



## Financial Services Audit Committee Communication

**Date:** August 23, 2024

**To:** Great Lakes Water Authority Audit Committee

**From:** Nick Simms Grants Management Professional

**Re:** Grants, Gifts, and Other Resources Report Through July 31, 2024

**Highlights:** Key activities to note in this month's report through July 31, 2024, includes the following.

- ✓ **Water System Advisory Council Project (WSAC)** – The Great Lakes Water Authority has been awarded a mini grant (Ref #2024-013) with the Michigan Department of Environment, Great Lakes, and Energy for a project that is to educate the community on the risk of lead exposure in drinking water for the amount of \$25,000.
- ✓ **Southeast Michigan Flood Study** – The Great Lakes Water Authority entered into an agreement (Ref #2024-011) with the Department of the Army to conduct a flood study that will help outline better framework and assess possible vulnerabilities in roads, bridges and pump stations during a flooding event.
- ✓ Items highlighted in yellow in the attached tables reflect changes from the prior report.

**Background:** The Great Lakes Water Authority (GLWA) delegated authority to the Chief Executive Officer to oversee and report on activities identified in the GLWA Articles of Incorporation related to solicitation and receipt of grants, gifts, and other resources <sup>(1)</sup> as stated in Article 4 – Powers, Section B (4):

(4) Solicit, receive, and accept gifts, grants, labor, loans, contributions of money, property, or other things of value, and other aid or payment from any federal, state, local, or intergovernmental government agency or from any other person or entity, public or private, upon terms and conditions acceptable to the Authority, or participate in any other way in a federal, state, local, or intergovernmental government program<sup>(2)</sup>.

*(1) Other resources as referenced above refer to labor, contributions of money, property, or other things of value from any other person or entity, public or private with the exception for loans, subject to provisions of the GLWA Board Debt Management Policy, and Intergovernmental agreements and other activities that are addressed in the GLWA Board Procurement Policy.*

*(2) Participation in any other way in a federal, state local, or intergovernmental government program includes participation in research projects at universities.*

GLWA's Grants, Gifts, and Other Resources Delegation Policy is online at [Grants, Gifts, and Other Resources Delegation Policy - GLWA \(glwater.org\)](https://glwater.org).

**Analysis:** The tables in each section of this report present GLWA grant activity by each phase. As a grant moves through each phase, it is shown in the corresponding table.

The **pre-award** phase includes the process of applying for a grant and the period prior to the signing of the grant agreement between the awarding agency and GLWA.

The **award phase** reflects the period after the agreement is executed with the awarding agency. In this phase, GLWA becomes responsible for meeting the administrative, financial, and programmatic reporting requirements of the award.

The **post award** phase is the final stage of grant activity and includes final reporting requirements, auditing, and closeout. There are final financial and programmatic reports that must be submitted to formally close out the grant as defined in each grant agreement.

The **programs not awarded, or programs that GLWA will not continue to pursue** is a table that reflects programs that GLWA were not awarded, or alternatively, programs that will not continue to be pursued by GLWA.

Items of note related to each table include the following.

**Table 1 – Pre-Award Programs** reflects open submissions for FY 2023 and FY 2024 to date. The summarized activity provided identifies four earmark EPA Community Grants, one FEMA Flood projects, two application submissions, and the I-94 Modernization Project grant which is in the National Environmental Policy Act (NEPA) process to identify any environmental impacts related to the grant activities.

**Table 2 - Awarded Programs** reflects all open, awarded grants from FY 2021 through FY 2025. Current month summarized activity below includes three award receipts related to local nonprofit apprenticeship grants, five reimbursement requests submitted for five associated FEMA Flood projects, one reimbursement received from a SRF ARPA funded project (7532-02), the Department of Energy grant in which one reimbursement request was submitted to the grantor, one Flood study grant in which we are required to track costs GLWA has incurred and a mini state funded grant through EGLE.

**Table 3 – Post Award Programs** there has been no post award activity for GLWA Funds related to these programs have been received in full and the programs

are in the process of being closed out, including any closeout reporting requirements.

***Table 4 –Programs not awarded, or Programs that GLWA will not continue to pursue*** is a table that reflects programs that GLWA were not awarded, or alternatively, programs that will not continue to be pursued by GLWA.



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**Table 1 – Pre-Award Programs** reflects open submissions FY 2023 and FY 2024 to date. The Programs listed under this section do not have a grant agreement between the awarding agency and GLWA at this time, but the grant has been applied to or earmarked. The summarized activity provided identifies four earmark EPA Community Grants, one FEMA Flood projects, two application submissions and the I-94 Modernization Project grant which is in the National Environmental Policy Act (NEPA) process to identify any environmental impacts related to the grant activities.

**Table 1 – Pre-Award Programs**

| Reference Number | Request Date | Program Description   | Type of Activity                    | Amount to be Provided           | Compliance and/or Performance Requirements | Status  |
|------------------|--------------|---|-------------------------------------|---------------------------------|--|---------|
| 2023-002         | 7/1/2022     | FY2022 Environmental Protection Agency Community Grant – Detroit River Interceptor                                  | Federal Grant (Reimbursement Basis) | \$2,000,000<br>(20% Cost Share) | Federal Audit Requirements                 | Earmark |
| 2023-003         | 7/1/2023     | FY2023 Environmental Protection Agency Community Grant – PFAS Compounds remediations project                        | Federal Grant (Reimbursement Basis) | \$3,452,972<br>(20% Cost Share) | Federal Audit Requirements                 | Earmark |
| 2024-009         |              | FY2024 Environmental Protection Agency Community Grant – Oakwood District Intercommunity Relief Sewer Modifications | Federal Grant (Reimbursement Basis) | \$959,752<br>(20% Cost Share)   | Federal Audit Requirements                 | Earmark |
| 2024-010         |              | FY2024 Environmental Protection Agency Community Grant – Conveyance System Infrastructure Improvements              | Federal Grant (Reimbursement Basis) | \$959,752<br>(20% Cost Share)   | Federal Audit Requirements                 | Earmark |

| Reference Number | Request Date | Program Description  | Type of Activity   | Amount to be Provided | Compliance and/or Performance Requirements | Status                                 |
|------------------|--------------|--|--|-----------------------|--|--|
| 2023-015         |              | Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 670521<br>CAT-Z – Allocation of Management Costs | Federal pass-through State (Reimbursement Basis)           | \$50,000              | Federal Audit Requirements                 | Grant Amount is Estimated              |
| 2024-005         | 12/15/2023   | Fiscal Year 2023 Building Resilient Infrastructure and Communities (BRIC) Project Scoping                                      | Michigan State Police<br><br>Application Submitted by GLWA | \$856,000             | Federal Audit Requirements                 | Grant Amount is Estimated              |
| 2023-023         | 8/30/2023    | I-94 Modernization Project   | MDOT<br>Federal pass-through State (Reimbursement Basis)   | \$34,400,000          | Federal Audit Requirements                 | NEPA Review with the State of Michigan |
| 2024-007         |              | Safeguarding Tomorrow Revolving Fund Program   | Application Submitted by GLWA                              | \$3,000,000           | Federal Audit Requirements                 | Grant Amount is Estimated              |

**Table 2 Awarded Programs** reflects all open, awarded grants from FY 2021 through FY 2025. Current month summarized activity below includes three award receipts related to local nonprofit apprenticeship grants, five reimbursement requests submitted for five associated FEMA Flood projects, one reimbursement received from a SRF ARPA funded project (7532-02), the Department of Energy grant in which one reimbursement request was submitted to the grantor, one Flood study grant in which we are required to track costs GLWA has incurred and a mini state funded grant through EGLE.

**Table 2 – Awarded Programs**

| Reference Number | Request Date | Program Description   | Type of Activity                                 | Grant Amount | Compliance and/or Performance Requirements | Status   |
|------------------|--------------|---|--|--------------|--|--|
| 2022-004         | 2/23/2022    | Water Technician Registered Apprenticeship Program- \$2,225 per apprentice, 25 apprentices  | Macomb Community College Tuition (Nonprofit)     | \$55,625     | None                                       | Ongoing<br>No activity as of date for FY 2024                    |
| 2021-012         | 9/21/2021    | Michigan Industrial Cluster Approach (MICA 3.0) Apprenticeship Program - \$1,000 per apprentice, 45 apprentices                   | Focus Hope (Nonprofit)                           | \$45,000     | None                                       | Received \$24,000 in FY 2024                                     |
| 2024-003         | 7/7/2023     | Detroit Employment Solutions Corporation (DESC) Apprentices \$5,000 per apprentice; 9 apprentices                                 | Detroit At Work (Nonprofit)                      | \$45,000     | None                                       | \$25,000 received in the month of August                         |
| 2023-005         | 6/30/2024    | Department of Energy – Hydrothermal Liquefaction Project  | Federal Grant (Reimbursement Basis)              | \$1,000,000  | Federal Audit Requirements                 | Reimbursement request of \$101,617.43                            |
| 2023-013         | 2/1/2024     | Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 714729 Outfalls                                     | Federal pass-through State (Reimbursement Basis) | \$1,332,235  | Federal Audit Requirements                 | Reimbursement Request of \$275,167.40 submitted in February 2024 |
| 2023-022         | 2/1/2024     | Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 664811 Conner Creek Sewer System                    | Federal pass-through State (Reimbursement Basis) | \$8,888,277  | Federal Audit Requirements                 | Disbursement Request of \$1,805,600 submitted in February 2024   |
| 2023-019         | 3/3/2021     | American Rescue Plan – State Revolving Fund (ARPA) Funded Project 7532-02 96 Inch Water Transmission Main Relocation Phase 2 EGLE | Federal pass-through State (Reimbursement Basis) | \$16,057,500 | Federal Audit Requirements                 | Reimbursement Request of \$3,651,730 received in May 2024        |
| 2023-012         | 5/22/2024    | Federal Emergency Management Agency (FEMA), June 25-26 Flood,   | Federal pass-through State (Reimbursement Basis) | \$319,911    | Federal Audit Requirements                 | Reimbursement Request of \$319,911                               |

| Reference Number | Request Date | Program Description   | Type of Activity                                   | Grant Amount | Compliance and/or Performance Requirements | Status   |
|------------------|--------------|---|--|--------------|--|--|
|                  |              | DR-4607 Project 660110 – Obligated \$319,911 Fairview PS  |  |              |  | submitted in May 2024                                    |
| 2023-009         | 5/22/2024    | Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 660133 – Obligated \$80,129 Puritan Fenkell CSO | Federal pass-through State (Reimbursement Basis)   | \$80,129     | Federal Audit Requirements                 | Reimbursement Request of \$80,129 submitted in May 2024  |
| 2023-010         | 5/22/2024    | Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 660118 – Obligated \$180,000 WRRF               | Federal pass-through State (Reimbursement Basis)   | \$180,000    | Federal Audit Requirements                 | Reimbursement Request of \$180,000 submitted in May 2024 |
| 2024-011         | 7/2/2024     | Southeast Michigan Flood Study  | Federal (Cost Tracking)                            | \$1,500,000  | Federal Audit Requirements                 | Agreement Signed   |
| 2024-013         | 7/1/2024     | Water System Advisory Council Grant   | Federal pass through - State (Reimbursement Basis) | \$25,000     | Federal Audit Requirements                 | Ongoing no activity to date in FY 2024                   |

**Table 3 – Post Award Programs** there has been no post award activity for GLWA Funds related to these programs have been received in full and the programs are in the process of being closed out, including any closeout reporting requirements.

**Table 4 – Programs not awarded, or Programs that GLWA will not continue to pursue** is a table that reflects programs that GLWA were not awarded, or alternatively, programs that will not continue to be pursued by GLWA.

**Table 4 – Programs not awarded**

| Reference Number | Request Date | Program Description                          | Type of Activity                                 | Grant Amount  | Compliance and/or Performance Requirements | Status       |
|------------------|--------------|--|--|---------------|--|--------------|
| 2024-004         | 7/1/2024     | EPA Climate Pollution Reduction Grant (CPRG) | Federal pass-through State (Reimbursement Basis) | \$500,000,000 | Federal Audit Requirements                 | Not Selected |

**Proposed Action:** Receive and file this report.