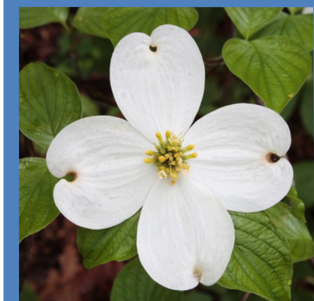


VIRGINIA MILITARY INSTITUTE
PERKINS LOAN PROGRAM
LIQUIDATION

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July 24, 2026

David Furness
Superintendent, Virginia Military Institute

INDEPENDENT ACCOUNTANT'S REPORT ON PERKINS LOAN PROGRAM LIQUIDATION

We have performed the procedures enumerated below on the Federal Perkins Loan program of **Virginia Military Institute** (the Institute). Institute management is responsible for the completion of the Federal Perkins Loan liquidation procedures.

The Institute has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of demonstrating whether the Institute has complied with the requirements of Title 34 U.S. Code of Federal Regulations §668.26, and the procedures contained in the U.S. Office of Management and Budget's Compliance Supplement and the Federal Perkins Loan Program Assignment and Liquidation Guide, from the date of the Institute's notification of its intent to liquidate its Perkins loan program through July 24, 2026. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

Agreed-Upon Procedures Related to the Federal Perkins Loan Program Liquidation

The procedures we performed, as defined in the Compliance Supplement and Federal Perkins Loan Program Assignment and Liquidation Guide, and the associated findings are as follows:

1. We inspected the documents that the Institute used to notify the U.S. Department of Education of its intent to liquidate its Perkins loan portfolio.

2. We selected a sample of 15 outstanding loans assigned to the U.S. Department of Education and ensured that all required documents were provided to complete the assignment process. We reviewed all outstanding loans purchased by the Institute and ensured all required documents were provided to complete the purchasing process.

3. We inspected the Institute-maintained records reflecting the activity for the Perkins Loan fund following the submission of the Institute's most recent FISAP and determined:

    a. All loans that make up the Institute's Perkins Loan portfolio have been accounted for, including retired loans, loans assigned to the U.S. Department of Education (including validating the computed accumulated interest charged on the loans), and loans purchased by the Institute.

    b. Service cancellation data in Part III, Section A, Fiscal Report, and the data in Part III, Section C, Cumulative Repayment Information, of the Institute's most recent FISAP has been accurately reported.

    c. The Federal Capital Contribution has been reported accurately in Section B, Fund Activity.

    d. The Institutional Capital Contribution has been reported accurately in Section B, Fund Activity.

    e. Overall cash-on-hand or excess amounts have been accurately reported in Section A.

We were engaged by the Institute to perform this agreed-upon procedures engagement and conducted this engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and the standards applicable to attestation engagements contained in Government Auditing Standards issued by the Comptroller General of the United States. We were not engaged to and did not conduct an audit, examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the Institute's Federal Perkins Loan Program liquidation procedures. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Institute and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the Institute and the U.S. Department of Education and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.

Staci A. Henshaw
AUDITOR OF PUBLIC ACCOUNTS

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