University System of Georgia
External Audit Results
For Fiscal Year Ended June 30, 2015

Claire Arnold, Associate Vice Chancellor, Accounting and Reporting
March 2016
Georgia Department of Audits and Accounts (DOAA)
Financial Statement Audit Findings

![Bar Chart]

Material Weakness: 10 (FY 2012) 3 (FY 2013) 6 (FY 2014) 4 (FY 2015)
Significant Deficiency: 6 (FY 2012) 2 (FY 2013) 6 (FY 2014) 4 (FY 2015)

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Georgia Department of Audits and Accounts (DOAA)
Federal Audit Findings

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Office of Fiscal Affairs
Corrective Action Plan Efforts

- DOAA Exit Conferences
- Deficiency Analysis
- Review of all corrective action plans (CAPS)
- CAP Meetings with each individual that received findings
- Training focused on deficiency analysis
  - Banner Segregation of Duties Workshops
  - Year End Financial Statement Workshop
  - SFA Directors Meeting

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University System of Georgia
Consolidated Annual Financial Report
For Fiscal Year Ended June 30, 2015

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### Net Position

<table>
<thead>
<tr>
<th>CONDENSED STATEMENT OF NET POSITION (in millions)</th>
<th>June 30, 2015</th>
<th>June 30, 2014</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>NET POSITION</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net Investment in Capital Assets</td>
<td>$ 6,314</td>
<td>$ 5,588</td>
<td>13.0%</td>
</tr>
<tr>
<td>Restricted, Non-Expendable</td>
<td>181</td>
<td>175</td>
<td>3.4%</td>
</tr>
<tr>
<td>Restricted, Expendable</td>
<td>322</td>
<td>303</td>
<td>6.3%</td>
</tr>
<tr>
<td>Restricted, Expendable - Capital Projects</td>
<td>-</td>
<td>77</td>
<td>-100.0%</td>
</tr>
<tr>
<td>Unrestricted</td>
<td>(3,938)</td>
<td>(984)</td>
<td>300.2%</td>
</tr>
<tr>
<td><strong>TOTAL NET POSITION</strong></td>
<td>$ 2,879</td>
<td>$ 5,159</td>
<td>-44.2%</td>
</tr>
</tbody>
</table>

Net Position decreased 44.2% or $2.3 billion
- Net Pension liability represented $1,914 m
- OPEB liability increased $400 m

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