



Report Highlights

L.E. Fletcher Technical Community College Louisiana Community and Technical College System

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Audit Control # 80140034
Financial Audit Services • September 2014

Why We Conducted This Audit

We conducted certain procedures at L. E. Fletcher Technical Community College (college) as a part of our audit of the Single Audit of the State of Louisiana for the fiscal year ended June 30, 2014, and to evaluate its accountability over public funds for the fiscal years ended June 30, 2013 and 2014.

What We Found

We evaluated controls and compliance relating to cash, movable property, student tuition and fees, contract and payroll expenses, and the implementation of the new accounting system, Banner. We also evaluated controls and compliance for the federal Student Financial Aid (SFA) Cluster. Our procedures disclosed the following:

- The college did not ensure compliance with the SFA Cluster program regulations. FTCC did not return \$19,289 of SFA funds to the U.S. Department of Education within the required time frames, did not maintain SFA funds in an interest-bearing account, and incorrectly reported or could not provide evidence to support amounts required for federal reporting. In addition, for six Pell grant drawdowns totaling \$136,491 between October 2013 and February 2014, the college could not identify in what draw an individual student's funds were received.
- The college did not charge student technology fees in accordance with Louisiana Revised Statute 17:3351.1 for the Fall 2010 through Spring 2014 school semesters, which resulted in an estimated loss of \$60,913 in fee revenues.
- The college did not report outstanding checks totaling \$5,938, which were held for more than one year, as abandoned property to the State Treasurer's Office in accordance with the Uniform Unclaimed Property Act.
- As shown in the four-year trend analysis below, the college has become more dependent on tuition and fees and other revenues as state appropriations and federal funds decline. Operating expenses continue to increase as enrollment increases.

