



Report Highlights

Grambling State University

University of Louisiana System

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Financial Audit Services • June 2022

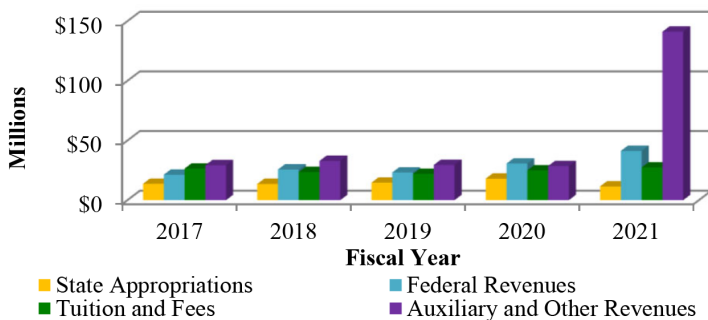
Why We Conducted This Audit

We performed certain procedures at Grambling State University (GSU) as a part of the University of Louisiana System audit, the Single Audit of the State of Louisiana, and to evaluate GSU's accountability over public funds for the period July 1, 2019, through June 30, 2021.

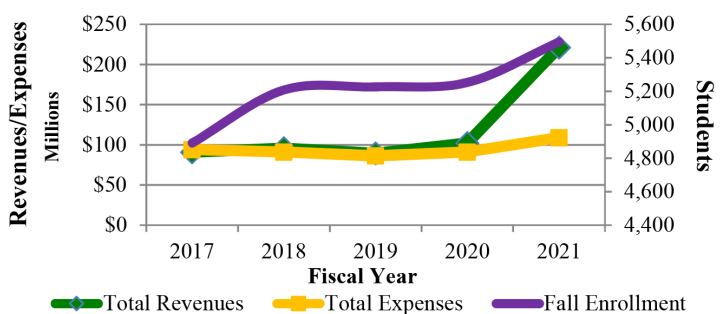
What We Found

- GSU granted employees inappropriate access to Banner System modules, increasing the risk of errors or fraud.
- GSU management did not ensure that monthly reconciliations of the School Account Statement data files to the institution's financial records were performed as required by federal regulations. This data should be reconciled to ensure the institution has transmitted accurate and complete student data for all Federal Direct Student Loan borrowers.
- GSU did not have adequate controls in place to ensure the return of Title IV funds was accurately calculated and returned to the U.S. Department of Education (USDOE) as required by federal regulations.
- GSU did not have a formal documented risk assessment or related safeguards that address the minimum requirements of the Gramm-Leach-Bliley Act standards for safeguarding student information.
- Financial information relating to the following accounts was materially correct, as adjusted: cash and cash equivalents, due from State Treasury, capital assets, bonds payable, net position, student tuition and fees net of scholarship allowances, auxiliary revenues, state appropriations, federal nonoperating revenues, other nonoperating revenues, educational and general expenses and auxiliary enterprise expenses. Based on the results of these procedures, we did not report any findings other than those noted above.
- Based on a five-year analysis, revenues and expenses remained steady until fiscal year (FY) 21. In FY 21, other revenues spiked due to USDOE's forgiveness of GSU's bonds totaling approximately \$90 million. In addition, federal revenues increased in FY 20 and FY 21 due to pandemic funds received, totaling \$6.2 million and \$14.5 million, respectively. Enrollment increased in FY 2018 mainly due to GSU's enhanced recruitment efforts, and in FY 2021 due to a new Board of Regents' policy in response to the COVID-19 pandemic.

Five-Year Revenue Trends



Fiscal/Enrollment Trends



Source: Fiscal Year 2017-2021 University of Louisiana System Reports

Source: Fiscal Year 2017-2021 GSU Annual Fiscal Reports, as adjusted, and Board of Regents data for enrollment

View the full report, including management's responses, at www.la.gov.