

STATE OF UTAH  
OFFICE OF THE UTAH STATE AUDITOR



TINA M. CANNON  
UTAH STATE AUDITOR

**Southern Utah University**

**Perkins Loan Program Closeout**

**Audit Report**

**For the year ended June 30, 2025**

**Report No. 25-39**

**Office of the Utah State Auditor**

Audit Leadership:

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# Independent Auditor's Report

To the Board of Trustees, Audit Committee  
and  
Mindy Benson, President  
Southern Utah University

This report is issued, in connection with our statewide federal compliance audit (Single Audit) for the year ended June 30, 2025, to communicate Southern Utah University's (University) compliance with requirements contained in the 2025 OMB Compliance Supplement for the Student Financial Assistance Cluster, Federal Perkins Loan Liquidation procedures.

Our audit was conducted in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards (issued by the Comptroller General of the United States); and the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

In our opinion, the University complied, in all material respects, with the Federal Perkins Loan Program closeout procedures for the year ended June 30, 2025, which included the following:

- The University notified the Department of Education (ED) regarding the intent to liquidate the Perkins loan portfolio and fund.
- The University transferred outstanding loan portfolios to ED via the assignment process, purchased any loans not assigned, or has initiated the assignment of any remaining outstanding loans to ED.
- The University has procedures for maintaining program and fiscal records for all transactions occurring after the most recent FISAP was filed, specifically reconciling:
  - Overall cash-on-hand (including loan purchases);
  - Total borrower portfolio, including retired loans and assigned loans (including accumulated interest validation);
  - Teacher, service, and other cancellation data;
  - Cumulative Repayment Information;
  - Federal Capital Contribution (FCC) and Institutional Capital Contribution (ICC) data.
- The University liquidated any remaining cash and returned the federal portion to ED.

Our final reports on internal controls and on compliance required under *Government Auditing Standards* and federal *Uniform Guidance* will be issued under separate cover.

The purpose of this report is solely to communicate the University's compliance with Federal Perkins Loan Program closeout procedures. Accordingly, this communication is not suitable for any other purpose. However, pursuant to *Utah Code* Title 63G Chapter 2, this report is a matter of public record, and as such, its distribution is not limited.

*Office of the State Auditor*

Office of the Utah State Auditor

Salt Lake City, Utah

March 18, 2026