

TEXAS A&M UNIVERSITY
STATEWIDE SINGLE AUDIT – A-133
FY 2016 Audit – For the Year Ending August 31, 2016

Texas A&M University, a State of Texas agency, is included as part of the Statewide comprehensive annual financial report audit and Single Audit (A-133), performed each year by the State Auditor's Office in Texas. **The State of Texas fiscal year is September 1 through August 31.**

The State Auditor's Office and KPMG, LLP performed the federal portion (website link is <http://www.sao.texas.gov/reports/main/17-314.pdf>) of the 2016 Statewide Single Audit (A-133). The federal portion included a review of compliance and controls over the State's federal awards and an audit of the Schedule of Expenditures of Federal Awards (SEFA). The reports from the federal portion and the financial portion are submitted to the federal government to fulfill Single Audit reporting requirements.

Comprehensive Annual Financial Report (CAFR) – State of Texas

Annual financial reports are the responsibility of the Chief Business Officer. Texas A&M University's financial activities for each fiscal year are part of the statewide CAFR (Comprehensive Annual Financial Report) coordinated by the State Comptroller's Office.

Links to the CAFR and Texas A&M University financial reports are shown below:

Statewide CAFR - <https://comptroller.texas.gov/transparency/reports/comprehensive-annual-financial/>

Texas A&M University - <http://www.tamus.edu/business/budgets-and-accounting/reports/statutory-reports/annual-financial-reports/> and <http://www.tamus.edu/business/budgets-and-accounting/reports/statutory-reports/annual-financial-reports/fy2016/>

Annual financial audits are performed by Office of State Auditor of Texas. See Independent Auditor's Report at Statewide CAFR – <https://comptroller.texas.gov/transparency/reports/comprehensive-annual-financial/2016/>

Statewide A-133 Audit Reports:

Information regarding Texas A&M University audit under A-133 is included at the State of Texas Auditor's web site. Texas A&M University is part of a Statewide Single Audit. The most recent audit completed is for the fiscal year ending August 31, 2016. <http://www.sao.texas.gov/SAOReports/AdvancedSearch/>. Search Reports for "Statewide Single Audit Reports."

State of Texas Federal Portion of Statewide Single Audit Report for the Year Ended August 31, 2016-
<http://www.sao.texas.gov/reports/main/17-314.pdf>

State of Texas Financial Portion of Statewide Single Audit Report for the Year Ended August 31, 2016 -
<http://www.sao.texas.gov/reports/main/17-555.pdf>

Findings in the Federal Portion of Statewide Audit for Texas A&M University for FY 2016

Within the report, findings are grouped by State of Texas agency or university. By reviewing the *Table of Contents* for the report (page 169/754 in the .pdf file or Page 165 in SAO Report 17-314, <http://www.sao.texas.gov/reports/main/17-314.pdf>), any Texas A&M System member with findings is listed. (The list of Texas A&M System Members below only includes College Station components, except for Texas A&M at Galveston which is a branch campus of Texas A&M University).

1. Texas A&M University

2. Texas A&M AgriLife Research
3. Texas A&M AgriLife Extension Service
4. Texas A&M Engineering Experiment Station
5. Texas A&M Engineering Extension Service
6. Texas A&M Forest Service
7. Texas A&M Transportation Institute
8. Texas A&M Veterinary Medical Diagnostic Laboratory
9. Texas A&M University at Galveston
10. Texas A&M System – Health Science Center
11. Texas A&M System Offices

R&D Cluster

For Texas A&M University, there were \$-0- questioned costs for the R&D Cluster in FY 2016. A significant deficiency and non-compliance FY 2015 finding related to Equipment and Real Property Management was satisfactorily corrected in FY 2016. A significant deficiency and non-compliance finding for Period of Availability of Federal Funds reported in FY 2015 was reported again in FY 2016. *(Note: A significant deficiency indicates control weaknesses, but those weaknesses would not likely result in material non-compliance).* Please refer to “State of Texas Federal Portion of Statewide Single Audit Report for the Year Ended August 31, 2016,” at <http://www.sao.texas.gov/reports/main/17-314.pdf>. (See pages 497-500 in the audit report document.)

For Texas A&M Health Science Center, a significant deficiency and non-compliance finding for Period of Availability of Federal Funds reported in FY 2015 was reported again in FY 2016. *(Note: A significant deficiency indicates control weaknesses, but those weaknesses would not likely result in material non-compliance).* Please refer to “State of Texas Federal Portion of Statewide Single Audit Report for the Year Ended August 31, 2016,” at <http://www.sao.texas.gov/reports/main/17-314.pdf>. (See pages 493-494 in the audit report.)

Student Financial Assistance Cluster

For Texas A&M University in FY 2016, findings related to the student financial assistance cluster are described in the audit report at: <http://www.sao.texas.gov/reports/main/17-314.pdf>. (See page 267-269 in SAO Report No. 17-314).

Financial Portion of Statewide Audit for Texas A&M University for FY 2016

Within the State of Texas Financial Portion of the Statewide Audit report, findings are reported by State agency. In 2016, Texas A&M University had **no findings** related to preparation of the SEFA (Schedule of Expenditures of Federal Awards) in the financial portion of the Statewide Single Audit

Report. Report is shown at <http://www.sao.texas.gov/reports/main/17-555.pdf>. Refer to page 33 in SAO Report No. 17-555 for follow-up and corrective action of prior year finding.

Federal Clearinghouse for A-133 Audits:

The Texas State Auditor submits our A-133 audit to the Federal Clearinghouse. This is found at visit: <https://harvester.census.gov/facdissem/Main.aspx> . Search by entity 746000089, which is the identifying number for the State of Texas. After you enter the entity number 746000089, click on "View Results" to pull up the audits for the State of Texas.

Comment Regarding Texas A&M Research Foundation

NOTE: Expenditures on awards with the Texas A&M Research Foundation are NOT included in the State of Texas Single Audit because they are not considered a State of Texas agency. They are a private non-profit foundation that administers federal and other sponsored grants or contracts on behalf of Texas A&M University and other System parts. The Texas A&M Research Foundation has a Single Audit (A-133) each year by an external audit firm.

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