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**GRAMBLING STATE UNIVERSITY  
SINGLE AUDIT REPORT  
FOR THE YEAR ENDED JUNE 30, 2003**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date: By Sweet

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## INDEPENDENT AUDITORS' REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Dr. Neati F. Warner, Acting President  
Grambling State University  
Grambling, Louisiana 71245

We have audited the accompanying Schedule of Expenditures of Federal Awards of Grambling State University (the University) for the year ended June 30, 2003. The Schedule of Expenditures of Federal Awards is the responsibility of the management of the University. Our responsibility is to express an opinion on the Schedule of Expenditures of Federal Awards based on our audit. The accompanying Schedule of Expenditures of Federal Awards is not a part of the University's component unit financial statements for the year ended June 30, 2003. The component unit financial statements were audited by the State of Louisiana's Legislative Auditor whose report dated October 2, 2003 contained an unqualified opinion on the general purpose financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to Government Auditing Standards, issued by the Comptroller General of the United States and the provisions of OMB Circular A-133. These standards and the provisions of OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the Schedule of Expenditures of Federal Awards are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedule of Expenditures of Federal Awards. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the Schedule of Expenditures of Federal Awards. We believe that our audit provides a reasonable basis for our opinion.

**INDEPENDENT AUDITORS' REPORT ON THE  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
(CONTINUED)**

Dr. Nean F. Warner, Acting President  
Grambling State University  
Grambling, Louisiana 71245  
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In our opinion, the accompanying Schedule of Expenditures of Federal Awards of Grambling State University presents fairly, in all material respects, the expenditures of federal awards for the year ended June 30, 2000 in conformity with accounting principles generally accepted in the United States of America.

As further discussed in NOTE 6, the Internal Auditor of Grambling State University is presently performing reviews of certain federal and state grants that might result in instances of non-compliance with respect to federal and state awards programs. The determination of whether the identified instances will ultimately result in a disallowance of costs cannot be presently determined. The Schedule of Expenditures of Federal Awards does not include any adjustments for these matters.

In accordance with Government Auditing Standards, we have also issued our report dated October 3, 2000 on our consideration of the University's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards, and should be read in conjunction with this report in considering the results of our audit. Also, that report disclosed instances of noncompliance that may be material to the Schedule of Expenditures of Federal Awards, but for which the ultimate resolution cannot presently be determined.

**INDEPENDENT AUDITORS' REPORT ON THE  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
(CONTINUED)**

Dr. Neal F. Warner, Acting President  
Grambling State University  
Grambling, Louisiana 71249  
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Our audit was performed for the purpose of forming an opinion on the Schedule of Expenditures of Federal Awards taken as a whole. The supplementary data included in this report is presented for the purpose of additional analysis and is not a required part of the Schedule of Expenditures of Federal Awards. Such information has been subjected to the auditing procedures applied in the audit of the Schedule of Expenditures of Federal Awards and, in our opinion is fairly stated in all material respects in relation to the Schedule of Expenditures of Federal Awards taken as a whole.

*Bruno & Tervalon LLP*  
BRUNO & TERVALON LLP  
CERTIFIED PUBLIC ACCOUNTANTS

October 3, 2003

**GRAMBLING STATE UNIVERSITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**

FEDERAL GRANTEE/PROGRAM NAME	FEDERAL CFDA OR OTHER NUMBER	PASS-THROUGH ENTITY'S NUMBER	ACTIVITY
<b>U.S. Agency for International Development</b>			
<i>Grants from a Pan-American Study Through United Negro College Fund International Development Partnership</i>	N/A	31123-00P	4,000,000
<b>Total U.S. Agency for International Development</b>			
<b>U.S. Department of Commerce</b>			
<i>Direct Awards Economic Adjustment Assistance Technology Opportunity Program</i>	11.300 11.550	-----	54,787 107,460
<b>Total U.S. Department of Commerce</b>			
			248,263

The accompanying notes are an integral part of this Schedule.

**GRANBING STATE UNIVERSITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2000**

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FEDERAL GRANTOR/PROGRAM NAME	FEDERAL CFDA OR OTHER NUMBER	PASS-THROUGH ENTITY'S NUMBER	ACTIVITY
<b>U.S. Department of the Army</b>			
<i>Research and Development Center</i>			
<i>Direct Attach</i>			
<i>Perillel and Distributed Evaluation,</i>			
<i>Visualization and Remoting to</i>			
<i>Advanced Diagnostic Innovative</i>			
<i>Simulation Technology</i>			
<i>Acquisition of High Sensitivity MPM</i>			
	DA-4004-99-1-0250	-----	\$ 344,169
	DA-4019-00-1-0764	-----	<u>18,159</u>
			<u>\$ 322,028</u>
<b>Total U.S. Department of the Army</b>			

The accompanying notes are an integral part of this Schedule.



GRANBURY STATE UNIVERSITY  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED  
 FOR THE YEAR ENDED JUNE 30, 2003

FEDERAL GRANT/PROGRAM NAME	FEDERAL CFDA OR CHILD NUMBER	PASS-THROUGH ENTITY'S NUMBER	ACTIVITY
U.S. Department of the Air Force			
Advanced Developmental Change			
Direct Award	12.500	---	\$ 440
Basic and Applied Scientific Research	12.634	---	121,202
Systems/Communications of Performers			
<b>Total U.S. Department of the Air Force</b>			<b>121,702</b>

The accompanying notes are an integral part of this Schedule.

**COASTLAND STATE UNIVERSITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED**  
**FOR THE YEAR ENDED JUNE 30, 2000**

FEDERAL ORGANIZATION/PROGRAM/AGENCY	FEDERAL CFDA OR OTHER NUMBER	PASS-THROUGH ENTRY'S NUMBER	ACTIVITY
<b>U.S. Department of Labor</b>			
<i>(Direct Award)</i> Employment and Training Administration	17.249	---	\$ 81,587
<b>Total U.S. Department of Labor</b>			<u>81,587</u>
<b>U.S. Department of Treasury</b>			
<i>(Award From a Pass Through Entity)</i> Economic Stimulus Payments, and Economic Training Assistance Grant	21.002	ATF-2004	7,682
<b>Total U.S. Department of Treasury</b>			<u>7,682</u>

The accompanying notes are an integral part of this Schedule.

**GRAMBLING STATE UNIVERSITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED**  
**FOR THE YEAR ENDED JUNE 30, 2003**

FEDERAL GRANT OR PROGRAM NAME	FEDERAL CFDA OR OTHER NUMBER	PASS-THROUGH ENTRY'S NUMBER	ACTIVITY
<u>National Aeronautics and Space Administration</u> <i>Academy of Arts Through Early</i> Discovery Howard University CFDA 11020 Academic Research Consultants	40-001	NCC-1197	\$ 4,338
<i>Academy of Arts Through Early</i> Discovery New Mexico Highlands University Alliance for Non-Linear Optics	80A	NAGH-1308	6,232
<b>Total National Aeronautics and Space Administration</b>			<u>11,289</u>
<u>National Science Foundation</u> <i>Direct Awards</i> Education and Human Resources	47-074	-----	129,665
<b>Total National Science Foundation</b>			<u>129,665</u>

The accompanying notes are an integral part of this Schedule.

**CALUMNINE STATE UNIVERSITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED**  
**FOR THE YEAR ENDED JUNE 30, 2000**

FEDERAL GRANTOR PROGRAM NAME	FEDERAL CFDA OR OTHER NUMBER	PASS-THROUGH ENTITY'S NUMBER	ACTIVITY
U.S. Department of Energy			
Research and Development Center			
<i>Direct Awards</i>			
Energy Research and Development	\$1,000	-----	\$1,000
Total U.S. Department of Energy			\$1,000

The accompanying notes are an integral part of this Schedule.

**GRADING STATE UNIVERSITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED**  
**FOR THE YEAR ENDED JUNE 30, 2020**

FEDERAL GRANT/PROGRAM NAME	FEDERAL CFDA OR OTHER NUMBER	PAGE NUMBER FAMILY'S NUMBER	ACTIVITY
<b>U.S. Department of Education</b>			
<i>(Direct Awards)</i>			
International - New Best Group Projects Award	84.020	---	\$ 64,000
Higher Education - Institutional Aid	84.024	---	3,200,000
Fund for the Improvement of Post-Secondary Education	84.114	---	317,281
Child Care Access	84.159	---	13,439
			3,605,060
<b>Sub-total</b>			
<b>This Grant</b>			
<i>(Direct Awards)</i>			
Student Support Services	84.042	---	312,515
Upward Bound	84.040	---	28,435
			340,950
<b>Sub-total - Title-Charter</b>			
<b>Student Chemical Assistance Grants</b>			
<i>(Direct Awards)</i>			
Federal Supplemental Educational Opportunity Grants	84.002	---	268,814
Federal Family Education Loans	84.032	---	26,022,426
Federal Work-Study Program	84.050	---	411,434
Federal Pell Grant Program	84.060	---	3,215,962
			26,924,636
<b>Sub-total - Student Financial Assistance Grants</b>			
			26,924,636
			35,475,781
<b>Total U.S. Department of Education</b>			

The accompanying notes are an integral part of this Schedule.

**GRAMBLING STATE UNIVERSITY  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED  
 FOR THE YEAR ENDED JUNE 30, 2000**

<b>FEDERAL OR ACTIVITY PROGRAM NAME</b>	<b>FEDERAL CFDA OR OTHER NUMBER</b>	<b>PASS THROUGH ENTITY'S NUMBER</b>	<b>ACTIVITY</b>
<b>U.S. Department of Health and Human Services</b>			
<i>Direct Grants:</i>			
Mental Health Research Grants	93-242	---	94-028 186,700
Mental Health National Research Service Awards	93-282	---	93-118 283,228
Research Infrastructure	93-289	---	
Minority Access to Research Careers	93-880	---	
Special Minority Initiatives - Partnership for Minority Access to Biotechnology	93-860	---	94-028 30,500
SBIR/S Program of Granting	5314-0000-001-48	---	21,400
Special Minority Initiatives	93-280	---	
Rural Health Outreach and Rural Network Development Program	93-912	---	7,472
<i>General Clinical Centers Grant Study</i>			
Through: National Youth Sports Corporation Community Services (Black Grants) Discretionary Awards	93-270	98-200	84,000
International Resource Group International Resource Group Limited	89FFW6081197	86G-1197	39,000
<b>Total U.S. Department of Health and Human Services</b>			<u>285,116</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<u>\$1,462,242</u>

The accompanying notes are an integral part of this Schedule.

**GRAMBLING STATE UNIVERSITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

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**NOTE 1 - General:**

**Grambling State University (GSU)** located in Grambling, Louisiana is an institution of higher education founded in 1901.

**The University** is a multi-purpose state supported co-education institution with degree-granting academic units which include the following:

- College of Business;
- College of Education;
- School of Social Work;
- School of Nursing;
- College of Science Technology; and
- College of Liberal Arts.

As defined by Government Accounting Standards Board Statement Number 14, **the University** is a component unit of the State of Louisiana (the Financial Reporting Entity) within the executive branch of government and is governed by the Board of Supervisors for the University of Louisiana System.

**The University** has an enrollment of approximately 4,500 students and is accredited by the Commission on Colleges of the Southern Association of Colleges and Schools.

**Grambling State University** is the recipient of various Federal grants, subgrants and awards from the U.S. Department of Education, the Department of Health and Human Services, the State of Louisiana and other agencies to assist in achieving a higher level of learning for its student body. Total direct Federal and Federal awards passed through other agencies amounted to more than \$38,360,134 for the fiscal year July 1, 2002 through June 30, 2003. Included in this amount is funding for the Student Financial Aid Program Cluster which totaled \$20,855,797 and includes loans to students under the Federal Family Education Loan Program which totals (\$20,522,427).

**GRAMBLING STATE UNIVERSITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**(CONTINUED)**

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**NOTE 1 - General, Continued**

**Student Financial Aid**

Grambling State University was approved during January, 1959 by the then Office of Education for participation in the Student Financial Aid Programs. These programs include the Federal Perkins Program, Nursing Student Loan Program, Federal Work Study Program (FWS), Federal Supplemental Education Opportunity Grant Program (FSEOG), Federal PELL Grant and the Federal Family Education Student Loan Program (FFEL). Listed below is a brief description of the Student Aid Programs administered by the University.

• **Federal Perkins Loan Program**

The University entered into an agreement to establish a NDSL program under the National Defense Education Act of 1958, which was transferred in 1972 to Title IV Part 674 of the Higher Education Act of 1965. Beginning with the 1987-88 award year, the NDSL Program was renamed the Perkins Loan Program in honor of the late Carl D. Perkins, former chairman of the House Education and Labor Committee. The records of the institution indicate that loans aggregating \$8,081,186 have been made to 9,169 students since the establishment of the program at the institution.

• **Nursing Student Loan Program (NSL)**

The University entered into an agreement with the U.S. Department of Health and Human Services to establish a Nursing Student Loan Program. The records of the institution indicate that loans aggregating \$367,941 have been made to students. The University's participation in the Nursing Student Loan Program was terminated due to the high default rate.



GRAMBLING STATE UNIVERSITY  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
(CONTINUED)

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NOTE 1 - General, Continued:

• Federal Work-Study Program

The University established the FWS Program pursuant to Title IV, Part C of the Higher Education Act of 1965, as amended. During the year ended June 30, 2003, federal expenditures totaled \$621,834, of which \$29,611 was for administrative costs and \$592,223 for wages.

The University elected and received approval from the Department of Education to waive the institutional matching requirement for the Federal Work Study program's approved funding level for the fiscal year ended June 30, 2003. The University was entitled to this waiver because of its participation in the Strengthening Historically Black Colleges Title III Program.

• FSEOG Program

The FSEOG Program was established at the University in 1965 under Title IV, Part A of the Higher Education Act of 1965, as amended. During the year ended June 30, 2003, awards made from Federal funds aggregated \$566,694 and the University recorded indirect costs of \$28,330, which was allocated through Federal Work Study.

The University received approval from the Department of Education to waive the institutional matching requirement for the FSEOG program.

• Federal Pell Grant Program

1. The Institution entered into an agreement with the Office of Education to participate in the Federal Pell Grant Program. This program provides eligible students with a foundation of financial aid to help defray the costs of post secondary education. During the year \$9,216,563 was expended for Federal Pell Grant awards to full-time and part-time students. The University received an administrative cost reimbursement of \$15,090.

GRAMBLING STATE UNIVERSITY  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
(CONTINUED)

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NOTE 1 - General, Continued:

• Federal Family Education Loan Program

The Federal Family Education Loan Program enables eligible undergraduate students to borrow directly from a bank or other lending institution. During the current year, approximately \$20,522,437 was disbursed to students under the Federal Family Education Loan Program. The Federal Family Education Loan Program's Cohort default rate is 16.1 percent. As such, the University has developed and implemented a Default Management Plan to reduce the default rate among students.

The Student Financial Aid programs are administered by the University's Financial Aid Department. All accounting for the Student Financial Aid programs is performed by the University's Accounting Department. Accounting is under the control of the Vice-President for Finance and Financial Aid reports to the Vice-President for Enrollment Management and Academic Services.

NOTE 2 - Basis of Presentation and Accounting:

The information in the Schedule of Expenditures of Federal Awards is presented in accordance with the requirements of OMB Circular A-133, *Audit of State, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**GRAMBLING STATE UNIVERSITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**(CONTINUED)**

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**NOTE 2 - Basis of Presentation and Accounting, Continued**

The purpose of the Schedule of Expenditures of Federal Awards is to present a summary of those activities of Grambling State University for the year ended June 30, 2003 which have been financed principally by the U. S. Government (federal awards). For purposes of the schedule, federal awards include all Federal assistance and procurement relationships entered into directly between the University and the federal government and sub-awards from non-federal organizations made under federally sponsored agreements. Because the Schedule presents only a selected portion of the activities of the University, it is not intended to and does not present either the financial position, changes in net assets or the current fund's revenues, expenditures, and other changes of the University.

The Schedule of Expenditures of Federal Awards is presented on the modified accrual basis. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

**NOTE 3 - Program Organization and Financing-(Perkins and Nursing Student Loan Programs)**

The Perkins Loan Program Fund is operated by the Institution under an agreement with the United States Department of Education. The accounts of the Program are included among the Loan Funds of the University.

**GRAMBLING STATE UNIVERSITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**(CONTINUED)**

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**NOTE 3- Program Organization and Financing-(Perkins and Nursing Student Loan Programs), Continued \_\_\_\_\_:**

The University made loans to students of \$25,610 during the year ended June 30, 2003 using reprogrammed funds. The Program is financed by contributions from the Department of Education which are matched, at a ratio of one-to-three, by contributions from the University. However, the University did not receive federal capital contributions since the University's default rate exceeds 10%.

During the year ended June 30, 2003, the University has notified the Department of Education of its intention to terminate the Federal Perkins Loan Program.

The contributions made to the Program and loans due to the Program are as follows:

**Analysis of Perkins Contributions**

<u>Funding Source</u>	<u>Period from Inception to June 30, 2003</u>	<u>For the Year Ended June 30, 2003 _____</u>
Federal	\$3,737,854	\$0-
University	<u>1,415,232</u>	<u>0-</u>
<b>Total</b>	<b><u>\$4,152,216</u></b>	<b><u>\$0-</u></b>

**GRAMBLING STATE UNIVERSITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**(CONTINUED)**

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**NOTE 3 - Program Organization and Financing (Perkins Loan Program), Continued:**

**Analysis of Perkins Loans Receivable**

	Period from Inception to June 30, 2003	For the Year Ended June 30, 2003
Balance, beginning of period/year	\$ -0-	\$2,076,217
Funds advanced	8,081,186	25,010
<b>Total</b>	<b>8,081,186</b>	<b>2,101,227</b>
<b>Less:</b>		
Collections	3,597,857	115,356
<b>Cancellations:</b>		
Teaching service	722,448	6,207
Death	40,452	984
Bankruptcy	75,317	145
Military	585	-0-
Defaulted loan principal assigned to Federal Government	1,326,272	-0-
Other principal adjustments	341,894	324
Allowance for doubtful accounts	1,456,132	1,456,132
<b>Total credits</b>	<b>7,559,122</b>	<b>1,579,168</b>
<b>Balance, June 30, 2003</b>	<b>\$ 532,058</b>	<b>\$ 532,058</b>

**GRAMBLING STATE UNIVERSITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**(CONTINUED)**

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**NOTE 3 - Program Organization and Financing (Nursing Student Loan Program),**  
**Continued:**

The Nursing Student Loan Program is operated by the Institution under an agreement with the Department of Health and Human Services. The accounts of the program are included among the Loan Funds of the University.

The University did not make any loans to students for the year ended June 30, 2003.

The program was financed by contributions from the U.S. Department of Health and Human Services, which were matched, at a ratio of one-to-nine by contributions from the University. However, during the year ended June 30, 1997, the University was notified by the Department of Health and Human Services that the program was terminated due to the high default rate. The contributions made to the program, repayments to the federal government and loans receivables are as follows:

**Analysis of Nursing Student Loan Contributions**

<u>Funding Source</u>	<u>Period from Inception to June 30, 2003</u>	<u>For the Year Ended June 30, 2003</u>
Federal	\$318,176	\$-
University	_33,233	_0
Total	\$351,409	\$0

**Analysis of Repayments**

**Funding Source:**

Federal	\$193,205	\$29,605
University	_____	_____
Total	\$193,205	\$29,605

GRAMBLING STATE UNIVERSITY  
 NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 (CONTINUED)

NOTE 3 - Program Organization and Financing  
 (Nursing Student Loan Programs), Continued

Analysis of Nursing Student Loan Receivable

	Period from Inception to June 30, 2003	For the Year Ended June 30, 2003
Balance, beginning of period/year	\$ -0-	\$129,668
Funds advanced	<u>367,941</u>	<u>-0-</u>
Total	367,941	129,668
Less: Collections	250,338	62,665
Adjustments	9,617	5
Cancellations	-0-	-0-
Allowance for doubtful accounts	<u>101,354</u>	<u>60,418</u>
Total credits	<u>361,309</u>	<u>123,028</u>
Balance, June 30, 2003	\$ <u>6,632</u>	\$ <u>6,640</u>

NOTE 4 - Department of Education Loan

The University of Louisiana System Board of Trustees has signed a loan agreement, on behalf of the University, with the U.S. Secretary of Education in the amount of \$3,500,000. These funds are to be used for financing the construction of four new dormitories pursuant to Title IV of the Housing Act of 1950. The loan shall bear interest at the rate of 3% per annum on the unpaid balance. The principal and interest shall be payable in semi-annual installments of \$88,877 over a term of 30 years. The payments are to commence at the point any of the new dormitories become revenue-producing.

**GRAMBLING STATE UNIVERSITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**(CONTINUED)**

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**NOTE 4 - Department of Education Loan, Continued:**

*As of June 30, 2003, the outstanding loan balance is \$2,202,790. Payments totaling \$94,411 were made during the year. This balance is disclosed in the Schedule of Disclosures for Federally Assisted Loans.*

**NOTE 5 - Supplementary Financial Information:**

*The Schedule of Disclosures for federally assisted loans summarizes the amount of loans made or disbursed during the year for the Federal Family Education Student Loan Program, College Housing Facilities Loans, the Perkins Loan, the NSL Program and the Department of Education. Additionally, the Schedule summarizes the amount of principal and interest cancelled (military and teacher) for the National Defense/Perkins Loan Program.*

*The Schedule of Fixed Price Contracts summarizes the total amount of revenues received under fixed-price contracts.*

*The Schedule of Secondary Subrecipients of Major Federal Programs represent disbursements of major program funds to non-state of Louisiana subrecipients.*

*The Schedule of State Agency/University subrecipients of Federal programs represent disbursements of federal funds to State of Louisiana agencies.*

*The Schedule of Inter-Agency Expenditures of Federal Awards summarizes federal expenditures financed by the State of Louisiana with funds received from the federal government.*



GRAMBLING STATE UNIVERSITY  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
(CONTINUED)

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**NOTE 6- Contingencies:**

**Participation in Grant Programs**

The University administers and participates in certain federal and state programs as disclosed in the Schedule of Expenditures of Federal Awards. In connection with the administration and operations of these grants, the University is to expend grant funds and allocations in accordance with program guidelines and regulations. However, should the University have operated/administered the programs and/or grants in a manner which would be in non-compliance with the guidelines and regulations, the University may be required by the funding sources to repay some portion or all of the grant award.

Our audit disclosed certain items or transactions as findings. The accompanying Schedule of Expenditures of Federal Awards has not been adjusted for disallowed costs that could result from those items. The ultimate resolution or determination as to whether the costs will be allowable or unallowable under the affected grants will be made by the various funding sources.

The audit disclosed certain items or transactions as questioned costs. Also, the Internal Auditor of Grambling State University is presently performing investigations of certain federal programs. The accompanying Schedules of Expenditures of Federal Awards have not been adjusted for those items.

**GRAMBLING STATE UNIVERSITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**(CONTINUED)**

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**NOTE 7 - Major Federal Financial Assistance Programs:**

Grambling State University major federal financial assistance programs for the year ended June 30, 2003 were determined on a State level based upon program activity. Such programs are the Student Financial Assistance Cluster, the Workforce Investment Act Grant, the Research and Development Cluster, the Summer Food Service Program for children, and the Temporary Assistance for Needy Families Grant.

**NOTE 8 - Private Grants:**

The University expended \$89,637 for activities associated with private grants for the year ended June 30, 2003.

**SUPPLEMENTAL DATA**

**SCHEDULE I**

**GRAMBLING STATE UNIVERSITY  
SCHEDULE OF DISCLOSURES FOR FEDERALLY ASSISTED LOANS  
FOR THE YEAR ENDED JUNE 30, 2003**

Program Name/Title	Federal CIDA, NO.	Loans Made or Disbursed During Year	Outstanding Loan Balance	Principal and Interest Cancelled
Federal Family Education Loan Program	84-812	\$20,112,611	N/A	N/A
Perkins Loan Program	84-838	\$25,000	\$1,478,711	N/A
Nursing Student Loan Program	93-364	\$-	\$207,285	N/A
College Housing and Other Facilities Loans	84-142	N/A	\$1,148,000	N/A
National Defense/ Perkins Loans Military and Teacher Cancellations For Loans Made:				
Prior to July 1, 1972	84-810	N/A	N/A	\$ -
After July 1, 1972	84-837	N/A	N/A	\$ 6,207
Department of Education - Housing Act of 1958	_____	N/A	\$2,789,229	N/A

See the Independent Auditors' Report on Supplementary Information.

**GRAMBLING STATE UNIVERSITY  
SCHEDULE OF FIXED PRICE CONTRACTS  
FOR THE YEAR ENDED JUNE 30, 2003**

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<u>Program Name</u>	<u>CFDA No.</u>	<u>Grantor</u>	<u>Period</u>	<u>Revenues</u>
(1)	(1)	(1)	(1)	(1)

- (1) Grambling State University did not receive any revenues under the terms of fixed-price contracts during the year ended June 30, 2003.

See the Independent Auditors' Report on Supplementary Information.

**GRAMBLING STATE UNIVERSITY  
SCHEDULE OF SECONDARY SUBSIDIARIES  
OF MAJOR FEDERAL PROGRAMS  
FOR THE YEAR ENDED JUNE 30, 2003**

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Federal Grantor	CFDA or Other Number	Program Name	Activity	Secondary Subsidiary
U.S. Department of the Airforce- Research and Development Cluster	13-630	Synthesis/ Characterization of Polysides Nonlinear Optic Behavior	\$ 52,460	Alabama A&M University
U.S. Department of the Army - Research and Development Cluster	DAAM04 99-1-0250	Parallel and Distributed Evaluation	349,168	University of Central Florida
<b>Total</b>			<b>\$382,628</b>	

See the Independent Auditors' Report on Supplementary Information.

**SCHEDULE IV**

**GRAMBLING STATE UNIVERSITY  
SCHEDULE OF STATE AGENCY/UNIVERSITY SUBRECIPIENTS  
FOR FEDERAL PROGRAMS  
FOR THE YEAR ENDED JUNE 30, 2003**

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Federal Grantor	CFDA or Other Number	Program Name	Activity	Secondary Subrecipient
U.S. Department of Health and Human Services- National Institute of Health	R25GM51 773-02	Partnership for Minority Access to Baccalaureate Degrees	\$16,194	Louisiana State University
U.S. Department of Health Services- National Institute of Health	1R25GM51 773-02	Partnership for Minority Access to Baccalaureate	3,196	Southern University System
<b>Total</b>			<b><u>\$19,390</u></b>	

See the Independent Auditor's Report on Supplementary Information.

**SCHEDULE V**

**GRABING STATE UNIVERSITY  
SCHEDULE OF INTER-AGENCY EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2000**

FEDERAL GRANTOR/ PROGRAM NAME	FEDERAL CFDA OR OTHER NUMBER	PRIMARY STATE AGENCY	CURRENT YEAR EXPENDITURES
U.S. Department of Labor- Welfare to Work Grants to States and Localities	17-253	Louisiana Department of Labor	\$ 8,058
U.S. Department of Labor- Multimedia Educational Resource for Learning and Online Teaching	LA-DE-ARL01- 02-0000	Board of Regents	7,643
U.S. Department of Labor- Teacher Academic Preparation Center	NA	Southern University-Arkla College System	9,585
U.S. Department of Labor- Paralegal Studies at a Distance	LA-DE-001- 07-0001	Board of Regents	6,457



**SCHEDULE V**

**GRAMBLING STATE UNIVERSITY  
 SCHEDULE OF INTER-AGENCY EXPENDITURES, CONTINUED  
 FOR THE YEAR ENDED JUNE 30, 2000**

FEDERAL GRANTOR/ PROGRAM NAME	FEDERAL CFDA OR OTHER NUMBER	PRIMARY STATE AGENCY	CURRENT YEAR EXPENDITURES
U.S. Department of Labor- State School Improvement Fund	N/A	State of Louisiana Department of Education	\$ 26,752
U.S. Department of State- Anti Terrorism Training	424ACTA9917	Louisiana State University	111,851
U.S. Department of Labor- TNT Grant	N/A	Board of Regents	94,340

SCHEDULE 3

GRAMBLING STATE UNIVERSITY  
 SCHEDULE OF INTER-AGENCY EXPENDITURES, CONTINUED  
 FOR THE YEAR ENDED JUNE 30, 2000

FEDERAL GRANTOR OR PROGRAM NAME	FEDERAL CDA OR OTHER NUMBER	PRIMARY STATE AGENCY	CURRENT YEAR EXPENDITURES
U.S. Department of Airforce Director of Electromagnetic Nanoplaza	F496200010026	Louisiana Tech University	\$ 25,149
U.S. Department of Education Adult Education - State Grants	0344-030	Louisiana Dept. of Education	1,776
Department of Health and Human Services Temporary Assistance for Needy Families Low Income Home Energy Assistance	91,558 91,566	Louisiana Dept. of Education Louisiana Dept. of Social Services	89,406 81,019
National Aeronautics and Space Administration Preparation and Propagation of Acorns Synthesis and Characterization of Polyols, Nonlinear Optics Behavior	NA075-40113 - R 020928	Board of Regents Louisiana State University	1,172 1,384

SCHEDULE

GRAMBLING STATE UNIVERSITY  
 SCHEDULE OF INTER-AGENCY EXPENDITURES, CONTINUED  
 FOR THE YEAR ENDED JUNE 30, 2006

FEDERAL ORANTOR/ PROGRAM NAME	FEDERAL CFDA OR OTHER NUMBER	PRIMARY STATE AGENCY	CURRENT YEAR EXPENDITURES
U.S. Department of Labor- Workforce Investment Act Activities for Work Workforce Investment Act Youth Activities	17.259 17.259	Louisiana Department of Labor Louisiana Department of Labor	\$ 20,742 46,145
U.S. Department of Labor- Workforce Development Training Fund	17.258	Northwestern State University	25,242
U.S. Department of Agriculture- Summer Food Service Program for Children Summer Food Service Program	10.559 10.559	Louisiana Department of Education Louisiana Department of Education	30,712 20,755
U.S. Department of Energy Structural Teacher Enhancement Program	ED01-72401-4	State of Louisiana Department of Education	22,846
National Endowment for the Arts 6 <sup>th</sup> Louisiana Trans-Cultural Writer's Festival	01-07-32-001	Louisiana Division of the Arts	7,500

SCHEDULE X

GRAMBLING STATE UNIVERSITY  
 SCHEDULE OF INTER-AGENCY EXPENDITURES, CONTINUED  
 FOR THE YEAR ENDED JUNE 30, 2009

FEDERAL GRANTOR/ PROGRAM NAME	FEDERAL CFDA OR OTHER NUMBER	PRIMARY STATE AGENCY	CURRENT YEAR EXPENDITURES
<b>National Science Foundation-</b>			
Treat/GSU Joint Facility in Physics	LEDSN2002-05- 8D-A-01	Louisiana Tech University	\$ 25,480
Micro/Nano Technologies	LEDSN2001-04 B1122	Board of Regents	50,000
Micro/Nano Technologies	4T-049	Board of Regents	156,399
Mathematical and Physical Sciences			
Enhancement of Undergraduates	LEDSN(2002-05)- 8NS-100-19	Board of Regents	78,277
Chemistry Laboratories at GSU			
Graduate Recruitment for the			
Doctoral Program in	LEDSN(2003-04)- GP-01	Board of Regents	14,000
Development Education			
Total			\$503,992



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Michael B. Bruno, CPA  
Alvin J. Tervalon, Jr., CPA  
Walter J. Morel, Jr., CPA  
Paul G. Smith, Sr., CPA

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON  
INTERNAL CONTROL OVER FINANCIAL REPORTING  
BASED ON AN AUDIT OF THE SCHEDULE OF  
EXPENDITURES OF FEDERAL AWARDS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS**

---

Dr. Neal F. Warner, Acting President  
Grambling State University  
Grambling, Louisiana 71249

We have audited the Schedule of Expenditures of Federal Awards of Grambling State University (the University) as of and for the year ended June 30, 2003, and have issued our report thereon dated October 3, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. The component unit financial statements were audited by the State of Louisiana Legislative Auditor whose report dated October 2, 2003, contained an unqualified opinion on the general purpose financial statements.

As further discussed in NOTE 6, the Internal Auditor of the University is presently performing reviews of certain federal grants that might result in instances of non-compliance with respect to federal awards programs. The determination of whether the identified instances will ultimately result in a disallowance of costs cannot be presently determined. The Schedule of Expenditures of Federal Awards do not include any adjustments for these matters.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND  
INTERNAL CONTROL OVER FINANCIAL REPORTING  
BASED ON AN AUDIT OF THE SCHEDULE OF  
EXPENDITURES OF FEDERAL AWARDS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS

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(CONTINUED)

### **Compliance**

As part of obtaining reasonable assurance about whether the University's Schedule of Expenditures of Federal Awards is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, non-compliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests of compliance disclosed an instance of non-compliance that is required to be reported under *Government Auditing Standards* which may be material to the Schedule of Expenditures of Federal Awards, but the ultimate resolution cannot presently be determined. This instance of non-compliance is identified in Schedule II as audit finding 2003-01.

### **Internal Control Over Financial Reporting**

In planning and performing our audit, except for the functions performed at the University's Service Bureau in connection with processing transactions for the NDSL/Perkins program and Nursing Student Loan Program, we considered the University's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the Schedule of Expenditures of Federal Awards and not to provide assurance on the internal control over financial reporting.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND  
INTERNAL CONTROL OVER FINANCIAL REPORTING  
BASED ON AN AUDIT OF THE SCHEDULE OF  
EXPENDITURES OF FEDERAL AWARDS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS

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(CONTINUED)

However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the University's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. The reportable condition is described in the accompanying schedule of findings and questioned costs as item 2000-01.

For the information system internal control categories at the Service Bureau, another accountant performed procedures to obtain reasonable assurance about whether (1) the description of controls related to the System III Loan Servicing System application of AMS Servicing Group present fairly, in all material respects, the aspects of AMS Servicing Group's controls that may be relevant to a user organization's internal control structure as it relates to an audit of the financial statements, (2) the controls included in the description were suitably designed to achieve the control objectives specified in the description, if those controls were complied with satisfactorily, and (3) such controls had been placed in operation as of June 30, 2003. The other accountants' report has been furnished to us as of our report issuance date in which an unqualified opinion was expressed regarding the previous noted controls.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND  
INTERNAL CONTROL OVER FINANCIAL REPORTING  
BASED ON AN AUDIT OF THE SCHEDULE OF  
EXPENDITURES OF FEDERAL AWARDS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS  

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(CONTINUED)

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the Schedule of Expenditures of Federal Awards being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition previously described is a material weakness.

Also, we noted that other accountants for the Service Bureau expressed an unqualified opinion on specific controls tested.

This report is intended for the information and use of the President, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Bruno & Tervalon LLP*  
BRUNO & TERVALON LLP  
CERTIFIED PUBLIC ACCOUNTANTS

October 3, 2013





**Member**  
American Institute of  
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Society of Louisiana  
Certified Public Accountants

Michael B. Bruno, CPA  
Walter J. Bonetto, Jr., CPA  
Robby J. Sherri, Jr., CPA  
Paul G. Smith, Sr., CPA

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE  
TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

**Dr. Nanci P. Warner, Acting President  
Grambling State University  
Grambling, Louisiana 71345**

**Compliance**

We have audited the compliance of Grambling State University (the University) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2003. The component unit financial statements were audited by the State of Louisiana Legislative Auditor whose report dated October 2, 2003 contained an unqualified opinion on the general purpose financial statements. The University's major federal programs are identified in the summary of independent auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the University's management. Our responsibility is to express an opinion on the University's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE  
TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133  
(CONTINUED)

perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the University's compliance with these requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the University's compliance with these requirements.

In our opinion, the University complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2003. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as audit findings 2003-01 through 2003-03.

Also, as described in audit finding 2003-02 the Internal Auditor of Grambling State University is investigating certain conditions that have been identified for certain federal programs. Resolving the instances of noncompliance is the responsibility of the management of the University, and federal officials. The determination of whether the identified instance of noncompliance will ultimately result in a disallowance of costs cannot be presently determined. Accordingly, no adjustments for any disallowance that may result have been made to the federal program amounts listed in the accompanying Schedule of Expenditures of Federal Awards.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE  
TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133  
(CONTINUED)

We did not audit the University's compliance with certain regulations governing the processing of student loans for the NDSL, Perkins and Nursing Student Loan Programs as set forth therein relative to participation in the Federal Student Financial Assistance Program. Those administrative requirements govern functions performed by the Service Bureau. Since we did not apply auditing procedures to satisfy ourselves regarding compliance with those requirements, the scope of our work was not sufficient to enable us to express, and we do not express, an opinion on compliance with those requirements.

The Service Bureau's compliance assertions with respect to its servicing of the Federal Perkins Loan and Nursing Student Loan Programs for the University was examined by another accountant, whose report was furnished to us as of our report issuance date. Based on our review of the other accountants' report, we have determined that all of the compliance requirements included in the OMB Circular A-133 Compliance Supplement that are applicable to the programs in which the University participates are addressed in either our report or the report of the other accountant. The independent accountant indicated that no findings or questioned costs were noted as a result of the compliance attestation examination on the service bureau.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE  
TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133  
(CONTINUED)

**Internal Control Over Compliance**

The management of the University is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, except for the functions performed at the University's Service Bureau in connection with processing transactions for the NDSE/Perkins and Nursing Student Loan Programs, we considered the University's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

For the internal control over compliance categories at the Service Bureau, another accountant examined management's assertions with respect to establishing internal control systems that assured compliance with reporting, Perkins and Nursing Student Loan collections and due diligence, and servicer eligibility. The other accountants' report has been furnished to us as of our report issuance date.

We noted certain matters involving the internal control over compliance and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the University's ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts, and grants. Reportable conditions are described in the accompanying schedule of findings and questioned costs as item numbers 2003-01, 2003-02, and 2003-03.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE  
TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133  
(CONTINUED)

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that non-compliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions, and accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider audit findings 2003-01, 2003-02, and 2003-03 to be material weaknesses.

Also, we noted that other accounts for the Service Bureau indicated that there were no findings or questioned costs noted during the current year's attestation examination.

This report is intended solely for the information and use of the President, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Bruno & Tervalon LLP*  
BRUNO & TERVALON LLP  
CERTIFIED PUBLIC ACCOUNTANTS

October 3, 2003

GRAMBLING STATE UNIVERSITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
SUMMARY OF THE INDEPENDENT AUDITORS' RESULTS  
FOR THE YEAR ENDED JUNE 30, 2003

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1. Type of report issued on the Schedule of Expenditures of Federal Awards: Unqualified.
2. Did the audit disclose any reportable conditions in internal control: Yes.
3. Were any of the reportable conditions material weaknesses: Yes.
4. Did the audit disclose any noncompliance which is material to the financial statements of the organization: Uncertainty.
5. Did the audit disclose any reportable conditions in internal control over major programs: Yes.
6. Were any of the reportable conditions in internal control over major programs material weaknesses: Yes.
7. Type of report issued on compliance for major programs: Unqualified.
8. Did the audit disclose any audit findings which the independent auditors are required to report under OMB Circular A-133, Section 510(a): Yes.

**GRAMBLING STATE UNIVERSITY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**SUMMARY OF THE INDEPENDENT AUDITORS' RESULTS, CONTINUED**  
**FOR THE YEAR ENDED JUNE 30, 2005**

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9. The following is an identification of major programs:

CFDA Number	Federal Program
11.552	Technology Opportunities
10.559	Summer Food Service Program for Children
12.DAAH-04-95-1-0250	Parallel and Distributed Evaluation
12.DAAD-19-01-1-0764	Acquisition of High Sensitivity MPM
12.490	Synthesis/Characterization of Polyimides/ Nonlinear Optic Behavior
84.007	Federal Supplemental Education Opportunity Grants
84.032	Federal Family Education Loans
84.033	Federal Work-Study Program
84.043	Federal Pell Grant Program
84.038	Federal Perkins Loan Program
93.282	Mental Health National Research Service Awards for Research Training
93.344	Nursing Student Loans
93.558	Temporary Assistance for Needy Families
93.880	Minority Access to Research Careers
17.259	Workforce Investment Act Youth Activities

10. The dollar threshold used to distinguish between Type A and Type B Programs, as described in OMB Circular A-133, Section 500(b) is as follows:

Program	Amount
Type A	Major Programs are determined on a State level.

11. Did the auditee qualify as a low-risk auditee under OMB Circular A-133, Section 510:   No  .

**GRAMBLING STATE UNIVERSITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2003  
FINANCIAL STATEMENT FINDINGS**

---

**COMPLIANCE AND INTERNAL CONTROL OVER FINANCIAL REPORTING**

**Audit Finding Reference Number**

2003-01 - Allowable Activities and Allowable costs

**Federal Program and Specific Federal Award Identification**

**CFDA Title and Number**

84.303 - Department of Education Technology Challenge Grant  
17.233 - Welfare-to-Work Grants to States and Localities  
17.235 - Work Force Development Training Fund  
17.239 - Work Force Investment Act - Welfare-to-Work

**Condition and Recommendation**

As described in Audit Finding Number 2003-02, we noted during our audit that the Internal Auditor of Grambling State University has not completed prior years' investigations of certain federal grants concerning unallowable costs and/or activities. It is anticipated that the investigations will be completed during the year 2004 and that the related final report will be issued thereafter.

We recommend that management of the University report the related results of the investigation and proposed corrective action to federal officials.



**GRAMBLING STATE UNIVERSITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2003  
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

---

**INTERNAL CONTROL OVER COMPLIANCE AND COMPLIANCE**

**Audit Finding Reference Number**

2003-02 - Allowable Activities and Allowable Costs

**Federal Program and Specific Federal Award Identification**

**CFDA Title and Number**

84.203 - Department of Education Technology Challenge Grant  
17.255 - Welfare-to-Work Grants to States and Localities  
17.258 - Work Force Development Training Fund  
17.259 - Work Force Investment Act - Welfare-to-Work

**Federal Award Year**

June 30, 2003

**Federal Agencies**

U.S. Department of Education  
U.S. Department of Labor

**Pass-Through Entity**

NONE

**Criteria**

OMB Circular A-133 Compliance Supplement Section 3 (A) (Activities Allowed or Unallowed) and (B) (Allowable Costs) specify that federal awards can only be expended for allowable activities and costs must be reasonable and necessary for the performance and administration of the grant.

**Condition and Perspective**

We noted during our audit that the University has not completed prior years' investigation of the management of federal funds received by certain grant programs.

**GRAMBLING STATE UNIVERSITY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, CONTINUED**

---

**INTERNAL CONTROL OVER COMPLIANCE AND COMPLIANCE**  
**(CONTINUED)**

**Audit Finding Reference Number, Continued**

2003-02 - Allowable Activities and Allowable Costs, Continued

**Case:**

Since the investigation has not been completed, we were unable to obtain information regarding the methodology utilized and the extent of Federal funds received by the University.

**Questioned Costs:**

We are unable at this time to determine the amount of questioned costs.

**Effect:**

The University may not be in compliance with federal regulations.

**Recommendation:**

We recommend that management of the University complete the investigation and report the related results and proposed corrective action to federal officials and the Legislative Auditor.

GRAMBLING STATE UNIVERSITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2003  
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, CONTINUED

---

**INTERNAL CONTROL OVER COMPLIANCE AND COMPLIANCE**  
**(CONTINUED)**

**Audit Finding Reference Number**

2003-03 - Federal Financial Reports/Cash Management

**Federal Program and Specific Federal Award Identification**

**CFDA Title and Number**

84.003 - Federal Work Study

**Federal Award Year**

June 30, 2003

**Federal Agency**

U.S. Department of Education

**Pass-Through Entity**

NONE

**Criteria**

OMB Circular A-133 Compliance Supplement Part 3, Section I, stipulates that reports for federal awards shall include all activity of the reporting period, be supported by applicable accounting records, and be fairly presented in accordance with program requirements. Also, OMB Circular A-133 Compliance Supplement Part 4, Section I, stipulates that cumulative drawdown amounts in the Grant Administration and Payment System should accurately reflect the grantee's actual disbursement of funds by award.

**GRAMBLING STATE UNIVERSITY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2009**  
**FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, CONTINUED**

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**INTERNAL CONTROL OVER COMPLIANCE AND COMPLIANCE**  
**(CONTINUED)**

**Audit Finding Reference Number**

2009-03 - Federal Financial Reports/Cash Management, Continued

**Conditions and Perspectives**

We noted for the Federal Work-Study program that the amounts reflected in GAPS for draw downs and accrued receivables recorded in the general ledger did not reconcile to grant expenditures as follows:

Grant Name	CFDA/ Contract Number	Expenditures	GAPS Draw Downs	Net Accrued Receivable	Cost Transfer to SICG	Difference
Federal Work-Study	84.001	\$650,164	\$773,677	\$173,513	\$211,366	\$652,409

**Cause**

The University's accounting system did not provide the necessary financial information to ensure that certain federal financial reports were accurately prepared.

**Questioned Costs**

For purposes of this finding, we have not questioned any costs as in the subsequent year management has reconciled the grant receivable to the unrestricted general fund and has reduced the subsequent periods drawdown by the \$9,442 that had been drawdown in excess of eligible expenditures.

GRAMBLING STATE UNIVERSITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2003  
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS, CONTINUED

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**INTERNAL CONTROL OVER COMPLIANCE AND COMPLIANCE  
(CONTINUED)**

**Audit Finding Reference Number**

2003-03 - Federal Financial Reports/Cash Management, Continued

**Effect**

It appears that certain federal financial reports contained inaccurate financial information, and the University did not timely adjust certain financial reports.

**Recommendation**

We recommend that management of the University continue its efforts to correct the noted conditions and to ensure that accurate financial information is submitted to the federal program in the future.

**GRAMBLING STATE UNIVERSITY**

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**EXIT CONFERENCE**

The audit report was discussed at an exit conference which was held with representatives of the University. Those individuals participating were as follows:

**GRAMBLING STATE UNIVERSITY**

Dr. Neal F. Warner	--	Acting President
Mr. Billy R. Owens, CPA	--	Vice-President of Finance
Dr. Curtis A. Baham	--	Associate Vice-President Academic Affairs
Mr. Barry Delcambre	--	Vice- President Enrollment Management/Academic Services
Mr. Norman Jones	--	Associate Vice-President of Finance/Controller
Ms. Mercedes Sanders	--	Assistant Controller/Director of Grants Administration
Ms. Alvina Thomas	--	Financial Aid Director
Ms. Anne Rugege	--	Assistant Financial Aid Director
Ms. Sharon Reed	--	Assistant Financial Aid Director
Mr. Dave Nicklas	--	Vice-President of Finance and Administration of the University of Louisiana System

**BRUNO & TERVALON LLP, CERTIFIED PUBLIC ACCOUNTANTS**

Mr. Michael B. Bruno, CPA, CGFM	--	Managing Partner
Mr. Sean Bruno, CPA	--	Manager
Mr. Eric Griffin	--	Senior
Mr. Gerald Burton	--	In-Charge Accountant

The University's responses to the audit report are provided under a separate transmittal.

**GRAMBLING STATE UNIVERSITY**  
**AUDIT INFORMATION SCHEDULE**

---

**Lead Auditor:** BRUNO & TERVALON LLP, Certified Public Accountants  
Michael B. Bruno, CPA, CCFM, Managing Partner  
Sean M. Bruno, CPA, Manager

**License Number:** L 1218

**Telephone Number:** (904) 284-8750

The audit field work was performed between August 11, 2009 and September 30, 2009 at the institution's facilities as follows:

<b>LOCATION</b>	<b>DESCRIPTION OF FACILITY (ADMIN. OR SFA OFFICES, MAIN CAMPUSES, ETC)</b>
<b>Grambling State University</b> (main campus)	Office of Student Financial Aid and Federal Grant office (main campus)

**Institution's Accrediting Organization:** Commission on Colleges of the Southern Association of Colleges and Schools.

The institution utilizes a SFA Servicer:

AMS Servicing Group  
2490 Reynolds Road  
Wintone-Salem, North Carolina 27166

The following functions are provided by this SFA Servicer:

1. Billing Students - Perkins Loans and Nursing Student Loans
2. Processing of cancellations and deferrals - Perkins Loans and Nursing Student Loans

A review of the Servicer's compliance with Title IV Regulations was performed by the Service Bureau's independent public accountant.

Records for the accounting and administration of the SFA programs are located at:

**Grambling State University**  
Grambling, Louisiana 71245  
Office of Student Financial Aid



RECEIVED  
LEWIS & CLARK COLLEGE

06 JAN 14 2011 10:15

Michael S. Bruno, CPA  
Alfred J. Tervalon, Jr., CPA  
Walter J. Merrill, Jr., CPA  
Paul R. Jenkin, Sr., CPA

## INDEPENDENT AUDITORS' COMMENTS TO MANAGEMENT

Dr. Neari P. Warren, Acting President  
Grambling State University  
Grambling, Louisiana 71345

We have audited the financial statements of Grambling State University (GSU) for the year ended June 30, 2003, and have issued our report thereon dated October 3, 2003.

In planning and performing our audit of the Schedule of Federal Expenditures, we considered the organization's internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the Schedule of Federal Expenditures and not to provide assurance on the internal control.

During our audit, we became aware of several matters that are opportunities for strengthening internal control and operating efficiency. The memorandum that accompanies this letter summarizes our comments and suggestions regarding those matters.

This letter does not affect our report dated October 3, 2003 on the Schedule of Federal Expenditures of GSU.



**INDEPENDENT AUDITORS' COMMENTS TO MANAGEMENT**  
**(CONTINUED)**

**1. Cost of Attendance Budgets**

We noted during our audit of student eligibility that six (6) out of seventy-five (75) students cost of attendance budgets were not properly calculated in accordance with the Student Financial Aid estimated budgets.

We recommend that management of the University take immediate steps to ensure that the correct cost of attendance budgets are awarded to students.

**2. Aggregate Loan Limits**

We noted during our test of aggregate loan limits that one (1) out of twenty-seven (27) students tested exceeded the aggregate subsidized loan limit of \$23,666 by \$946.

We recommend that management of the University adhere to established procedures and review reports that will identify aggregate limits for students receiving loans to ensure that students do not exceed the federal aggregate loan limits.

**3. Federal Work Study**

We noted during our test of federal work study that one (1) out of the ten (10) students worked during scheduled class hours.

We recommend that management of the University adhere to established procedures to ensure that students do not work during scheduled class hours.

**4. Financial and Programmatic Reports**

We noted during our audit that three (3) out of the ten (10) financial reports were not submitted within the established due dates. We also noted that one (1) final financial and programmatic report was not submitted timely.

**INDEPENDENT AUDITORS' COMMENTS TO MANAGEMENT**  
**(CONTINUED)**

**4. Financial and Programmatic Reports, Continued**

We also noted during our audit that grant expenditures per the general ledger for one (1) out of eleven (11) grants did not agree to amounts reported in the related financial reports.

We recommend that management of the University adhere to established procedures and take immediate steps to ensure that the financial and programmatic reports are submitted timely as established by the federal guidelines and grant agreements. We also recommend that the reports be reconciled to the general ledger prior to submission to the funding source.

**5. Sub-recipient Monitoring**

We noted during our audit that two (2) out of two (2) sub-recipient agreements did not include certain award information (e.g. CTDA title and number, and OMH Circular A-133 audit requirement).

We recommend that management of the University take immediate steps to ensure that all sub-recipient agreements contain the required award information and audit requirements.

**6. Cash Disbursements**

We noted during our test of cash disbursements that the University could not locate supporting documentation for two (2) out of forty-eight (48) transactions selected for testing.

We recommend that vendor files be established for all vendors and supporting documentation properly maintained in each file. The University should request duplicate copies of the aforementioned documents from the vendors.

**INDEPENDENT AUDITORS' COMMENTS TO MANAGEMENT**  
**(CONTINUED)**

**7. Payroll Test**

We noted during our test of payroll that the Human Resources Department could not locate a personnel action form for one (1) out of twenty (20) employees selected for testing.

We recommend that the Human Resources Department have a personnel action form for all university employees. The appropriate personnel action form for the aforementioned employee should be established.

This report is intended for the information and use of the President, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Bruno & Tervalon LLP*  
**BRUNO & TERVALON LLP**  
**CERTIFIED PUBLIC ACCOUNTANTS**

October 3, 2003



# Grambling State University

OFFICE OF THE PRESIDENT

Grambling, Louisiana 71245

RECEIVED  
JAN 14 11:15

FD-350 (Rev. 6-67)

(318) 274-8111  
FAX: (318) 274-8072

January 9, 2004

Mr. Michael B. Bruno, CPA  
Managing Partner  
Bruno & Torvalds, LLP  
4208 Elysian Fields Avenue  
New Orleans, LA 70122

Re: Audit Finding Reference Number: 2003-01 and 2003-02 Allowable Activities and Allowable Costs

Dear Mr. Bruno:

Management concurs with these two findings. These findings are repeats from the FY 2001 and FY 2002 audits and have been continued since the investigation has not concluded. Policies and procedures have been revised and staff trained to ensure that financial status and billing reports are submitted to granting agencies based on actual expenses on the general ledger. Further, grant principal investigators are not permitted to transfer grant funds to other accounts for spending. Additional changes and policies and procedures may be implemented depending on the final results of the investigative audit of the grants performed by the university's office of internal audit.

Sincerely,

A handwritten signature in cursive script that reads "Neal F. Warner".

Neal F. Warner  
Acting President



# Grambling State University

OFFICE OF THE PRESIDENT

Grambling, Louisiana 71245

P.O. DRAWER 627

(504) 834-6117  
FAX: (518) 374-6112

January 9, 2004

Mr. Michael B. Bruno, CPA  
Managing Partner  
Bruno & Tiverton, LLP  
4208 Elysian Fields Avenue  
New Orleans, LA 70122

Re: Audit Finding Reference Number: 2003-03 - Federal Financial Reports/Cash Management

Dear Mr. Bruno:

Management concurs with the finding. While the university had a receivable of \$72,223 from the U.S. Department of Education for Work Study, it had drawn down only \$14,187 more than the amount authorized. This error occurred because of corrections to work-study expenses and the resulting carryover amounts dating back to FY 1999. The previous FISAPS have been amended and reported.

Sincerely

A handwritten signature in cursive script that reads "Neil F. Warner".

Neil F. Warner  
Acting President



# Grambling State University

OFFICE OF THE PRESIDENT

Grambling, Louisiana 71245

P.O. DRAWER 687

TELEPHONE 9117

FAX 918 974-8112

January 9, 2004

Mr. Michael B. Bruno, CPA  
Managing Partner  
Bruno & Torvelson, LLP  
4298 Ehrlich Fields Avenue  
New Orleans, LA 70123

Re: Responses to FY 2003 Management Letter Comments

Dear Mr. Bruno:

The following are management's responses to Management Letter Comments for the FY 2003 A-133 Audit.

**A. Cost of Attendance Budgets**

Management concurs with this comment, and none of the instances caused the financial aid award to exceed the financial aid cost of attendance. The Director of Student Financial Assistance has emphasized the importance of adhering to federal rules and regulations. The Assistant Director of Student Financial Assistance will be responsible for reviewing the award budgets and ensuring that they are properly calculated.

**B. Student Over-awards**

Management concurs with this comment. The Assistant Director of Student Financial Assistance will continue to review over-award reports monthly, and prior to the first fall and spring loan disbursements to determine if over-awards exist for students receiving federal financial aid. Further, the Assistant Director will ensure that adjustments are made to financial aid awards to eliminate preliminary over-awards.

**C. Adjusted Loan Limits**

Management concurs with this comment. However, the guarantee agency was notified and the loan amount was redistributed thereby eliminating the over-award. In addition, the Banner Financial Aid Module will not allow over-awards based on

**Response to FY 2003 Management Letter Comments**

**January 9, 2004**

**Page 2**

aggregate loan limits. The Assistant Director of Student Financial Assistance will review reports that will identify aggregate limits for students receiving loans to ensure that federal loan aggregate limits are not exceeded.

**D. Federal Work Study**

Management concurs with this comment. The importance of not allowing work-study students to work during class hours will be reiterated to supervisors. In addition, those who continue to violate the policy will have work-study assignment privileges revoked.

**E. Period of Availability**

Management concurs with this comment. The Assistant Controller for Revenue/Director of Grants Administration will ensure that all expenditures are processed per the grantee award agreement. In addition, special attention will be given to grants that involve sub-recipients to ensure that invoices are paid promptly within the grant award period.

**F. Financial and Programmatic Reports**

Management concurs with this comment. The Assistant Controller for Revenue/Director of Grants Administration will ensure that reports are submitted in accordance with federal guidelines and grant agreements. In addition, reports will be more closely reviewed to ensure that reported amounts reconcile to the general ledger.

**G. Sub-recipient Monitoring**

Management concurs with this comment. The Assistant Controller for Revenue/Director of Grants Administration now works closely with the sponsoring agency to ensure that all sub-recipient agreements contain the required award information and audit requirements.

**H. Payroll List**

Management concurs with this comment. The file was subsequently found. The Associate Vice President for Human Resources is making every effort to ensure that personnel action forms are on file for all employees.

Sincerely



Merril F. Warner

Acting President

**SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Grandd State University

---

For the Year Ended June 30, 2003

Finding Title: Federal Financial Reports

Reference Number(s): HE (2003) 2-02-00-0381d

Initial Year of Finding: 2003

Amount of Questioned Costs in Finding: 00

Status of Questioned Costs (check one): Received 00% Unresolved \_\_\_\_\_

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

---

Page Number (from Single Audit Report): 02

Program Name(s): Federal and Distributed Institutions, Basic and Applied Research, and CHD  
Health Care.

Federal Donor Agency: U.S. Dept. of Defense, Dept. of the Navy, & Dept. of Education

CFDA Number(s): 22AA84-85-1-0250, 17-900, 84.100-04-0100

Status of Finding (check one)

Fully Corrected \_\_\_\_\_

Partially Corrected \_\_\_\_\_

Change of Correction Action \_\_\_\_\_

X

Not Corrected \_\_\_\_\_

No Further Action Needed \_\_\_\_\_

(See OMB A-133 Section 315(c)(4))

Description of Status: (Include corrective action planned and anticipated completion date, if applicable)

Management hired a new grants director in March 2002 and additional staff and implemented essential policies and procedures on grants management to ensure that financial reports are prepared accurately and submitted to sponsoring agencies in a timely manner.

The Grants Administration Office is properly staffed and is submitting accurate financial status reports and invoices monthly, quarterly, or as required by the sponsoring agencies. Financial status reports and invoices are supported by the university's general ledger and reconciliations. The Assistant Controller/ Director of Grants Administration reviews all invoices and financial reports for accuracy prior to submission to the Vice President for Finance and the sponsoring agencies.

Additionally, the University notifies sponsoring agencies regarding any unpaid invoices sixty days past due.

Preparer's Signature:

*Martin D. ...*

Phone Number:

318-274-2704



**SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Granting State University

---

For the Year Ended June 30, 2003

Finding Title: Financial Management System (CMS)

Reference Number(s): RE: (2002) F-01-CC-08812

Initial Year of Finding: 2002

Amount of Questioned Costs in Finding: N/A

Status of Questioned Costs (see sec. 505): Resolved N/A Unresolved: \_\_\_\_\_

Briefly describe the status of the Questioned Costs. Were they returned to federal government?  
Are they still in register?  
\_\_\_\_\_

Page Number (see page last item): 22

Program Name(s):

Federal Grantor Agency:

CFDA Number(s):

Status of Finding (see sec. 505)

Fully Complied   X  

Not Corrected \_\_\_\_\_

Partially Corrected \_\_\_\_\_

No Further Action Needed \_\_\_\_\_

Change of Corrective Action \_\_\_\_\_

(see date in top section of table)

Description of Status: audit review, evaluated, approved, complete, etc. (optional)

---

Management has implemented procedures to ensure compliance with federal and state laws, rules and regulations, as well as the University's policies. Additionally, the University has established policies on Grant Reviewing and Review, Managing Grants and Contracts, and Grants Billing and Collection. The Policies also emphasize the extreme importance of proper supporting documentation and accurate accounting records.

The University has increased the staff in the Grants Administration Office to improve the efficiency and effectiveness of its overall performance. The staff has been adequately trained.

Key Personnel attended the Annual SCT Banner (Financial Management System) User's Conference, in March 2003. The Conference offered listing sessions, updates and informative data that have improved the knowledge and performance of the Grants Administration Office.

---

Preparer's Signature:

*Yvonne B. ...*

Phone Number:

318-374-2704

**SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Granddip State University

---

For the Year Ended June 30, 2003

Finding Title: Allowable Costs

Reference Number(s): NS (2000) E-02, CC, 0811-3

Initial Year of Finding: 2002

Amount of Questioned Costs in Finding: \$163,156

Status of Questioned Costs (see note): Resolved Yes, Unresolved: \_\_\_\_\_

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

---

Page Number (on large aud report): 68

Program Name(s): Nursing Student Loan Program and Perkins Loans

Federal Grantor Agency: U.S. Dept. of Health and Human Services, U.S. Dept. of Education

CFDA Number(s): 93.304 and 84.035

Status of Finding (see note):

Fully Corrected X

Not Corrected \_\_\_\_\_

Partially Corrected \_\_\_\_\_

No Further Action Needed X

Change of Corrective Action \_\_\_\_\_

(see OMB A-133 letter 01/09/02)

Description of Status: (insert correction action plan and anticipated completion date, if applicable)

---

Finding resolved July 2003 and August 2003 with U.S. Department of Education and U. S. Department of Health and Human Services.

Additionally, management has implemented procedures to ensure that the FSAP for Perkins Loans and the Fiscal Operations Reports (FOR) for the Nursing Student Loan Program are reconciled to the University's accounting records and the loan servicer's detail records. The general ledger was reviewed for the FSAP and FOR notes receivable to agree to the balances shown by the loan servicer's detail records.

The general accountant prepares the FSAP Report. The Assistant Controller/Director of Grants Administration and the Director of Student Financial Aid and Scholarships review the reports for accuracy before submitting it to the Vice President for Finance for approval. Discrepancies are identified and resolved prior to submission of the reports.

Preparer's Signature:



Phone Number:

918-374-2704

**SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Granting State University

For the Year Ended June 30, 2003

Finding Title: Inventory Management of Equipment

Reference Number(s): RE: (2002) F-2202-0044

Initial Year of Finding: 2002

Amount of Questioned Costs in Finding: \$0

Status of Questioned Costs (amount): Resolved \$0, Unresolved \_\_\_\_\_

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in litigation?

Page Number (on single Audit report): 20

Program Name(s): Parallel and Distributed Evaluations, Basic and Applied Research, and Child Welfare Grant, Trio-Student Support Services, Trio-United Board, Workforce Investment Act Youth Activities.

Federal Grantor Agency: U.S. Dept. of Defense, Dept. of the Navy, U.S. Dept. of Education, and U.S. Dept. of Labor

CFDA Number(s): 2545-01-1-0050, 12-360, 93.018554-700, 94.043, 94.047, and 17.258

Status of Finding (see error)

Fully Corrected  Not Corrected \_\_\_\_\_  
Partially Corrected \_\_\_\_\_ No Further Action Needed \_\_\_\_\_  
Change of Corrective Action \_\_\_\_\_ (See OMB - 37-107 Section 1.0304(f))

Description of Status: Open records were provided and corrected according to Custodian

At the completion of the A-133 audit in October 2002, the University had not taken a physical inventory in two years as required by federal regulations. In November 2002, the University's property manager completed an audit that resulted in an unacceptable number of missing items. In April 2003, a second inventory was started and will be completed prior to end of the FY 2003 audit.

Preparer's Signature:

*Alfred J. Thomas*  
Phone Number:  
516-374-2704

SUMMARY SCHEDULE OF PRIOR FEDERAL AID FINDINGS

Georgetown State University

For the Year Ended June 30, 2003

Finding Title: Return of Title IV Funds

Reference Number(s): RE: (2003) E-02-ED-0282-11

Initial Year of Finding: 2001

Amount of Questioned Costs in Finding: NA

Status of Questioned Costs (as of: Resolved, NA, Unresolved)

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in litigation?

Page Number (on right-hand page): 112

Program Name(s): Federal Pell Grant Program, Federal Family Education Loan (FFEL), Federal Supplemental Educational Opportunity Grant, and Federal Work-Study Program

Federal Grantor Agency: U.S. Dept. of Education

CFDA Number(s): 84.002, 84.003, 84.007, and 84.009

Status of Finding (as of):

Fully Corrected     X     Not Corrected \_\_\_\_\_  
Partially Corrected \_\_\_\_\_ No Further Action Needed \_\_\_\_\_  
Change of Corrective Action \_\_\_\_\_ (See OIG A-13 Section 7 (b)(9))

Description of Status: (Include corrective action planned and anticipated completion date, if applicable)

Management hired a new accountant and implemented procedures to ensure that Title IV Funds are calculated accurately and in a timely manner and returned to the United States Department of Education. All Title IV Funds refunds have been calculated and forward to the Office of Student Financial Aid where funds were returned to the loan originators and notification sent to students.

The Students Accounts Receivable Office, Student Financial Aid and Scholarships and the Registrar's Office work closely together to ensure compliance with federal rules and regulations for the Return of Title IV Funds.

Preparer's Signature:

*[Handwritten Signature]*

Phone Number:

818-274-2704

**SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Granddab State University

For the Year Ended June 30, 2003

Finding Title: Return of Title IV Funds (2001)

Reference Number(s): RC: (2003) F-21-ED-03018

Initial Year of Finding: 2001

Amount of Questioned Costs in Finding: \$148

Status of Questioned Costs (check one): Yes Unresolved: \_\_\_\_\_

Briefly describe the status of the Questioned Costs. Were they returned to Federal government?  
Are they still in repayment?

Page Number (see Single Audit Report): 108

Program Name(s): Federal Pell Grant Program, Federal Family Education Loan (FFEL),  
Federal Supplemental Educational Opportunity Grant, and Federal Work-  
Study Program

Federal Grantor Agency: U.S. Dept. of Education

CFDA Number(s): 84.002, 84.002, 84.007 and 84.003

Status of Finding (check one)

Fully Corrected \_\_\_\_\_

Partially Corrected \_\_\_\_\_

Change of Corrective Action \_\_\_\_\_

Not Corrected \_\_\_\_\_

No Further Action Needed \_\_\_\_\_

(See OIG 5-11 Section 17000)

Description of Status: include specific action taken to correct compliance, if applicable

Management fixed a new spreadsheet and implemented procedures to ensure that Title IV Funds are calculated accurately and in a timely manner and returned to the United States Department of Education. All Title IV Funds refunds have been calculated and forwarded to the Office of Student Financial Aid where funds were returned to the loan originator and notification sent to students.

The Student Accounts Receivable Office, Student Financial Aid and Scholarships and the Registrar's Office work closely together to ensure compliance with Federal rules and regulations for the Return of Title IV Funds.

Preparer's Signature:



Phone Number:

318-374-2704

SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Granddug State University

For the Year Ended June 30, 2003

Finding Title: Special Reporting (2002)

Reference Number(s) FR: (2002) ESL140-081A?

Initial Year of Finding: 2001

Amount of Questioned Costs in Finding: 00

Status of Questioned Costs (check one): Received 00, Unreceived \_\_\_\_\_

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Page Number (from Single Audit Report): 129

Program Name(s)

Federal Grantor Agency:

CFDA number(s)

Date of Finding (check one)

Fully Corrected \_\_\_\_\_

Partially Corrected X

Change of Corrective Action \_\_\_\_\_

Not Corrected \_\_\_\_\_

No Further Action Needed \_\_\_\_\_

(See OIG A-130 Section 7.5(b)(2))

Description of Status: (Include correction action planned and anticipated completion date, if applicable)

During the two-year audit for the years ended June 30, 2001 and 2002 where accounting records were reexamined, it was determined that prior year FIBAPs should be revised. Under the direction of the new Assistant Controller/Director of Grants Administration the following action was taken:

- During September 2002 the University revised the FIBAP for the year ended June 30, 2001 to reflect actual accounting data posted in the general ledger and supported by the University's Non-Resident's records.
- FIBAPs for the years ended June 30, 1999, 2000, and 2001 have been revised and filed with the Department of Education.
- Management will continue to ensure that its financial records and internal controls are adequate to ensure that financial reports are accurate and that with the practice in a timely basis.

By: Melvin J. Sanders, Assistant Controller/Director of Grants Administration, and by: Wylene Thomas, Controller of Student Financial Aid, will work collaboratively to ensure that the information on the FIBAP is accurate and supported by amounts on the general ledger, financial records, and the University's Non-Resident's data?

Preparer's Signature:

Melvin J. Sanders  
Special Registrar:  
318 274 - 2704



SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Granting State University

For the Year Ended June 30, 2003

Finding Title: AGS Exceeded Documented Need

Reference Number(s): F-00-ud-CER-3

Initial Year of Finding: 1999

Amount of Questioned Costs in Finding: \$1,600

Status of Questioned Costs (in case): Resolved X Unresolved: \_\_\_\_\_

Briefly describe the status of the Questioned Costs. Were they refunded to federal government? Are they still in negotiation?

Unquestioned costs refunded to the finding agency.

Page Number (on large Audit Report): 114

Program Name(s):

Federal Grant Agency: U. S. Dept. of Education

CFDA Number(s): \_\_\_\_\_

Status of Finding (check one):

Fully Corrected	<u>XX</u>	Not Corrected	_____
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____	(see OIG 4-111 Section 4.500-2)	_____

Description of Status: (include corrective action, partial and unresolved complete date, if applicable)

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Preparer's Signature: Alina Howard

Phone Number: 318-274-6190



**SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Granting State University

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For the Year Ended June 30, 2003

Finding Title: Exit Control

Reference Number(s): 2-02-03-001-2

Total Year of Finding: 2003

Amount of Questioned Costs in Finding: 0

Status of Questioned Costs (see pg. Resolved      Unresolved     )

Briefly describe the status of the Questioned Costs. Were they returned to Federal government? Are they still in possession?

---

Page Number (see page last page): 101

Program Name(s):

Federal Grantor Agency: U. S. Dept. of Education

CFDA Number(s):

Status of Finding (see pg.:

Fully Corrected	<u>    </u>	Not Corrected	<u>    </u>
Partially Corrected	<u>    </u>	No Further Action Needed	<u>    </u>
Change of Corrective Action	<u>    </u>	(See 2003-01-28 letter to OIG)	

Detail(s) of OIG(s): (include corrective action received and anticipated completion date, if available)

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Preparer's Signature: *Alvin Thomas*

Phone Number: *518-374-6146*

**SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS**

Quinnipiac State University

For the Year Ended June 30, 2003

Finding Title: Unusual Book Entries

Reference Number(s): F-02-38-008-00

Initial Year of Finding: 2001

Amount of Questioned Costs in Finding: \$

Status of Questioned Costs (see pg. Received \_\_\_\_\_ Unrecovered \_\_\_\_\_)

Identify specific the status of the Questioned Costs. Were they referred to federal government? Are they still in litigation?

Page Number (see Step A-4): 111

Program Name(s):

Federal Grantor Agency: U. S. Dept. of Education

CFDA Number(s): \_\_\_\_\_

Status of Finding (see pg.)

Fully Corrected	<u>1</u>	Not Corrected	_____
Partially Corrected	_____	No Further Action Needed	_____
Change of Corrective Action	_____	(See OMB A-133 Section 101(d)(2))	

Description of Finding: Unusual book entries journal and unexplained discrepancy (see F-02-38-008-00)

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Preparer's Signature: *Alvin Thomas*

Phone Number: 318-874-6190





SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS

Gambling State University

For the Year Ended June 30, 2003

Finding Title: Satisfactory Academic Progress

Reference Number(s): F-80-FD-03014

Initial Year of Finding: 1992

Amount of Questioned Costs in Finding: \$ 1083.

Status of Questioned Costs (check one): Resolved  Unresolved

Briefly describe the status of the Questioned Costs. Were they referred to federal government? Are they still in negotiation?

Questioned costs referred to the finding agency.

Page Number (see Single Audit Report): 113

Program Name(s):

Federal Grantor Agency: U.S. Dept. of Education

CFDA Number(s): \_\_\_\_\_

Status of Finding (check one)

Fully Corrected

Partially Corrected

Change of Corrective Action

Not Corrected

No Further Action Needed

(See OMB A-133 Section 2.1000-6)

Description of Status: Issue corrected when planned and anticipated completion date, if applicable.  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Preparer's Signature: Alvin Thomas

Phone Number: 318-274-6190

## SUMMARY SCHEDULE OF PRIOR FEDERAL AID FINDINGS

Queering State University

For the Year Ended June 30, 2008

Finding Title: Student Status Confirmation ReportsReference Number(s): 2-22-02-000-01Initial Year of Finding: 2002Amount of Questioned Costs in Finding: \$Status of Questioned Costs (Amount): Received:            Unrecovered:           Briefly describe the status of the Questioned Costs. Were they referred to federal government? Are they still in negotiation?  
\_\_\_\_\_Page Number (see page numbers): 111

Program Name(s):

Federal Grantor Agency: U.S. Dept. of Education

CFDA Number(s): \_\_\_\_\_

Status of Finding (check one)

Fully Corrected     x    

Not Corrected \_\_\_\_\_

Partially Corrected \_\_\_\_\_

No Further Action Needed \_\_\_\_\_

Change of Corrective Action \_\_\_\_\_

(See OMB A-11 Section 101(b)(6))

Description of Status: (check one) (see also OMB A-11 Section 101(b)(6))  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_Preparer's Signature: Phone Number: 318-274-6190