



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

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

EASTERN ILLINOIS UNIVERSITY

Single Audit and Compliance Examination
 For the Year Ended June 30, 2015

Release Date: March 31, 2016

FINDINGS THIS AUDIT: 4	AGING SCHEDULE OF REPEATED FINDINGS						
	New	Repeat	Total	Repeated Since	Category 1	Category 2	Category 3
Category 1:	0	0	0	2005		15-4	
Category 2:	3	1	4				
Category 3:	0	0	0				
TOTAL	3	1	4				
FINDINGS LAST AUDIT: 2							

INTRODUCTION

This digest covers our Single Audit and Compliance Examination of the Eastern Illinois University for the year ended June 30, 2015. A separate financial audit as of and for the year ending June 30, 2015, was previously released on February 4, 2016.

SYNOPSIS

- (15-1) The University failed to resubmit errors from the Enrollment Reporting Summary Report to the National Student Loan Data System in a timely manner.

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, 2015

COMPARATIVE SCHEDULE OF REVENUES AND EXPENSES - UNIVERSITY INCOME FUND	FY 2015	FY 2014
Revenues		
Tuition.....	\$ 67,079,967	\$ 71,747,444
Service fees.....	250,959	274,430
Other.....	552,210	417,517
Total Revenues.....	<u>67,883,136</u>	<u>72,439,391</u>
Expenses		
Personal services.....	36,239,528	40,665,801
FICA/Medicare.....	1,657,135	1,684,295
Contractual services.....	9,938,148	12,535,634
Travel.....	670,128	994,948
Commodities.....	1,285,679	1,299,728
Student awards/tuition waived.....	12,288,162	11,468,058
Awards, grants and matching funds.....	6,764,206	5,069,264
Equipment and library books.....	1,472,441	895,751
Telecommunications.....	238,357	197,854
Operation of automotive equipment.....	123,416	194,644
Permanent improvements.....	786,440	1,070,708
Group insurance.....	1,268,648	1,260,155
Compensated absences.....	(565,554)	(1,554,550)
Total Expenses.....	<u>72,166,734</u>	<u>75,782,290</u>
Excess (deficiency) of revenues over expenses.....	<u>\$ (4,283,598)</u>	<u>\$ (3,342,899)</u>
EMPLOYMENT STATISTICS (UNAUDITED)		
	FY 2015	FY 2014
Faculty and Administrative.....	843	880
Civil Service.....	670	712
Student Employees.....	242	252
Total Employees.....	<u>1,755</u>	<u>1,844</u>
ENROLLMENT STATISTICS (UNAUDITED)		
	FY 2015	FY 2014
Fall term enrollment.....	7,724	8,481
Spring term enrollment.....	7,032	7,638
PRESIDENT		
During Examination Period: Dr. William Perry (til May 31, 2015) Dr. David Glassman (from June 1, 2015)		
Currently: Dr. David Glassman		

FINDINGS, CONCLUSIONS, AND RECOMMENDATIONS

NONCOMPLIANCE WITH ENROLLMENT REPORTING REQUIREMENTS

University did not timely resubmit errors

Eastern Illinois University (University) did not timely resubmit errors from the Enrollment Reporting Summary Report to the National Student Loan Data System (NSLDS).

Federal Regulations (34 CFR section 685.309 and 690.83(b)(2)) requires the University to report enrollment status for each student accurately and timely to the NSLDS. Changes to student status must also be corrected and returned within ten days for any roster files that did not pass the NSLDS enrollment reporting edits.

Failure to properly report corrections within ten days to NSLDS represents noncompliance with Federal regulations, resulting in inaccurate reporting of student statuses.

The University utilized a third party provider in order to submit information to the NSLDS. The third party provider had software issues that failed in monitoring and correcting submission errors. However, it is possible for the University to create an enrollment reporting summary report after reporting student status changes on NSLDS, which would have detected these types of errors. (Finding 1, pages 18-19)

We recommended the University put a process in place to ensure enrollment statuses are accurately and timely reported to NSLDS. The process should include an understanding if and when the third party servicer has corrected the failed software programming.

University agrees with auditors

University officials agreed with the recommendation, indicating they will ensure that the exception report is run and reviewed on a timely basis.

OTHER FINDINGS

The remaining findings are 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, 2015, 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, 2015.

ACCOUNTANT'S OPINION

The accountants conducted a compliance examination of the University for the year ended June 30, 2015, 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.

SIGNED ORIGINAL ON FILE

FRANK J. MAUTINO
Auditor General

FJM:mkl

SPECIAL ASSISTANT AUDITORS

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