



Report Highlights

Recovery School District

Department of Education

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Why We Conducted This Audit

We performed certain procedures at the Recovery School District (RSD) as a part of the Single Audit of the State of Louisiana and to evaluate RSD's accountability over public funds for the fiscal year ended June 30, 2014.

What We Found

We tested controls and compliance with laws relating to movable property and payroll expenditures, and tested RSD's compliance with requirements for the School Improvement Grants Cluster and Disaster Grants - Public Assistance Program. Our procedures disclosed the following:

- For the eighth consecutive year, RSD did not ensure that movable property was safeguarded against loss, resulting in unlocated property with a total acquisition cost of \$7,041,340 in the current year. The amount of unlocated property reported in RSD's annual certification of property inventory increased significantly in fiscal year 2014, mainly due to RSD conducting a thorough inventory and accurately reporting unlocated items.
- RSD did not ensure that employee separation dates were recorded accurately or timely, potentially resulting in overpayments to 16 employees totaling \$5,803. This is the eighth year we have cited RSD for inadequate controls over the input of termination dates.

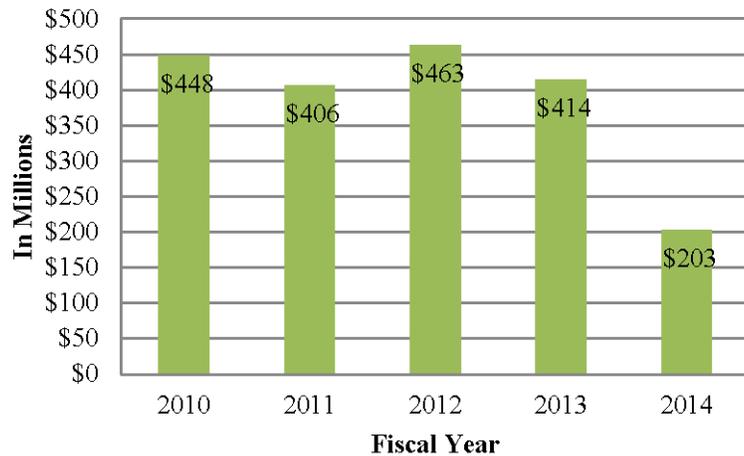
RSD's expenditures remained fairly consistent from 2010 to 2013 but decreased in 2014. The decrease in expenditures is attributed mainly to Minimum Foundation Program dollars flowing directly to charter schools rather than through RSD.

Unlocated Property



Source: Fiscal Year 2010-2014 Annual Property Certifications

Expenditures



Source: Fiscal Year 2010-2014 Annual Financial Reports