

Cal Poly Corporation
Federal Awards
Reports and Schedules
Year Ended June 30, 2018

**Cal Poly Corporation
Federal Awards
Year Ended June 30, 2018**

Table of Contents

	Page
Independent Auditors' 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>	3-4
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance and on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	5-7
Schedule of Expenditures of Federal Awards	8-17
Note to Schedule of Expenditures of Federal Awards	18
Schedule of Findings and Questioned Costs	19-20
Status of Prior Year's Findings and Questioned Costs – June 30, 2017	21



**Independent Auditors' 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**

Board of Directors
Cal Poly Corporation
San Luis Obispo, California

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 statement of net position and related statement of revenues, expenses and changes in net position and cash flows of Cal Poly Corporation (the Corporation), a component unit of California Polytechnic State University, San Luis Obispo, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Corporation's basic financial statements, and have issued our report thereon dated September 7, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Corporation'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control. Accordingly, we do not express an opinion on the effectiveness of the Corporation'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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Corporation'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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purposes.

A handwritten signature in black ink that reads "GLENN BURDETTE ATTEST CORPORATION". The letters are in all caps and have a slightly cursive, hand-drawn appearance.

Glenn Burdette Attest Corporation
San Luis Obispo, California

September 7, 2018



**Independent Auditors' Report on Compliance for Each Major Program
and on Internal Control Over Compliance and on the Schedule of Expenditures of
Federal Awards Required by the Uniform Guidance**

Board of Directors
Cal Poly Corporation
San Luis Obispo, California

Report on Compliance for Each Major Federal Program

We have audited Cal Poly Corporation's (the Corporation), a component unit of California Polytechnic State University, San Luis Obispo, compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Corporation's major federal programs for the year ended June 30, 2018. The Corporation's major federal programs are identified in the summary of auditors' 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.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the Corporation'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 Corporation'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 Corporation's compliance.

Opinion on Each Major Federal Program

In our opinion, the Corporation 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, 2018.

Report on Internal Control Over Compliance

Management of the Corporation 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 Corporation'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 Corporation'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.

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

We have audited the financial statements of the Corporation as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Corporation's basic financial statements. We issued our report thereon dated September 7, 2018, which contained unmodified opinions on the financial statements. Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Corporation's financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes 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 basic 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 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.

A handwritten signature in black ink that reads "GLENN BURDETTE ATTEST CORPORATION". The letters are in all caps and have a slightly cursive, hand-drawn appearance.

Glenn Burdette Attest Corporation
San Luis Obispo, California

September 7, 2018

Cal Poly Corporation
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2018

Federal Grantor/ Program Title/ Pass Through Grantor	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures	Expenditures to Subrecipients
<u>Research and Development Cluster of Programs</u>				
US Department of Agriculture:				
Specialty Crop Research Initiative				
Agriculture and Food Research Initiative (AFRI)				
Pass-thru Arizona State University	10.310	16-935	\$ 17,311	\$
Pass-thru Arizona State University	10.310	16-935	22,504	
Pass thru Cal Poly Pomona	10.310	2013-67019-21374	4,359	
Agriculture and Food Research Initiative (AFRI)	10.310	2015-67017-27482	57,159	
Subtotal			<u>101,333</u>	<u>-</u>
Western Sustainable Ag Research and Education				
Pass-thru-Utah State University	10.215	150893-00001-185	27,065	
Cooperative Forestry Research				
Cooperative Forestry Research	10.202	2015-32100-06283	20,027	
Cooperative Forestry Research	10.202	OAM	18,750	
Cooperative Forestry Research	10.202	12482832	43	
Cooperative Forestry Research	10.202	12482832	10,481	
Cooperative Forestry Research	10.202	12482832	6,969	
Cooperative Forestry Research	10.202	12482832	7,691	
Cooperative Forestry Research	10.202	12482832	9,458	
Cooperative Forestry Research	10.202	2017-32100-06283	39,293	
Cooperative Forestry Research	10.202	2016-32100-06283	3,807	
Cooperative Forestry Research	10.202	2016-32100-06283	9,510	
Cooperative Forestry Research	10.202	2016-32100-06283	8,806	
Cooperative Forestry Research	10.202	2016-32100-06283	4,215	
Cooperative Forestry Research	10.202	2016-32100-06283	10,874	
Cooperative Forestry Research	10.202	2016-32100-06283	9,102	
Subtotal			<u>159,026</u>	<u>-</u>
Forestry Research	10.652	15-CA-11272167-060	44,432	
Specialty Crop Block Grant Program				
Pass-thru CA Dept. of Food and Ag	10.170	SBC15032	63,437	
Pass-thru CA Dept. of Food and Ag	10.170	SBC15056	31,927	14,366
Pass-thru CA Dept. of Food and Ag	10.170	17-025-042-SC	3,010	
Pass-thru Univ of CA Davis	10.170	201601840-01	17,389	
Pass-thru Center for Produce Safety	10.170	2018CPS05	58,968	
Subtotal			<u>174,731</u>	<u>14,366</u>
Specialty Crop Research Initiative				
Higher Education-Graduate Fellowships	10.210	2017-38420-26767	14,648	
Higher Education-Institution Challenge	10.217	2017-70003-26380	44,049	

See accompanying note to schedule of expenditures of federal awards.

Cal Poly Corporation
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2018
Page 2

Federal Grantor/ Program Title/ Pass Through Grantor	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures	Expenditures to Subrecipients
US Department of Agriculture – continued:				
USDA Farm Service Agency (FSA)	10.406	FA-CA-7-021	\$ 29,594	\$
Capacity Building for Non-Land Grant Colleges Pass-thru CSU Chico	10.326	2015-70001-23458	62,072	
Wetland Screening Tool Readiness Pass-thru Univ of Wisconsin	10.U01	0000001438	2,029	
Pass-thru Univ of Wisconsin Ext.	10.U01	0000001180	19,920	
Subtotal			<u>21,949</u>	<u>-</u>
Supplemental Nutrition Assistance Program Pass-thru CSU Chico	10.561	SUB16-049	2,731	
Pass-thru CSU Chico	10.561	SUB16-049	47,197	
Subtotal			<u>49,928</u>	<u>-</u>
Consumer Data and Nutrition Research	10.253	58-4000-6-0023	7,207	
Consumer Data and Nutrition Research	10.253	58-4000-8-0033	18,212	
Consumer Data and Nutrition Research	10.253	58-4000-7-0084	1,348	
Subtotal			<u>26,767</u>	<u>-</u>
Grants for Agricultural Research Pass-thru Univ of CA Davis	10.200	A18-0916-S006	5,000	
Awakening Urban Youth	10.RD	13-JV-11272131-051	39	
Treatment Eff on the Regeneration Environment	10.RD	15-JV-11272167-037	880	
Subtotal			<u>919</u>	<u>-</u>
Urban and Community Forestry Program Pass-thru CA FFP	10.675	8GA15403	(104)	
Pass-thru CA FFP	10.675	8GA17401	54,462	
Subtotal			<u>54,358</u>	<u>-</u>
Agricultural Research Basic & Applied Research	10.001	58-5350-4-015	35,026	
Ag & Rural Economic Research Cooperative Agreements	10.250	58-4000-5-0100	4,343	
Ag & Rural Economic Research Cooperative Agreements	10.250	58-4000-6-0021	24,267	
Subtotal			<u>28,610</u>	<u>-</u>
Subtotal Department of Agriculture			<u>941,411</u>	<u>14,366</u>

See accompanying note to schedule of expenditures of federal awards.

Cal Poly Corporation
 Schedule of Expenditures of Federal Awards
 Year Ended June 30, 2018
 Page 3

Federal Grantor/ Program Title/ Pass Through Grantor	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures	Expenditures to Subrecipients
National Science Foundation:				
Mathematical and Physical Sciences	47.049	1708870	\$ 113,979	\$
Mathematical and Physical Sciences	47.049	1706940	62,503	
Mathematical and Physical Sciences	47.049	1535536	53,880	
Mathematical and Physical Sciences	47.049	1708828	12,918	
Mathematical and Physical Sciences	47.049	1709740	82,663	
Mathematical and Physical Sciences	47.049	1713894	32,392	
Mathematical and Physical Sciences	47.049	1506140	42,117	
Mathematical and Physical Sciences	47.049	1535696	59,780	
Mathematical and Physical Sciences	47.049	1312296	31,385	
Mathematical and Physical Sciences	47.049	1413072	35,477	
Mathematical and Physical Sciences	47.049	1520570	47,020	
Mathematical and Physical Sciences	47.049	1404205	26,136	
Mathematical and Physical Sciences	47.049	1624988	7,545	
Mathematical and Physical Sciences	47.049	RG173-G9	45,394	
Mathematical and Physical Sciences	47.049	1752922	9,997	
Engineering Grants	47.041	1510207	42,975	
Engineering Grants	47.041	1536721	57,257	
Engineering Grants	47.041	1605499	39,277	
Engineering Grants	47.041	1708919	46,062	
Engineering Grants	47.041	1738154	28,493	
Engineering Grants	47.041	1811084	10,619	
Engineering Grants	47.041	52525880	2,496	
Engineering Grants	47.041	1751314	1,612	
Pass-thru Michigan State Univ	47.041	MSU	3,000	
Pass-thru Univ of Minnesota	47.041	A006079001	10,971	
Pass-thru Univ of Illinois Chicago	47.041	E2105	17,576	
Pass-thru Harvey Mudd College	47.079	1516-510030-01	36,579	
Subtotal			960,103	-
Education and Human Resources				
Pass-thru Astronomy Society of Pac	47.076	2012-01	34,998	
Pass-thru University of Colorado at Boulder	47.076	UWSC8732	35,222	
Education and Human Resources	47.076	1431845	46,043	12,421
Education and Human Resources	47.076	1419318	87,099	
Education and Human Resources	47.076	0009392	66,962	
Education and Human Resources	47.076	1431879	7,450	
Education and Human Resources	47.076	1503676	4,163	
Education and Human Resources	47.076	1340110	198,493	
Education and Human Resources	47.076	1356753	125,131	
Education and Human Resources	47.076	1525058	383,532	61,285
Education and Human Resources	47.076	1561623	125,656	
Education and Human Resources	47.076	1626185	54,031	
Education and Human Resources	47.076	1735218	21,240	
Education and Human Resources	47.076	1660839	145,672	121,553

See accompanying note to schedule of expenditures of federal awards.

Cal Poly Corporation
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2018
Page 4

Federal Grantor/ Program Title/ Pass Through Grantor	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures	Expenditures to Subrecipients
National Science Foundation – continued:				
Education and Human Resources	47.076	1628726	\$ 85,270	\$
Education and Human Resources	47.076	1546590	38,838	
Education and Human Resources	47.076	1503676	43,897	
Education and Human Resources	47.076	1546590	39,203	
Education and Human Resources	47.076	1610350	184,651	78,042
Education and Human Resources	47.076	1836335	57,120	
Pass-thru Seattle Pacific University	47.076	243040-1617	21,158	
Pass-thru Seattle Pacific University	47.076	243043-1617	32,191	
Pass-thru Seattle Pacific University	47.076	243106-1718	23,716	
Geosciences	47.050	1543539	264,000	
Geosciences	47.050	1445500	89,683	
Geosciences	47.050	1717866	64,513	
Subtotal			2,279,932	273,301
Computer and Information Science and Engineering	47.070	1539570	55,756	
Computer and Information Science and Engineering	47.070	1522240	1,087	
Subtotal			56,843	-
Biological Sciences	47.074	1556192	92,755	
Biological Sciences	47.074	1557500	243,079	
Biological Sciences	47.074	1737848	8,041	
Social, Behavioral and Economic Sciences	47.075	1455679	38,004	
Social, Behavioral and Economic Sciences	47.075	1318126	21,774	
Pass-thru Boise State University	47.075	6133A	71,628	
Pass-thru Univ of Mass	47.075	S52100000036767	10,333	
Subtotal			485,614	-
Subtotal National Science Foundation			3,782,492	273,301
Department of Health and Human Services:				
National Institute of Health:				
Diabetes, Digestive, and Kidney Diseases Extramural Research	93.837	1R01HL118208	606,759	406,902
Cardiovascular Diseases Research	93.837	1U01HL114377-01	199,489	92,265
Cardiovascular Diseases Research	93.837	3U01HL114377-03S2	32	
Subtotal			806,280	499,167
Diabetes, Digestive, and Kidney Diseases Extramural Research	93.847	1R01DK087889-01A1	153,162	
Pass thru Fox Chase Cancer Center	93.847	FCCC-1150708-01	32,716	
Pass thru Temple University	93.847	257960-CALPOLY	322,015	
Pass-thru Mayo Clinic	93.853	CAL-193256	15,582	
Pass-thru VA Tech	93.837	16-346	9,857	
Subtotal			533,332	-

See accompanying note to schedule of expenditures of federal awards.

Cal Poly Corporation
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2018
Page 5

Federal Grantor/ Program Title/ Pass Through Grantor	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures	Expenditures to Subrecipients
Department of Health and Human Services - continued:				
Child Health and Human Development Extramural Research	93.865	7R03HD080730-02	\$ 5,003	\$
Child Health and Human Development Extramural Research	93.865	1R01HD084282-01A1	568,791	232,520
Subtotal			<u>573,794</u>	<u>232,520</u>
Subtotal Department of Health and Human Services			<u>1,913,406</u>	<u>731,687</u>
Office of Naval Research:				
Basic and Applied Scientific Research	12.300	N00014-16-1-3208	81,973	
Subtotal ONR			<u>81,973</u>	<u>-</u>
National Aeronautics and Space Administration:				
Aerospace Education Services Program				
Kennedy	43.RD	NNK10LA86B	953,801	
Kennedy	43.RD	NNK10LA86B	(2,253)	
Kennedy	43.RD	NNK10LA86B	(1,713)	
Kennedy	43.RD	TO-001-CP MOD #1	12,235	
Headquarters	43.001	8ONSSC18K0463	901	
Pass-thru Tyvak Nano-Satellite Sys	43.RD	TO-002ACP	(1,687)	
Pass-thru Tyvak Nano-Satellite Sys	43.RD	TO-002B-CP	17,660	
Pass-thru AI Solutions	43.RD	12-001	52,649	
Research Opportunities in Space				
Pass-thru Washington University	43.001	WU-17-296	9,730	
Pass-thru Boise State University	43.001	7380-A	53,280	
Subtotal			<u>1,094,603</u>	<u>-</u>
Pass-thru CA Inst Technology JPL	43.RD	1572355	9,740	
Pass-thru CA Inst Technology JPL	43.RD	1598022	21,664	
Space Technology				
Pass-thru Space Tele Sci Inst (STCI)	43.012	NNX17AJ978G	224,112	
Pass-thru Space Tele Sci Inst (STCI)	43.RD	HST-GO-14271.006-A	536	
Pass-thru Space Tele Sci Inst (STCI)	43.RD	HST-GO-15215.001-A	3,913	
Subtotal			<u>259,965</u>	<u>-</u>
Unallied Science Program				
Pass-thru UC Regents Santa Barbara	43.009	KK1722	2,590	
Subtotal NASA			<u>1,357,158</u>	<u>-</u>
Department of Defense:				
Pass thru Flex Tech Alliance	12.RD	Dev Agrmt	73,156	
Pass thru Flex Tech Alliance	12.800	FLEX TECH	126,768	
Pass-thru Tyvak Nano-Satellite Sys	12.RD	PUR-310	16,520	
Pass-thru Northrop Grumman	12.RD	2975126	17,423	
Pass-thru Exquadrum Inc	12.RD	STTR	30,495	
Subtotal			<u>264,362</u>	<u>-</u>

See accompanying note to schedule of expenditures of federal awards.

Cal Poly Corporation
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2018
Page 6

Federal Grantor/ Program Title/ Pass Through Grantor	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures	Expenditures to Subrecipients
Department of Defense – continued:				
Department of the Navy				
3U TestPod for USNA Testing	12.RD	N0018917PO860	\$ 9,854	\$ -
U.S. Air Force:				
Test POD Procurement & Refurbishment Pass-thru Confidential - Classified	12.RD	854072	32,205	
Total Department of Defense			306,421	-
Department of Energy:				
Pass-thru Lawrence Livermore	81.RD	B615674	27,351	
Pass-thru Lawrence Livermore	81.RD	B597345	6,499	
Pass-thru Lawrence Livermore	81.RD	B618745	1,633	
Pass-thru Lawrence Livermore	81.RD	B622042	9,603	
Pass-thru Lawrence Livermore	81.RD	B628457	850	
Subtotal			45,936	-
Renewable Energy Research and Development	81.087	DE-EE0006517	2,110	
Pass-thru Microbio Engineering	81.087	DE-EE0007691	394,698	
Pass-thru Arizona State University	81.087	13-183	88,703	
Pass-thru Env. Power Rsch Inst	81.087	4700002554	1,227	
Subtotal			486,738	-
Organic Scintillator Development				
Pass-thru Sandia National Lab	81.RD	1867184	44,695	
Office of Science Financial Assistance Program				
Pass-thru Eformative Options LLC	81.049	17-305	44,149	
Pass-thru Microbio Engineering	81.RD	MBE2016-01	14,969	
Pass-thru Microbio Engineering	81.049	DE-SC0013920-CP15-331	224,458	
Pass-thru CO School of Mines	81.112	DE-NA0002921	80,291	
Subtotal			363,867	-
Subtotal Department of Energy			941,236	-
National Oceanic & Atmospheric Administration:				
CA Sea Grant Omnibus Proposal				
Pass-thru CA Sea Grant Prog	11.417	NA14OAR4170075	6,097	
Pass-thru CA Sea Grant Prog	11.417	102311350	11,315	
Subtotal			17,412	-
Southern CA Coastal Ocean Observing System				
Pass-thru Univ of San Diego	11.012	78914437	184,058	
Intergrated Ocean Observing System (IOOS)				
Pass-thru MB Aquarium	11.012	1611150	48,075	
Subtotal			232,133	-

See accompanying note to schedule of expenditures of federal awards.

Cal Poly Corporation
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2018
Page 7

Federal Grantor/ Program Title/ Pass Through Grantor	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures	Expenditures to Subrecipients
National Oceanic & Atmospheric Administration – continued:				
Fisheries Development and Utilization Research	11.427	NA15NMF4270309	\$ 156,569	\$ 51,849
Coral Reef Conservation	11.482	NA16NOS4820050	53,697	
Broad Agency Announcement Pass-thru MB Nat Estuary	11.015	17.115	661	
Unallied Science Program Pass-thru Natl Marine Fisheries	11.472	NA16NMF4720322	20,590	
Pass-thru Pacific States Marine	11.472	18-22G	24,348	
			44,938	-
Unallied Management Projects Pass-thru Natl Marine Sanctuary Fdn	11.454	17-05-B-134	49,289	
Pass-thru Natl Marine Sanctuary Fdn	11.454	17-12-B-155	49,757	
Subtotal			99,046	-
Subtotal National Oceanic & Atmospheric Administration			604,456	51,849
Department of Transportation:				
University Transportation Center Programs Pass-thru Univ of Texas Arlington	10.701	CTEDD 0107-01	17,405	
Pass-thru San Jose State Univ	20.701	21-11005726	6,781	
Subtotal Department of Transportation			24,186	-
United States Army				
Military Medical Research & Development	12.420	W81XWH-16-1-00051	167,462	
Subtotal United States Army			167,462	-
Institute of Museum & Library Services				
National Leadership Grants	45.312	LG-73-15-0133-15	(1,653)	
Laura Bush 21st Century Librarian Prog	45.313	RE-95-17-0058-17	30,801	24,801
Subtotal Institute of Museum & Library Services			29,148	24,801
USAF Academy				
Air Force Defense Research Sciences	12.800	FA7000-17-2-0006	20,569	
Subtotal USAF Academy			20,569	-

See accompanying note to schedule of expenditures of federal awards.

Cal Poly Corporation
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2018
Page 8

Federal Grantor/ Program Title/ Pass Through Grantor	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures	Expenditures to Subrecipients
National Reconnaissance Office				
APIC Grace	12.RD	13-C-0289	\$ 174,816	\$
CLIN 23	12.RD	13-C-0289	142,707	22,234
Subtotal			317,523	22,234
Gencyber Grants Program	12.903	H98230-18-1-0099	1,890	
Subtotal National Reconnaissance Office			319,413	22,234
Department of Interior				
BOEM Environmental Studies	15.423	M16AC00023	149,498	
Cooperative Research	15.945	P16AC01448	16,302	
Cooperative Research	15.945	P17AC01178	72,278	
Cooperative Research	15.945	P17AC01583	16,921	
			105,501	-
Fish, Wildlife and Plant Conservation	15.231	L17AC00034	1,860	
Subtotal Department of the Interior			256,859	-
Total Research and Development Cluster:			10,746,190	1,118,238
National Science Foundation:				
Biological Sciences	47.074	1522528	12,322	
Education and Human Resources	47.076	1612201	72,426	
Education and Human Resources	47.076	123827	33,797	
Pass-thru San Francisco State Univ	47.076	OAM	2,100	
Pass-thru CSU Fresno	47.076	SC340328-14-02	106,495	
Pass-thru Sacramento Univ Ent Inc	47.076	523931	5,146	
Pass-thru Sacramento Univ Ent Inc	47.076	523931	19,762	
Subtotal			239,726	-
Subtotal National Science Foundation			252,048	-
Department of Education:				
Mathematics and Science Partnerships				
Pass-thru Paso Robles JUSD	84.366	PRJUSD	21,586	
Pass-thru SMBSD	84.366	S366B140005	42,028	
Subtotal			63,614	-

See accompanying note to schedule of expenditures of federal awards.

Cal Poly Corporation
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2018
Page 9

Federal Grantor/ Program Title/ Pass Through Grantor	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures	Expenditures to Subrecipients
Department of Education – continued:				
Career and Technical Education-Basic Grants to States				
Pass-thru CA Dept of Education	84.048A	CN150255	\$ (260)	\$
Pass-thru CA Dept of Education	84.048A	CN160138	(3,252)	
Pass-thru CA Dept of Education	84.048A	CN150255	6,496	
Pass-thru CA Dept of Education	84.048A	CN150255	301	
Subtotal			<u>3,285</u>	<u>-</u>
Improving Teacher Quality State Grants				
Pass-thru UC Regents Office Pres	84.367	NCLB13-CSP-SLO	492	
Pass-thru UC Regents Office Pres	84.367	NCLB14	32,157	
Subtotal			<u>32,649</u>	<u>-</u>
Trio Upward Bound				
Trio Upward Bound	84.047A	P047A120466-15	(33)	
Trio Upward Bound	84.047A	P047A120466-16	143,118	
Trio Upward Bound	84.047A	PO47A170174-17	182,548	
Trio Student Support Services	84.042A	P042A150979-16	54,333	
Trio Student Support Services	84.042A	PO42A150979-17	217,802	
Trio Talent Search	84.044A	PO44A1600099	17,953	
Trio Talent Search	84.044A	PO44A160099-17	184,078	
Subtotal			<u>799,799</u>	<u>-</u>
Teacher Quality Partnership Grants				
Pass-thru CSU Monterey Bay	84.336S	5042901A-10072015-A	198,827	
Pass-thru CSU Monterey Bay	84.336S	5042901A-10072015-A	138,218	
Subtotal			<u>337,045</u>	<u>-</u>
Subtotal Department of Education			<u>1,236,392</u>	<u>-</u>
Department of the Interior:				
Water Conservation Technical Assistance	15.U02	R15PC00142	1,114,513	185,990
BIA Irrigation Support	15.037	A14AC00063	961,799	
Subtotal Department of the Interior			<u>2,076,312</u>	<u>185,990</u>
Department of Agriculture:				
Regional Conservation Partnership Program				
Pass-thru Colorado River Water Conser	10.932	CA15048	67,325	
Subtotal Department of Agriculture			<u>67,325</u>	<u>-</u>
Corporation for National & Community Service:				
AmeriCorps				
Pass-thru Napa County Office of ED	94.006	AmeriCorps VIP	17,832	
Pass-thru Napa County Office of ED	94.006	AmeriCorps VIP	144,936	
Subtotal Corporation for National & Community Service			<u>162,768</u>	<u>-</u>

See accompanying note to schedule of expenditures of federal awards.

Cal Poly Corporation
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2018
Page 10

Federal Grantor/ Program Title/ Pass Through Grantor	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures	Expenditures to Subrecipients
Department of Commerce:				
Science & Research Park Development	11.030	ED15HDQ0300035	\$ 206,704	
Cluster Grants	11.020	2664624	76,507	
Subtotal Department of Commerce			283,211	-
Department of Health and Human Services:				
National Institute of Health:				
Biomedical Research and Research Training				
Pass-thru Allan Hancock College	93.859	5R25GM086299-06	50,217	
Subtotal Department of Health and Human Services			50,217	-
National Endowment for Arts:				
Promotions of the Arts-Partnership Agreements				
Western States Art Federation	45.025	TW20170079	2,500	
Subtotal National Endowment for the Arts			2,500	-
National Endowment for the Humanities:				
Pass-thru CSU Dominguez Hills	45.149	500027	1,344	
Subtotal National Endowment for the Humanities			1,344	-
Department of the Treasury:				
Internal Revenue Service				
Low Income Taxpayer Clinics	21.008	17-LITC0139-03-00	59,077	
Low Income Taxpayer Clinics	21.008	18-LITC0334-01	53,042	
Subtotal Department of the Treasury			112,119	-
Small Business Administration:				
Small Business Administration				
Pass-thru Univ CA-Merced Reg Network	59.037	F300GUA072	69,907	
Pass-thru Univ CA-Merced Reg Network	59.037	F300GVA068	83,629	
Subtotal Small Business Administration			153,536	-
Department of Justice				
Grants to Reduce Domestic Violence	16.525	2017-WA-AX-0011	8,846	
Subtotal Department of Justice			8,846	-
Total Expenditures of Federal Awards			\$ 15,152,808	\$ 1,304,228

See accompanying note to schedule of expenditures of federal awards.

Cal Poly Corporation
Note to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2018

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the schedule) includes the federal award activity of Cal Poly Corporation under programs of the federal government for the year ended June 30, 2018. 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* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements. Because the Schedule presents only a selected portion of the operations of Cal Poly Corporation, it is not intended to and does not present the financial positions, changes in net position, or cash flows of Cal Poly Corporation.

Note 2: Summary of Significant Accounting Policies

For new awards or modifications of existing awards after December 26, 2014, the expenditures reported in the schedule follow the cost principles contained in the Uniform Guidance. For existing awards prior to December 26, 2014, the expenditures follow the cost principles contained in OMB Circular A-21, *Cost Principles for Educational Institutions*. The cost principles indicate that certain types of expenditures are not allowable and certain allowable costs are limited as to reimbursement.

Note 3: Indirect Cost Rate

The Corporation has not elected to use the ten percent de minimis indirect cost rate as allowed under the Uniform Guidance, but rather the rates established directly with the respective federal agencies.

Cal Poly Corporation
Schedule of Findings and Questioned Costs
Year Ended June 30, 2018

Section I: Summary of Auditors' Results

Financial Statements

(a) Type of auditors' report issued on financial statements: **Unmodified.**

(b) Internal control over financial reporting:

- Material weakness(es) identified: **No.**
- Significant deficiencies identified not considered to be material weaknesses: **None Reported.**

(c) Noncompliance material to financial statements noted: **No.**

Federal Awards

(d) Internal control over major programs:

- Material weakness(es) identified: **No.**
- Significant deficiencies identified not considered to be material weaknesses: **None Reported.**

(e) Type of auditors' report issued on compliance for major programs: **Unmodified.**

(f) Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a): **No.**

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

(h) Major Programs:

- Research and Development Cluster (CFDA Numbers - Various)
- TRIO Cluster (CFDA Numbers – Various)
- Science & Research Park Development (CFDA Number – 11.030)
- BIA Irrigation Support (CFDA Number – 15.037)

(i) Auditee qualified as low-risk auditee: **Yes.**

Cal Poly Corporation
Schedule of Findings and Questioned Costs
Year Ended June 30, 2018
Page 2

**Section II: Findings Relating to the Financial Statements Which Are Required to be Reported in
Accordance With Generally Accepted *Governmental Auditing Standards***

We noted no findings in the current year.

Section III: Findings and Questioned Costs for Federal Awards

We noted no findings in the current year.

Cal Poly Corporation
Status of Prior Year's Findings and Questioned Costs – June 30, 2017
Year Ended June 30, 2018

We noted no findings in the prior year.