

**STATE BOARD OF ACCOUNTS**  
**302 West Washington Street**  
**Room E418**  
**INDIANAPOLIS, INDIANA 46204-2769**

FEDERAL SINGLE AUDIT REPORT

BALL STATE UNIVERSITY

MUNCIE, INDIANA

July 1, 2016 to June 30, 2017



**FILED**  
02/28/2018



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## SCHEDULE OF UNIVERSITY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
President	Dr. Terry S. King (interim) Dr. Geoffrey S. Mearns	04-01-16 to 05-14-17 05-15-17 to 06-30-18
Vice President, Business Affairs and Treasurer	Bernard M. Hannon	07-01-16 to 06-30-18
Associate Vice President for Business Affairs and Assistant Treasurer	(Vacant) William M. Hawkins (Vacant)	07-01-16 to 12-04-16 12-05-16 to 10-11-17 10-12-17 to 06-30-18
President of the Board of Trustees	Richard J. Hall	01-01-16 to 12-31-18



**STATE OF INDIANA**  
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**INDEPENDENT AUDITOR'S REPORT ON SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

TO: THE OFFICIALS OF BALL STATE UNIVERSITY, MUNCIE, INDIANA

We have audited the financial statements of the business-type activities and the discretely presented component unit of Ball State University (University), a component unit of the State of Indiana, as of and for the year ended June 30, 2017, and have issued our report thereon dated November 7, 2017, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements as a whole. We have not performed any procedures with respect to the audited financial statements subsequent to November 7, 2017. Our report includes a reference to other auditors who audited the financial statements of the Ball State University Foundation (Foundation), as described in our report on the University's financial statements.

The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* 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. This 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements, as a whole.

*Paul D. Joyce*  
Paul D. Joyce, CPA  
State Examiner

November 7, 2017



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**INDEPENDENT AUDITOR'S 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***

TO: THE OFFICIALS OF BALL STATE UNIVERSITY, MUNCIE, INDIANA

We have audited, in accordance with the 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 the business-type activities and the discretely presented component unit of Ball State University (University), a component unit of the State of Indiana, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the University's basic financial statements and have issued our report thereon dated November 7, 2017. Our report includes a reference to other auditors who audited the financial statements of the Ball State University Foundation (Foundation), as described in our report on the University's financial statements. The financial statements of the Foundation were not audited in accordance with *Government Auditing Standards*. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

**Internal Control over Financial Reporting**

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

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

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


INDEPENDENT AUDITOR'S 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*  
(Continued)

**Compliance and Other Matters**

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

**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.

  
Paul D. Joyce, CPA  
State Examiner

November 7, 2017



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR  
FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE**

TO: THE OFFICIALS OF BALL STATE UNIVERSITY, MUNCIE, INDIANA

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

We have audited Ball State University's (University) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017. 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* (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 its major federal programs for the year ended June 30, 2017.



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR  
FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
(Continued)

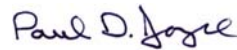
**Report on Internal Control over Compliance**

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.

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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

  
Paul D. Joyce, CPA  
State Examiner

February 20, 2018

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#### SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

The Schedule of Expenditures of Federal Awards and accompanying notes presented were prepared by management of the University. The schedule and notes are presented as intended by the University.

BALL STATE UNIVERSITY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended June 30, 2017

Federal Grantor Agency/ Pass-Through Entity/ Cluster Title/ Program Title/ Project Title	Federal CFDA Number	Federal Identifier	Total Federal Awards Expended	Amounts Passed-Through To Subrecipients
<b>Student Financial Assistance Cluster</b>				
<u>DEPARTMENT OF EDUCATION</u>				
Federal Supplemental Educational Opportunity Grants	84.007		\$ 719,941	\$ -
Federal Work-Study Program	84.033		737,511	-
Federal Perkins Loan Program_Federal Capital Contributions	84.038		12,414,843	-
Federal Pell Grant Program	84.063		22,484,671	-
Federal Direct Student Loans	84.268		127,132,950	-
Teacher Education Assistance for College and Higher Education Grants (TEACH Grants)	84.379		8,384	-
Total Student Financial Assistance Cluster			163,498,300	-
<b>Research and Development Cluster</b>				
<u>DEPARTMENT OF AGRICULTURE</u>				
Federal	10.RD	NONE	12,470	-
Federal	10.RD	16-CS-11091204-018	12,707	-
Pass-Through Old Dominion University Research Foundation Consumer Data and Nutrition Research	10.253	58-4000-6-0061-R	1,252	-
Total Department of Agriculture			26,429	-
<u>DEPARTMENT OF COMMERCE</u>				
Pass-Through The Board of Regents of the University of Oklahoma Applied Meteorological Research	11.468	NA15NWS4680021	30,004	-
Total Department of Commerce			30,004	-
<u>DEPARTMENT OF DEFENSE</u>				
Pass-Through Illinois Department of Military Affairs National Guard Military Operations and Maintenance (O&M) Projects	12.401	None	2,195	-
Pass-Through Defense Finance and Accounting Service Military Medical Research and Development	12.420	W81XWH-15-1-0006	196,831	-
Total Department Of Defense			199,026	-
<u>DEPARTMENT OF THE INTERIOR</u>				
Pass-Through Indiana Department of Natural Resources Sport Fish Restoration	15.605	NONE	52,756	-
Wildlife Restoration and Basic Hunter Education	15.611	E2-15-L803	172,713	51,946
Historic Preservation Fund Grants-In-Aid	15.904	18-16FFY-04	44,624	-
Historic Preservation Fund Grants-In-Aid	15.904	18-16FFY-03	46,706	-
Outdoor Recreation_Acquisition, Development and Planning	15.916	E10-14-GB1800583-02	517	-
Pass-Through Western Michigan University Wildlife Restoration and Basic Hunter Education	15.611	NONE	12,948	-
Endangered Species Conservation - Recovery Implementation Funds	15.657	NONE	4,929	-
Endangered Species Conservation - Recovery Implementation Funds	15.657	8475-BSU	3,452	-
Pass-Through Purdue University Assistance to State Water Resources Research Institutes	15.805	4107-41675	1,000	-
Assistance to State Water Resources Research Institutes	15.805	4107-73617 88100	13,303	-
National Land Remote Sensing_Education Outreach and Research	15.815	4107-74106	198	-
National Center for Preservation Technology and Training	15.923	NONE	(5,897)	-
Pass-Through Mississippi Interstate Cooperative Resource Association Fish and Wildlife Management Assistance	15.608	MICRA-15-002	(795)	-
Pass-Through National Park Service Native American Graves Protection and Repatriation Act	15.922	None	1,829	-
Native American Graves Protection and Repatriation Act	15.922	None	37,831	-
Native American Graves Protection and Repatriation Act	15.922	18-13-GP-584	155	-
American Battlefield Protection	15.926	GA-2255-12-00	2,718	-
American Battlefield Protection	15.926	GA-2287-13-001	1,604	-
American Battlefield Protection	15.926	GA-2287-15-003	17,977	-
Total Department Of The Interior			408,568	51,946
<u>DEPARTMENT OF JUSTICE</u>				
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	2015-IJ-CX-0011	118,945	2,584
Total Department Of Justice			118,945	2,584
<u>NATIONAL AERONAUTICS AND SPACE ADMINISTRATION</u>				
Science	43.001	NNX11AJ62G	101,131	-
Pass-Through Indiana Space Grant Consortium Education	43.008	NONE	(600)	-
Education	43.008	NONE	6,150	-
Education	43.008	NONE	33,007	-
Pass-Through Purdue University Education	43.008	NONE	2,643	-
Total National Aeronautics And Space Administration			142,331	-
<u>NATIONAL ENDOWMENT FOR THE ARTS</u>				
Promotion of the Arts_Grants to Organizations and Individuals	45.024	NONE	8,672	-
Total National Endowment For The Arts			8,672	-

BALL STATE UNIVERSITY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended June 30, 2017

Federal Grantor Agency/ Pass-Through Entity/ Cluster Title/ Program Title/ Project Title	Federal CFDA Number	Federal Identifier	Total Federal Awards Expended	Amounts Passed-Through To Subrecipients
<u>NATIONAL ENDOWMENT FOR THE HUMANITIES</u>				
Promotion of the Humanities_Fellowships and Stipends	45.160	FA-232866	87,859	-
Promotion of the Humanities_Office of Digital Humanities	45.169	NONE	25,629	-
Total National Endowment For The Humanities			113,488	-
<u>NATIONAL SCIENCE FOUNDATION</u>				
Engineering Grants	47.041	IIP-0968959	14	-
Engineering Grants	47.041	EECCS-1408165 RUI	74,014	-
Engineering Grants	47.041	1408165	2,619	-
Engineering Grants	47.041	IIP-1464654	142,227	-
Engineering Grants	47.041	1464654	156,772	100,142
Engineering Grants	47.041	NONE	17,243	-
Mathematical and Physical Sciences	47.049	NONE	19,581	-
Computer and Information Science and Engineering	47.070	IIP-1230520	165	-
Computer and Information Science and Engineering	47.070	1660569	37,634	-
Biological Sciences	47.074	1442581	112,209	-
Social, Behavioral, and Economic Sciences	47.075	SES-0849681	(1,732)	-
Social, Behavioral, and Economic Sciences	47.075	NONE	16,933	485
Social, Behavioral, and Economic Sciences	47.075	1554480	51,623	-
Pass-Through Security and Software Engineering Research Center (S2ERC)				
Engineering Grants	47.041	S2ERC	(3,252)	-
Pass-Through Michigan State University				
Education and Human Resources	47.076	RC104098 BSU	1,403	-
Pass-Through Indiana University				
Education and Human Resources	47.076	1618408	28,405	-
Pass-Through Geological Society of America				
Geosciences	47.050	NONE	2	-
Total National Science Foundation			655,860	100,627
<u>DEPARTMENT OF VETERAN AFFAIRS</u>				
Purchase Order for Service Contract	64.RD	626-D05039	40,201	-
Total Department of Veteran Affairs			40,201	-
<u>ENVIRONMENTAL PROTECTION AGENCY</u>				
Federal Contract	66.RD	EP-15-D-000080	207,509	-
Total Environmental Protection Agency			207,509	-
<u>DEPARTMENT OF EDUCATION</u>				
Pass-Through Metropolitan School District of Washington Township				
Mathematics and Science Partnerships	84.366	NONE	13,035	-
Pass-Through National Writing Project				
Supporting Effective Instruction State Grants	84.367D	U367D150004	3,410	-
Total Department Of Education			16,445	-
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Pass-Through Indiana State Department of Health				
Hospital Preparedness Program (HPP) and Public Health Emergency				
Preparedness (PHEP) Aligned Cooperative Agreements	93.074	15726	33,409	-
National State Based Tobacco Control Programs	93.305	U58DP005989	150,851	-
The Affordable Care Act: Building Epidemiology, Laboratory, and Health				
Information Systems Capacity in the Epidemiology				
and Laboratory Capacity for Infectious Disease (ELC)				
and Emerging Infections Program (EIP)				
Cooperative Agreements:PPHF	93.521	18945	19,132	-
Cooperative Agreements for State-Based Diabetes Control Programs and				
Evaluation of Surveillance Systems	93.988	A70-5-198151	46,711	-
Pass-Through National Institutes of Health				
Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847	2R15DK078370-02A1	105,311	-
Allergy and Infectious Diseases Research	93.855	1R15AI130950-01	5,583	-
Biomedical Research and Research Training	93.859	1R15GM111713	76,255	-
Child Health and Human Development Extramural Research	93.865	1R03HD087875-01A1	15,656	-
Aging Research	93.866	1R01AG038576-01A1	(174,288)	-
Pass-Through Johns Hopkins University				
Child Health and Human Development Extramural Research	93.865	NONE	72,836	13,032
Pass-Through Old Dominion University Research Foundation				
Child Health and Human Development Extramural Research	93.865	1 R03HD090387-01	5,613	-
Pass-Through Marquette University				
Aging Research	93.866	70744-001-01	92,791	-
Pass-Through University of Alabama Birmingham				
Trans-NIH Research Support	93.310	1U01AR071133-01	16,659	-
Pass-Through Indiana University				
Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847	R37DK027221	(1,213)	-
Total Department Health and Human Services			465,306	13,032
Total Research And Development Cluster			2,432,784	168,189

BALL STATE UNIVERSITY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended June 30, 2017

Federal Grantor Agency/ Pass-Through Entity/ Cluster Title/ Program Title/ Project Title	Federal CFDA Number	Federal Identifier	Total Federal Awards Expended	Amounts Passed-Through To Subrecipients
<b>Child Nutrition Cluster</b>				
<u>DEPARTMENT OF AGRICULTURE</u>				
Pass-Through Indiana Department of Education	10.553	None	4,183	-
School Breakfast Program				
National School Lunch Program	10.555	None	49,768	-
Total Child Nutrition Cluster			53,951	-
<b>Community Development Block Grant Cluster</b>				
<u>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>				
Pass-Through City of Indianapolis				
Community Development Block Grants/Entitlement Grants	14.218	NONE	7,000	-
Total Community Development Block Grant Cluster			7,000	-
<b>Highway Planning and Construction Cluster</b>				
<u>DEPARTMENT OF TRANSPORTATION</u>				
Pass-Through Indiana Department of Transportation				
Highway Planning and Construction	20.205	A249-14-320135A	(1,768)	-
Pass-Through Delaware-Muncie Metropolitan Planning Commission				
Highway Planning and Construction	20.205	NONE	8,500	-
Pass-Through Madison County Council of Governments				
Highway Planning and Construction	20.205	NONE	9,500	-
Total Highway Planning And Construction Cluster			16,232	-
<b>Special Education Cluster</b>				
<u>DEPARTMENT OF EDUCATION</u>				
Pass-Through Jay County Special Education Services				
Special Education_Grants to States	84.027	NONE	32,560	-
Pass-Through East Central Indiana Special Services				
Special Education_Grants to States	84.027	NONE	10,560	-
Pass-Through Alexandria Community Schools				
Special Education_Grants to States	84.027	NONE	19,748	-
Pass-Through Indiana Department of Education				
Special Education_Grants to States	84.027A	14216-514-PN01	77,194	-
Special Education_Grants to States	84.027A	14215-518-PN01	5,337	-
Total Special Education Cluster			145,399	-
<b>Other Programs</b>				
<u>DEPARTMENT OF AGRICULTURE</u>				
Pass-Through University of Iowa				
Rural Development Cooperative Agreement Program	10.890	RB-15-17	19,905	-
Total Department of Agriculture			19,905	-
<u>DEPARTMENT OF COMMERCE</u>				
Economic Development_Technical Assistance	11.303	ED16CHI3030033	11,935	-
Total Department of Commerce			11,935	-
<u>DEPARTMENT OF DEFENSE</u>				
Pass-Through New Hampshire Academy of Applied Science				
Basic, Applied, and Advanced Research in Science and Engineering	12.630	601608	1,368	-
Pass-Through ERG-NSA JV, LLC				
Federal	12.U01		24,000	-
Total Department of Defense			25,368	-
<u>DEPARTMENT OF INTERIOR</u>				
Pass-Through Trustees of Purdue University				
National Land Remote Sensing_Education Outreach and Research	15.815	G14AP00002	750	-
Total Department Of Interior			750	-
<u>DEPARTMENT OF JUSTICE</u>				
Pass-Through Delaware County Community Corrections				
Residential Substance Abuse Treatment for State Prisoners	16.593	NONE	217	-
Total Department of Justice			217	-
<u>DEPARTMENT OF STATE</u>				
Investing in People in the Middle East and North Africa	19.021	S IZ 100 11 GR060	(326)	-
Public Diplomacy Programs for Afghanistan and Pakistan	19.501	SPK33016CA093	73,187	27,195
Public Diplomacy Programs for Afghanistan and Pakistan	19.501	SPK33016GR017	214,338	106,687
Pass-Through Institute of International Education				
Academic Exchange Programs - Scholars	19.401	NONE	1,942	-
Pass-Through Council for International Exchange of Scholars				
Academic Exchange Programs - Scholars	19.401	NONE	(62,550)	-
Pass-Through IREX				
Investing in People in The Middle East and North Africa	19.021	16-IULP-BSU-01	12,947	-

BALL STATE UNIVERSITY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended June 30, 2017

Federal Grantor Agency/ Pass-Through Entity/ Cluster Title/ Program Title/ Project Title	Federal CFDA Number	Federal Identifier	Total Federal Awards Expended	Amounts Passed-Through To Subrecipients
Pass-Through Meridian International Center				
Investing in People in the Middle East and North Africa	19.021	SIZ-100-15-CA023	91,080	-
Professional and Cultural Exchange Programs - Citizen Exchanges	19.415	S-ECAGD-16-CA-1096	62,637	-
Professional and Cultural Exchange Programs - Citizen Exchanges	19.415	NONE	82,773	-
Professional and Cultural Exchange Programs - Citizen Exchanges	19.415	S-ECAGD-16-CA-1055	35,567	-
Total Department Of State			511,595	133,882
<u>NATIONAL ENDOWMENT FOR THE HUMANITIES</u>				
Pass-Through Indiana State Library				
Grants to States	45.310	LS-00-16-0015-16	14,869	-
Pass-Through Indiana Humanities Council				
Promotion of the Humanities_Federal/State Partnership	45.129	16-1036	2,000	-
Promotion of the Humanities_Federal/State Partnership	45.129	17-1017	1,862	-
Total National Endowment for the Humanities			18,731	-
<u>SMALL BUSINESS ADMINISTRATION</u>				
Pass-Through Indiana Office of Small Business and Entrepreneurship				
Small Business Development Centers	59.037	NONE	101,597	-
Small Business Development Centers	59.037	A69-16-SBDC-2010	87,705	-
Total Small Business Administration			189,302	-
<u>DEPARTMENT OF EDUCATION</u>				
Pass-Through National Writing Project				
Supporting Effective Instruction State Grants	84.367D	96-IN03-SEED2012	3,279	-
Pass-Through Indiana Commission for Higher Education				
Supporting Effective Instruction State Grants	84.367B	J22-17-C0658	63,684	-
Pass-Through Indiana Department of Education				
Career and Technical Education -- Basic Grants to States	84.048	NONE	91,906	35,760
Career and Technical Education -- Basic Grants to States	84.048	A58-5-15CI-2762	57,007	-
Career and Technical Education -- Basic Grants to States	84.048	A58-6-16CI-0147	174	-
Twenty-First Century Community Learning Centers	84.287C	A58-7-17DL-0026	227,039	103,300
Twenty-First Century Community Learning Centers	84.287C	NONE	(38,018)	-
Supporting Effective Instruction State Grants	84.367	NONE	(1,523)	-
Supporting Effective Instruction State Grants	84.367	NONE	2,700	-
Supporting Effective Instruction State Grants	84.367	14-9625	1,856	-
Pass-Through A Better Way Services, Inc.				
Twenty-First Century Community Learning Centers	84.287	NONE	7,071	-
Pass-Through Warsaw Community Schools				
Mathematics and Science Partnerships	84.366	NONE	39,402	-
Total Department Of Education			454,577	139,060
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Pass-Through American Psychological Association				
Substance Abuse and Mental Health Services_Projects of Regional and National Significance	93.243	NONE	(1,711)	-
Pass-Through National Health Education Center Organization				
Area Health Education Centers	93.107	NONE	2,257	-
Pass-Through Indiana University				
Area Health Education Centers	93.107	NONE	(29,314)	-
Area Health Education Centers	93.107	U77HP23068-06-01	61,742	-
Area Health Education Centers	93.107	HRSA U77HP23068	34,004	-
Foster Care_Title IV-E	93.658	3A93-7-17-TC-WO-3627	82,011	-
Foster Care_Title IV-E	93.658	NONE	382	-
Pass-Through Plymouth State University				
Substance Abuse and Mental Health Services_Projects of Regional and National Significance	93.243	5 G02HP28005-03-00	10,000	-
Pass-Through The Jane Pauley Community Health Center, Inc.				
Grants for New and Expanded Services under the Health Center Program	93.527	NONE	30,794	-
Total Department of Health and Human Services			190,165	-
<u>AGENCY FOR INTERNATIONAL DEVELOPMENT</u>				
Pass-Through FHI Development 360, LLC				
USAID Foreign Assistance for Programs Overseas	98.001	101347.001.001.010.008	606,450	-
Total Agency for International Development			606,450	-
Total Other Programs			2,028,995	272,942
Total Federal Awards			\$ 168,182,661	\$ 441,131

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

BALL STATE UNIVERSITY  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Note 1. Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of Ball State University (University) under programs of the federal government for the year ended June 30, 2017. The information in the SEFA 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* (Uniform Guidance). Because the SEFA presents only a select portion of the operations of the University, it is not intended to and does not present the financial position of the University.

**Note 2. Summary of Significant Accounting Policies**

Expenditures reported on the SEFA 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 allowed or are limited as to reimbursement. The University has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**Note 3. Other Programs Student Loans**

The University participates in the Federal Perkins Loan Program. Amounts loaned to students are recorded as notes receivable. Gross student notes receivable outstanding at June 30, 2017:

Program Title	Federal CFDA Number	June 30, 2017
Federal Perkins Loan Program – Notes Receivable	84.038	<u>\$ 10,686,183</u>



BALL STATE UNIVERSITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Section I - Summary of Auditor's Results**

Financial Statements:

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiencies identified?	none reported
Noncompliance material to financial statements noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiencies identified?	none reported
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	no

Identification of Major Programs and type of auditor's report issued on compliance for each:

CFDA Number	Name of Federal Program or Cluster	Opinion Issued
59.037	Student Financial Assistance Cluster	Unmodified
	Small Business Development Centers	Unmodified

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

Auditee qualified as low-risk auditee?	yes
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**Section II - Financial Statement Findings**

No matters are reportable.

**Section III - Federal Award Findings and Questioned Costs**

No matters are reportable.

#### OTHER REPORTS

In addition to this report, other reports may have been issued for the University. All reports can be found on the Indiana State Board of Accounts' website: <http://www.in.gov/sboa/>.