



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

William G. Holland, Auditor General

SUMMARY REPORT DIGEST

EASTERN ILLINOIS UNIVERSITY

Single Audit and Compliance Examination
 For the Year Ended June 30, 2014

Release Date: March 5, 2015

FINDINGS THIS AUDIT: 2	AGING SCHEDULE OF REPEATED FINDINGS						
	New	Repeat	Total	Repeated Since	Category 1	Category 2	Category 3
Category 1:	0	0	0	2012		14-1	
Category 2:	0	2	0	2005		14-2	
Category 3:	0	0	0				
TOTAL	0	2	0				
FINDINGS LAST AUDIT: 5							

SYNOPSIS

This digest covers our Single Audit and Compliance Examination of the Eastern Illinois University for the year ended June 30, 2014. A financial audit as of and for the year ending June 30, 2014, was previously released on January 29, 2015.

- (14-1) The University exercised inadequate internal controls over the University's vehicles.

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.

{Financial data is summarized on next page.}

EASTERN ILLINOIS UNIVERSITY
COMPLIANCE EXAMINATION AND SINGLE AUDIT
For the Year Ended June 30, 2014

COMPARATIVE SCHEDULE OF REVENUES AND EXPENSES - UNIVERSITY INCOME FUND	FY 2014	FY 2013
Revenues		
Tuition.....	\$ 71,747,444	\$ 73,462,814
Service fees.....	274,430	297,836
Other.....	417,517	348,848
Total Revenues.....	<u>72,439,391</u>	<u>74,109,498</u>
Expenses		
Personal services.....	40,665,801	41,353,709
FICA/Medicare.....	1,684,295	1,603,491
Contractual services.....	12,535,634	9,879,615
Travel.....	994,948	969,680
Commodities.....	1,299,728	1,712,050
Student awards/tuition waived.....	11,468,058	10,725,074
Awards, grants and matching funds.....	5,069,264	3,981,325
Equipment and library books.....	895,751	2,414,884
Telecommunications.....	197,854	334,454
Operation of automotive equipment.....	194,644	249,205
Permanent improvements.....	1,070,708	4,167,198
Group insurance.....	1,260,155	1,272,450
Compensated absences.....	(1,554,550)	(297,283)
Total Expenses.....	<u>75,782,290</u>	<u>78,365,852</u>
Excess (deficiency) of revenues over expenses.....	<u>\$ (3,342,899)</u>	<u>\$ (4,256,354)</u>
EMPLOYMENT STATISTICS (UNAUDITED)		
	FY 2014	FY 2013
Faculty and Administrative.....	880	903
Civil Service.....	712	739
Student Employees.....	252	272
Total Employees.....	<u>1,844</u>	<u>1,914</u>
ENROLLMENT STATISTICS (UNAUDITED)		
	FY 2014	FY 2013
Fall term enrollment.....	8,481	9,064
Spring term enrollment.....	7,638	8,225
PRESIDENT		
During Examination Period: Dr. William Perry		
Currently: Dr. William Perry		

**FINDINGS, CONCLUSIONS, AND
RECOMMENDATIONS**

**INADEQUATE CONTROLS OVER UNIVERSITY
VEHICLES**

Eastern Illinois University (University) did not exercise adequate internal controls over University vehicles.

During University-owned vehicle maintenance testing, the auditors noted:

- Three of 40 (8%) vehicles tested were driven between 8,300 and 11,800 miles between regular maintenance events.
- One of 40 (3%) vehicles did not receive regular maintenance over a seven month period. The University did not require records to be submitted for services performed at other locations. (Finding 1, page 18) **This finding has been repeated since 2012.**

Regular maintenance not performed

We recommended the University implement controls to ensure all University vehicles undergo regular service and/or repair.

University officials agree with auditors

University officials agreed with the recommendation, indicating they would notify the departments with vehicles of their responsibility to comply with the University's maintenance policy. *For the previous University response, see Digest Footnote #1*

OTHER FINDINGS

The remaining finding is reportedly being given attention by the University. We will review the University's progress towards the implementation of our recommendations in our next audit.

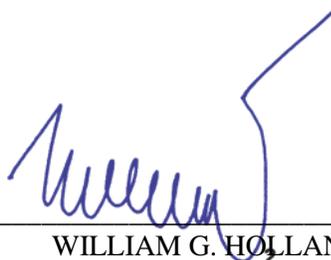
AUDITOR'S OPINION

The financial audit report was previously released. The auditors stated the financial statements of the Eastern Illinois University as of and for the year ended June 30, 2014, are fairly stated in all material respects.

The auditors also conducted a Single Audit of the University as required by OMB Circular A-133. Our auditors stated the University complied, in all material respects, with the types of compliance requirements that could have a direct and material effect on each of the University's major federal programs for the year ended June 30, 2014.

ACCOUNTANT'S OPINION

The accountants conducted a compliance examination of the University for the year ended June 30, 2014, as required by the Illinois State Auditing Act. The auditors stated the University complied, in all material respects, with the requirements described in the report.



WILLIAM G. HOLLAND
.. Auditor General

WGH:mkl

SPECIAL ASSISTANT AUDITORS

Our special assistant auditors for this engagement were CliftonLarsonAllen, LLP.

DIGEST FOOTNOTES

#1 INADEQUATE CONTROL OVER UNIVERSITY VEHICLES

2013: The University accepted the auditors' recommendation and stated they would work to ensure that vehicles receive routine maintenance.