

Western Michigan University

**Federal Awards
Supplemental Information
June 30, 2016**

Independent Auditor's Reports:

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	I
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>	2-3
Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance	4-6
Schedule of Expenditures of Federal Awards	7-17
Notes to Schedule of Expenditures of Federal Awards	18
Schedule of Findings and Questioned Costs	19-24
Summary Schedule of Prior Audit Findings	25

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

Independent Auditor's Report

To the Board of Trustees
Western Michigan University

We have audited the financial statements of Western Michigan University (the "University") and its discretely presented component units as of and for the year ended June 30, 2016 and the related notes to the financial statements, which collectively comprise the University's basic financial statements. We issued our report thereon dated October 4, 2016, which contained an unmodified opinion on the basic financial statements of the University and its component units. 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 4, 2016.

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 basic financial statements as a whole.

Plante & Moran, PLLC

January 25, 2017

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
Western 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 Western Michigan University (the "University") and its discretely presented component units as of and for the year ended June 30, 2016 and the related notes to the basic financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated October 4, 2016. The financial statements of the discretely presented component units 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 Western Michigan 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.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a certain deficiency in internal control that we consider to be a material weakness.

To Management and the Board of Trustees
Western Michigan University

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as Finding 2016-001 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Western Michigan 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*.

Western Michigan University's Responses to Findings

Western Michigan University's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. Western Michigan University's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

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 4, 2016

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

Independent Auditor's Report

To the Board of Trustees
Western Michigan University

Report on Compliance for Each Major Federal Program

We have audited Western Michigan 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 its major federal program for the year ended June 30, 2016. Western Michigan University's major federal program is 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 the requirements of laws, regulations, contracts, and grants applicable to its federal program.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Western Michigan 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 Western Michigan 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 Western Michigan University's compliance.

To the Board of Trustees
Western Michigan University

Opinion on Each Major Federal Program

In our opinion, Western Michigan University complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2016.

Report on Internal Control Over Compliance

Management of Western Michigan 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 Western Michigan 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.

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 certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as Findings 2016-002, 2016-003, and 2016-004, that we consider to be significant deficiencies.

Western Michigan University's responses to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs and/or corrective action plan. Western Michigan University's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

To the Board of Trustees
Western Michigan University

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 & Morse, PLLC

January 25, 2017

Western Michigan University

Schedule of Expenditures of Federal Awards Year Ended June 30, 2016

<u>Federal Agency/Pass-through Agency/Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Entity Project/Grant Number</u>	<u>Passed Through to Subrecipients</u>	<u>Federal Expenditures</u>
Clusters:				
Student Financial Aid Cluster - Direct Program:				
U.S. Department of Education:				
Federal Perkins Loan Program	84.038	P038A052105		\$ 10,721,415
Federal Work Study Program	84.033	P033A152105		1,095,288
Federal Supplemental Educational Opportunity Grant	84.007	P007A152105		789,943
Federal Pell Grant Program	84.063	P063P150246		27,977,393
Federal Direct Loan Program:				
Federal Subsidized Stafford Loans	84.268	N/A		39,350,156
Federal Unsubsidized Stafford Loans	84.268	N/A		76,346,603
Federal Plus Loans	84.268	N/A		27,331,664
Federal Grad Plus Loans	84.268	N/A		<u>3,661,212</u>
Total Federal Direct Loan Program				<u>146,689,635</u>
Total Student Financial Aid Cluster				187,273,674

Western Michigan University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2016

<u>Federal Agency/Pass-through Agency/Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Entity Project/Grant Number</u>	<u>Passed Through to Subrecipients</u>	<u>Federal Expenditures</u>
Clusters (Continued):				
Research and Development Cluster:				
U.S. Department of Defense:				
Department of Navy, Office of the Chief of Naval Research - Basic and Applied Scientific Research - Fatigue Stress UNIGROW	12.300	N00014-10-1-0577		\$ 78,102
U.S. Army Medical Command - Military Medical Research and Development (Passed through Geneva Foundation) - Effects of Acoustic Impulses on the Middle Ear	12.420	S-1376-01		383,060
U.S. Army Material Command - Basic Scientific Research Landmine Detection Rats	12.431	W911NF-15-1-0602		7,562
Department of the Air Force, Material Command - Air Force Defense Research Sciences Program - The Study of Complex Molecular Plasma Chemistry Dynamics in Ionic Liquids	12.800	FA9550-14-1-0286		91,414
National Security Agency - Mathematical Sciences Grants Program - Ramsey-Type Numbers	12.901	H98230-15-1-0172		23,515
Advanced Research Projects Agency - Research and Technology Development - Robotic Trajectory Optimization	12.910	D15AP00078		<u>96,680</u>
Total U.S. Department of Defense				680,333
U.S. Department of the Interior:				
Fish and Wildlife Service - Endangered Species Conservation-Recovery Implementation Funds - Chitosan Test on White Nose Syndrome	15.657	F14AP00736	\$ 19,165	71,549
Geological Survey - Research and Data Acquisition: Great Lakes Mapping 7	15.808	G14AC00297		45,632
Great Lakes Mapping 10	15.808	G15AC00336		39,277
Geological Survey - National Cooperative Geologic Mapping Program:				
Great Lakes Mapping	15.810	G14AC00326		31,188
Great Lakes Mapping 8	15.810	G15AC00158		12,373
Great Lakes Mapping 9	15.810	G15AC00494		39,447
Geological Survey - National Geological and Geophysical Data Preservation Program -Data Preservation 4	15.814	G15AP00130		<u>34,879</u>
Total U.S. Department of the Interior			19,165	274,345
U.S. Department of Justice:				
Office of Juvenile Justice and Delinquency Prevention - Juvenile Justice and Delinquency Prevention: Special Emphasis - Field Initiated Research Evaluation	16.541	2011-MU-FX-0009	8,000	111,004
Office of Justice Programs - Reduction and Prevention of Children's Exposure to Violence - Project Partnering to Reduce Violence	16.730	2010-JW-FX-K017	9,545	52,375
National Institute of Justice - Post-Conviction Testing of DNA Evidence - Post-Conviction DNA Testing	16.820	2015-DY-BX-K008	<u>34,096</u>	<u>65,491</u>
Total U.S. Department of Justice			51,641	228,870

Western Michigan University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2016

<u>Federal Agency/Pass-through Agency/Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Entity Project/Grant Number</u>	<u>Passed Through to Subrecipients</u>	<u>Federal Expenditures</u>
Clusters (Continued):				
Research and Development Cluster (Continued):				
U.S. Department of Transportation:				
Federal Aviation Administration - Aviation Research Grants (Passed through Texas A&M University)				
Weather Technology in the Cockpit Program	20.108	MI401673/C229A1PROJC		\$ 75,144
Federal Aviation Administration - Air Transportation Centers of Excellence (Passed through Purdue University)				
Weather Technology in the Cockpit Program	20.109	4108-66685 D		108,874
Federal Transit Administration - Federal Transit: Metropolitan Planning Grants (Passed through Michigan Department of Transportation):				
Accelerated Bridge Construction Techniques	20.505	2013-0069 Z4/120482		123,284
Accelerated Bridge Construction Techniques 2	20.505	2013-0069 Z4/123446		12,593
Engineering Improvements for Older Drivers	20.505	2013-0069 Z3		30,672
Engineering Improvements for Older Drivers 2	20.505	2013-0069 Z10		39,121
Intelligent Transport System Deployments	20.505	2013-0069 Z5		860
Speed Limit Changes	20.505	2016-0069 Z1		3,641
Research and Special Programs Administration - University Transportation Centers Program				
Transportation Research Center for Livable Communities	20.701	DTRT13-G-UTC60	\$ 361,688	909,618
Research and Special Programs Administration - University Transportation Centers Program (Passed through University of Minnesota):				
Pedestrian Safety	20.701	H003662405		8,371
Roadway Safety	20.701	H003662407		11,185
Other Programs: CFDA Not Identified				
Driver Compliance with Pedestrian Right of Way Laws	20.UN	DTNH22-11-D-00228		20,650
Other Programs: CFDA Not Identified (Passed through Battelle Memorial Institute)				
Countdown Pedestrian Signals	20.UN	subcontract# 386243		1,490
Other Programs: CFDA Not Identified (Passed through Michigan Department of Transportation)				
Alternative Pedestrian Crossing	20.UN	2013-0069 Z2 120239		<u>31,330</u>
Total U.S. Department of Transportation			361,688	1,376,833
National Aeronautics and Space Administration:				
Aerospace Education Services Program:				
CloudSat GLOBE Support	43.001	1536500		50,794
NASA GRACE Part 2	43.001	NNX12AJ94G		100,496
Aerospace Education Services Program (Passed through Michigan Space Grant Consortium):				
Airborne Microbial Communities	43.001	8705		4,996
MSGC Lemmer Seed	43.001	8330		2,835
Aerospace Education Services Program (Passed through Smithsonian Astrophysical Observatory)				
X-Ray Absorption Models	43.001	TM4-15003X		1,803
Education (Passed through Delaware State University)				
Evaluation of OSTAR Center	43.008	8797		1,231
Cross Agency Support				
NASA Small Spacecraft Propulsion	43.009	NNX13AR18A		63,983

Western Michigan University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2016

<u>Federal Agency/Pass-through Agency/Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Entity Project/Grant Number</u>	<u>Passed Through to Subrecipients</u>	<u>Federal Expenditures</u>
Clusters (Continued):				
Research and Development Cluster (Continued):				
Other Programs: CFDA Not Identified (Passed through Space Telescope Science Institute) - Mapping Active Galactic Nuclei Broad Line Region	43.UN	HST-GO-13330.008-A		\$ 1,913
Total National Aeronautics and Space Administration				228,051
National Science Foundation:				
Engineering Grants:				
Influenza Testing	47.041	CMMI-1537379		13,965
Laser Assist Drilling	47.041	IIP-1445017		68,927
Research Experience for Teachers in Smart Vehicles	47.041	EEC-1542336		5,208
Engineering Grants (Passed through Northeastern University) - NEESR Building Collapse	47.041	501944-78050		8,954
Engineering Grants (Passed through Stanford University) - Advanced Combustion Engines	47.041	60447211-111120-A		40,631
Engineering Grants (Passed through WGBH Educational Foundation) - Design Squad Nation 2	47.041	K201200422B		1,088
Mathematical and Physical Sciences:				
Anion Extraction	47.049	CHE-1404730		97,523
Atlas of Lie Groups	47.049	DMS-1317503		20,767
Deciphering Chemical Bond Nature	47.049	CHE-1055310		29,640
Graduate Research Fellowship	47.049	DGE-1257301		8,627
EAGER Semiconductors	47.049	DMR-1410915		45,164
Nuclear Spin-Isospin Response	47.049	PHY-1204486		36,490
Protein Analysis	47.049	CHE-1508626		76,844
Radioactive Double Electron Capture of Ions	47.049	PHY-1401429		40,229
Solar Energy Conservation	47.049	DMR-0963678		7,006
Spin-Isospin Response	47.049	PHY-1404343		99,195
Stars to Active Galactic Nuclei	47.049	AST-1313265	\$ 27,673	185,412
Mathematical and Physical Sciences (Passed through Research Foundation of The City University of New York) - Behavioral-Ecological Network Models	47.049	40E59-A		33,247
Mathematical and Physical Sciences (Passed through University of West Georgia) - Expand Atomic Database	47.049	111554BWMU		16,539
Geosciences - Nile Delta Subsidence	47.050	OISE-1103843		1,748
Geosciences (Passed through Columbia University in the City of New York) - USSSP International Ocean Discovery	47.050	12(GG009393)		47,848
Computer and Information Science and Engineering:				
Computing Infrastructure Equipment	47.070	CNS-1126438		13,382
EAGER: Systematic and Scalable Testing of Concurrent Software	47.070	CCF-1500365		51,944
HPC Solutions to Big NGS Data Compression	47.070	CCF-1464268		80,504
Memory Resource Management in a Data Center	47.070	CNS-1421643		34,083
Computer and Information Science and Engineering (Passed through Illinois Institute of Technology) - High Performance Algorithms and Implementation for Genome Alignments	47.070	P0037749		29,785

Western Michigan University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2016

<u>Federal Agency/Pass-through Agency/Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Entity Project/Grant Number</u>	<u>Passed Through to Subrecipients</u>	<u>Federal Expenditures</u>
Clusters (Continued):				
Research and Development Cluster (Continued):				
National Science Foundation (Continued):				
Biological Sciences:				
Anthropogenic Noise	47.074	IOS-1257699		\$ 79,740
EAGER: Ecosystem Contributions to Atmosphere	47.074	EF-1550748		52,630
Extinct Ancestral Enzyme	47.074	MCB-1120624		34,672
Photosynthesis and Amino Acid	47.074	MCB-1244008	\$ 110,723	248,389
Signal Transduction REU 3	47.074	DBI-1062883		7,808
Biological Sciences (Passed through Augustana College) - Evaluation of Research Coordination Networks	47.074	7557		20,971
Social, Behavioral, and Economic Sciences:				
Framework for Cyber Warfare	47.075	SES-1317798		47,910
Stress Among Teens in High Risk High Stakes				
Pastoralism	47.075	BCS-1430860		69,222
The Allure of Sweetness	47.075	BCS-1330399		24,270
Education and Human Resources:				
Assess Constructed Responses	47.076	DUE-1323011		87,472
Assess Facilitate Reform Teaching	47.076	DUE-1347700		24,732
Broadening Participation Research	47.076	HRD-1309055	11,277	261,741
Discovery Research K-12	47.076	DRL-1220148		196,937
EvaluATE	47.076	DUE-1204683		471,680
Evidence Based Instruction	47.076	DUE-1256505		49,955
Formative Assessment Systems	47.076	DUE-1349079	16,099	37,642
Increase Impact of TUES Project	47.076	DUE-1122446		105,519
Michigan AGEP Alliance for Transformation	47.076	HRD-1305996		54,019
Moderator and Mediator Effects in Cluster Randomized Trials	47.076	DGE-1437692		89,173
Online Tech Ed in ATE Programs	47.076	DUE 1501794		61,032
Parameters for Science Teacher Interventions	47.076	DGE-1544236	61,863	113,229
PEEPS for Professional Development	47.076	DRL-1228809		66,949
Reducing Student Resistance	47.076	DUE-1347580		19,602
SCALE-UP	47.076	DUE-1223564		46,481
S-STEM Scholarships	47.076	DUE-0965962		46,445
STEP IB	47.076	DUE-0969287		285,653
The Geo-CC & CP Foundry	47.076	DUE-1445227	8,414	68,524
Undergraduate STEM Instruction	47.076	DUE-1525393		7,149
Virtual Lab Experiments	47.076	DUE-1140348	704	25,708
Visualization and Analysis of C Code	47.076	DGE-1522883		50,640
Education and Human Resources (Passed through Biological Sciences Curriculum Study Center for Research and Evaluation) - Methodologies for Evaluation	47.076	7288		802
Education and Human Resources (Passed through Delaware State University) - CREST External Evaluation	47.076	12-005JNA		19,692
Education and Human Resources (Passed through Lansing Community College) -Career and Educational Paths in Building Science	47.076	BPI20075		5,961
Education and Human Resources (Passed through Michigan State University) - Bioenergy Sustainability for Grades K-12	47.076	61-2010WM		5,293
Education and Human Resources (Passed through University of Arizona) - Z-Factor Project	47.076	268579		7,621
Education and Human Resources (Passed through University of California, San Diego) -Faculty Teaching Workshop	47.076	67475707		29,246

See Notes to Schedule of Expenditures
of Federal Awards.

Western Michigan University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2016

<u>Federal Agency/Pass-through Agency/Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Entity Project/Grant Number</u>	<u>Passed through to Subrecipients</u>	<u>Federal Expenditures</u>
Clusters (Continued):				
Research and Development Cluster (Continued):				
National Science Foundation (Continued):				
Education and Human Resources (Passed through University of Michigan):				
Michigan LSAMP 2	47.076	3001714547		\$ 111,443
REBUILD Project	47.076	3003406266		30,737
Education and Human Resources (Passed through University of Rochester) - Curriculum Ergonomics	47.076	415907-G		41,576
Education and Human Resources (Passed through University of Wisconsin-Madison Institute for Research on Poverty) - ATE Central	47.076	459K734		12,159
Education and Human Resources (Passed through Wright State University) - National Model for Engineering Education	47.076	PSP06883		1,591
Trans-NSF Recovery Act Research Support (Passed through Michigan Technological University) - ARRA - Energy Research for Grades K-12	47.082	DGE-0841073		<u>2,960</u>
Total National Science Foundation			\$ 236,753	4,119,725
Environmental Protection Agency:				
Office of Water - Water Quality Management Planning (Passed through Michigan Department of Environmental Quality) - Ground Water Monitoring Strategy	66.454	2014-0101		24,638
Office of Research and Development - Science to Achieve Results (STAR) Research Program – Role of Oxidation of BVOC	66.509	83540901	<u>8,072</u>	<u>11,982</u>
Total Environmental Protection Agency			8,072	36,620
U.S. Department of Energy:				
Office of Science Financial Assistance Program:				
X-Ray and Transport Studies	81.049	DE-FG02-99ER45772		29,184
LCLS Ultrafast Science - SISGR	81.049	DE-SC0002004	50,960	50,960
Fossil Energy Research and Development (Passed through Battelle Memorial Institute) - CO2 Storage Infrastructure 2	81.089	344142		137,161
Other Programs - CFDA Not Identified - Ion Beam Irradiation	81.UN	2F-33121		<u>6,129</u>
Total U.S. Department of Energy			50,960	223,434
U.S. Department of Education:				
Office of Postsecondary Education - Fund for the Improvement of Postsecondary Education - Fulfilling the Promise	84.116	PI16FI40353		593,271
Office of Postsecondary Education - Fund for the Improvement of Postsecondary Education (Passed through Indiana State University) - Evaluation of ISU FIPSE	84.116	14-180		71,388
Institute of Education Sciences - Research in Special Education - Language and Literacy (TILLS)	84.324	R324A100354		91,077

Western Michigan University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2016

<u>Federal Agency/Pass-through Agency/Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Entity Project/Grant Number</u>	<u>Passed through to Subrecipients</u>	<u>Federal Expenditures</u>
Clusters (Continued):				
Research and Development Cluster (Continued):				
U.S. Department of Education (Continued):				
Office of Special Education and Rehabilitative Services - Special Education: Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities (Passed through California State University-Northridge) - PepNet 3 Extension	84.326	F-11-2963-3-WMU	\$	179,035
Office of Special Education and Rehabilitative Services - Special Education: Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities (Passed through University of North Carolina at Charlotte) - National Technical Assistance Center	84.326	20150079-02-WMU		408,156
Office of Special Education and Rehabilitative Services - Special Education: Technical Assistance and Dissemination to Improve Services and Results for Children with Disabilities (Passed through University of North Carolina) - NSTTAC 2	84.326	20120114-01WMU		28,413
Special Education: Technology and Media Services for Individuals with Disabilities (Passed through University of Oregon - Math Image Description Project	84.327	223810L		(1,558)
Office of Innovation and Improvement - School Leadership: School Leadership Development	84.363	U363A130108		839,318
School Leadership Program	84.363	U363A100082	\$ 113,071	660,957
Office of Elementary and Secondary Education - Mathematics and Science Partnerships (Passed through EUP Mathematics and Science Center) - Math and Science Integrated with Engineering	84.366	8712		10,309
Office of Elementary and Secondary Education - Mathematics and Science Partnerships (Passed through Lenawee Intermediate School District) - Student Intel Test	84.366	7021290		13,702
Office of Elementary and Secondary Education - Mathematics and Science Partnerships (Passed through Muskegon Area ISD (MAISD) Math & Science Center) - Math Recovery MSP Project	84.366	7022560		119,607
Office of Elementary and Secondary Education - Mathematics and Science Partnerships (Passed through Saginaw Valley State University Regional Math & Science Center):				
AIM-Achieving with Intel Math	84.366	8713		6,389
Making an Impact with Intel Math 2	84.366	7022950		8,454
Making an Impact with Intel Math	84.366	7021010		10,934
Total U.S. Department of Education			113,071	3,039,452
U.S. Department of Health and Human Services:				
Health Resources and Services Administration - Model State-Supported Area Health Education Centers (Passed through Wayne State University):				
West Michigan Area Health Education Center	93.107	WSU15006		60,057
West Michigan Area Health Education Center 2	93.107	7023060		150,071

Western Michigan University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2016

<u>Federal Agency/Pass-through Agency/Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Entity Project/Grant Number</u>	<u>Passed Through to Subrecipients</u>	<u>Federal Expenditures</u>
Clusters (Continued):				
Research and Development Cluster (Continued):				
U.S. Department of Health and Human Services (Continued):				
National Institutes of Health - Research Related to Deafness and Communication Disorders - Olfactory Bulb Cell Genesis				
	93.173	IR15DC011137-01A1		\$ 27,005
Substance Abuse and Mental Health Services Administration - Substance Abuse and Mental Health Services: Projects of Regional and National Significance:				
Detroit Trauma Informed Project				
	93.243	5U79SM058786-08	\$ 34,096	432,826
Screening, Brief Intervention and Referral Training				
	93.243	IH79TI025960-01		124,393
Substance Abuse and Mental Health Services Administration - Substance Abuse and Mental Health Services: Projects of Regional and National Significance (Passed through Research Foundation of The City University of New York) - Agency Organization Readiness				
	93.243	7F044-E		7,991
National Institutes of Health - Drug Abuse Research Programs				
Preclinical Abuse Liability Screening				
	93.279	R15DA038295		140,487
SteadyRx				
	93.279	R34DA037130	44,359	135,765
National Institutes of Health - Cancer Cause and Prevention Research (Passed through Medical University of South Carolina) - Geospatial Survival Modeling				
	93.393	MUSC15074		17,999
National Institutes of Health - Heart and Vascular Diseases Research - El Lipids Regulation				
	93.837	IR15HLI21770-01A1		158,032
National Institutes of Health - Vision Research:				
Cane Design and Biomechanics				
	93.867	R15EY024149		96,662
Prevention of RGC Loss				
	93.867	IR15EY022795		78,870
Other Programs: CFDA Not Identified - Integrated Disease Surveillance and Response in Africa				
	93.UN	I61PA1613782		803
Total U.S. Department of Health and Human Services			<u>78,455</u>	<u>1,430,961</u>
Total Research and Development Cluster			919,805	11,638,624
Trio Cluster:				
U.S. Department of Education:				
Office of Post-Secondary Education - TRIO: Student Support Services:				
Serving SSS Students				
	84.042	P042A101221		42,495
TRIO FESP 2015/2020				
	84.042	P042A151231		133,289
TRIO SSS Program				
	84.042	P042A100604		54,059
TRIO SSS Program 2015/2020				
	84.042	P042A150408		215,103
Office of Post-Secondary Education - TRIO: Upward Bound - Upward Bound				
	84.047	P047A121185		269,142
Total Trio Cluster				714,088
Highway Safety Cluster:				
U.S. Department of Transportation:				
National Highway Traffic Safety Administration - State and Community Highway Safety (Passed through Michigan Department of State Police) - Overtime Traffic Performance Standards 4				
	20.600	PT-15-02		34,149

Western Michigan University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2016

<u>Federal Agency/Pass-through Agency/Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Entity Project/Grant Number</u>	<u>Passed Through to Subrecipients</u>	<u>Federal Expenditures</u>
Clusters (Continued):				
Highway Safety Cluster (Continued):				
U.S. Department of Transportation:				
National Highway Traffic Safety Administration - State and Community Highway Safety (Passed through Michigan Office of Highway Safety Planning):				
Bicycle Safety 2	20.600	PS-16-01		\$ 14,774
Bicycle Safety	20.600	PS-15-01		52,930
Overtime Traffic Performance Standards 5	20.600	PT-16-01		57,500
National Highway Traffic Safety Administration - National Priority Safety Programs (Passed through Michigan Office of Highway Safety Planning):				
Modeling EMS Traffic Crash Data	20.616	EM-15-01		40,450
Modeling EMS Traffic Crash Data 2	20.616	EM-16-01		<u>25,317</u>
Total Highway Safety Cluster				225,120
Fish and Wildlife Cluster:				
U.S. Department of the Interior-				
U.S. Fish and Wildlife Service - Wildlife Restoration (Passed through Ball State University) - Urban Deer Movements				
	15.611	G0550-WMU		<u>43,347</u>
Total Fish and Wildlife Cluster				43,347
School Improvement Grants Cluster:				
U.S. Department of Education - Office of Elementary and Secondary Education - School Improvement - Turnaround School Leaders				
	84.377	S377B140051	\$ 153,200	<u>517,641</u>
Total School Improvement Grants Cluster			153,200	517,641
Other Federal Awards:				
U.S. Department of Agriculture:				
Food and Nutrition Service - Special Supplemental Nutrition Program for Women, Infants, and Children (Passed through Michigan Department of Health and Human Services):				
MDCH eKitchen	10.557	20162633-00		8,337
MDCH Mothers in Motion	10.557	20162632-00		27,238
MDCH WIC 14/15	10.557	20151671-00		62,708
MDCH WIC 15/16	10.557	20161010-00		167,484
MDCH WIC eKitchen OA	10.557	20152557-00		12,654
MDCH WIC Rebuild OA	10.557	20152558-00		70,393
Food and Nutrition Service - Special Supplemental Nutrition Program for Women, Infants, and Children (Passed through State of Louisiana) - Louisiana WIC				
	10.557	3991852		483
Food and Nutrition Service - Child and Adult Care Food Program (Passed through Michigan Department of Education) - Food Care 2				
	10.558	6889		<u>8,444</u>
Total U.S. Department of Agriculture				357,741

Western Michigan University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2016

Federal Agency/Pass-through Agency/Program Title	CFDA Number	Pass-through Entity Project/Grant Number	Passed Through to Subrecipients	Federal Expenditures
Clusters (Continued):				
Other Federal Awards (Continued):				
U.S. Department of Defense -				
Language Grant Program:				
2015 STARTALK in Action	12.900	H98230-15-1-0068		\$ 72,131
2016 STARTALK in Action	12.900	H98230-16-1-0224		<u>4,063</u>
Total U.S. Department of Defense				76,194
National Aeronautics and Space Administration -				
Aerospace Education Services Program (Passed through Michigan Space Grant Consortium) - MSGC				
Fellowships 15/16	43.001	8890		<u>12,500</u>
Total National Aeronautics and Space Administration				12,500
National Endowment for the Arts and the Humanities -				
National Endowment for The Humanities - Promotion of the Humanities: Seminars and Institutes -				
Teaching "Beowulf"	45.163	EH-231087-15		<u>143,756</u>
Total National Endowment for the Arts and the Humanities				143,756
Small Business Administration:				
Small Business Development Center (Passed through Grand Valley State University):				
Small Business Development 2015	59.037	P0065363		117,685
Small Business Development 2016	59.037	P0069754		<u>104,286</u>
Total Small Business Administration				221,971
U.S. Department of Education:				
Office of Vocational and Adult Education - Vocational Education: Basic Grants to States (Passed through Michigan Department of Education):				
CTE Improvement 2014/2015	84.048	153280-15184		1,235
CTE Improvement 2015/2016	84.048	163280-16184		5,477
Office of Special Education and Rehabilitative Services -				
Rehabilitation Long-Term Training:				
Orientation and Mobility Personnel Preparation 2	84.129	H129P140002		140,891
Rehab Counseling Blind Personnel Preparation	84.129	H129B100030		91,527
Office of Special Education and Rehabilitative Services -				
Rehabilitation Long-Term Training:				
Rehabilitation Training	84.129	H129B140075		119,165
Vision Rehabilitation Therapy Training 3	84.129	H129P140005		134,496
Migrant Education: College Assistance Migrant Program - CAMP Program				
	84.149	S149A120035		414,682
Office of Special Education and Rehabilitative Services -				
Special Education: Personnel Development to Improve Services and Results for Children with Disabilities:				
Online Training Adapted PhysEd	84.325	H325K100330		55,817
Prep Teacher of Children with Visual Impairment 4	84.325	H325K100230-13		24,323
Prep Teacher of Children with Visual Impairment 5	84.325	H325K140204 - 15		175,943
Office of Post-Secondary Education - Gaining Early Awareness and Readiness for Undergraduate Programs (Passed through State of Michigan Workforce Development Agency):				
KCP Gear Up 14/15	84.334	14-00-15		12,014
KCP VISTA Support 2014	84.334	14-00-15		2,288
KCP VISTA Support 2015	84.334	14-00-15		1,171

Western Michigan University

Schedule of Expenditures of Federal Awards (Continued) Year Ended June 30, 2016

<u>Federal Agency/Pass-through Agency/Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Entity Project/Grant Number</u>	<u>Passed Through to Subrecipients</u>	<u>Federal Expenditures</u>
Clusters (Continued):				
Other Federal Awards (Continued):				
U.S. Department of Education:				
Office of Elementary and Secondary Education - Mathematics and Science Partnerships (Passed through Manistee-Wexford-Missaukee Regional Math and Science Center) - MWM Math and Science IMPACT	84.366	8717	\$	5,363
Office of Elementary and Secondary Education - Improving Teacher Quality State Grants (Passed through Michigan Department of Education) - Improving Teacher Quality	84.367	160290-022		3,600
Other Programs: CFDA Not Identified (Passed through National Writing Project Corporation) - SEED Teacher Leadership 14/16	84.367	94-M106-SEED2012		<u>2,820</u>
Total U.S. Department of Education				1,190,812
U.S. Department of Health and Human Services:				
Centers for Medicare and Medicaid Services - The Affordable Care Act - Medicaid Adult Quality (Passed through Michigan Department of Health and Human Services) - Geographic Trends in Medicaid	93.609	20152552-00		83,141
Administration for Children and Families - Adoption Opportunities:				
Genesee Trauma Informed Project Yrs 1-3	93.652	90CO1098-02-00	\$ 20,640	244,678
Genesee Trauma Informed Project Yr 4	93.652	90CO1098-04-00		314,643
Health Resources and Services Administration - Maternal and Child Health Services Block Grant to the States (Passed through Michigan Department of Health and Human Services):				
Fetal Alcohol Syndrome Center of Excellence	93.994	20161009-00		16,500
MDHHS WIC Oral Health	93.994	20163019-00		<u>1,069</u>
Total U.S. Department of Health and Human Services			<u>20,640</u>	<u>660,031</u>
Total Other Federal Awards			<u>20,640</u>	<u>2,663,005</u>
Grand Total			<u>\$1,093,645</u>	<u>\$ 203,075,499</u>

Western Michigan University

Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2016

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Western Michigan University under programs of the federal government for the year ended June 30, 2016. The information in this 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 Western Michigan University, it is not intended to and does not present the financial position, changes in net position, or cash flows of Western Michigan University.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported on 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.

Western Michigan University has elected not to use the 10 percent *de minimus* indirect cost rate to recover indirect costs as allowed under the Uniform Guidance.

Note 3 - Adjustments and Transfers

As allowable and in accordance with federal regulations issued by the U.S. Department of Education, Western Michigan University expended \$73,349 of Federal Work Study (84.033) funds carried forward from the year ended June 30, 2015. The University carried back and expended \$88,215 of Federal Work Study (84.033) funds from the year ending June 30, 2017 to the year ended June 30, 2016.

Note 4 - Loans Balances

Perkins loan expenditures at June 30, 2016 consist of administrative cost allowance. These expenditures were paid from funds available from the repayment of prior loans. Of the \$9,090,467 amount outstanding, \$1,721,178 consists of loans advanced to students during the current year.

Western Michigan University

Schedule of Findings and Questioned Costs Year Ended June 30, 2016

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

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

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

Type of auditor's report issued on compliance for major programs: Unmodified

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

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
84.007, 84.033, 84.038, 84.063, and 84.268	Student Financial Aid Cluster

Dollar threshold used to distinguish between type A and type B programs: \$845,720

Auditee qualified as low-risk auditee? Yes No

Western Michigan University

Schedule of Findings and Questioned Costs (Continued) Year Ended June 30, 2016

Section II - Financial Statement Audit Findings

Reference

Number

Finding

2016-001 **Finding Type** - Material weakness

Criteria - Segregation of duties and adequate approval processes are critical as part of a strong internal control system.

Condition - The University had four department user accesses in place with the bank that were considered to be "ghost usernames." Each department's access was set up differently. Investment's access allowed a user to both initiate an ACH or wire transfer and approve it using the ghost username access. The cashing account allowed a user to both initiate and approve an ACH using the ghost username. Accounts receivable's ghost account access allowed only initiating and authorizing of ACH transfers from a batch file derived from Banner. The foundation's ghost account access was limited to remote capture of checks to be deposited with no ability to transfer funds.

Context - During the review of the last 90 days of wire transfer activity that was available from the bank, there were no instances identified where the ghost username was utilized.

Cause - There was no review of the process surrounding the use of ghost usernames.

Effect - The lack of a second approver separate from the person who initiated the wire transfer allows for the potential misappropriation of funds that would not be identified until after the cash and/or investments have been transferred.

Recommendation - The University has multiple detective controls but no preventative controls in place to identify unusual activity. The detective controls include a daily review process in place to scan for unusual bank activity. They also complete monthly bank reconciliations and a monthly financial statement review which would help identify inappropriate transfers. The University also has a number of pre-authorized disbursement templates in place which are initiated by one account holder and authorized by a separate account holder. The University has also removed the ghost username access accounts and implemented a preventive control process to have a required authorization from individuals separate from those in the investment office when only one person there is available. The requirement to have a second, separate approval of all wire transfers will help mitigate the risk of misappropriation of assets.

Western Michigan University

Schedule of Findings and Questioned Costs (Continued) Year Ended June 30, 2016

Section II - Financial Statement Audit Findings (Continued)

Reference Number	Finding
2016-001 (Con't)	Views of Responsible Officials and Planned Corrective Actions - The "ghost usernames" were set up several years ago based on the staffing at that time. Upon notification of this finding management has disabled all "ghost accounts" and removed all associated tokens. New users have been set up as alternate authorizers in various accounting services departments in order to accomplish a segregation of duties.

Section III - Federal Program Audit Findings

Reference Number	Finding
2016-002	CFDA Number, Federal Agency, and Program Name - Student Financial Aid Cluster: Federal Supplemental Educational Opportunity Grant - CFDA #84.007, Federal Perkins Loan Program - CFDA #84.038, Federal Pell Grant Program - CFDA #84.063, and Federal Direct Loan Program - CFDA #84.268 Federal Award Identification Number and Year - N/A Pass-through Entity - N/A Finding Type - Significant deficiency Repeat Finding - No Criteria - Schools who disburse loans and grants to students must submit origination and disbursement records to the Common Origination and Disbursement (COD) system and The National Student Loan Data System (NSLDS). Condition - The University did not have a system in place to timely identify students who were not uploaded to COD and NSLDS. Questioned Costs - None Identification of How Questioned Costs Were Computed - N/A Context - Of the 25 students tested for reporting loan amounts to COD and NSLDS, one student's unsubsidized loan, per the general ledger, did not agree to COD and was never submitted to COD. Cause and Effect - The University had not established a process to identify all students whose information was not accepted by COD and NSLDS resulting in students not being identified timely.

Western Michigan University

Schedule of Findings and Questioned Costs (Continued) Year Ended June 30, 2016

Section III - Federal Program Audit Findings (Continued)

Reference Number	Finding
2016-002 (Con't)	<p>Recommendation - The University should implement a process to ensure proper information is submitted to COD and NSLDS. There should also be a procedure in place to review information that is not accepted by COD and NSLDS.</p> <p>Views of Responsible Officials and Planned Corrective Actions - Management agrees with the recommendation. Financial aid has made modifications to its daily reports, which enhance the ability to easily identify and correct loan disbursement errors in an expeditious manner. Utilizing improvements incorporated in recent system upgrades, financial aid will implement and maintain a more rigorous training process to ensure overall compliance and defined clarity involving temporary changes in manual processing as they occur.</p>

Reference Number	Finding
2016-003	<p>CFDA Number, Federal Agency, and Program Name - Student Financial Aid Cluster: Federal Work Study Program - CFDA #84.033</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 - A student may be employed under the Federal Work Study (FWS) program by an institution that is responsible for ensuring that each student's work is properly supervised and payment for work performed under each agreement is properly documented (34 CFR 675.20(b)(3)).</p> <p>Condition - The University did not have proper controls in place to ensure students were paid according to actual hours worked.</p> <p>Questioned Costs - \$43</p> <p>Identification of How Questioned Costs Were Computed - The student was paid for working 15 hours when they had reported working 10 hours. The five hours were paid at \$8.50 an hour.</p> <p>Context - During our testing of 40 students with FWS funds, it was identified that two students did not have correct hours, per their timesheet, paid on their check.</p>

Western Michigan University

Schedule of Findings and Questioned Costs (Continued) Year Ended June 30, 2016

Section III - Federal Program Audit Findings (Continued)

Reference Number	Finding
2016-003 (Con't)	<p>Cause and Effect - Supervisors were not properly reviewing timesheets resulting in timecards not matching paychecks.</p> <p>Recommendation - We recommend additional procedures be implemented to ensure that supervisors understand the importance of accurate reporting and timely review of student timesheets.</p> <p>Views of Responsible Officials and Planned Corrective Actions - Management agrees with the recommendation. Financial aid will provide additional and routine communications to the campus community, reminding employers of the importance of verifying the agreement of time worked with time reported and paid. This information is also present on the financial aid website, and we will continue to review and update our web content to ensure proper and thorough communication</p>

Reference Number	Finding
2016-004	<p>CFDA Number, Federal Agency, and Program Name - Student Financial Aid Cluster: Federal Supplemental Educational Opportunity Grant - CFDA #84.007, Federal Work Study Program - CFDA #84.033, Federal Perkins Loan Program - CFDA #84.038, Federal Pell Grant Program - CFDA #84.063, and Federal Direct Loan Program - CFDA #84.268</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 - The Department of Education (or Institution if part of a QAP) selects certain applicants for verification. The verification process includes confirming information submitted during the application process that affects the calculation of expected family contributions (EFC). The University is then required to verify information on the financial aid application. If any discrepancies are identified, the application and Institutional Student Information Record (ISIR) must be changed to reflect the correct information (34 CFR sections 668.51 through 668.61).</p> <p>Condition - The University did not have a process in place to ensure that required information was kept in each student's file.</p> <p>Questioned Costs - None</p>

Western Michigan University

Schedule of Findings and Questioned Costs (Continued) Year Ended June 30, 2016

Section III - Federal Program Audit Findings (Continued)

Reference Number	Finding
2016-004 (Con't)	<p>Identification of How Questioned Costs Were Computed - N/A</p> <p>Context - Of the 25 students selected for verification testing, there were two students that we were unable to obtain sufficient audit evidence that a verification work sheet had been filled out and tax information had been provided.</p> <p>Cause and Effect - The University requests information for verified students and scan the information into respective files. However, the information was not properly scanned into the respective student's files resulting in a lack of an appropriate audit trail.</p> <p>Recommendation - We recommend the University implement review procedures for verified students to ensure their information is appropriately included in their file.</p> <p>Views of Responsible Officials and Planned Corrective Actions - Management agrees with the finding. The process under question has already been targeted for streamlining and transitioning to a more paperless format. Financial aid will implement a more rigorous review process to ensure compliance with the required documentation for verification and review best practices of other institutions' processes to provide an appropriate audit trail. Management will provide additional training for employees responsible for the imaging process and will complete a review of the correct procedures on a regular basis.</p>

Western Michigan University

Summary Schedule of Prior Audit Findings Year Ended June 30, 2016

Prior Year Finding Number	Fiscal Year in which the Finding Initially Occurred	Federal Program, CFDA Number, and Name	Original Finding Description	Status/Partial Corrective Action (as applicable)	Planned Corrective Action (if finding not corrected)
2015-001	2015	Student Financial Aid Cluster: Federal Supplemental Educational Opportunity Grant - CFDA #84.007, Federal Work Study Program - CFDA #84.033, Federal Perkins Loan Program - CFDA #84.038, Federal Pell Grant Program - CFDA #84.063, and Federal Direct Loan Program - CFDA #84.268	The University did not have a process in place to ensure return of Title IV calculations were completed with accurate inputs.	Corrected	N/A
2015-002	2015	Genesee Trauma Informed Project - CFDA #93.652	The University did not have a process in place to ensure hours worked by employees were charged to the correct department or grant cost center. The error was due to manual entry error for an employee that was split-funded between multiple grants.	Corrected	N/A