



STATE OF ILLINOIS ILLINOIS STATE UNIVERSITY

**Federal Single Audit (In Accordance with Single Audit
Act and Applicable Federal Regulations)**

For the Year Ended June 30, 2025
Performed as Special Assistant Auditors
for the Auditor General, State of Illinois



State of Illinois
Illinois State University
Federal Single Audit
In Accordance with the Single Audit Act and Applicable Federal Regulations
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Other Reports Issued Under a Separate Cover

The Illinois State University's financial statements and State Compliance Examination for the year ended June 30, 2025, were issued under separate covers. Additionally, in accordance with *Government Auditing Standards*, we have issued the Report Required Under *Government Auditing Standards* for the year ended June 30, 2025, on our consideration of the University's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters, under a separate cover. The purpose of this report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the University's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of the audit.

State of Illinois
Illinois State University
Federal Single Audit
In Accordance with the Single Audit Act and Applicable Federal Regulations
For the Year Ended June 30, 2025

University Officials

President	Dr. Aondover Tarhule
Vice President for Finance and Planning (01/06/25 – present)	Dr. Glen Nelson
Vice President for Finance and Planning (01/01/25 – 01/05/25)	Vacant
Interim Vice President for Finance and Planning (07/01/24 – 12/31/24)	Mr. Dan Petree
Vice President for Academic Affairs and Provost	Dr. Ani Yazedjian
Vice President for Student Affairs	Dr. Levester Johnson
Vice President for University Advancement	Mr. Pat Vickerman
Comptroller (12/02/24 – present)	Mr. Carlos Garcia
Comptroller (07/01/24 – 12/31/24)	Mr. Doug Schnittker
Legal Counsel	Ms. Jeannie Barrett
Director – Internal Audit	Mr. Robert Blemler
Officers of the Board of Trustees	
Chair of the Board	Dr. Kathryn Bohn
Secretary of the Board	Dr. Robert Navarro

Members of the Board of Trustees

Member	Dr. Kathryn Bohn
Member	Dr. Robert Navarro
Member (05/02/25 – present)	Ms. Julie Hoeniges
Member (02/22/25 – 05/01/25)	Vacant
Member (07/01/24 – 02/21/25)	Ms. Julie Annette Jones
Member (08/01/25 – present)	Mr. Kris Lutt
Member (07/26/25 – 07/31/25)	Vacant
Member (07/01/24 – 07/25/25)	Mr. Scott Jenkins
Member	Dr. Lia Merminga
Member (06/06/25 – present)	Mr. Doug Peterson
Member (07/01/24 – 06/05/25)	Vacant
Member	Mr. Darren Tillis
Student Member	Mr. Ryan Russell

Office Location

The University's primary administrative offices are located at:

Hovey Hall
Campus Box 1100
Normal, Illinois 61790-1100

State of Illinois
Illinois State University
Federal Single Audit
In Accordance with the Single Audit Act and Applicable Federal Regulations
For the Year Ended June 30, 2025

Federal Compliance Report

Summary

The compliance testing performed during this audit of the Illinois State University (University) was conducted in accordance with the Single Audit Act, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Guidance Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, and *Government Auditing Standards*.

Auditor's Report

The Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance and the Schedule of Federal and Nonfederal Financial Activity does not contain scope limitations, disclaimers, or other significant non-standard language.

Summary of Findings

Number of	Current Report	Prior Report
Findings	4	3
Repeated findings	3	3
Prior recommendations implemented or not repeated	-	1

Schedule of Findings

Item No.	Page	Last/First Reported	Description	Finding Type
Findings (Government Auditing Standards)				
2025-001	11	2024/2018	Information Security Weaknesses	Material Weakness
2025-002	13	2024/2023	Lack of Adequate Controls over the Review of Internal Controls over Service Providers	Material Weakness
2025-003	15	2024/2023	Weaknesses in Change Control	Material Weakness

State of Illinois
Illinois State University
Federal Single Audit
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For the Year Ended June 30, 2025

Item No.	Page	Last/First Reported	Description	Finding Type
Current Findings – Federal Compliance				
2025-004	16	New	Errors in Reporting for NSLDS	Noncompliance and Significant Deficiency

Prior Findings Not Repeated

No matters are reportable

Exit Conference

Findings 2025-001 through 2025-003 and their associated recommendations appearing in this report were discussed with University personnel at an exit conference on November 13, 2025.

Attending were:

Illinois State University

Dr. Glen Nelson	Vice President for Finance and Planning
Carlos Garcia	Comptroller
Erika Jones	Assistant Comptroller
Emily Duffield	Chief Accountant
Rob Blemler	Director – Internal Auditing and University Ethics Officer

Office of the Auditor General

Thomas Kizziah	Senior Audit Manager
Reddy Bommarreddi	Senior Audit Manager

Forvis Mazars, LLP

Heather Powell	Partner
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The responses to those recommendations were provided by Ms. Erika Jones, Assistant Comptroller, in a correspondence dated November 6, 2025.

Finding 2025-004 and its recommendation appearing in this report were discussed with University personnel at an exit conference on February 5, 2026.

Attending were:

Illinois State University

Dr. Glen Nelson	Vice President for Finance and Planning
Erika Jones	Assistant Comptroller
Rob Blemler	Director – Internal Auditing and University Ethics Officer

Office of the Auditor General

Reddy Bommarreddi	Senior Audit Manager
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Forvis Mazars, LLP

Heather Powell	Partner
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The response to this recommendation was provided by Ms. Erika Jones, Assistant Comptroller, in a correspondence dated February 6, 2026.

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards

Independent Auditor's Report

Honorable Frank J. Mautino
Auditor General
State of Illinois

and

The Board of Trustees
Illinois State University

As Special Assistant Auditors for the Auditor General, we have audited, in accordance with the 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 financial statements of the business-type activities, fiduciary activities, and the discretely presented component unit of the Illinois State University (University), collectively a component unit of the State of Illinois, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated December 3, 2025. Our report includes a reference to other auditors who audited the financial statement of the Illinois State University Foundation, as described in our report on the University's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the University's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control. Accordingly, we do not express an opinion on the effectiveness of the University's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the University's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and, therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 2025-001, 2025-002, and 2025-003 that we consider to be material weaknesses.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the University's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

University's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the University's response to the findings identified in our audit and described in the accompanying schedule of findings and responses. The University's response was not subjected to the other auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the University's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the University's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

SIGNED ORIGINAL ON FILE

**Decatur, Illinois
December 3, 2025**

Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance and the Schedule of Federal and Nonfederal Financial Activity

Independent Auditor's Report

Honorable Frank J. Mautino
Auditor General
State of Illinois

and

The Board of Trustees
Illinois State University

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

As Special Assistant Auditors for the Auditor General, we have audited the Illinois State University's (University) compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of the University's major federal programs for the year ended June 30, 2025. The University's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the University complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the "Auditor's Responsibilities for the Audit of Compliance" section of our report.

We are required to be independent of the University and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the University's compliance with the compliance requirements referred to above.

Other Matter – Federal Expenditures Not Included in the Compliance Audit

The University's basic financial statements include the operations of the Illinois State University Foundation, which are not included in the University's Schedule of Expenditures of Federal Awards during the year ended June 30, 2025. Our audit, as described did not include the operations of this component unit because the component unit did not expend federal funding during the year ended June 30, 2025.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the University's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the University's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the University's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the University's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the University's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

Instance of Noncompliance

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2025-004. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the University's response to the noncompliance finding identified in our audit described in the accompanying schedule of findings and questioned costs. The University's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Corrective Action Plan

The University is responsible for preparing a corrective action plan to address each audit finding included in our auditor's report. The University's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as item 2025-004 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Internal Control Findings

Government Auditing Standards requires the auditor to perform limited procedures on the University's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The University's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Corrective Action Plan

The University is responsible for preparing a corrective action plan to address each audit finding included in our auditor's report. The University's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and accordingly, we express no opinion on it.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance and the Schedule of Federal and Nonfederal Financial Activity

We have audited the financial statements of the business-type activities, fiduciary activities, and the discretely presented component unit of the University as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the University's basic financial statements. We have issued our report thereon dated December 3, 2025, which contained unmodified opinions on those financial statements. Our report makes reference to other auditors. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. In addition, the accompanying schedule of Federal and Nonfederal Financial Activity is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards and the Schedule of Federal and Nonfederal Financial Activity is fairly stated in all material respects in relation to the basic financial statements as a whole.

SIGNED ORIGINAL ON FILE

**Decatur, Illinois
February 9, 2026**

State of Illinois
Illinois State University

Schedule of Findings and Questioned Costs
Summary of Auditor's Results
For the Year Ended June 30, 2025

Financial Statements

The type of report the auditor issued on whether the financial statements audited were prepared in accordance GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ☒ Yes ☐ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None Reported

Noncompliance material to the financial statements noted ☐ Yes ☒ No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☒ Yes ☐ None Reported

Type of auditor's report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 C.F.R. § 200.516(a)? ☒ Yes ☐ No

Identification of major federal programs:

Assistance Listing Number(s)	Name of Federal Program or Cluster
84.007, 84.033, 84.038, 84.063, 84.268, 84.379, 93.364	Student Financial Assistance Cluster
Multiple	Research and Development Cluster
21.027	Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as a low-risk auditee? ☐ Yes ☒ No

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2025

Current Findings – Government Auditing Standards

Finding 2025-001 Information Security Weaknesses

The Illinois State University (University) had multiple computer security weaknesses.

The University relies on its computing environment for maintaining several critical, sensitive, and/or confidential systems used to meet its mission.

During testing of University information technology controls, we noted the University:

- Had not fully developed access provisioning policies documenting the internal controls for all environments and applications.
- Had not fully developed a policy documenting requirements for an annual review of users' access.
- Had not fully developed a policy documenting the review of security violation reports to ensure remediation is timely conducted.

In order to determine if proper security controls had been implemented across the University's environment, we requested a population of servers. Although the University provided a population, documentation demonstrating its completeness and accuracy was not provided. Due to these conditions, we were unable to conclude the Office's population records were sufficiently precise and detailed under the Professional Standards promulgated by the American Institute of Certified Public Accountants (AU-C § 330, AT-C § 205). Even given the population limitations, we tested the population of servers, noting the University could not provide documentation demonstrating the antivirus and operating system were running the vendors' latest versions.

In addition, our testing noted the University had not ensured all security operations were properly configured.

The *Security and Privacy Controls for Information Systems and Organizations* (Special Publication 800-53, Fifth Revision) published by the National Institute of Standards and Technology (NIST), Access Control and Configuration Management sections require entities to maintain proper internal controls over access and security of their environment, applications and data.

Also, the Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires all State agencies to establish and maintain a system, or systems, of internal fiscal and administrative controls to provide assurance funds, property, and other assets and resources are safeguarded against waste, loss, unauthorized use and misappropriation and maintain accountability over the State's resources.

University officials indicated the IT functions and resources are highly distributed across the institution which require considerably more time to change and improve. University officials also indicated IT is limited in capacity to fully organize the remediation efforts within the portfolio of work efforts required of IT across the institution.

Inadequate controls over changes to the University's environment, applications and data could lead to unauthorized access, unauthorized changes and security risks to its environments, applications and related data. Also, due to the severity of the weaknesses noted, we were unable to rely upon the general IT controls over the environments and applications. (Finding Code No. 2025-001, 2024-001, 2023-001, 2022-002, 2021-002, 2020-003, 2019-001, 2018-002)

**Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2025**

Finding 2025-001 Information Security Weaknesses (continued)

Recommendation

We recommend the University implement adequate security, including approving the updated policies and procedures to (1) reflect the University's current environment and (2) address future changes in processes and new systems.

Additionally, we recommend the University strengthen its controls to maintain a complete and accurate population of servers, update their servers with the vendors' latest versions of antivirus and operating systems, and ensure all security operations are properly configured.

University Response

The University agrees with the observations reported in this finding.

To directly address this root cause, the University initiated an organizational realignment. Effective June 11, 2025, the Chief Information Security Officer (CISO) reporting line was moved to the Vice President of Finance and Planning to elevate the priority of institutional governance, risk, and compliance. Furthermore, on July 25, 2025, the Board of Trustees formally designated the CISO as the "Qualified Individual" (QI) for the University's information security program.

These foundational changes provide the necessary authority and prioritization to complete the corrective action plan. The University expects the results of this plan to be evident within the FY26 audit review period. Specific progress at the time of response includes:

- **Policy Development:** The policies identified in the finding (including access provisioning, annual user access reviews, and security violation reporting) are in the drafting and socialization phase. With the CISO's new authority, these are targeted for formal approval within Fiscal Year 2026 (FY26).
- **Asset & Configuration Management:** The University has matured and validated its automated asset inventory process using our advanced Extended Detection and Response (XDR) solution. This addresses the auditors' concerns regarding a complete server population and provides documented data on security configurations.
- **Security Standards:** To address configuration, patching, and operating system weaknesses, the University has developed and implemented new standards for patch management, vulnerability management, local administrator restrictions, and user account management. Additional standards for remote access, privileged access, and device threat protection are also in development.

**Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2025**

Finding 2025-002 Lack of Adequate Controls over the Review of Internal Controls over Service Providers

The Illinois State University (University) did not implement adequate internal controls over its service providers.

We requested the University provide a population of their service providers utilized in order to determine if the University had reviewed the internal controls of its service providers. However, the University was not able to provide such a population. Additionally, we noted the University had not fully developed policies and procedures to ensure their due diligence and monitoring of their service providers. Furthermore, the University did not obtain System and Organization Control (SOC) reports to ensure the internal controls at the service providers had been implemented and were operating effectively. Finally, the University had not conducted a review of the Complementary User Entity Controls (CUEC) and the University's related controls.

Due to these conditions, we were unable to determine if the internal controls of the service providers were adequate, and we were required to perform alternative procedures.

The *Security and Privacy Controls for Information Systems and Organizations* (Special Publication 800-53, Fifth Revision) published by the National Institute of Standards and Technology (NIST), Maintenance and System and Service Acquisition sections, requires entities outsourcing their information technology environment or operations to obtain assurance over the entities' internal controls related to the services provided. Such assurance may be obtained via System and Organization Control reports or independent reviews.

Also, the Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires all State agencies to establish and maintain a system, or systems, of internal fiscal and administrative controls to provide assurance funds, property, and other assets and resources are safeguarded against waste, loss, unauthorized use and misappropriation and maintain accountability over the State's resources.

University leadership did not have sufficient time to fully develop and implement the current strategy for holistic service provider management before the end of the fiscal year. As a result, the various functions related to service provider oversight remain distributed across multiple departments. As of June 30, 2025, the university continued to develop a comprehensive strategy and framework to analyze and manage its service provider population. A draft policy was created to establish this framework and define the necessary roles and responsibilities for effective management; however, this process was not completed prior to June 30, 2025.

Without having obtained and reviewed SOC reports or another form of independent internal control review, the University does not have assurance the service providers' internal controls are adequate and operating effectively. (Finding Code No. 2025-002, 2024-002, 2023-002)

Recommendation

We recommend the University implement controls to maintain a list of all of their service providers and determine and document if a review of the service providers' internal controls were performed, if required.

Additionally, we recommend the University:

- Obtain SOC reports or perform independent reviews of internal controls for all service providers.
- Monitor and document the operation of the CUECs relevant to the University's operations.

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2025

Finding 2025-002 Lack of Adequate Controls over the Review of Internal Controls over Service Providers (continued)

- Either obtain and review SOC reports for subservice organizations or perform alternative procedures to satisfy itself that the existence of the subservice organization would not impact its internal control environment.
- Document its review of the SOC reports and review all significant issues with subservice organizations to ascertain if a corrective action plan exists and when it will be implemented, any impacts to the University, and any compensating controls.

University Response

The University acknowledges and agrees with the auditor's findings and recommendations to implement controls to maintain a list of all its service providers. We agree that the absence of a robust framework for service provider oversight can expose the organization to potential risks, including operational inefficiencies, compliance issues, and security vulnerabilities.

The University remains committed to addressing this gap and continues its efforts to:

- Complete and fully implement the policy (currently in draft version) that provides a framework for managing the lifecycle of vendor relationships and provide context for University's procedures that outline specific systems and guidelines for vendor management.
- Establish controls for vendor selection and risk evaluation process.
- Strengthen ongoing monitoring and performance reviews of service providers including obtaining, documenting, and reviewing SOC reports to identify risk and action plans to minimize risks and address any control deficiencies.
- Ensure regular audits and assessments of service providers to mitigate risks and ensure alignment with organizational objectives and regulatory requirements.

**Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2025**

Finding 2025-003 Weaknesses in Change Control

The Illinois State University (University) did not maintain adequate internal controls over changes to its environment, applications and data.

The University had not fully developed a change management policy documenting the internal controls over changes to its environment, applications and data. In addition, the University had not fully implemented a formal Change Management Board.

Further, the approval for changes, including emergency changes, prior to being implemented into production was not maintained.

The *Security and Privacy Controls for Information Systems and Organizations* (Special Publication 800-53, Fifth Revision) published by the National Institute of Standards and Technology (NIST), Configuration Management section, require entities to maintain proper internal controls over the changes to the environment, applications and data.

Also, the Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires all State agencies to establish and maintain a system, or systems, of internal fiscal and administrative controls to provide assurance funds, property, and other assets and resources are safeguarded against waste, loss, unauthorized use and misappropriation and maintain accountability over the State's resources.

University officials indicated that the lack of a unifying and fully approved policy continues to be the cause of the noted gaps. A draft policy was developed but was not fully reviewed and implemented prior to June 30, 2025.

Inadequate controls over changes to the University's environment, applications and data could lead to unauthorized access, unauthorized changes and security risks to its environments, applications and related data. Also, due to the severity of the weaknesses noted, we were unable to rely upon the general IT control over the environments and applications. (Finding Code No. 2025-003, 2024-003, 2023-003)

Recommendation

We recommend the University implement adequate policies and procedures over changes to the University's environment, applications and data. We also recommend the University maintain documentation that changes are properly approved prior to implementation.

University Response

The University acknowledges and agrees with the auditor's findings and recommendations for a university-wide policy governing changes in systems regardless of system ownership. While there were documented procedures and controls as well as a governing body that meets weekly to review and approve changes in systems owned by central IT, there is a need for a formal policy and to ensure consistency across campus. A draft policy was finalized prior to June 30th, 2025, and is currently being reviewed for adoption in fiscal year 2026.

Procedures have been modified to ensure that all emergency changes are finalized and recorded in the Information Technology Service Management software.

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2025

Current Findings – Federal Compliance and Questioned Costs

Finding 2025-004 Errors in Reporting for NSLDS

Federal Agency:	U.S. Department of Education
Assistance Listing Number:	84.007; 84.063; 84.268
Cluster Name:	Student Financial Assistance Cluster
Program Names:	Federal Supplemental Education Opportunity Grants; Federal Pell Grant Program; Federal Direct Student Loans
Award Numbers:	N/A; Federal Award Year 2024-2025
Questioned Cost:	None
Program Expenditures:	\$768,137; \$45,573,205; \$87,147,867
Cluster Expenditures:	\$137,694,385

The Illinois State University (University) did not accurately report student enrollment information to the U.S. Department of Education’s National Student Loan Data System (NSLDS) and internal controls in place did not identify the errors.

Condition

Out of twenty-five students tested, we noted fourteen students’ (56%) enrollment status changes had discrepancies in Enrollment Effective Dates between the NSLDS Campus-Level Record and the NSLDS Program-Level Record, with the NSLDS Program-Level Record dates being inaccurate by 17 days.

The sample was not intended to be, and was not, a statistically valid sample.

Criteria

According to the NSLDS Enrollment Reporting Guide, a student’s Program-Level enrollment status should be reported with the same enrollment status as student’s Campus-Level enrollment status for all programs the student is enrolled in at a location, even if the student is not currently taking coursework which applies to a particular program. If the student has withdrawn or graduated from an academic program, a “terminal enrollment status” of ‘W’ or ‘G,’ as appropriate, should be reported for the program, even if the student is still taking coursework applicable to other programs in which the student is enrolled. The NSLDS Enrollment Reporting Guide also states the University is responsible for accurately reporting all Program-Level Record and Campus-Level Record data elements.

Uniform Grant Guidance (2 CFR 200.303) requires nonfederal entities receiving federal awards to establish and maintain internal controls designed to reasonably ensure compliance with federal statutes, regulations, and terms and conditions of the federal award. Effective internal controls should include procedures to ensure accurate student enrollment information is submitted to NSLDS.

Cause

University management indicated the failure to report accurate enrollment information was due to a technical error in the University’s process to transfer data to NSLDS.

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2025

Finding 2025-004 Errors in Reporting for NSLDS (continued)

Effect

Failure to accurately report Campus-Level student enrollment information to NSLDS resulted in noncompliance with federal guidelines and inaccurate NSLDS records. (Finding Code No. 2025-004)

Recommendation

We recommend the University review current processes for reporting to NSLDS and implement procedures to ensure student enrollment information is reported accurately.

University Response

The University acknowledges the above finding. The identified issue was isolated and only impacted fall graduates. This issue was fully addressed when the university filed its fall 2025 enrollment reporting. The university has conducted an internal audit to identify students that were reported incorrectly and has manually updated files to ensure dates were properly reflected. At current state, internal monitoring and manual edits are made if discrepancies appear. It is expected that the Enterprise Resource Planning System will launch an automatic fix for this issue in a software update for all users in the first quarter of calendar year 2026. Should the software issue not result in an automation of the fix, the University plans to continue the manual edits, then customize the NSLDS reporting logic to ensure continued future alignment.

**State of Illinois
Illinois State University
Federal Single Audit
Schedule of Prior Findings Not Repeated
For the Year Ended June 30, 2025**

No matters are reportable.

STATE OF ILLINOIS
ILLINOIS STATE UNIVERSITY
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2025

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title		Assistance Listing Number (ALN)	Pass-Through Entity Identifying Number	Total Federal Expenditures	Provided to Subrecipients
STUDENT FINANCIAL ASSISTANCE CLUSTER					
U.S. Department of Education					
Federal Supplemental Educational Opportunity Grants	(M)	84.007		\$ 768,137	\$ -
Federal Work-Study Program	(M)	84.033		846,026	-
Federal Perkins Loan Program - Beginning Loan Balance	(M)	84.038		1,913,074	-
Federal Pell Grant Program	(M)	84.063		45,573,205	-
Federal Direct Student Loans	(M)	84.268		87,147,867	-
Teacher Education Assistance for College and Higher Education Grants (TEACH Grants)	(M)	84.379		636,744	-
Total U.S. Department of Education Student Financial Assistance Cluster				<u>136,885,053</u>	<u>-</u>
U.S. Department of Health and Human Services					
Nursing Student Loans, Beginning Loan Balance	(M)	93.364		662,672	-
Nursing Student Loans, New Loans	(M)	93.364		146,660	-
Total U.S. Department of Health and Human Services		Total 93.364		<u>809,332</u>	<u>-</u>
TOTAL STUDENT FINANCIAL ASSISTANCE CLUSTER				<u>137,694,385</u>	<u>-</u>
RESEARCH & DEVELOPMENT CLUSTER					
U.S. Department of Agriculture					
Agricultural Research - Basic and Applied Research	(M)	10.001		37,184	-
Agriculture and Food Research Initiative (AFRI)	(M)	10.310		100,507	-
Agriculture and Food Research Initiative (AFRI) (Passed through University of Illinois Urbana Champaign)	(M)	10.310	086926-16471, 107651-18813	11,532	-
Agriculture and Food Research Initiative (AFRI) (Passed through Southern Illinois University Edwardsville)	(M)	10.310	107651-18813, 761864-001	15,184	-
Agriculture and Food Research Initiative (AFRI) (Passed through Western Illinois University)	(M)	10.310	2019-69012-29851-01	198,039	-
Agriculture and Food Research Initiative (AFRI) (Passed through Purdue University)	(M)	10.310	F9000315202078	19,548	-
Agriculture and Food Research Initiative (AFRI) (Passed through Mitchell Technical College)	(M)	10.310	23-0115-2027-002	8,495	-
Total R&D 10.310				<u>353,305</u>	<u>-</u>
Capacity Building for Non-Land Grant Colleges of Agriculture (NLGCA)	(M)	10.326		48,397	2,943
Environmental Quality Incentives Program (Passed through University of Illinois Urbana Champaign)	(M)	10.912	103926-18436	1,443	-
Total U.S. Department of Agriculture				<u>440,329</u>	<u>2,943</u>

STATE OF ILLINOIS
ILLINOIS STATE UNIVERSITY
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2025

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title		Assistance Listing Number (ALN)	Pass-Through Entity Identifying Number	Total Federal Expenditures	Provided to Subrecipients
U.S. Department of the Interior					
Endangered Species Recovery Implementation	(M)	15.657		\$ 55,895	\$ -
Total U.S. Department of the Interior				<u>55,895</u>	<u>-</u>
U.S. Geological Survey					
National Cooperative Geologic Mapping	(M)	15.810		44,994	-
Total U.S. Geological Survey				<u>44,994</u>	<u>-</u>
National Endowment for the Arts					
Promotion of the Arts Grants to Organizations and Individuals	(M)	45.024		74,940	-
Total National Endowment for the Arts				<u>74,940</u>	<u>-</u>
National Science Foundation					
Engineering		47.041		90,075	-
Mathematical and Physical Sciences	(M)	47.049		708,107	-
Geosciences		47.050		124,909	-
Computer and Information Science and Engineering		47.070		379,063	-
Computer and Information Science and Engineering (Passed through Syracuse University)		47.070	34089-07165-S01	6,846	-
Biological Sciences		47.074		395,075	-
STEM Education	(M)	47.076		1,164,746	49,699
STEM Education (Passed through Illinois Wesleyan University)	(M)	47.076	1742224-001	425,335	-
STEM Education (Passed through Donald Danforth Plant Science Center)	(M)	47.076	A23-0001-S001	304,395	26,497
STEM Education (Passed through University of Illinois)	(M)	47.076	118806-20167	15,421	-
Total R&D 47.076				<u>1,909,897</u>	<u>76,196</u>
Office of Integrative Activities	(M)	47.083		447,923	-
Total National Science Foundation				<u>4,061,895</u>	<u>76,196</u>

STATE OF ILLINOIS
ILLINOIS STATE UNIVERSITY
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2025

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title		Assistance Listing Number (ALN)	Pass-Through Entity Identifying Number	Total Federal Expenditures	Provided to Subrecipients
U.S. Department of Energy					
Office of Science Financial Assistance Program	(M)	81.049		\$ 2,240,234	\$ 1,748,526
Fossil Energy Research and Development					
(Passed through University of Illinois)	(M)	81.089	115271-19991	7,248	-
Total U.S. Department of Energy				<u>2,247,482</u>	<u>1,748,526</u>
U.S. Department of Education					
Special Education Grants to States					
(Passed through Illinois State Board of Education)	(M)	84.027	26-4630-CC	1,009,664	-
Career and Technical Education - Basic Grants to States					
(Passed through Illinois Community College Board)	(M)	84.048	CTE PDTA ICSPS-25	283,690	-
Rehabilitation Services Vocational Rehabilitation Grants to States					
(Passed through Illinois Department of Human Services)	(M)	84.126	DRS24CON0015	64,843	-
Special Education					
(Passed through Illinois State Board of Education)	(M)	84.027A	24038	44,426	-
Disability Innovation Fund					
(Passed through Illinois Department of Human Services)	(M)	84.421	4100199163	46,441	-
Total U.S. Department of Education				<u>1,449,064</u>	<u>-</u>
U.S. Environmental Protection Agency					
Surveys, Studies, Research, Investigations, Demonstrations, and Special					
Purpose Activities Relating to the Clean Air Act					
(Passed through Ecology Action Center)	(M)	66.034	A24-0053-001	16,920	-
Total U.S. Environmental Protection Agency				<u>16,920</u>	<u>-</u>
U.S. Department of Health and Human Services					
Area Health Education Centers (Passed through University of Illinois at Chicago)	(M)	93.107	16930, 19250	130,485	-
Mental Health Research Grants (Passed through Michigan State University)	(M)	93.242	RC113523IU	5,568	-
Advanced Nursing Education Workforce Grant Program	(M)	93.247		264	-
Nursing Research					
(Passed through Columbia University Irving Medical Center)	(M)	93.361	1(GG011373-01)	53,881	-
Arthritis, Musculoskeletal and Skin Diseases Research					
(Passed through National Institutes of Health)	(M)	93.846	68290.87	110,800	-
Allergy and Infectious Diseases Research	(M)	93.855		197,592	-
Allergy and Infectious Diseases Research (Passed through University of Georgia)	(M)	93.855	SUB00003065	101,909	-
Total R&D 93.855				<u>299,501</u>	<u>-</u>
Biomedical Research and Research Training	(M)	93.859		144,531	-
Aging Research	(M)	93.866		88,881	-
Total U.S. Department of Health and Human Services				<u>833,911</u>	<u>-</u>
TOTAL RESEARCH & DEVELOPMENT CLUSTER				<u>9,225,430</u>	<u>1,827,665</u>

STATE OF ILLINOIS
ILLINOIS STATE UNIVERSITY
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2025

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Assistance Listing Number (ALN)	Pass-Through Entity Identifying Number	Total Federal Expenditures	Provided to Subrecipients
CHILD NUTRITION CLUSTER				
U.S. Department of Agriculture				
National School Lunch Program				
(Passed through Illinois State Board of Education)	10.555	4210	\$ 34,132	\$ -
Child and Adult Care Food Program				
(Passed through Illinois State Board of Education)	10.558	4226	3,663	-
Total U.S. Department of Agriculture			<u>37,795</u>	<u>-</u>
TOTAL CHILD NUTRITION CLUSTER			<u>37,795</u>	<u>-</u>
WIOA CLUSTER				
U.S. Department of Labor				
WIOA Adult Program	17.258		312,577	21,174
WIOA Youth Activities	17.259		332,169	22,502
WIOA Dislocated Worker Formula Grants	17.278		388,594	26,324
Total U.S. Department of Labor			<u>1,033,340</u>	<u>70,000</u>
TOTAL WIOA CLUSTER			<u>1,033,340</u>	<u>70,000</u>
SPECIAL EDUCATION CLUSTER (IDEA)				
U.S. Department of Education				
Special Education Grants to States				
(Passed through Illinois State Board of Education)	84.027	IDEAD-4630	239,930	-
Total U.S. Department of Education			<u>239,930</u>	<u>-</u>
TOTAL SPECIAL EDUCATION CLUSTER (IDEA)			<u>239,930</u>	<u>-</u>
TRIO CLUSTER				
U.S. Department of Education				
TRIO Student Support Services	84.042A		319,554	-
Total U.S. Department of Education			<u>319,554</u>	<u>-</u>
TOTAL TRIO CLUSTER			<u>319,554</u>	<u>-</u>
CHILDCARE AND DEVELOPMENT FUND CLUSTER				
U.S. Department of Health and Human Services				
Child Care and Development Block Grant				
(Passed through Illinois Community College Board)	93.575	ECE-ICSPS-24, ECE-ISU-ICSPS-23	19,463	-
Total U.S. Department of Health and Human Services			<u>19,463</u>	<u>-</u>
TOTAL CHILDCARE AND DEVELOPMENT FUND CLUSTER			<u>19,463</u>	<u>-</u>

STATE OF ILLINOIS
ILLINOIS STATE UNIVERSITY
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2025

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Assistance Listing Number (ALN)	Pass-Through Entity Identifying Number	Total Federal Expenditures	Provided to Subrecipients
HEAD START CLUSTER				
U.S. Department of Health and Human Services				
Head Start	93.600		\$ 54,111	\$ -
Total. U.S. Department of Health and Human Services			54,111	-
TOTAL HEAD START CLUSTER			54,111	-
OTHER PROGRAMS				
U.S. Department of Agriculture				
Sustainable Agriculture Research and Education Program	10.215	2023-38640-39573, 2020-38640-31522	32,542	-
(Passed through University of Minnesota)			31,123	-
Higher Education - Institution Challenge Grants Program	10.217		63,665	-
Total U.S. Department of Agriculture				
U.S. Department of the Interior				
Save America's Treasures (Passed through National Park Service)	15.929	ST-252510-OMS-22	2,526	-
Total U.S. Department of the Interior			2,526	-
Library of Congress				
Teaching with Primary Sources	42.010		567,621	194,736
Total Library of Congress			567,621	194,736
U.S. Department of Education				
Career and Technical Education - Basic Grants to States				
(Passed through Illinois Community College Board)	84.048	CTE-ICSPS-24, BEEC-ICSPS-24	263,195	-
Total Non R&D 84.048			263,195	-
Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	84.325K		55,233	-
Education Stabilization Fund - COVID 19				
(Passed through Illinois Board of Higher Education)	84.425D	22&23TUTORCO-ISU	562,199	-
Education Stabilization Fund - COVID 19				
(Passed through Illinois State Board of Education)	84.425D	22&23TUTORIPO-ISU	220,114	-
Elementary and Secondary School Emergency Relief Fund - COVID 19				
(Passed through Illinois State Board of Education)	84.425U	S425U210041	125,227	-
Elementary and Secondary School Emergency Relief Fund - COVID 19				
(Passed through Illinois State Board of Education)	84.425U	586-62-2578-4998-F	105	-
Total 84.425			907,645	-
Adult Education-Basic Grants to States				
(Passed through Illinois Community College Board)	84.002	BEEC-ICSPS-24	87,747	-
Total U.S. Department of Education			1,313,820	-

**STATE OF ILLINOIS
ILLINOIS STATE UNIVERSITY
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2025**

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Assistance Listing Number (ALN)	Pass-Through Entity Identifying Number	Total Federal Expenditures	Provided to Subrecipients
U.S. Department of Health and Human Services				
Congressional Directives	93.493		\$ 856,227	\$ -
Autism Collaboration, Accountability, Research, Education, and Support (Passed through Oregon State University)	93.877	P0583A-D	5,518	-
Total U.S. Department of Health and Human Services			<u>861,745</u>	<u>-</u>
U.S. Department of Treasury				
Coronavirus State and Local Fiscal Recovery Funds - COVID 19 (Passed through Illinois Department of Commerce and Economic Opportunity)	(M) 21.027	9001426390	259,653	86,231
Total U.S. Department of Treasury			<u>259,653</u>	<u>86,231</u>
Corporation for National and Community Service				
AmeriCorps State and National (Passed through Western Illinois University)	94.006	FCSCY07199-01	12,936	-
Total Corporation for National and Community Service			<u>12,936</u>	<u>-</u>
Federal Emergency Management Agency				
Hazard Mitigation Grant (Passed through Illinois Emergency Management Agency)	97.039	449-28090	24,087	24,087
Total Federal Emergency Management Agency Non-R&D			<u>24,087</u>	<u>24,087</u>
TOTAL OTHER PROGRAMS			<u>3,106,053</u>	<u>305,055</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 151,730,061</u>	<u>\$ 2,202,720</u>

(M) - Program was audited as a major Program

Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2025

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the schedule) includes the federal grant activity for the year ended June 30, 2025, and is presented on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), wherein certain types of expenditures are not allowable or are limited as to reimbursement. The information in this schedule presents only a selected portion of the operations, it is not intended to and does not present the financial position, changes in net position, or cash flows of the University. The University has elected not to use the de minimis indirect cost rate allowed under the Uniform Guidance.

Note 2. Loans Outstanding at Fiscal Year-Ended

The University had the following loan balances outstanding at June 30, 2025, for programs that are administered directly. Loans outstanding at the beginning of the year and loans made during the year are included in the federal expenditures presented in the schedule of expenditures of federal awards.

	Outstanding Balance at June 30, 2025
Nursing Student Loans, ALN 93.364	\$ 728,172
Perkins Loan Program, ALN 84.038	<u>809,800</u>
Total loans outstanding	<u>\$ 1,537,972</u>

There were no administrative costs charged to the Perkins Loan Program. The Federal Perkins Program was ended on September 3, 2017, with final allowable disbursements being made on June 30, 2018.

Note 3. Total New Federal Student Loans

During the audit period, the University processed the following amounts of new loans under the Federal Direct Student Loans Program:

	Outstanding Balance at June 30, 2025
Direct Student Loans Program, ALN 84.268	\$ 60,388,667
Direct Parent Loan for Undergraduate Students program (PLUS), ALN 84.268	<u>26,759,200</u>
Total	<u>\$ 87,147,867</u>

**Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2025**

There were no administrative costs charged to the loan program. During the fiscal year ended June 30, 2025, the University issued new loans under the Federal Direct Student Loan Program (FDLP). The loan program includes subsidized and unsubsidized Stafford Loans and PLUS Loans for undergraduate and graduate students. The value of the loans issued for the FDLP is based on disbursed amounts. The University is responsible only for the performance of certain administrative duties with respect to federally guaranteed student loan programs and, accordingly, balances and transactions related to these loan programs are not included in the University's financial statements. Therefore, it is not practicable to determine the balance of loans outstanding to students and former students of the University as of June 30, 2025.

Note 4. Insurance Disclosure

During the audit period, there was no federally funded insurance in effect.

Note 5. Depository Library

The University's Milner Library services as a depository in the U.S. Government Publishing Office's Federal Depository Library Program (ALN 40.001, Depository Libraries for Government Publications). The University is the legal custodian of government publications received under this program; however, these publications remain the property of the federal government.

State of Illinois
Illinois State University

Schedule of Federal and Nonfederal Financial Activity
For the Year Ended June 30, 2025

Schedule A: Federal Financial Component

Total federal expenditures ¹	\$ 151,730,061
Other noncash federal award expenditures (not included on SEFA schedule)	<u>-</u>
Total Schedule A	\$ <u>151,730,061</u>

Schedule B: Total Financial Component

Total operating expenses ²	\$ 603,848,637
Total nonoperating expenses ²	8,474,788
Federal loan balances: ^{1,4}	
Federal Perkins Loans Program	1,913,074
Nursing Student Loans	662,672
Total value of new federal loans: ^{1,5}	
Nursing Student Loans	146,660
Federal Direct Student Loans	<u>87,147,867</u>
Total Schedule B	\$ <u>702,193,698</u>

Schedule C: Computation of Nonfederal Expenses

		<u>Percent</u>
Total, Schedule B	\$ 702,193,698	100.00%
Total, Schedule A	<u>151,730,061</u>	<u>21.61%</u>
Total nonfederal expenses	\$ <u>550,463,637</u>	<u>78.39%</u>

¹ Obtained from the Schedule of Expenditures of Federal Awards

² Obtained from the Statement of Revenues, Expenses, and Changes in Net Position

⁴ Balance at the beginning of the fiscal year with continuing compliance requirements

⁵ Balance of loans issued during the fiscal year