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512/427-6101  
Fax 512/427-6127

Web site:  
<http://www.thecb.state.tx.us>

March 6, 2018

Dr. Richard L. Ludwick, President  
University of St. Thomas  
3800 Montrose Blvd.  
Houston, Texas 77006

Dear Dr. Ludwick,

The University of St. Thomas implemented the recommendations in our prior report *A Compliance Desk Review of Tuition Equalization Grant (TEG) at the University of St. Thomas*, issued July 15, 2016.

Management has implemented the audit recommendations made in our prior report by:

- Developing procedures to ensure compliance with Texas Administrative Code (TAC) §22.24 (a) (5) regarding students "...enrolled in an approved institution in an individual plan...but not in a degree plan that is intended to lead to religious ministry"; and reimbursing the \$4,875 in TEG awards for three students to the Texas Higher Education Coordinating Board.
- Developing procedures to ensure compliance with Texas Administrative Code (TAC) §22.24 (a) (1) regarding students "...enrolled on at least a three-fourths of full-time enrollment"; and reimbursing the \$5,689 in TEG awards for five students to the Texas Higher Education Coordinating Board.

We conducted this audit in accordance with generally accepted government auditing standards. Those standards require that we plan and perform the audit to obtain sufficient, appropriate evidence to provide a reasonable basis for our findings and recommendations based on our audit objectives. We believe the evidence obtained provides a reasonable basis for the findings, if any, based on the audit objectives.

If you have any questions or comments, please let me know.

Sincerely,

Mark A. Poehl, CPA, CIA, CISA, CFE  
Director, Internal Audit and Compliance

**PERFORMED BY:**

Ms. Carol Conner, Compliance Specialist

cc:

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