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# Eastern Michigan University

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**June 30, 2020**

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

**Independent Auditor's Report**

To the Board of Regents  
Eastern Michigan University

We have audited the financial statements of Eastern Michigan University, a component unit of the State of Michigan, and its discretely presented component unit (the "University") as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the University's basic financial statements. We issued our report thereon dated October 22, 2020, which contained an unmodified opinion on the financial statements. 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 October 22, 2020.

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*

May 10, 2021

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 Regents  
Eastern Michigan 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 Eastern Michigan University, a component unit of the State of Michigan, and its discretely presented component unit (the "University") as of and for the year ended June 30, 2020 and the related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated October 22, 2020. The financial statements of Eastern Michigan University Foundation were not audited in accordance with *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) as a basis for designing 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 financial statements. 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 Regents  
Eastern Michigan 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*

October 22, 2020

Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance  
Required by the Uniform Guidance

**Independent Auditor's Report**

To the Board of Regents  
Eastern Michigan University

**Report on Compliance for Each Major Federal Program**

We have audited Eastern Michigan University's, a component unit of the State of Michigan, (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, 2020. 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, 2020.

**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 Regents  
Eastern Michigan 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 described in the accompanying schedule of findings and questioned costs as Finding 2020-001 that we consider to be a significant deficiency.

Eastern Michigan 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. Eastern Michigan 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*

May 10, 2021

Cluster/Federal sponsor	Direct/ Passthrough	CFDA	Federal Award ID	Pass-through Agency	Program Title	Subrecipient Amount	Federal Expenditures
<b>Student Financial Aid Cluster</b>							
U S Department of Education	Direct	84.268	P268K191630/P268K201630		Direct Loan Stafford	\$ -	\$ 102,931,365
U S Department of Education	Direct	84.063	P408A191630		Iraq/Afghanistan fy19 aid year	-	5,810
U S Department of Education	Direct	84.379	P379T191630/P379T201630		Teacher Education Assistance for College and Higher Education Grant Program	-	43,112
U S Department of Education	Direct	84.033	P033A142005		CWS Job Locator	-	33,407
U S Department of Education	Direct	84.033	P033A142005		Work-Study Program	-	936,908
U S Department of Education	Direct	84.063	P063P181630/P063P191630/P063P201630		Pell Grant Program	-	26,108,713
U S Department of Education	Direct	84.007	P007A182005		Supplemental Education Opportunity Grants	-	866,098
U S Department of Education	Direct	84.038	E01HP25866		Perkins Loan	-	5,237,260
<b>U S Department of Education Total</b>						-	<b>136,162,673</b>
U S Department of Health and Human Services	Direct	93.408	IEOAPH1548-01-00		ARRA - Nurse Faculty Loan Program	-	28,954
U S Department of Health and Human Services	Direct	93.264	1 EOAHP15348-01-00		Nurse Faculty Loan Program	-	285,670
<b>U S Department of Health and Human Services Total</b>						-	<b>314,624</b>
<b>Total Student Financial Aid Cluster</b>						-	<b>136,477,297</b>
<b>R&amp;D Cluster</b>							
U.S. Department of Transportation	Passthrough	20.514	Subaward TCRP C-24	National Academies of Sciences Engineering and Medicine	Transit Traction Power Cables: Replacement Guidelines (TCRP C-24)	-	101,829
<b>U.S. Department of Transportation Total</b>						-	<b>101,829</b>
National Aeronautics and Space Administration	Direct	43.001	IPA Agreement signed 7-11-18		NASA Fellowship - Intergovernmental Personnel Act (IPA) Assignment Agreement	-	253,398
National Aeronautics and Space Administration	Passthrough	43.001	PO#1001246541 sub_1557867	University of Colorado Boulder	Study of the Martian ionospheric, thermospheric, and magnetospheric responses to solar flares	-	18,958
National Aeronautics and Space Administration	Passthrough	43.001	SUBK00011138-3005541732	University of Michigan	Michigan Space Grant 2019-2020 operating funds, fellowships, scholarships	-	8,000
National Aeronautics and Space Administration	Passthrough	43.001	NNX16AJ54G/3004072913	University of Michigan	NASA/UM: Understanding the effects of solar flares on the upper atmospheres of Mars and Venus	-	39,813
National Aeronautics and Space Administration	Passthrough	47.070	SUBAWARD #0098721/00067063	University of Missouri-Kansas City	(CUE Ethics) Open Collaborate Experiential Learning (OCELAI): Bridging Digital Divides in Undergraduate Education of Data Science	-	1,229
<b>National Aeronautics and Space Administration Total</b>						-	<b>321,398</b>
US Department of Health and Human Services	Direct	93.332	1 NAVACA 180330-01-00		Evidence-based strategies for navigators in Federal Facilitated Exchange (FFE):	-	38,473
U.S. Department of Health and Human Services	Direct	93.859	1R15GM124651-01		Michigan model for left-behind Asian Pacific American Population	-	135,084
U.S. Department of Health and Human Services	Direct	93.173	1R21DC016990-02		Complex Genomic Rearrangements by BIR and mmbIR	-	176,065
U.S. Department of Health and Human Services	Direct	93.865	1R01HD095957-01		Lightly Salted: An Optogenetic Approach to Uncover the Role of Type 1 Cells in Salt Taste Transduction	-	176,065
U.S. Department of Health and Human Services	Direct	93.859	1R15GM131222-01A1		PediaTrac: Web based measure to screen and track infant/toddler development trajectories	1,108,950	1,394,607
U.S. Department of Health and Human Services	Passthrough	93.866	SUBK00010566 & PO3008326195	University of Michigan	Probing the Role of Insulin-Like Growth Factor-Binding Protein 3 and Humanin in Regulating Hyaluronan Function	-	106,914
U.S. Department of Health and Human Services	Passthrough	93.758	E20192357-00	State of Michigan	COMMUNITY LIAISON AND RECRUITMENT CORE (of NIH Award to UM)	-	2,619
<b>U.S. Department of Health and Human Services Total</b>					Michigan Asian American Violence Intervention & Prevention (MI-AAVIP) program	-	18,095
						<b>1,108,950</b>	<b>1,871,857</b>
National Science Foundation	Direct	47.076	PROGRAM INCOME		NSF: GRACE Program Income	-	1,000
National Science Foundation	Direct	47.076	DRL-1433712		Collaborative Project: GIS Resources and Applications for Career Education (GRACE)	25,886	(1,192)
National Science Foundation	Direct	47.074	1456978		Collaborative Research: Algal Photosynthetic Priming and Photolysis as Stimulators of Ecosystem-Level Detrital Processing by Microbial Heterotrophs	-	4,979
National Science Foundation	Direct	47.076	DUE-1726252		Collaborative Research: Mathematics of Doing, Understanding, Learning and Educating for Secondary Schools	-	37,332
National Science Foundation	Direct	47.074	MCB 1715892		Collaborative Research: Molecular and Structural Mechanism of histone binding by the epigenetic regulator UHRF2	-	38,262
National Science Foundation	Direct	47.074	1927671 DEB		Collaborative Research: RUI: Multi-mutualist Effects on Populations, Communities, and Ecosystems Across Ecological Gradients	-	53,523
National Science Foundation	Direct	47.074	1755227		Collaborative Research: RUI: Social modulation of migratory timing and endocrine mechanisms of mitigations of two flexible migrants	-	88,009
National Science Foundation	Direct	47.076	1954776		Mentoring for Life: Enhancing STEM Graduate Student Well-Being	-	28,531
National Science Foundation	Direct	47.074	1457589		RUI: SG: A Model System in a Model Region - Identification of Evolutionary Processes Driving Plant Diversification on Madagascar in Metistohibiscus (Malvaceae)	-	59,528
National Science Foundation	Direct	47.074	1917310		RUI: Evaluating the Limits and Capabilities of Plasma Chemical Oxidation for Accelerator Mass Spectrometric Radiocarbon Dating in Archaeology	-	566
National Science Foundation	Direct	47.050	1939000		RUI: Quantifying the effects of wildfire burning on 10Be concentrations in river sand - A case study of the 2018 Woolsey Fire, Santa Monica Mountains, CA	-	18,043
National Science Foundation	Direct	47.074	MCB 1613653		RUI: Scaffold or Assembly Line: How Does Atg11 Organize its Binding Partners for the Initiation of Selective Autophagy?	-	40,471
National Science Foundation	Passthrough	47.076	2016-1771-02	North Carolina State University	Enhancing Statistics Teacher Education with E-Modules [ESTEEM]	-	25,633
National Science Foundation	Passthrough	47.049	3004630678	University of Michigan	Electric fields, shock-fronts and structures in laser-induced magnetized plasmas	-	30,584
National Science Foundation	Passthrough	47.076	175929/830K616	University of Wisconsin	Urban STEM Stewards Expanding Career Interests through Citizen Science with Community Partners	-	47,935
<b>National Science Foundation Total</b>						<b>25,886</b>	<b>473,204</b>



Cluster/Federal sponsor	Direct/ Passthrough	CFDA	Federal Award ID	Pass-through Agency	Program Title	Subrecipient	Federal
						Amount	Expenditures
U.S. Department of Defense <b>U.S. Department of Defense Total</b>	Direct	12.RD	W912HQ-16-C-0040		Non-Isocyanate Polyurethane Platform for Sustainable and Advanced Rain Erosion Resistant Coatings	\$ -	\$ 75,137
						-	75,137
U S Department of Education <b>U S Department of Education Total</b>	Direct	84.031	P031A140166-18		Strengthening the STEM Curriculum at Eastern Michigan University by Institutionalizing the CSIE Program	-	295,173
						-	295,173
U S Department of Interior U S Department of Interior <b>U S Department of Interior Total</b>	Passthrough Passthrough	15.904 15.904	AGREEMENT DTD 3/9/18 Signed Agreement 7/16/2019	Wheeling Historic Landmarks Commission Wheeling Historic Landmarks Commission	Early Dwellings of North Wheeling Intensive Survey Phase II Early Dwellings of North Wheeling Intensive Survey Phase III	- -	(65) 822
						-	757
US Dept of Fish & Wildlife <b>US Dept of Fish &amp; Wildlife Total</b>	Direct	15.670 15.657	140F0319P0104 F20AP00002		Continuous Remote Monitoring of Bat Hibernation in Tippy Dam, Manistee County, Michigan, Winter 2019-2020 Understanding Mechanisms of Extraordinary Survival: Five Years of Infection without Decline in a Population of Little Brown Bats	- -	30,044 46,193
						-	76,237
<b>Total R&amp;D Cluster</b>						<b>1,134,836</b>	<b>3,215,592</b>
<b>Child Nutrition Cluster</b>							
U S Department of Education <b>Total Child Nutrition Cluster</b>	Passthrough	10.559	MDE CMS 18CMVZ026559	Michigan Department of Education	Summer Food Service Program for EMU Upward Bound Summer Academy 2018	-	3,418
						-	3,418
<b>Trio Cluster</b>							
U S Department of Education U S Department of Education U S Department of Education U S Department of Education <b>Total Trio Cluster</b>	Direct Direct Direct Direct	84.042 84.042 84.217 84.047	P04A151353 P042A151548 P217A170037 P047A170374		Eastern Michigan University SSS TRIO for Regular Students Eastern Michigan University SSS TRIO for Veterans EMU Ronald McNair Program 17-22 Upward Bound renewal for 2017-2022	- - - -	274,001 167,078 226,813 427,510
						-	1,095,402
<b>Total Clusters</b>						<b>1,134,836</b>	<b>140,791,709</b>
<b>Other Federal Award Cluster</b>							
Environmental Protection Agency <b>Environmental Protection Agency Total</b>	Passthrough	66.951	2017-1756	Great Lakes Fisheries Trust	Southeast Michigan Stewardship Coalition, GLFT Continuation 5, SEMIS 2017-2019	-	19,423
						-	19,423
National Endowment for the Arts National Endowment for the Arts	Passthrough Passthrough	45.025 45.025	Grant #: 20NL5402ZZ Grant #: 20PS5612AC	Michigan Council for Arts and Cultural Affairs Michigan Council for Arts and Cultural Affairs	EMU Entrepreneurship & Management Team Towards and Accessible Theatre for All Timely Assistance: A Collaboration Between Campus Librarians and Instructional Designers on a Textbook Affordability Initiative	- -	702 4,407 24,602
<b>National Endowment for the Arts Total</b>						-	29,711
U S Department of Health and Human Services	Direct	93.738	1NU58DP006590-01-00		Evidence-based strategies to empower Asian-Americans in reducing health disparities	-	512,848
U S Department of Health and Human Services U S Department of Health and Human Services U S Department of Health and Human Services U S Department of Health and Human Services U S Department of Health and Human Services U S Department of Health and Human Services U S Department of Health and Human Services U S Department of Health and Human Services U S Department of Health and Human Services <b>U.S. Department of Health and Human Services Total</b>	Passthrough Passthrough Passthrough Passthrough Passthrough Passthrough Passthrough Passthrough Passthrough	93.800 93.898 93.959 93.959 93.674 93.959 93.788 93.959	E20190830-00 E20193601-00 CMHPSM Contract #2902 CMHPSM Contract # C19011 YIT18-81001 CMHPSM Contract #C20009 C19011.1 CMHPSM Contract #C20009	State of Michigan State of Michigan Community Mental Health Partnership of Southeast Michigan Community Mental Health Partnership of Southeast Michigan State of Michigan Community Mental Health Partnership of Southeast Michigan Community Mental Health Partnership of Southeast Michigan Community Mental Health Partnership of Southeast Michigan	A Culturally-Sensitive Linguistically Appropriate Intervention for Outreach and Increase CRC Screening Among Asian Americans in Michigan - 2019 Breast Cancer Education Module 2019 Prevention Peer Theatre Prevention Theatre Collective 2019 Magic - Independent Skills for Living Prevention Theatre Collective 2019-2020 Prime for Life Prime for Life 2019-2020	- - - - - - - -	20,263 4,823 (1,287) 14,251 100,534 57,942 5,392 29,225
						-	743,991
US Department of Transportation <b>US Department of Transportation Total</b>	Passthrough	20.205	MDOT SRTS Project 2017087	Michigan Fitness Foundation	Safe Routes to School Active Transportation Programs	-	440
						-	440
U.S. Department of Commerce U.S. Department of Commerce <b>US Department of Commerce Total</b>	Direct Passthrough	11.429 11.008	NA16NOS4290193 SUBK00009322	University of Michigan	Great Lakes Literacy in Action: Connecting Students to their Watersheds in SE Michigan Through Place-Based Education Climate Resilience From Youth	-	23,238 39,540
						-	62,778
U S Department of Agriculture	Direct	10.217	2018-70003-27653		Strengthening student readiness for internships and the workforce via Fermentation Science curriculum development and implementation	-	28,079
U S Department of Agriculture <b>U S Department of Agriculture Total</b>	Passthrough	10.310	Letter from S Colby	University of Tennessee	Get Fruved: A peer-led, train-the-trainer social marketing intervention to increase fruit and vegetable intake and prevent childhood obesity	-	841
						-	28,920

Cluster/Federal sponsor	Direct/ Passthrough	CFDA	Federal Award ID	Pass-through Agency	Program Title	Subrecipient	Federal
						Amount	Expenditures
U S Department of Education	Direct	84.425F	P425F202256		COVID-19 - Higher Education Emergency Relief Fund - Institutional Portion	\$ -	\$ 4,791,850
U S Department of Education	Direct	84.425E	P425E202647		COVID-19 - Higher Education Emergency Relief Fund - Student Aid	-	1,379,590
U S Department of Education	Direct	84.365	T365Z160111		WRITELL - Writing Research Intervention in Teaching English Language Learners	-	561,516
U S Department of Education	Direct	84.367	92-MI01-SEED2019-REGIONAL		Expanding the Reach of Everyday Advocacy	-	8,202
U S Department of Education	Direct	84.411	92-MI01-2019I3C3WP		i3 C3WP Professional Development Grant	-	52,360
U S Department of Education	Direct	84.411	(92-MI01-2020I3C3WP) dated 5-2		NWP i3 SCALE-UP YEAR 4 C3WP LATE START	-	1,341
U S Department of Education	Direct	84.411	92-MI01-2018I3C3WP		NWP i3 Upper Elementary Advanced Institute	-	3,544
U S Department of Education	Direct	84.411	92-MI01-2018I3C3WP		Sipe NWP - 13 - Rural Schools Professional Development	-	6,426
U S Department of Education	Passthrough	84.287	212110 - J17010	Michigan Department of Education	21st CCLC Cohort J - 2017-2022 Bright Futures	-	671
U S Department of Education	Passthrough	84.287	192110 - J17010	Michigan Department of Education	21st CCLC Cohort J Year 2 2018-2019 Bright Futures	-	(28,859)
U S Department of Education	Passthrough	84.287	202110-J17010	Michigan Department of Education	21st CCLC Cohort J Year 3 2019-2020 Bright Futures	-	632,670
U S Department of Education	Passthrough	84.287	212110 - K181603	Michigan Department of Education	21st CCLC Cohort K-1 Yr 3 2020-2021	-	220
U S Department of Education	Passthrough	84.287	212110-K181602	Michigan Department of Education	21st CCLC Cohort K-2 Year 3 2020-2021 Bright Futures	-	220
U S Department of Education	Passthrough	84.287	212110 - L194318	Michigan Department of Education	21st CCLC Cohort L-1 Yr 2 2020-2021	-	220
U S Department of Education	Passthrough	84.287	212110 - L194319	Michigan Department of Education	21st CCLC Cohort L-2 Yr 2 2020-2021	-	220
U S Department of Education	Passthrough	84.287	192110 - I14013	Michigan Department of Education	21st CCLC I-two Year 5 2018-2019 Bright Futures	-	62,790
U S Department of Education	Passthrough	84.287	192110 - I14007	Michigan Department of Education	21st Century CCLC Cohort I-one Year 5 2018-2019 Bright Futures	-	70,851
U S Department of Education	Passthrough	84.287	192110 - K181603	Michigan Department of Education	21st Century Community Learning Center (CCLC) Bright Futures Cohort K1	-	17,313
U S Department of Education	Passthrough	84.287	202110-K181603	Michigan Department of Education	21st Century Community Learning Center (CCLC) Bright Futures Cohort K1 YR2	-	637,977
U S Department of Education	Passthrough	84.287	192110 - K181602	Michigan Department of Education	21st Century Community Learning Centers (CCLC) Bright Futures Cohort K2	-	6,089
U S Department of Education	Passthrough	84.287	202110-K181602	Michigan Department of Education	21st Century Community Learning Centers (CCLC) Bright Futures Cohort K2 YR2	-	644,871
U S Department of Education	Passthrough	84.287	192110-L194318	Michigan Department of Education	Bright Futures 21st Century Cohort L-1, Year 1	-	571,543
U S Department of Education	Passthrough	84.287	192110-I194319	Michigan Department of Education	Bright Futures 21st Century Cohort L-2, Year 1	-	587,952
U S Department of Education	Passthrough	84.048	193430-19132	Michigan Department of Education	CDPF/MDE: 18-19 MI DECA	-	(3)
U S Department of Education	Passthrough	84.048	193430-19132	Michigan Department of Education	CDPF/MDE: 2018-19 FCCLA	-	1,028
U S Department of Education	Passthrough	84.048	193430-19136	Michigan Department of Education	CDPF/MDE: 2018-19 MI Skills USA	-	(987)
U S Department of Education	Passthrough	84.048	203430-20132	Michigan Department of Education	DECA program, renewal for 2019-2020	-	60,004
U S Department of Education	Passthrough	84.048	PRE-AWARD	Michigan Department of Education	DECA program, renewal for 2020-2021	-	185
U S Department of Education	Passthrough	84.048	193430-191131	Michigan Department of Education	MDE - BPA 2018-2019	-	(1,205)
U S Department of Education	Passthrough	10.558	17-18 - CHILD AND ADULT FOOD	Michigan Department of Education	MI DoE 17-18 - Child and Adult Food Care Program	-	(13,715)
U S Department of Education	Passthrough	10.558	18-19 - CHILD AND ADULT FOOD	Michigan Department of Education	MI DoE 18-19-Child and Adult Food Care Program	-	(15,701)
U S Department of Education	Passthrough	10.558	19-20 - CHILD AND ADULT FOOD	Michigan Department of Education	MI DoE 19-20 - Child and Adult Food Care Program	-	25,594
U S Department of Education	Passthrough	84.048	PROGRAM INCOME	Michigan Department of Education	Michigan Business Professionals of America (BPA) Continuation 2015-2016	-	63,264
U S Department of Education	Passthrough	84.018	203430-20131	Michigan Department of Education	Michigan Business Professionals of America (BPA) program, renewal for 2019-2020	-	60,000
U S Department of Education	Passthrough	84.018	PRE-AWARD	Michigan Department of Education	Michigan Business Professionals of America (BPA) program, renewal for 2020-2021	-	189
U S Department of Education	Passthrough	84.048	PROGRAM INCOME	Michigan Department of Education	Michigan DECA - Continuation - 2015-2016	-	131,534
U S Department of Education	Passthrough	84.048	203430-20134	Michigan Department of Education	Michigan Family Career and Community Leaders of America (FCCLA) program, renewal for 2019-2020	-	31,880
U S Department of Education	Passthrough	84.048	PRE-AWARD	Michigan Department of Education	Michigan Family Career and Community Leaders of America (FCCLA) program, renewal for 2020-2021	-	31
U S Department of Education	Passthrough	84.048	PROGRAM INCOME	Michigan Department of Education	Michigan Family, Career & Community Leaders of america (FCCLA) - Continuation - 2015-2016	-	19,891
U S Department of Education	Passthrough	84.048	PROGRAM INCOME	Michigan Department of Education	Michigan Skills USA-continuation 2015-2016	-	72,009
U S Department of Education	Passthrough	84.048	PRE-AWARD	Michigan Department of Education	SkillsUSA program, competitive renewal for 2020-2021	-	31
U S Department of Education	Passthrough	84.048	203430-20136	Michigan Department of Education	SkillsUSA program, renewal for 2019-2020	-	55,157
U S Department of Education	Passthrough	84.334	P3345110025-17	Michigan Department of Labor-Labor and Economic Growth	Gear Up 2019	-	16,011
<b>U S Department of Education Total</b>						-	<b>10,514,774</b>
U S Small Business Administration	Passthrough	59.037	PO#SBAOH80059	Grand Valley State University	Small Business Development Center (SBDC) Host 2019	31,133	284,515
U S Small Business Administration	Passthrough	59.037	MISBDC-2020-10	Grand Valley State University	Small Business Development Center (SBDC) Host, 2020	9,990	208,407
<b>Total Small Business Development Total</b>						<b>41,123</b>	<b>492,922</b>
<b>Total Other Federal Award Cluster</b>						<b>41,123</b>	<b>11,892,959</b>
<b>Grand Total</b>						<b>\$ 1,175,959</b>	<b>\$ 152,684,668</b>

## Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2020

### Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Eastern Michigan University (the "University") under programs of the federal government for the year ended June 30, 2020. 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 same basis of accounting as the basic financial statements, which is the accrual basis of accounting. Such expenditures are recognized following 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, since the University has an approved indirect cost rate through its cognizant agency.

### Note 3 - Adjustments and Transfers

As allowable and in accordance with federal regulations issued by the U.S. Department of Education, during the year ended June 30, 2020, Eastern Michigan University carried forward \$26,396 and \$46,305 of Federal Supplemental Education Opportunity Grant Program (84.007) and Federal Work-Study Program (84.033) funds, respectively, from 2019-2020 to 2020-2021. In addition, the University carried forward \$51,802 and \$48,891 of Federal Supplemental Education Opportunity Grant Program (84.007) and Federal Work-Study Program (84.033) funds, respectively, from 2018-2019 funds that were spent in 2019-2020.

### Note 4 - Loans Balances

During the fiscal year ended June 30, 2020, the University issued new loans to students under the William D. Ford Federal Direct Loan Program (FDLP). The loan program includes subsidized and unsubsidized Stafford Loans and Parents' Loans for Undergraduate Students (PLUS) for graduate and professional students. The value of loans issued for the FDLP is based on disbursed amounts. The undergraduate PLUS loans are applied first to students' tuition and fees, and any remaining balance is disbursed directly to parents or, with the parents' permission, to the student.

In addition, the University participates in the Federal Perkins Loan Program through the Department of Education and the Nurse Faculty Loan Program through the 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 are loaned out to current students. For both of these programs, the beginning of year balance and loans made during the year are disclosed in the schedule of expenditures of federal awards. The balance of loans outstanding for the Federal Perkins Loan Program as of June 30, 2020 amounted to \$4,265,440. The balance of the loans outstanding for the Nurse Faculty Loan Program (non-ARRA) and the Nurse Faculty Loan Program (ARRA) was \$246,484 and \$25,419, respectively, as of June 30, 2020.

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## Schedule of Findings and Questioned Costs

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**Schedule of Findings and Questioned Costs**

**Year Ended June 30, 2020**

**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
84.007, 84.033, 84.038, 84.063, 84.268, 84.379, 93.264, and 93.408	Student Financial Assistance Cluster	Unmodified
84.042, 84.217, 84.047	TRIO Cluster	Unmodified
84.425E, 84.425F	COVID-19 - Education Stabilization Fund Higher Education Emergency Relief Fund	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**

**Current Year**    None

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2020

Section III - Federal Program Audit Findings

Reference Number	Finding
2020-001	<p><b>CFDA Number, Federal Agency, and Program Name</b> - 84.425 - U.S. Department of Higher Education, Higher Education Emergency Relief Funds (HEERF)</p> <p><b>Federal Award Identification Number and Year</b> - P425F202256, P425E202647, P425M200612 - 2021</p> <p><b>Pass-through Entity</b> - N/A</p> <p><b>Finding Type</b> - Significant deficiency</p> <p><b>Repeat Finding</b> - No</p> <p><b>Criteria</b> - The University must minimize the time elapsing between the transfer of funds from the United States Treasury to the University and the disbursement of those funds. 2 CFR Section 200.305(b).</p> <p><b>Condition</b> - Due to ambiguity and delay in guidance related to the HEERF programs, the University drew down all of the student, institutional, and Title III Strengthening Institutions portions of the HEERF funds allowed. As guidance was released, it was determined that the University drew the funds without minimizing the time between the transfer of funds and the disbursement of those funds.</p> <p><b>Questioned Costs</b> - None</p> <p><b>Context</b> - The University drew down \$6,866,995 of the Student Aid portion of HEERF on April 30, 2020; \$6,866,995 of the Institutional Aid portion of HEERF on May 21, 2021; and \$673,085 of the Title III Strengthening Institutions portion of HEERF on June 26, 2021, but it did not spend the funds within the required time following cash management rules under 2 CFR Section 200.305(b) due to ambiguity on how the funds could be spent.</p> <p><b>Cause and Effect</b> - Due to ambiguity and delay in guidance related to the HEERF programs, the University was not aware that cash management requirements under Uniform Guidance would apply to these programs, which resulted in an excess of funds drawn down.</p> <p><b>Recommendation</b> - We recommend the University implement a process to ensure that it minimizes the time elapsing between the transfer of funds from the United States Treasury to the University and the disbursement of those funds.</p> <p><b>Views of Responsible Officials and Corrective Action Plan</b> - As the guidance and applicable regulations have been defined for HEERF programs, the University has made every effort to comply with those rules and to ensure that internal controls are in place for federal programs. With the exception of the cash management principles noted below, the HEERF funds that were drawn down have been spent and managed in accordance with all federal requirements. The University will ensure it complies with cash management principles for future drawdowns of federal funds related to federal grants by minimizing the time spent between the funds being drawn down and spending those funds.</p>