



## Financial Services Audit Committee Communication

**Date:** August 25, 2023

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

**From:** Alicia Schwartz, Manager – Grants and Intergovernmental Relations

**Re:** Grants, Gifts, and Other Resources 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 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.

Other resources in this context 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.

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

Refer to the Grants, Gifts, and Other Resources Delegation Policy at [Grants, Gifts, and Other Resources Delegation Policy - GLWA \(glwater.org\)](https://www.glwater.org/Grants-Gifts-and-Other-Resources-Delegation-Policy).

**Analysis:** To ensure transparency and timely communication, this report is provided to the Board, no less than quarterly, documenting activities subject to the policy. The report will, at a minimum, include description, type of activity, dollar amount, compliance and/or performance requirements, if any, and status including, at a minimum, solicitation, acceptance, and close-out.

This report has been updated to align section titles with the grant lifecycle as found in best practice guidance and in the Workday system currently being implemented at GLWA. The

grants lifecycle refers to the process required to secure, administer, and close out grant activity. These steps are broken down in three major phases: pre-award, award, and post award.

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 tables in each section of this report now reflect GLWA grant activity in each phase. As a grant moves through this lifecycle it will be updated in the appropriate section of the report.

**Bolded items** in the attached tables reflect changes from the prior report.

Highlights of this report through June 30,2023 includes the following.

- ✓ **FY 2022 EPA Community Grant – Detroit River Interceptor** – The GLWA grants management team has gathered the required documents for the FY 2022 EPA community grant to determine if a National Environmental Policy Act (NEPA) review is necessary. The documents were provided to the Region 5 EPA consultant on July 18, 2023}. We are presently awaiting a response.
- ✓ **FY 2023 EPA Community Grant – PFAS Compounds Remediation Project** – The GLWA grants management team has worked with the operational staff and gathered the required documents for the FY 2023 EPA community grant to determine if there is a National Environmental Policy Act review is necessary. The documents were provided to the Region 5 EPA consultant for review on July 26, 2023. We are presently awaiting a response.

This report presents the Grants, Gifts, and Other Resources across three tables.

***Table 1 – Pre-Award Programs*** reflects open submissions for FY 2020, through FY 2023. The summarized activity provided identifies four programs with six grant reimbursement request submissions, one new application, and two EPA Community Grant applications in process.

***Table 2 - Awarded Programs*** reflects all awarded from FY 2021 through FY 2023. These grants have been awarded by the agency listed. The grant is in process including all required administrative, financial and programmatic requirements.

***Table 3 – Post-Award Programs*** reflects two programs with three reimbursement requests and receipts in FY 2023 updated for activity through June 30, 2023.



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**Table 1 – Pre-Award Programs** reflects open submissions to date. The Programs listed under this section do not yet have grant agreements in place between the awarding agency and GLWA. The summarized activity provided identifies five programs with five grant reimbursement request submissions, one new application, four grants under review, two EPA Community Grant applications in process, and a final item awaiting notice from the State of Michigan regarding the process to draw-down appropriated American Rescue Plan funds.

**Table 1 – Pre-Award Programs**

Reference Number	Request Date	Program Description	Type of Activity	Grant Amount	Compliance and/or Performance Requirements	Status as of June 30, 2023
2023-012	04/04/2023	Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 660110 – Obligated \$319, 910.87 Fairview PS	Federal pass-through State (Reimbursement Basis)	\$319,911	Federal Audit Requirements	Funds are obligated but have not been received
2023-009	04/04/2023	Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 660133 – Obligated \$80,128.72 Puritan Fenkell CSO	Federal pass-through State (Reimbursement Basis)	\$80,129	Federal Audit Requirements	Funds are obligated but have not been received
2023-010	04/11/2023	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	Funds are obligated but have not been received
2023-011	08/30/2022	Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 668672– Obligated \$43,031.22 System Wide Emergency Protective Measures	Federal pass-through State (Reimbursement Basis)	\$43,031	Federal Audit Requirements	Funds are obligated but have not been received

Reference Number	Request Date	Program Description	Type of Activity	Grant Amount	Compliance and/or Performance Requirements	Status as of June 30, 2023
2023-018		Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 673958 Detroit River Interceptor	Federal pass-through State (Reimbursement Basis)	\$861,000	Federal Audit Requirements	Grant Amount is Estimated
2023-013		Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 714729 Outfalls	Federal pass-through State (Reimbursement Basis)	\$1,400,000	Federal Audit Requirements	Grant Amount is Estimated
2023-014		Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 664811 East Side Sewers and Conner Creek	Federal pass-through State (Reimbursement Basis)	\$14,300,000	Federal Audit Requirements	Grant Amount is Estimated
2023-015		Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 670521 CAT-Z – Allocation of Management Costs	Federal pass-through State (Reimbursement Basis)	\$893,303	Federal Audit Requirements	Grant Amount is Estimated
2023-004	12/19/2022	Federal Emergency Management Agency (FEMA) activity related to COVID-19 Project 697073	Federal pass-through State (Reimbursement Basis)	\$334,193	Federal Audit Requirements	State is reviewing payment
2023-002		FY2022 EPA Community Grant – Detroit River Interceptor	Federal Direct	\$2,000,000 (With 20% Cost Share)	Federal Audit Requirements	Earmark
2023-003		FY2023 EPA Community Grant – PFAS Compounds remediations project	Federal Direct	\$3,452,972 (With 20% Cost Share)	Federal Audit Requirements	Earmark
2023-017		American Rescue Plan PA-53 Clean Water Infrastructure Improvements	Federal pass-through State (Reimbursement Basis)	\$25,000,000	Federal Audit Requirements	Supplemental Budget Appropriation

**Table 2 Awarded Programs** reflects all awarded grants from FY 2021 through FY 2023. These Projects have been awarded by the agency listed and an agreement is in place. Each grant is in process including compliance checks for all required administrative, financial, and programmatic requirements.

**Table 2 – Awarded Programs**

Reference Number	Start Date	Grantor/ Program Description	Funding Source	Grant Amount	Compliance and/or Performance Requirements	Status as of June 30, 2023
2022-004	02/23/2022	Macomb Community College Water Technician Registered Apprenticeship Program- \$2,225 per apprentice, 25 apprentices	Nonprofit	\$55,625	None	\$15,910 received  Ongoing
2021-012	09/21/2021	Michigan Industrial Cluster Approach (MICA 3.0) Apprenticeship Program- \$1,000 per apprentice, 45 apprentices	Nonprofit	\$45,000	None	<b>\$11,000</b> received Ongoing
<b>2022-014</b>	07/01/2022	<b>Detroit Employment Solutions Corporation (DESC) Apprentices \$5,000 per apprentice; 8 apprentices</b>	Nonprofit	<b>\$40,000</b>	None	<b>\$40,000 received Ending 06/30/2023</b>
2023-005	04/01/2023	DOE – Hydrothermal Liquefaction Project	Federal Direct	\$1,000,000	Federal Audit Requirements	Awarded Ongoing
2020-002a	09/15/2020	Federal Emergency Management Agency (FEMA) activity related to COVID-19 Project 144208	Federal pass-through State (Reimbursement Basis)	\$1,858,713	Federal Audit Requirements	Payment was received on 7/3/2023 for full amount of \$1,858,713
2022-005	03/25/2022	Federal Emergency Management Agency (FEMA) activity related to COVID-19 Project 553713	Federal pass-through State (Reimbursement Basis)	\$573,325	Federal Audit Requirements	Payment was received on 7/3/2023 in the full amount of \$573,325

Reference Number	Start Date	Grantor/ Program Description	Funding Source	Grant Amount	Compliance and/or Performance Requirements	Status as of June 30, 2023
2022-006	03/03/2022	Federal Emergency Management Agency (FEMA) activity related to COVID-19 Project 149797-Amended	Federal pass-through State (Reimbursement Basis)	\$19,348	Federal Audit Requirements	Payment was received on 7/3/2023 for full amount of \$19,348.06
2023-006	02/24/2023	Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 660138 – Received \$46,996.16 Seven Mile CSO	Federal pass-through State (Reimbursement Basis)	\$46,996	Federal Audit Requirements	Received Funds on June 6/30/2023
2023-007	04/04/2023	Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 660076 – Received \$180,000 Springwells Water Treatment Plant	Federal pass-through State (Reimbursement Basis)	\$180,000	Federal Audit Requirements	Received Funds on June 6/30/2023
2023-008	04/04/2023	Federal Emergency Management Agency (FEMA), June 25-26 Flood, DR-4607 Project 668336 – Received \$180,000 Fairview PS Protective Measures	Federal pass-through State (Reimbursement Basis)	\$180,000	Federal Audit Requirements	Received Funds on June 6/30/2023

**Table 3 Post-Award Programs** reflects two programs with three reimbursement requests and receipts in FY 2023. These programs have been paid and are in the process of being closed out, including any closeout reporting requirements.

**Table 3 – Post-Award Programs**

Reference Number	Request Date	Program Description	Type of Activity	Grant Amount	Compliance and/or Performance Requirements	Status
2021-010	02/11/2021	Prestressed concrete cylinder pipe (PCCP) Study on Loss of Preload Contract 2101210	Nonprofit	\$20,000 (Contract amount) (Project worth \$20,000)	None	\$20,000 Received 04/10/23
2022-009	06/26/2022	Federal Emergency Management Agency (FEMA) activity related to COVID-19 Project 676489	Federal pass-through State (Reimbursement Basis)	\$79,557	Federal Audit Requirements	\$79,557 Received on 2/28/23
2022-010	07/01/2022	Federal Emergency Management Agency (FEMA) activity related to COVID-19 Project 677321	Federal pass-through State (Reimbursement Basis)	\$70,039	Federal Audit Requirements	\$70,039 Received on 2/28/23
2022-008	06/23/2022	Federal Emergency Management Agency (FEMA) activity related to COVID-19 Project 676268	Federal pass-through State (Reimbursement Basis)	\$470,475	Federal Audit Requirements	Payment was received on May 10th, 2023, in the full amount of \$470,475