INDEPENDENT ACCOUNTANTS’
LETTER TO MANAGEMENT

To the Board of Regents of
Texas State University System:

We have reviewed the financial statements of Sam Houston State University (SHSU), an Agency of the State of Texas, as of and for the year ended August 31, 2017 and have issued a review report thereon dated August 3, 2018. A review includes primarily applying analytical procedures to management’s financial data and making inquiries of management. A review is substantially less in scope than an audit.

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America.

Management requested a review to satisfy the requirements of the Southern Association of Colleges and Schools’ requirements for accreditation. These requirements allow for an audit or review of the financial statements and make specific mention of a management letter. A management letter is only issued in connection with an audit if reportable conditions are encountered. Because a review is significantly less in scope than an audit, professional standards do not provide for the issuance of a management letter in connection with a review engagement.

In connection with our review engagement, we did not conduct any procedures to determine the adequacy of SHSU’s internal controls or to assess its compliance with laws and regulations. However, during our engagement, we did not encounter conditions that would have warranted disclosure to management of such conditions.

BELT HARRIS PECHACEK, LLP

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Certified Public Accountants
Houston, Texas
August 3, 2018