

Fiscal Year 2020 Financial Update

January 12, 2021

Claire Arnold
Vice Chancellor for
Internal Audit/Chief Audit Officer

Brad Freeman
Associate Vice Chancellor
Accounting and Reporting

Information Item #1:
Financial Engagement Results
For Fiscal Year Ended June 30, 2020

Engagements

Georgia Department of Audits (DOAA)

Audits

- Augusta University
- Georgia Institute of Technology
- Georgia State University
- Kennesaw State University
- University of Georgia
- University System of Georgia

Full Disclosure Management Reports (FDMR)

- Atlanta Metropolitan State College(*)
- College of Coastal Georgia(*)
- Middle Georgia State University
- Savannah State University(*)
- Valdosta State University(*)

Global Financial Testing

- Georgia Southern University(*)

Mauldin & Jenkins

Agreed Upon Procedures Engagements

- University of North Georgia
- University of West Georgia

USG Internal Audits

- Abraham Baldwin Agricultural College
- Albany State University
- Clayton State University
- Columbus State University
- Dalton State College
- East Georgia State College
- Fort Valley State University
- Georgia College & State University
- Georgia Gwinnett College
- Georgia Highlands College
- Georgia Southwestern State University
- Gordon State College
- South Georgia State College

Results – DOAA Financial Engagements

Savannah State University

Inadequate Controls Over the Financial Reporting Process –
Material Weakness

FINANCIAL STATEMENT FINDINGS

FINANCIAL STATEMENT FINDINGS

Financial Statement Findings Significant Deficiency



Results – DOAA Student Financial Assistance Compliance Engagements

Atlanta Metropolitan State College

Student Eligibility – Material Weakness

Return of Title IV Funds

Untimely and Inaccurate Enrollment Reporting

Inadequate Controls over the Federal Direct Loan Reconciliation Process

Savannah State University

Student Eligibility

Undocumented Cost of Attendance

Lack of Documentation to Support Fiscal Operations and Application to Participate (FISAP) Report

Failure to Meet Student Verification Requirements

Return of Title IV Funds

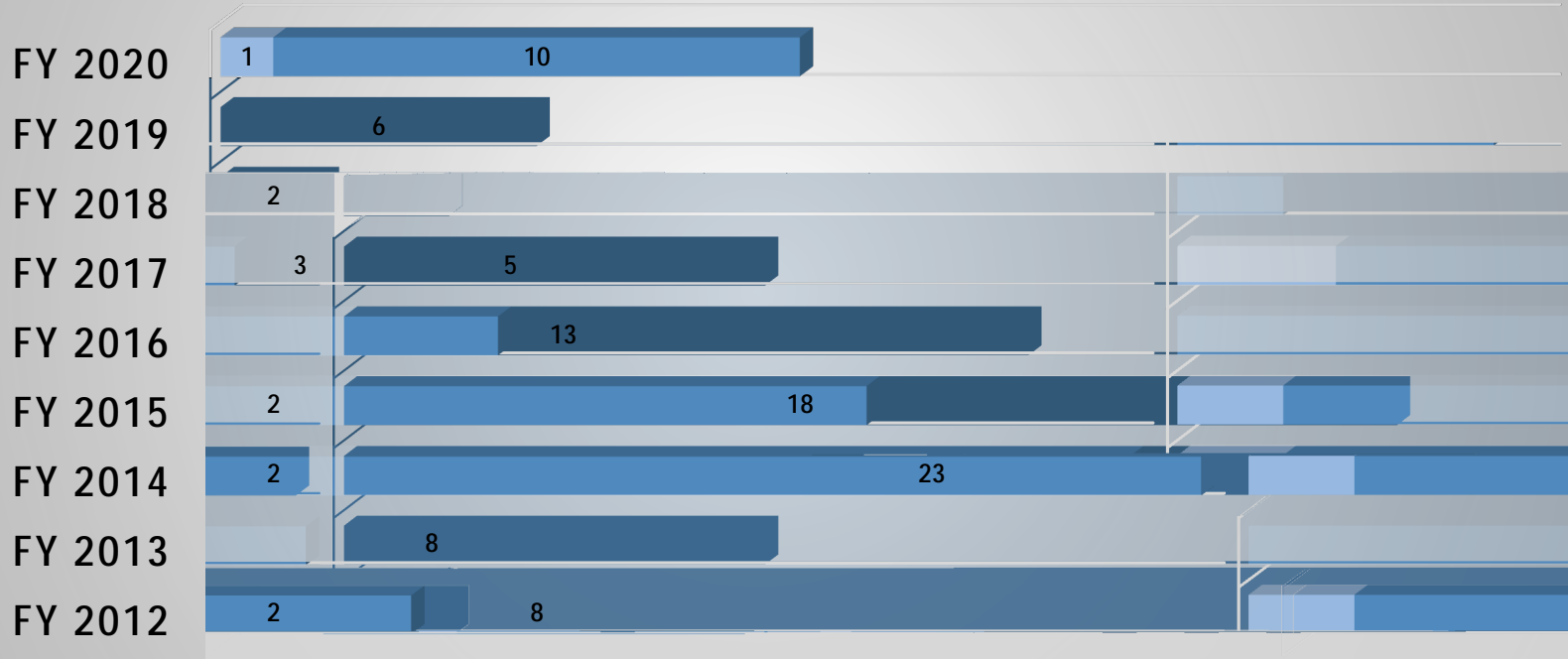
Untimely and Inaccurate Enrollment Reporting

Valdosta State University

Student Eligibility

FEDERAL FINANCIAL AID FINDINGS

Material Weakness Significant Deficiency



Results – External Engagements

Agreed Upon Procedures (Financial)

- University of North Georgia – 3 Exceptions noted
- University of West Georgia – 5 Exceptions noted

Results – Internal Audits Engagements

- Abraham Baldwin Agricultural College – No Exceptions Noted
- Albany State University – 1 Exception Noted
- Clayton State University – 6 Exceptions Noted
- Columbus State University – 3 Exceptions Noted
- Dalton State College – 2 Exceptions Noted
- East Georgia State College – No Exceptions Noted
- Fort Valley State University – 9 Exceptions Noted
- Georgia College & State University – 1 Exception Noted
- Georgia Gwinnett College – No Exceptions Noted
- Georgia Highlands College – 2 Exceptions Noted
- Georgia Southwestern State University – 3 Exceptions Noted
- Gordon State College – No Exceptions Noted
- South Georgia State College – No Exceptions Noted

Engagement Results – Follow-up

- Identify common issues and trends; provide needed training
- Monitor institution specific corrective action plans until all issues are resolved
- Develop process improvements designed to simplify reporting and help minimize errors

Information Item #2:
University System of Georgia
Consolidated Annual Financial Report
For Fiscal Year Ended June 30, 2020

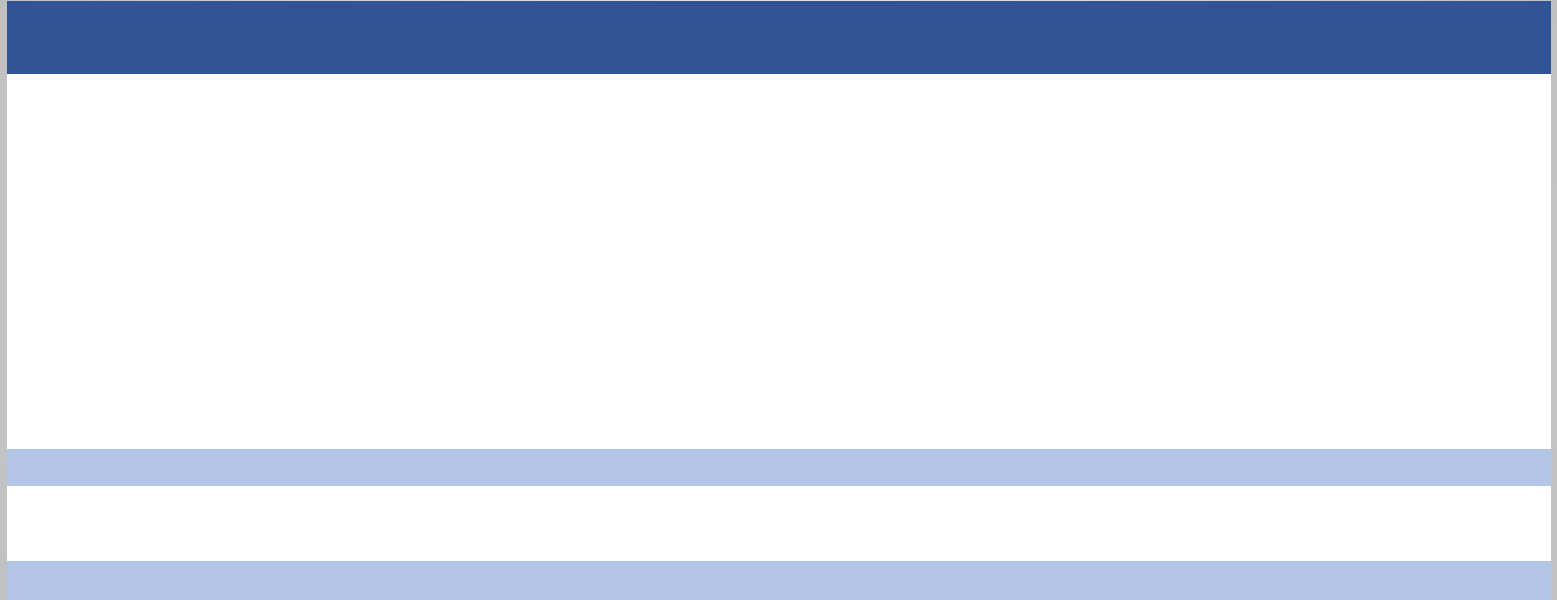


Annual Financial Report Overview

- Highlights section
- Management Discussion and Analysis
- Consolidated Financial Statements and Notes
 - University System of Georgia
 - Discretely presented component units
- Supplementary section
 - USG institution financial information
 - Cooperative organization/foundation financial information

Operating Expenses

Total \$9.3 Billion



Questions?