

**SUMMARY OF CHANGES and CORRECTIONS TO
U.S. DEPARTMENT OF EDUCATION'S JANUARY 2000 AUDIT GUIDE
"AUDITS OF FEDERAL STUDENT FINANCIAL ASSISTANCE PROGRAMS AT
PARTICIPATING INSTITUTIONS AND INSTITUTION SERVICERS"**

Below is a summary of changes and corrections made to this guide since it was first posted on this website in January 2000 through September 27, 2007:

<u>Date of Change</u>	<u>Page Numbers</u>	<u>Summary of Changes</u>
9/27/2007	N/A	<p>See "Dear CPA Letter" No. CPA-07-03 posted on the same webpage as this summary.</p> <p>Reason for change: To amend the Audit Guide by prescribing mandatory procedures for audits of postsecondary institutions and servicers designed to identify (1) prohibited inducements paid by lenders in the Federal Family Education Loan (FFEL) program and (2) the denial of students' access to FFEL lenders and guaranty agencies of their choice.</p>
8/30/2007	N/A	<p>See "Dear CPA Letter" No. CPA-07-01 posted on the same webpage as this summary.</p> <p>Reason for change: To amend the Audit Guide by prescribing mandatory procedures for audits of postsecondary institutions and servicers to cover two new student financial assistance programs: the Academic Competitiveness Grant (ACG) Program, and the National Science and Mathematics Access to Retain Talent Grant (National SMART Grant) Program.</p>
6/29/2005	I-7	<p>The following address change was made for submission of the Audit Reporting Package.</p> <p>For regular mail and commercial overnight delivery:</p> <p style="padding-left: 40px;">U.S. Department of Education Application, School Eligibility and Delivery Services School Eligibility Channel, IPM 830 First Street, NE Room 7111 Washington, DC 20002-5402</p> <p>Phone # to include on overnight packages is either (202) 377-3162 or (202) 377-4328.</p> <p>Reason for Change: To reflect address and telephone number changes.</p>
6/29/2005	I-9	<p>The following address change was made for submitting questions regarding financial statement audit requirements or the financial statement presentation.</p>

U. S. Department of Education
Performance Improvement and Procedures, SEC
Attn: Financial Analysis
Union Center Plaza #3
830 First Street NE, Room 74D3
Washington, DC 20202-5300

Tel. (202) 377-4263
Fax: (202) 275-4535

Reason for Change: To reflect address and telephone number changes.

02/28/02	II-29	<p>The second paragraph under the heading-- “Time frame for Return of Federal Funds” was changed to reflect “30” calendar days (Effective July 1, 2000) instead of “60”. In addition, the CFR citations were changed. The paragraph now reads:</p> <p>If the student received a FFEL, an institution must calculate the refund due to a student and return to the lender any portion of the refund allocated to the loan programs within 60 calendar days (30 days effective July 1, 2000) (34 CFR 668.22(j), 682.607, 685.306) of the earliest of these dates:</p> <p>Reason for Change: To reflect changes in the SFA regulations.</p>
07/31/00	Appendix E	<p>Appendix improperly used the word “servicer” instead of “institution” throughout this appendix. As such, wherever the word “servicer” appeared, it was changed to the word “institution”.</p>
07/31/00	II-9 & II-11	<p>The Internet address for obtaining borrower information was changed from home.gvi.net/~edoig/sfa.htm to www.ed.gov/offices/OIG/nonfed/sfa.htm</p>
06/14/00	Appendix D	<p>Guidance concerning how to download the software for generating Example E, Schedules A, B, and C has been removed and the software is no longer available. Either the Wordperfect template or the PDF format should be used instead.</p> <p>Reason for Change: The diskette generated by the software is no longer required for submission. Paper copies of the Schedules are required.</p>
04/25/00	II-4, 4 th arrow	<p>Inserted the regulatory citation “34 CFR 668.175” at the end of the sentence.</p> <p>Reason for Change: Need for regulatory citation.</p>
03/15/00	I-1, paragraph 3	<p>The bracketed note concerning A-133 audit requirements</p>

has been revised to eliminate the statement that this guide must be used for program specific audits to satisfy the A-133 requirement.

Reason for Change: OMB Circular A-133, paragraph 200(c) allows program specific audits only when an auditee expends Federal awards under only one Federal program **and** the Federal program’s laws, regulations, or grant agreements **do not** require a financial statement audit of the auditee. Since the SFA regulations require financial statements, this option is not available.

12/14/00 II-7, step g

The word “program” was changed to “courses”.

Reason for Change: For correctness.

12/19/00 II-4,

The first bullet under the caption “had for the *award year* that ended during the institution’s fiscal year (34 CFR 600.7):” was changed from:

More than 50% of its courses as correspondence or telecommunications; to:

More than 50% of its courses as correspondence and/or telecommunications;

12/19/00 II-7, step g

The words “correspondence or telecommunications” was changed to “correspondence and/or telecommunications”.

Reason for Change: If the institution has both correspondence and telecommunications courses, the combination of the two cannot exceed 50%.