

Contact: Debra Johnston

### STATE AUDIT REPORTS

**Action Requested:** Receive the following reports:

1. State of Iowa Reports – FY 2021
  - ♦ Annual Comprehensive Financial Report <https://www.auditor.iowa.gov/reports/file/69784/embed>
  - ♦ Single Audit Report unavailable
2. University Financial Reports – FY 2021
  - ♦ Iowa State University <https://www.auditor.iowa.gov/reports/file/69338/embed>  
<https://www.auditor.iowa.gov/reports/file/69695/embed>
3. Report of Recommendation – FY 2020
  - ♦ Iowa State University unavailable

**Executive Summary:** The Iowa Code requires the Auditor of State to conduct audits on all state entities, including the Regents institutions and the Board Office. The Annual Comprehensive Financial Report (ACFR) and the State Audit Report (SAR) are released annually and contain information regarding the five Regents institutions, the Board Office, and the rest of state government. The Auditor of State also provides an opinion on the university financial reports, issued annually, and issues annual Reports of Recommendation on all Regents institutions and the Board Office.

Deputy Auditor of State, Ernest Ruben, and Brian Bruskern, Financial Audit Division Director, are scheduled to make brief comments on available reports.

---

#### State of Iowa Reports – FY 2021

- ♦ The ACFR provides a broad perspective of the State of Iowa's financial activity with a general overview of the condition of the State, audited financial statements of the State, and a statistical section containing financial and demographic information.
  - ✓ The financial statements were prepared in accordance with governmental accounting principles generally accepted in the United States. The report noted that the financial statements present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the State of Iowa as of June 30, 2021, and the respective changes in its financial position and, where applicable, its cash flows for the year then ended.
  - ✓ The State's combined net position (governmental and business-type activities) as of June 30, 2021, totaled \$22,475.4 million, an increase of 11.7% from the \$20,121.0 million as of June 30, 2020.
- ♦ The SAR, required by federal law, covers the disbursement of federal funds by all state agencies, institutions, and universities, as well as a review of internal controls, compliance with federal laws and regulations, and follow-up on prior year federal comments. This report is currently unavailable and will be presented at a later date.

University Financial Reports – FY 2021 (Iowa State University)

This report includes the Auditor of State's opinion, which may be found near the beginning of each report and an internal control letter, which is included separately. Auditors:

- ◆ Reported the financial statements present fairly in all material respects, the financial position as of June 30, 2021;
- ◆ Identified three findings related to financial reporting: a lack of segregation of duties over certain journal entries, errors in financial reporting, and the lack of procedures over equipment accruals.
- ◆ Reported no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Report of Recommendation – FY 2020 (Iowa State University)

- ◆ This report is currently unavailable and will be presented at a later date.