



Report Highlights

Southeastern Louisiana University

University of Louisiana System

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Why We Conducted This Audit

We conducted certain audit procedures at Southeastern Louisiana University (University) as part of the University of Louisiana System's (System) financial statement audit for the year ended June 30, 2012, and to provide accountability over public funds.

What We Found

We considered the University's controls, compliance with laws, and financial reporting for financial accounts such as cash and cash equivalents, investments, capital assets, bonds payable, net assets, operating and nonoperating revenues, and expenses. We also analyzed the University's revenues, expenses, tuition, fees, enrollment, and graduates over the last four years. Our procedures disclosed the following:

- Financial information that was submitted for the System's financial statements was fairly presented.
- The University's internal audit department determined that a Campus Police employee fraudulently claimed \$9,126 in overtime pay. The employee's supervisor, the Director of University Police, did not verify the accuracy of the employee's overtime before approving the time sheets and signed blank Request for Additional Time forms, which allowed the employee to falsify overtime hours. The employee resigned and the Director has been replaced.
- We determined that the athletic department failed to timely reconcile athletic ticket sales totaling \$326,838 for all sports; parking revenues totaling \$1,400; and all media guides/program sales totaling \$3,781. Untimely reconciliations increase the risk that misstatements and/or misappropriations could occur and not be detected timely. University's management responded that overall cash controls will be strengthened, including timely reconciliations.
- As shown below, state appropriations have declined and if this trend continues, the University's operations may become more dependent on increasing tuition and fees.

