



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

William G. Holland, Auditor General

SUMMARY REPORT DIGEST

GOVERNORS STATE UNIVERSITY

FINANCIAL AUDIT

For the Year Ended: June 30, 2013

Release Date: February 6, 2014

Summary of Findings:

Total this audit: 0

Total last audit: 1

Repeated from last audit: 0

INTRODUCTION

This digest covers the Governors State University's Financial Audit as of and for the year ended June 30, 2013. The Governors State University's Compliance Examination (including the Single Audit) covering the year ended June 30, 2013 will be issued at a later date.

AUDITORS' OPINION

Our auditors state the financial statements of the Governors State University as of and for the year ended June 30, 2013 are fairly presented in all material respects.

WILLIAM G. HOLLAND
Auditor General

WGH:JGR

SPECIAL ASSISTANT AUDITORS:

E.C. Ortiz & Co., LLP were our special assistant auditors for this engagement.

{Financial information is summarized on the reverse page.}

GOVERNORS STATE UNIVERSITY
FINANCIAL AUDIT
For the Year Ended June 30, 2013

| FINANCIAL OPERATIONS | 2013 | 2012 |
|--|-----------------------|----------------------|
| Operating Revenues | | |
| Student tuition and fees, net..... | \$ 31,420,401 | \$ 33,071,685 |
| Grants and contracts | 9,114,573 | 8,403,442 |
| Sales and services of educational departments..... | 5,666,456 | 6,258,494 |
| Auxiliary enterprises..... | 1,273,713 | 1,306,975 |
| Other operating revenues..... | 1,630,708 | 2,169,073 |
| Total Operating Revenues..... | 49,105,851 | 51,209,669 |
| Operating Expenses | | |
| Instruction..... | 50,912,283 | 46,092,139 |
| Research..... | 677,588 | 1,019,479 |
| Public service..... | 14,459,403 | 14,695,209 |
| Academic support..... | 2,681,093 | 2,008,781 |
| Student services..... | 7,383,078 | 6,688,295 |
| Institutional support..... | 16,127,074 | 16,505,830 |
| Operation and maintenance of plant..... | 8,280,331 | 8,096,132 |
| Auxiliary enterprises..... | 1,169,541 | 1,071,820 |
| Depreciation..... | 3,616,325 | 3,558,226 |
| Total Operating Expenses..... | 105,306,716 | 99,735,911 |
| Operating Income (Loss)..... | (56,200,865) | (48,526,242) |
| NONOPERATING REVENUES (EXPENSES) | | |
| State appropriation..... | 24,650,500 | 26,253,400 |
| Payments made on behalf of the University..... | 29,165,000 | 22,668,000 |
| Federal Pell grant..... | 6,291,793 | 6,606,874 |
| Investment income..... | 38,098 | 27,340 |
| Interest expense..... | (1,120,064) | (1,162,385) |
| Other nonoperating expense..... | (1,500) | (3,500) |
| Net Nonoperating Revenues (Expenses)..... | 59,023,827 | 54,389,729 |
| Capital Additions - State & Contributions..... | 13,783,789 | 2,811,723 |
| Increase in Net Position..... | 16,606,751 | 8,675,210 |
| Net position, beginning of year..... | 96,542,211 | 87,867,001 |
| Net position, end of year..... | \$ 113,148,962 | \$ 96,542,211 |
| SUMMARY - STATEMENT OF NET POSITION | | |
| Current Assets..... | \$ 74,327,840 | \$ 74,640,945 |
| Noncurrent Assets..... | 102,301,794 | 85,807,777 |
| Total Assets..... | 176,629,634 | 160,448,722 |
| Current Liabilities..... | 11,593,785 | 9,725,066 |
| Noncurrent Liabilities..... | 51,886,887 | 54,181,445 |
| Total Liabilities..... | 63,480,672 | 63,906,511 |
| Total Net Position..... | \$ 113,148,962 | \$ 96,542,211 |
| PRESIDENT | | |
| During Audit Period and Currently: Dr. Elaine Maimon | | |