



STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL

MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

March 28, 2018

The Arizona Board of Regents

Dr. Michael M. Crow, President
Arizona State University

Subject: Federal compliance audit closeout letter

We are auditing the State of Arizona's compliance with its major federal programs for the year ended June 30, 2017, in accordance with *Government Auditing Standards* and 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). In planning and conducting our audit, with respect to Arizona State University, we tested:

- Internal controls over the Student Financial Assistance Cluster that the University administered; and
- Compliance with the requirements of federal statutes, regulations, and terms and conditions of federal awards that could have a direct and material effect on that federal program.

At the conclusion of our audit of the State's compliance with major federal programs requirements, we will be reporting internal control deficiencies and instances of noncompliance that we identified during our audit in a state-wide report on internal control and compliance over federal programs. For the University, there are no audit findings that will be included in that report.

This letter is intended solely for the Arizona Board of Regents and university management and is not intended to be and should not be used by anyone other than the specified parties. However, this letter is a matter of public record, and its distribution is not limited.

Should you have any questions concerning its contents, please let us know.

Sincerely,

Jay Zsorey, CPA
Director, Financial Audit Division

cc: Dr. Morgan R. Olsen, Executive Vice President, Treasurer and Chief Financial Officer
Joanne Wamsley, Vice President for Finance and Deputy Treasurer
Marilyn Mulhollan, Assistant Vice President for Financial Services
Danielle Silvas, Assistant Director of Research Administration
Lee Pettit, Associate Director of Research Administration
Cristie Norwood, Executive Director, Financial Aid Services
Eileen I. Klein, President, Arizona Board of Regents
Richard Gfellar, Assistant Vice President and Chief Audit Executive, Arizona Board of Regents
Clark Partridge, State Comptroller, Arizona Department of Administration