Passed through the Michigan Department of Natural Resources, Office of the Great Lakes, West Michigan Shoreline Regional Development Commission:				
Bear Creek Water Quality Monitoring Project	66.469	GL-01E01195/18-AOC-009	-	572
Muskegon Lake BUI Removal Project	66.469	N/A	-	767

Grand Valley State University

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2018

Program Title/Project Number/Subrecipient Name	CFDA Number	Pass-through Entity Identifying Number	Total Amount	
			Provided to Subrecipients	Federal Expenditures
Clusters (Continued):				
Research and Development Cluster (Continued):				
Environmental Protection Agency - Pass-through programs (Continued):				
Passed through Public Health Muskegon County:				
Beach Monitoring and Notification Program Grant	66.472	CU00E99307	\$ -	\$ 4,319
Beach Monitoring and Notification Program Grant	66.472	CU00E99308	-	1,704
Passed through University of Wisconsin Madison -				
Colaboracion Ambiental-Latino Earth Partnership	66.951	GL-00E01497	-	1,774
Passed through State of Indiana -				
Indiana Department of Environmental Management	66.469	GL-01E00724-4	-	9,912
Passed through Central Michigan University -				
Great Lakes Coastal Wetland Monitoring	66.469	GL-00E01567	-	59,854
Total Environment Protection Agency			(375)	295,934
National Aeronautics and Space Administration -				
Direct program - NASA: KIC 98322227 A Contract Binary About to Merge				
	43.001	80NSSC18K0610	-	22,976
National Aeronautics and Space Administration -				
Pass-through programs:				
Passed through Michigan Space Grant Consortium:				
NASA/MSGC: 16-17 Probing the Tectonic Architecture of the Southern Appalachians - Using Electron Backscatter Diffraction Analysis to Characterize Fault Movement				
	43.008	NNX15AJ208	-	1,015
NASA/MSGC: 2017 Investigating Carbon Cycling in the Laurentian Great Lakes Basin				
	43.008	NNX15AJ208	-	5,000
NASA/MSGC: 17-18 Energizing Our World				
	43.008	NNX15AJ208	-	1,287
NASA/MSGC: 17-18 Administrative Funds				
	43.008	NNX15AJ208	-	1,500
NASA/MSGC: 17-18 Knapp Fellowship				
	43.008	NNX15AJ208	-	1,439
NASA/MSGC: 17-18 Nichols Undergrad Fellowship				
	43.008	NNX15AJ208	-	2,500
NASA/MSGC: 17-18 Hauk Undergrad Fellowship				
	43.008	NNX15AJ208	-	2,500
NASA/MSGC: 17-18 STEPS Camp				
	43.008	NNX15AJ208	-	4,706
NASA/MSGC: 17-18 Wessels Fellowship				
	43.008	NNX15AJ208	-	2,500
NASA/MSGC: 17-18 Microwave Microplasma Discharge				
	43.008	NNX15AJ208	-	3,105
NASA/MSGC: 18-19 Roger That				
	43.008	NNX15AJ208	-	5,000
NASA/MSGC: 18-19 Farm to Lake				
	43.008	NNX15AJ208	-	291
NASA/MSGC: 18-19 Lupine Genetics in Karner Blue Butterfly Habitats				
	43.008	NNX15AJ208	-	1,903
NASA/MSGC: 18-19 Frogs in a Climate Changing World				
	43.008	NNX15AJ208	-	849
NASA/MSGC: 18-19 Kosnik Fellowship				
	43.008	NNX15AJ208	-	1,155
NASA/MSGC: 18-19 STEPS Camp				
	43.008	NNX15AJ208	-	4,749
NASA/MSGC: 18-19 Grad Fellowship				
	43.008	NNX15AJ208	-	3,760
NASA/MSGC: 18-19 Energizing Our World				
	43.008	NNX15AJ208	-	2,791
NASA/MSGC: 18-19 Shavalier Fellowship				
	43.008	NNX15AJ208	-	1,500
NASA/MSGC: 18-19 Campus Representative				
	43.008	NNX15AJ208	-	87
NASA/MSGC: 18-19 Larson Fellowship				
	43.008	NNX15AJ208	-	2,000
NASA/MSGC: 18-19 Weeden Fellowship				
	43.008	NNX15AJ208	-	2,000
NASA/MSGC: 18-19 Dewey Fellowship				
	43.008	NNX15AJ208	-	2,000
Total National Aeronautics and Space Administration			-	76,613

See notes to schedule of expenditures of federal awards.

Grand Valley State University

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2018

Program Title/Project Number/Subrecipient Name	CFDA Number	Pass-through Entity Identifying Number	Total Amount Provided to Subrecipients	Federal Expenditures
Clusters (Continued):				
Research and Development Cluster (Continued):				
National Science Foundation - Direct Programs:				
NSF: RUI: Elucidating Regulatory Mechanism for Bridging the Contractile Ring with the Cellular Membrane in Fission Yeast Cytokinesis	47.074	MCB-1157997	\$ -	\$ 5,858
NSF: Artic Observing Networks-Collaborative Research: ITEX-AON - Understanding the Relationships Between Vegetation Change, Plant Phenology, and Ecosystem Function in a Warming Arctic	47.050	1504224	-	81,721
NSF: Breaking the Smell Barrier - Development of In-field Methods for Analysis of Primate Olfactory Compounds	47.075	1561055	-	22,388
NSF: Revealing the Interplay for Light, Sulfur Cycling, and Oxygen Production in Cyanobacteria Mats	47.050	1637093	-	20,227
NSF: Midwestern Graph Theory Conference LVIII	47.049	1741544	-	6,000
NSF: Collaborative Research - Investigating Middle Grade Mathematics Teachers' Curricular Reasoning	47.076	1561542	-	86,613
NSF: REU Site-GVSU Summer UG Research Program in Mathematics	47.049	1659113	-	63,793
NSF: Optimizing Learning from Chemistry Simulations (Screencasts)	47.076	1705365	-	43,841
NSF: MRI Acquisition of a 400 MHz NMR for Research and Training	47.049	1725699	-	289,850
NSF: Collaborative Research: Further Development and Testing of the Target Inquiry Model for Middle and High School Science Teacher Professional Development	47.076	DRL-1118658	-	44,677
NSF: Retaining and Inspiring Students in Science and Engineering (RISE)	47.076	1742463	-	9,668
NSF: Developing Items to Assess Students Understanding of Scientific Practices (Labs)	47.076	1708666	-	457
NSF: Using Assistive Device Design to Implement Corner Stone Project Based Learning	47.041	CBET-1264321	-	47,097
NSF: Multiscale Modeling with Apartial Differential Equations in Computational Science and Engineering	47.049	1500067	-	3,892
NSF: REU QUEST	47.074	1461249	-	30,386
NSF: HILT-LAS Project	47.076	1504013	6,646	16,198
National Science Foundation - Pass-through programs:				
Passed through Vinazene - STTR High Energy Density Non-aqueous Pseudocapacitors	47.041	GVSU-2015-001	-	271
Passed through UNL - Increasing Success of Women in Mathematics Program	47.049	1649365	-	1,412
Passed through Michigan State University - The Impact of Social Capital and Mentoring in Earth System Science Workforce Development	47.076	RC105254GVSU	-	16,527
Passed through Northern Kentucky University Research Foundation - The TIM Consortium - A Dispersed REU Site in Theoretically Interesting Molecules	47.049	4001167-02	-	7,507
Total National Science Foundation			6,646	798,383

See notes to schedule of expenditures of federal awards.

Grand Valley State University

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2018

Program Title/Project Number/Subrecipient Name	CFDA Number	Pass-through Entity Identifying Number	Total Amount Provided to Subrecipients	Federal Expenditures
Clusters (Continued):				
Research and Development Cluster (Continued):				
U.S. Department of Health and Human Services:				
Passed through National Institutes of Health:				
Biochemical and Structural Analysis of Emerging Resistance Threats in Acinetobacter Baumannii	93.855	2R15A1082416-03	\$ 3,123	\$ 70,953
Structure-based Discovery and Design of Novel Class D Beta-lactamase Inhibitors	93.855	2R15A1094489-02	-	4,738
Structural and Functional Studies of the Bacillithiol Biosynthesis Enzymes	93.859	1R15GM117488-01A1	-	108,091
NIA Wayfinding	93.866	1R01AG056384-01A1	-	3,649
Passed through University of Nebraska -				
Global Genomic and Proteomic Profiling of African Children with Typhoid Fever	93.855	34-5319-2002-001	-	1,158
Passed through Case Western Reserve University -				
Understanding B-Lactam Resistance in Acinetobacter Baumannii	93.855	RES509045	-	41,063
Passed through Van Andel Research Institute -				
Promoting Survival of Dopamine Neurons in Models of Parkinson Disease	93.853	V3083-1	-	5,919
Passed through University of Oklahoma - Sourcing				
Bioactive Secondary Metabolites from Great Lakes Fungi	93.859	2015-04	-	67,346
Total U.S. Department of Health and Human Services			3,123	302,917
U.S. Department of Agriculture:				
Passed through University of Michigan -				
Examining Disparities in Food Access and Enhancing the Food Security of Under-served Population in Michigan	10.310	2012-68004-20028	-	14,632
Passed through Michigan State University -				
Mite Check: A National Strategy to Reduce Honey Bee Colony Loss from The Varroa Mite	10.310	RC108266GVSU	-	5,548
Total U.S. Department of Agriculture			-	20,180
U.S. Department of Commerce:				
Passed through Great Lakes Commission - Passed through West Michigan Shoreline Regional Development Commission:				
Regional Partnership to Restore Habitat and Remove Beneficial Use Impairments in the U.S. and Binational Areas of Concern - Muskegon Lake Mill Debris Monitoring	11.463	752216	-	31,766
Regional Partnership to Restore Habitat and Remove Beneficial Use Impairments in the U.S. and Binational Areas of Concern - Muskegon River Veterans Memorial Park Fisheries and Water Quality Monitoring	11.463	7520	-	2,066

See notes to schedule of expenditures of federal awards.

Grand Valley State University

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2018

Program Title/Project Number/Subrecipient Name	CFDA Number	Pass-through Entity Identifying Number	Total Amount Provided to Subrecipients	Federal Expenditures
Clusters (Continued):				
Research and Development Cluster (Continued):				
U.S. Department of Commerce (Continued):				
Regional Partnership to Restore Habitat and Remove Beneficial Use Impairments in the U.S. and Binational Areas of Concern - Bear Creek Hydrologic Reconnection and Wetland Restoration				
	11.463	752217	\$ -	\$ 28,811
Integrating Science and Restoration in Muskegon Lake Habitat Focus Area				
	11.463	753820	-	1,081
Total U.S. Department of Commerce			-	63,724
U.S. Department of Interior/Fish and Wildlife Service:				
USDOI/USFWS:Population and Disease Assessments To Inform Eastern Massasauga Rattlesnake Discovery Passed through The Research Foundation for the State University of New York - Uncovering Skin Immune Proteins as Predictors of Resistance Against WNS				
	15.608	F17AP00580	-	24,940
Passed through the US Geological Survey - USDOI/USGS: Understanding and Enhancing Connectivity of Michigan's Eastern Massasauga Rattlesnake Population				
	15.657	69206/1120215/2	-	2,642
Passed through the US Geological Survey - USDOI/USGS: Understanding and Enhancing Connectivity of Michigan's Eastern Massasauga Rattlesnake Population				
	15.630	F13AC00508	-	45,282
Total U.S. Department of Interior/Fish and Wildlife Service			-	72,864
Total Research and Development Cluster			9,394	1,630,615
Special Education Cluster - U.S. Department of Education - Passed through the State of Michigan Department of Education:				
Autism START Project 16-17				
	84.027	160470-3D51	-	751,599
Autism START Project 17-18				
	84.027	180470-3D51	-	1,200,810
Total Special Education Cluster			-	1,952,409
Medicaid Cluster - U.S. Department of Health and Human Services - Passed through Michigan Department of Community Health:				
MiCAPABLE - Community Aging in Place, Advancing Better Living for Elders in the Michigan Medicaid Home and Community-Based Waiver-Program				
	93.778	20160408-00	-	45,379
MiCAPABLE - Community Aging in Place, Advancing Better Living for Elders-2018				
	93.778	E20180339-00	-	55,375
Total Medicaid Cluster			-	100,754
Highway Safety Cluster - U.S. Department of Transportation - Passed through Michigan Office of Highway Safety Planning - Passed through the County of Ottawa:				
USDOT/MIOHSP/Ottawa: Underage Drinking Enforcement 2017-18				
	20.616	AL-18-35	-	1,438
Ottawa County Underage Drinking Enforcement 2016-2017				
	20.616	AL-17-15	-	2,194
Total Highway Safety Cluster			-	3,632

See notes to schedule of expenditures of federal awards.

Grand Valley State University

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2018

Program Title/Project Number/Subrecipient Name	CFDA Number	Pass-through Entity Identifying Number	Total Amount Provided to Subrecipients	Federal Expenditures
Other federal awards:				
U.S. Small Business Administration:				
SBDC 2016 Carryover Project	59.037	SBAHQ-16-B-0065	\$ -	\$ 118,819
SBDC 2017 Project	59.037	SBAHQ-17-B-0052	1,443,548	2,069,821
SBDC 2018 Project	59.037	SBAHQ-18-B-0032	591,102	1,540,185
Portability Assistance Grant 17-18	59.037	SBAHQ-17-B-0088	-	60,791
Passed through Michigan Economic Development Commission - State Trade & Export Promotion 2017	59.061	CASE-186677	-	<u>30,557</u>
Total U.S. Small Business Administration			<u>2,034,650</u>	<u>3,820,173</u>
U.S. Department of Education:				
Passed through Michigan Strategic Fund/Workforce Development Agency - Michigan GEAR UP/College Day Program	84.334S	16-00-04	-	14,298
Passed through National Writing Project: 2017-2018 SEED Teacher Leadership Development	84.367D	03-MI10-SEED2017- CRWPAI/U36D150004	-	11,980
2017-2018 Lake Michigan Writing Project	84.367D	03-MI10-SEED2017- ILI/U367D150004	-	(72)
Passed through Michigan Department of Education: Title II, Part A(3) Improving Teacher Quality:				
Science Teacher Education and Development CEEDAR Grant Funding	84.367B 84.325	160290-006/S367B159919-15B N/A	-	229,107 10,118
Passed through Wayne RESA - Promoting Reform in Mathematics Education - Developing Mathematical Thinkers	84.366B	N/A	-	<u>2,656</u>
Total U.S. Department of Education			-	268,087
U.S. Department of Health and Human Services - Passed through University of Texas - Certificate in MCH Public Health				
	93.110	5704MC12785-07-00	-	36,101
U.S. Department of Agriculture:				
Passed through Michigan Department of Education:				
TRIO Food Service	10.608	N/A	-	6,747
Child Care Food Service	10.608	70-0000	-	16,257
Passed through University of Maryland - Validating, Refining, and Encouraging the Implementation of Honey Bee Best Management Practices				
	10.310	Z5775005	-	<u>45,072</u>
Total U.S. Department of Agriculture			-	68,076
U.S. Department of Commerce:				
Passed through Great Lakes Commission - Muskegon Lake Area of Concern Socio-economic Study				
	11.463	NA16NMF4630341/ GLC-3372-2	-	16,373
Passed through National Oceanic and Atmospheric Administration - Passed through University of Michigan:				
NOAA/CIGL/UM: Great Lakes Long-term Ecological Research Program	11.432	NA17OAR4320152/3004700819	-	30,202
B-WET Groundswell Go Outside and Learn Goal Modeling	11.429	NA18NOS4290005	163	1,972
Recovery-Implementing a 3-D Hydrodynamic Model	11.432	NA12OAR4320071	-	75,019
2016 Synthesis Observations and Responses (SOAR)	11.432	NA12OAR4320071	-	37,638
Breath of an Ecosystem-Quantifying a Lake's Variable Carbon Cycle in Time and Space	11.432	NA12OAR4320071	-	<u>18,726</u>
Total U.S. Department of Commerce			163	179,930

See notes to schedule of expenditures
of federal awards.

Grand Valley State University

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2018

Program Title/Project Number/Subrecipient Name	CFDA Number	Pass-through Entity Identifying Number	Total Amount Provided to Subrecipients	Federal Expenditures
Other federal awards (Continued):				
U.S. Department of Defense - Passed through National Security Agency - USDOD/NSA Research Experience for Undergraduates 2018-2019	12.901	H98230-18-1-0011	\$ -	\$ 28,609
U.S. Department of Justice - Transforming Grand Valley University's Capacity to Educate, Prevent, and Respond to Sexual Assault, Domestic Violence, Dating Violence, and Stalking	16.525	2010-WA-AX-0018	-	(3,492)
National Endowment for Humanities:				
Growing Community - A Century of Migration in Oceana County	45.149	PY-234362-16	-	3,200
Documenting History of Summers in Saugatuck-Douglas (FY18-19)	45.149	PY-258657-18	-	1,739
Total National Endowment for Humanities			-	4,939
National Endowment for the Arts -				
Listening To Our National Parks 2018	45.024	1830046-31-18	-	10,000
Total federal awards			<u>\$ 2,051,770</u>	<u>\$ 217,229,729</u>

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2018

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Grand Valley State University (the "University") under programs of the federal government for the year ended June 30, 2018. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (the "Uniform Guidance"). Because the Schedule presents only a selected portion of the operations of the University, it is not intended to and does not present the financial position, changes in net position, or cash flows of the University.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported in the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-21, Cost Principles for Educational Institutions, or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

The University has elected not to use the 10 percent de minimis indirect cost rate to recover indirect costs, as allowed under the Uniform Guidance, because the University already has an approved federal indirect cost rate.

Note 3 - Adjustments and Transfers

The University carried forward \$118,697 of the 2017-2018 Supplemental Education Opportunity Grant (84.007) award to the 2018-2019 award year. During the 2017-2018 award year, \$6,694 of Supplemental Education Opportunity Grant funds from the 2016-2017 award year were carried forward and spent.

In addition, the University carried forward \$13,963 from the 2016-2017 Federal Work-Study fund (84.033), which was expended in the 2017-2018 award year.

The University transferred \$93,765 of Federal Supplemental Education Opportunity Grant Program (84.007) funds to the Federal Work Study Program (84.003) for the year ended June 30, 2018.

Note 4 - Loan Balances

As part of the Student Financial Assistance Cluster, the University participates in the Federal Perkins Loan Program through the U.S. Department of Education and the Nursing Student Loan Program through the U.S. Department of Health and Human Services. These loan programs are directly administered by the University and are considered revolving loan programs where collections received on past loans, including interest, and new funds received from federal agencies with university matching requirements are loaned out to current students.

The University originates but does not provide the funding for Federal Direct Student Loans (FDLs). The amount presented in the schedule of expenditures of federal awards represents the value of the new FDLs accepted by students during the year ended June 30, 2018.

Loans outstanding at the beginning of the year and loans made during the year are included in the federal expenditures presented in the schedule of expenditures of federal awards. The balances of loans outstanding at June 30, 2018 consist of the following:

Cluster/Program Title	CFDA Number	Loan Balances
Federal Perkins Loan Program	84.038	\$ 8,462,007
Nursing Student Loan Program	93.364	294,282

Schedule of Findings and Questioned Costs

Year Ended June 30, 2018

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes X None reported

Noncompliance material to financial statements noted? _____ Yes X None reported

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? X Yes _____ None reported

Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a)? X Yes _____ No

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster	Opinion
84.268, 84.007, 84.033, 84.063, 84.038, 84.379, 93.364	Student Financial Assistance Cluster	Unmodified
84.047, 84.044A, 84.042, 84.217	TRIO Cluster	Unmodified
84.027	Special Education Cluster	Unmodified

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

Auditee qualified as low-risk auditee? X Yes _____ No

Section II - Financial Statement Audit Findings

Reference Number	Finding
Current Year	None

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2018

Section III - Federal Program Audit Findings

Reference Number	Finding
2018-001	<p>CFDA Number, Federal Agency, and Program Name - TRIO Cluster, U.S. Department of Education, Student Support Services (84.042)</p> <p>Federal Award Identification Number and Year - N/A</p> <p>Pass-through Entity - N/A</p> <p>Finding Type - Significant deficiency</p> <p>Repeat Finding - No</p> <p>Criteria - At least two-thirds of the students served by a student support services project must be low-income individuals who are first generation college students or individuals with disabilities. Not less than one-third of the individuals with disabilities must also be low-income individuals. The remaining students served must be low-income individuals, first generation college students, or individuals with disabilities (34 CFR sections 646.7 and 646.11).</p> <p>Condition - The percentage of students served by the University's Student Support Services program who were low-income individuals who are first generation college students or individuals with disabilities was less than two-thirds.</p> <p>Questioned Costs - None</p> <p>Context - The percentage of students served by the University's Student Support Services program who were low-income individuals who are first generation college students or individuals with disabilities was approximately 57 percent.</p> <p>Cause and Effect - The University did not have proper monitoring controls in place to ensure the earmarking requirements of the Student Support Services program were being met.</p> <p>Recommendation - The University should establish monitoring and follow-up procedures to ensure the earmarking requirements of the programs are being met.</p> <p>Views of Responsible Officials and Corrective Action Plan - The University's TRIO staff will aggressively work on perfecting the process for identifying and registering students who are first generation and limited income and/or individuals with disabilities. The University is continuing to build its infrastructure to evaluate eligibility and track and report student participation. The University's shortfall stems from difficulty in identifying and communicating with students who meet the limited income requirement. In an effort to meet the requirement, the TRIO TPSSS team will: (1) expand outreach programs; (2) work with the financial aid office and admissions to send recruitment letters to eligible enrolled GVSU students; (3) hold recruitment events in high-visibility traffic areas; (4) host a table at the College of Education open house twice annually; (5) send letters of invitation to all eligible students to our fall TRIO open house; (6) work collaboratively with other GVSU TRIO programs on a common application; (7) provide educational materials to all GVSU advisors regarding TRIO program opportunities; and (8) connect with other professional organizations and institutions with TRIO programs.</p>