



STATE OF ILLINOIS
OFFICE OF THE
AUDITOR GENERAL

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

GOVERNORS STATE UNIVERSITY

Financial Audit
For the Year Ended June 30, 2017

Release Date: January 11, 2018

FINDINGS THIS AUDIT:	0
FINDINGS LAST AUDIT:	2

INTRODUCTION

This digest covers the Governors State University's Financial Audit as of and for the year ended June 30, 2017. The Governors State University's Compliance Examination (including the Single Audit) covering the year ended June 30, 2017 will be issued at a later date.

AUDITOR'S OPINION

The auditors stated the financial statements of the Governors State University as of and for the year ended June 30, 2017 are fairly stated in all material respects.

This Financial Audit was conducted by the firm of Borschnack, Pelletier & Co.

SIGNED ORIGINAL ON FILE

JANE CLARK
Division Director

This report is transmitted in accordance with Section 3-14 of the Illinois State Auditing Act.

SIGNED ORIGINAL ON FILE

FRANK J. MAUTINO
Auditor General

FJM:JGR

{Financial Information is summarized on next page.}

GOVERNORS STATE UNIVERSITY
FINANCIAL AUDIT
For the Year Ended June 30, 2017

FINANCIAL OPERATIONS	2017	2016
Operating Revenues		
Student tuition and fees, net.....	\$ 39,823,090	\$ 39,533,255
Grants and contracts	10,837,831	3,793,948
Sales and services of educational departments.....	71,376	5,817,902
Auxiliary enterprises.....	3,343,714	3,364,201
Other operating revenues.....	2,030,290	2,885,189
Total Operating Revenues.....	<u>56,106,301</u>	<u>55,394,495</u>
Operating Expenses		
Instruction.....	56,381,735	55,060,167
Research.....	791,635	662,087
Public service.....	15,654,038	13,760,379
Academic support.....	2,823,046	2,782,931
Student services.....	10,324,292	10,951,119
Institutional support.....	17,230,397	18,751,058
Operation and maintenance of plant.....	9,397,855	9,497,904
Auxiliary enterprises.....	2,251,887	2,040,403
Depreciation.....	4,906,310	4,931,843
Total Operating Expenses.....	<u>119,761,195</u>	<u>118,437,891</u>
Operating Income (Loss).....	<u>(63,654,894)</u>	<u>(63,043,396)</u>
Nonoperating Revenues (Expenses)		
State appropriation.....	12,757,000	6,974,400
Payments made on behalf of the University.....	42,550,485	37,276,678
Federal and State nonoperating grants.....	9,268,085	10,013,418
Investment income.....	129,062	28,080
Interest expense.....	(1,614,290)	(1,713,636)
Other nonoperating income (expense).....	(29,566)	447,610
Net Nonoperating Revenues (Expenses).....	<u>63,060,776</u>	<u>53,026,550</u>
Capital Additions - State & Contributions.....	7,678	26,550
Increase in Net Position	<u>(586,440)</u>	<u>(9,990,296)</u>
Net position, beginning of year, as previously reported.....	102,701,269	114,857,108
Prior period adjustment.....	(1,335,732)	(2,165,543)
Net position, beginning of year, as restated.....	<u>101,365,537</u>	<u>112,691,565</u>
Net position, end of year.....	<u>\$ 100,779,097</u>	<u>\$ 102,701,269</u>
SUMMARY - STATEMENT OF NET POSITION		
Current Assets.....	\$ 35,553,676	\$ 37,381,879
Noncurrent Assets.....	117,658,549	121,529,414
Total Assets.....	<u>153,212,225</u>	<u>158,911,293</u>
Deferred Outflows of Resources.....	100,914	88,657
Total Deferred Outflows of Resources.....	<u>100,914</u>	<u>88,657</u>
Current Liabilities.....	11,437,886	12,266,505
Noncurrent Liabilities.....	41,096,156	44,032,176
Total Liabilities.....	<u>52,534,042</u>	<u>56,298,681</u>
Total Net Position.....	<u>\$ 100,779,097</u>	<u>\$ 102,701,269</u>

PRESIDENT

During Audit Period and Currently: Dr. Elaine Maimon