



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

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

EASTERN ILLINOIS UNIVERSITY

**Financial Audit
 For the Year Ended June 30, 2020**

Release Date: June 23, 2021

FINDINGS THIS AUDIT: 1	New	Repeat	Total	AGING SCHEDULE OF REPEATED FINDINGS			
				Repeated Since	Category 1	Category 2	Category 3
Category 1:	1	0	1	No Repeat Findings			
Category 2:	0	0	0				
Category 3:	0	0	0				
TOTAL	1	0	1				
FINDINGS LAST AUDIT: 0							

INTRODUCTION

This digest covers the Eastern Illinois University’s Financial Audit as of and for the year ended June 30, 2020. The Eastern Illinois University’s Compliance Examination (including the Single Audit) covering the year ended June 30, 2020 will be issued at a later date.

SYNOPSIS

- **(20-01)** The University did not have adequate internal control over reporting its census data and did not have a reconciliation process to provide assurance census data submitted to its pension and other postemployment benefits (OPEB) plans was complete and accurate.

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.

EASTERN ILLINOIS UNIVERSITY
FINANCIAL AUDIT
For The Year Ended June 30, 2020

STATEMENT OF NET POSITION	2020	2019
Assets and Deferred Outflows of Resources		
Cash and cash equivalents.....	\$ 20,590,938	\$ 25,521,903
Restricted cash and cash equivalents.....	12,495,530	13,347,421
Investments.....	5,811,100	5,862,173
Restricted short-term investments.....	119,423	92,263
Receivables.....	16,848,953	15,135,864
Notes Receivable.....	4,900,249	5,395,725
Inventories.....	1,433,205	1,389,735
Capital assets, net.....	236,460,211	246,122,072
Other.....	7,654,370	871,630
Deferred outflow of resources.....	880,514	700,265
Total.....	<u>307,194,493</u>	<u>314,439,051</u>
Liabilities and Deferred Inflows of Resources		
Accounts payable and accrued liabilities.....	7,410,205	7,781,902
Unearned revenues.....	4,927,034	3,557,478
Long-term liabilities.....	6,971,499	7,168,990
Noncurrent liabilities.....	86,894,652	94,302,588
Deferred inflow of resources.....	4,509,052	3,552,040
Total.....	<u>110,712,442</u>	<u>116,362,998</u>
Net Position		
Net investment in capital assets.....	162,858,218	167,528,791
Restricted, Nonexpendable.....	5,265,422	5,325,269
Restricted, expendable.....	15,272,424	17,979,612
Unrestricted.....	13,085,987	7,242,381
Total.....	<u>\$ 196,482,051</u>	<u>\$ 198,076,053</u>
REVENUES, EXPENSES, AND CHANGES IN NET POSITION	2020	2019
Revenues		
Tuition and fees, net.....	\$ 29,483,534	\$ 32,286,965
State appropriations.....	41,432,300	39,459,700
Auxiliary enterprises.....	20,698,217	23,365,802
Payments on behalf of the University - State.....	57,624,824	54,291,182
Federal, State, and private grants and gifts.....	29,348,358	25,100,953
Other.....	9,994,804	9,695,280
Total.....	<u>188,582,037</u>	<u>184,199,882</u>
Expenses		
Instruction.....	67,996,118	63,908,621
Student services.....	16,529,624	16,906,509
Institutional support.....	8,555,507	7,950,960
Auxiliary enterprises.....	25,065,087	25,707,222
Student aid.....	1,966,000	2,467,340
Operations and maintenance of plant.....	12,380,491	11,167,262
Other.....	57,683,212	62,097,084
Total.....	<u>190,176,039</u>	<u>190,204,998</u>
Change in net position.....	<u>\$ (1,594,002)</u>	<u>\$ (6,005,116)</u>
UNIVERSITY PRESIDENT		
During Audit Period: Dr. David Glassman		
Currently: Dr. David Glassman		

**FINDINGS, CONCLUSIONS, AND
RECOMMENDATIONS**

**INADEQUATE INTERNAL CONTROLS OVER
CENSUS DATA**

**Internal controls over census data
need improvement**

The Eastern Illinois University (University) did not have adequate internal control over reporting its census data and did not have a reconciliation process to provide assurance census data submitted to its pension and other postemployment benefits (OPEB) plans was complete and accurate.

During testing, some of the more significant issues we noted include the following:

**An initial complete reconciliation
had not been performed**

- The University had not performed an initial complete reconciliation of its census data recorded by SURS and CMS to its internal records to establish a base year of complete and accurate data.

**Three employees had three events
occur which had not been reported
to SURS**

- Three of 80 (4%) employees tested had three events occur during the census data accumulation period throughout Fiscal Year 2018 which had not been reported by the University to SURS.

**Two employees had leave of absences
where the start data was untimely
reported to SURS**

- Two of 12 (17%) employees had three departures on a leave of absence where the start date of the leave of absence was untimely reported to SURS. SURS believed the total potential impact to each of these employee's total service credit was it could be off by 1 to 2 years. (Finding 1, pages 5-8)

We recommended the University implement controls to ensure census data events are timely and accurately reported to SURS and CMS. Further, we recommended the University work with SURS and CMS to develop an annual reconciliation process of its active member's census data from its underlying records to a report from each plan of census data submitted to the plan's actuary.

University agrees with the auditors

The University agreed with the recommendation.

AUDITOR'S OPINION

The auditors stated the financial statements of the University as of and for the year ended June 30, 2020, are fairly stated in all material respects.

This financial audit was conducted by Sikich 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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