DARYL G. PURPERA,
CPA, CFE

Report Highlights

Louisiana Workforce Commission

Audit Control # 80130093
Financial Audit Services • December 2013

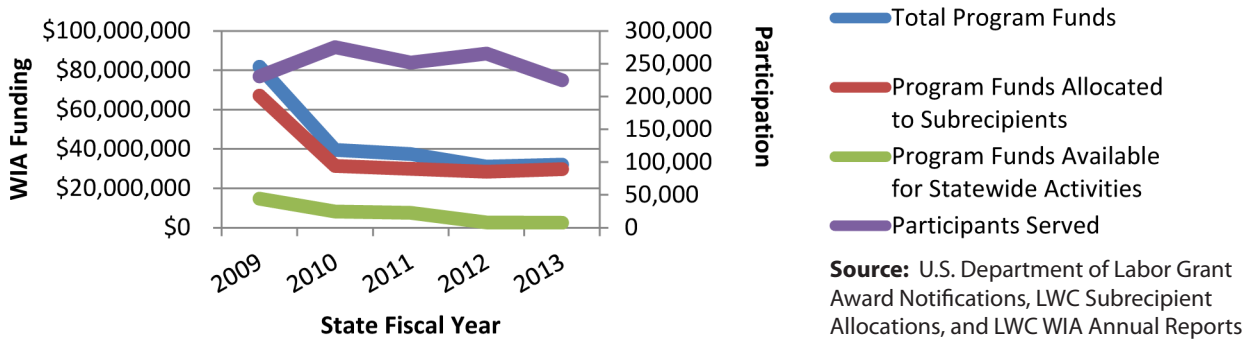
Why We Conducted This Audit

We conducted certain procedures at the Louisiana Workforce Commission (LWC) as part of our audit of the State of Louisiana's financial statements and the Single Audit of the State of Louisiana, and to evaluate its accountability over public funds for the fiscal year ended June 30, 2013.

What We Found

We evaluated controls over compliance and financial reporting relating to LWC's Unemployment Trust Fund cash in U.S. Treasury, receivables, due from federal government, due to federal government, deferred revenues, other current liabilities, net position, revenues, and expenses, and compliance with requirements for its major federal programs. Our procedures disclosed the following:

- For the second consecutive year, LWC did not complete desk reviews or on-site monitoring reviews for any of the 18 subrecipients of the Workforce Investment Act (WIA) Cluster program because of a reduction in funding from 2011 to 2013 as noted in the chart. Monitoring is necessary to ensure that funds are spent properly.



Source: U.S. Department of Labor Grant Award Notifications, LWC Subrecipient Allocations, and LWC WIA Annual Reports

- For its information technology (IT) systems, LWC did not:
  - consistently follow its policies for making changes to systems and data, which could allow IT personnel to make changes without proper oversight.
  - match its test system to the live system.
  - perform any internal audits on its IT systems even though it was identified as high risk.
  - develop an adequate disaster recovery plan.

View the full report, including management's response, at **www.lla.la.gov**.