

Grant Matching Types

There are three types of matching that could be part of a grant award or agreement. Each type is detailed below. It is important to remember that the grant expenditures recorded in the grant cost center should be equal to the amount of the grant award or revenue. Grants are not structured to make a profit, although various types of expenditures can be recouped through grant funding.

Mott Match

A Mott match occurs usually as a condition of the grant itself. The grantor will agree to award grant dollars to MCC only if we agree to provide a certain amount of goods and services for the purpose of the grant. The expense for these goods and services will not be reimbursed by grant funding. These can be items such as supplies, salaries, printing service, etc.

1. These are items that are paid for by the college.
2. They need to be documented and provided to Accounting by the grant manager.
3. Accounting records the matching expenses in the grant (fund 49) by a journal entry.

External Company Match – Goods or Services Provided

This usually occurs when we provide training to an external company using MCC grant funding, and require the company to provide their own goods or services as a condition of receiving the grant funded training. These can be items such as their employee's time or use of their facility.

1. Documentation from the outside entity is required. Examples of required documentation are as follows:
 - a. For an employee's time - A signed statement from the employee that includes:
 - i. The amount of time spent on the grant
 - ii. The time frame in which the time was spent
 - iii. The value of the time they provided
 - b. For use of a facility – A signed statement from an authorized official that includes:
 - i. The space that was provided
 - ii. The time the space was provided
 - iii. The value of the space used (such as a rental rate times the number of hours used)
2. After the documentation is received, Accounting records the matching expenses in the grant (fund 49) by a journal entry.

External Company Match – Cash Received

This usually occurs when we provide training to an external company using MCC grant funding, and require the company to provide additional funding to cover the cost of the training. The company is billed for services MCC has performed. These dollars are considered "program income" and must be fully spent before grant dollars are spent.

1. All spending takes place in the grant fund. The cash match portion of the budget must be spent before spending the grant dollars.
2. As the cash match portion is spent, Accounting moves the expense from the grant fund to the matching fund (fund 49).
3. The revenue for the cash match is recorded in the matching fund.

Budget
XYZ Company
Mott Match

42	14520	Revenue-Contracts	(50,000.00)
42	21160	Salary Director/Manager	25,000.00
42	23110	Supplies/Materials-Instructional	10,000.00
42	23550	Printing/Duplicating	500.00
42	25120	Travel/Mileage	5,000.00
42	25810	Matching	-
42	26890	Fringes - Budget	9,500.00
49	14591	Revenue-Company Match	(10,000.00)
49	25810	Matching	10,000.00
Total			-

Budget			
XYZ Company			
External Company Match - Goods or Services Provided			

42	14520	Revenue-Contracts	(50,000.00)
42	21160	Salary Director/Manager	25,000.00
42	23110	Supplies/Materials-Instructional	10,000.00
42	23550	Printing/Duplicating	500.00
42	25120	Travel/Mileage	5,000.00
42	25810	Matching	-
42	26890	Fringes - Budget	9,500.00
49	14591	Revenue-Company Match	(10,000.00)
49	25810	Matching	10,000.00
Total			<u><u>-</u></u>

<p><i>Budget</i> XYZ Company External Company Match - Cash Received</p>
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42	14520	Revenue-Contracts	(50,000.00)
42	21160	Salary Director/Manager	30,000.00
42	23110	Supplies/Materials-Instructional	10,000.00
42	23550	Printing/Duplicating	3,500.00
42	25120	Travel/Mileage	5,000.00
42	25810	Matching	(10,000.00)
42	26890	Fringes - Budget	11,500.00
49	14591	Revenue-Company Match	(10,000.00)
49	25810	Matching	10,000.00
Total			<u><u>-</u></u>