



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

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

EASTERN ILLINOIS UNIVERSITY

**Financial Audit
 For the Year Ended June 30, 2017**

Release Date: March 27, 2018

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

INTRODUCTION

This digest covers Eastern Illinois University’s Financial Audit as of and for the year ended June 30, 2017. Eastern Illinois University’s Compliance Examination (including the Single Audit) covering the year ended June 30, 2017 will be issued in a separate report at a later date.

SYNOPSIS

- **(17-1)** The University did not ensure restrictions from revenue bond covenants were properly reflected within the University’s financial statements.

Category 1: Findings that are **material weaknesses** in internal control and/or a **qualification** on compliance with State laws and regulations (material noncompliance).
Category 2: Findings that are **significant deficiencies** in internal control and **noncompliance** with State laws and regulations.
Category 3: Findings that have **no internal control issues but are in noncompliance** with State laws and regulations.

{ Financial information is summarized on next page. }

EASTERN ILLINOIS UNIVERSITY
FINANCIAL AUDIT
For The Year Ended June 30, 2017

STATEMENT OF NET POSITION	2017	2016
Assets and Deferred Outflows of Resources		
Cash and cash equivalents.....	\$ 0	\$ 0
Restricted cash and cash equivalents.....	16,404,985	18,180,404
Investments.....	5,329,557	5,125,141
Restricted short-term investments.....	124,120	122,038
Receivables.....	20,703,201	18,273,280
Notes Receivable.....	6,293,814	6,246,126
Inventories.....	1,580,142	1,672,975
Capital assets, net.....	279,406,670	287,467,406
Other.....	514,623	489,693
Deferred Outflow of Resources.....	160,167	158,747
Total.....	<u>330,517,279</u>	<u>337,735,810</u>
Liabilities		
Accounts payable and accrued liabilities.....	9,174,132	9,255,877
Unearned revenues.....	3,314,860	3,807,428
Long-term liabilities.....	7,012,987	7,669,430
Other.....	97,964,865	103,599,854
Total.....	<u>117,466,844</u>	<u>124,332,589</u>
Net Position		
Net investment in capital assets.....	189,502,198	192,807,394
Restricted, Nonexpendable.....	5,093,655	4,958,720
Restricted, expendable.....	23,923,299	21,847,996
Unrestricted.....	(5,468,717)	(6,210,889)
Total.....	<u>\$ 213,050,435</u>	<u>\$ 213,403,221</u>
REVENUES, EXPENSES, AND CHANGES IN NET POSITION		
(in thousands)		
Revenues		
Tuition and fees, net.....	\$ 45,641,268	\$ 52,312,571
State appropriations.....	31,812,000	12,464,500
Auxiliary enterprises.....	27,364,130	33,448,968
Payments on behalf of the University - State.....	76,213,363	68,730,270
Federal, State, and private grants and gifts.....	21,053,038	23,409,451
Other.....	7,631,027	7,724,668
Total.....	<u>209,714,826</u>	<u>198,090,428</u>
Expenses		
Instruction.....	101,815,265	99,454,504
Student services.....	19,509,201	20,083,651
Institutional support.....	11,342,631	13,620,911
Auxiliary enterprises.....	24,632,750	27,522,283
Student aid.....	2,952,220	3,664,323
Operation and maintenance of plant.....	12,257,442	13,545,234
Impairment loss.....	-	1,145,177
Other.....	37,558,103	38,747,980
Total.....	<u>210,067,612</u>	<u>217,784,063</u>
Change in net position.....	<u>\$ (352,786)</u>	<u>\$ (19,693,635)</u>
UNIVERSITY PRESIDENT		
During Audit Period: Dr. David Glassman		
Currently: Dr. David Glassman		

**FINDINGS, CONCLUSIONS, AND
RECOMMENDATIONS**

**FINANCIAL STATEMENT REPORTING OF
RESTRICTED ASSETS**

Eastern Illinois University (University) did not ensure restrictions from revenue bond covenants were properly reflected within the University's financial statements.

Restricted assets and restricted net position not accurately reported

During testing, we noted the University had controls to segregate the System's assets and include their net position with the University's financial statements; however, the University did not accurately report restricted assets and restricted net position under generally accepted accounting principles..

We recommended the University continue to review its financial reporting to provide assurance accounts are properly classified under generally accepted accounting principles.

University agrees with auditors

University officials agreed with the recommendation.

AUDITOR'S OPINION

The auditors stated the financial statements of the University as of June 30, 2017, and for the year then ended, are fairly stated in all material respects.

This financial audit was conducted by CliftonLarsonAllen LLP.

SIGNED ORIGINAL ON FILE

JANE CLARK
Division Director

This report is transmitted in accordance with Section 3-14 of the Illinois State Auditing Act.

SIGNED ORIGINAL ON FILE

FRANK J. MAUTINO
Auditor General

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