



JAMES MADISON UNIVERSITY PERKINS LOAN PROGRAM LIQUIDATION

Auditor of Public Accounts
Staci A. Henshaw, CPA

www.apa.virginia.gov

(804) 225-3350





Staci A. Henshaw, CPA
Auditor of Public Accounts

Commonwealth of Virginia

Auditor of Public Accounts

P.O. Box 1295
Richmond, Virginia 23218

June 22, 2026

James C. Schmidt
President, James Madison University

INDEPENDENT ACCOUNTANT'S REPORT ON PERKINS LOAN PROGRAM LIQUIDATION

We have performed the procedures enumerated below on the Federal Perkins Loan program of **James Madison University** (the University). University management is responsible for the completion of the Federal Perkins Loan liquidation procedures.

The University has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of demonstrating whether the University 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 University's notification of its intent to liquidate its Perkins loan program through June 22, 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 University used to notify the U.S. Department of Education of its intent to liquidate its Perkins loan portfolio.
2. We selected a sample of 16 outstanding loans assigned to the U.S. Department of Education and ensured that all required documents were provided to complete the assignment process. The University did not purchase any outstanding loans; therefore, no further procedures were performed.

3. We inspected the University-maintained records reflecting the activity for the Perkins Loan fund following the submission of the University's most recent FISAP and determined:
 - a. All loans that make up the University's Perkins Loan portfolio have been accounted for, including retired loans and loans assigned to the U.S. Department of Education (including validating the computed accumulated interest charged on the loans). The University did not purchase any outstanding loans; therefore, no procedures were performed.
 - b. Service cancellation data in Part III Section A, Fiscal Report, and the data in Part III Section C, Cumulative Repayment Information, of the University's most recent FISAP have been properly 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 University 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 University'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 University 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 University 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

DLR/clj