



STATE OF ILLINOIS
**OFFICE OF THE
 AUDITOR GENERAL**

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

CHICAGO STATE UNIVERSITY

Single Audit
 For the Year Ended June 30, 2022

Release Date: March 30, 2023

FINDINGS THIS AUDIT: 6				AGING SCHEDULE OF REPEATED FINDINGS			
	<u>New</u>	<u>Repeat</u>	<u>Total</u>	<u>Repeated Since</u>	<u>Category 1</u>	<u>Category 2</u>	<u>Category 3</u>
Category 1:	0	1	1	2020	22-01	22-02, 22-06	
Category 2:	3	2	5				
Category 3:	<u>0</u>	<u>0</u>	<u>0</u>				
TOTAL	3	3	6				
FINDINGS LAST AUDIT: 5							

INTRODUCTION

This digest covers the Chicago State University’s (University) Single Audit for the year ended June 30, 2022. A separate digest covering the University’s Financial Audit was separately released on February 23, 2023. A separate digest covering the Compliance Examination will be released at a later date. In total, this digest contains six findings, two of which were reported in the financial audit.

SYNOPSIS

- (22-05) The University did not notify the students upon disbursement of grant funds and loans.

Category 1:	Findings that are material weaknesses in internal control and/or a qualification on compliance with State laws and regulations (material noncompliance).
Category 2:	Findings that are significant deficiencies in internal control and noncompliance with State laws and regulations.
Category 3:	Findings that have no internal control issues but are in noncompliance with State laws and regulations.

**FINDINGS, CONCLUSIONS, AND
RECOMMENDATIONS**

**FAILURE TO NOTIFY STUDENTS UPON
DISBURSEMENT OF FUNDS**

The Chicago State University (University) did not notify the students upon disbursement of grant funds and loans.

TEACH grant recipients were not notified

During testing of nine students, who received Teacher Education Assistance for College and Higher Education Grants (TEACH) totaling \$21,220, we noted six (67%) students with grant disbursements totaling \$16,505 were not notified by the University indicating the funds were credited to the students' accounts.

Federal Direct Loan recipients were not notified

In addition, during testing of 25 students, who received Federal Direct Student Loans totaling \$447,363, we noted 25 (100%) students were not notified by the University indicating the funds were credited to the students' accounts. (Finding 5, pages 23-24)

We recommended the University strengthen controls to ensure timely notification is sent to students upon disbursement of grant funds and loans.

University agreed with the auditors

The University agreed with the recommendation and stated the University is developing a corrective action plan for implementation.

OTHER FINDINGS

The remaining findings pertain to inadequate internal controls over census data, weaknesses over computer security, failure to obtain student verification documents, noncompliance with special tests and provisions - student financial aid information security, and lack of adherence to controls and noncompliance with requirement applicable to the Education Stabilization Fund. We will review the University's progress towards the implementation of our recommendations in our next Single Audit.

AUDITOR'S OPINIONS

The financial audit report was issued separately. The auditors stated the financial statements of the University as of and for the year ended June 30, 2022, are fairly stated in all material respects.

The auditors also conducted a Single Audit of the University as required by the Uniform Guidance. The auditors stated the University complied, in all material respects, with the types of compliance requirements that could have a direct and material effect on the University's major federal programs for the year ended June 30, 2022.

This Single Audit was conducted by Roth & Company, LLP.

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

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