

## **Tennessee Student Assistance Corporation**

Thursday, September 24, 2015

### **DISCUSSION ITEM D:                      Audit Update**

**Staff Recommendation:**                      For discussion only.

The Division of State Audit's Financial and Compliance Audit of TSAC for the fiscal year ended June 30, 2014, was recently completed. One finding was noted regarding the interest rate calculation for the state loan forgiveness programs. Letters sent to borrowers are automatically generated through the eGRandS system, which continue to show the interest calculation based on an incorrect accrual date. However, TSAC continues to confirm the correct balance with every student prior to payoff and will work with Nelnet Guarantor Solutions to reprogram the eGRandS system to correct the calculation following completion of the Promise Scholarship programming. TSAC has responded to the audit. The report has not been released.

Testwork of FFELP for the year ended June 30, 2015 for the State's 2015 Single Audit has been completed. No issues were noted.

TSAC received a letter in July from the USDOE that the audit of FFELP for the period July 1, 2013 – June 30, 2014 was complete and considered closed. No issues were noted.