



Report Highlights

Louisiana State University and A&M College Louisiana State University System

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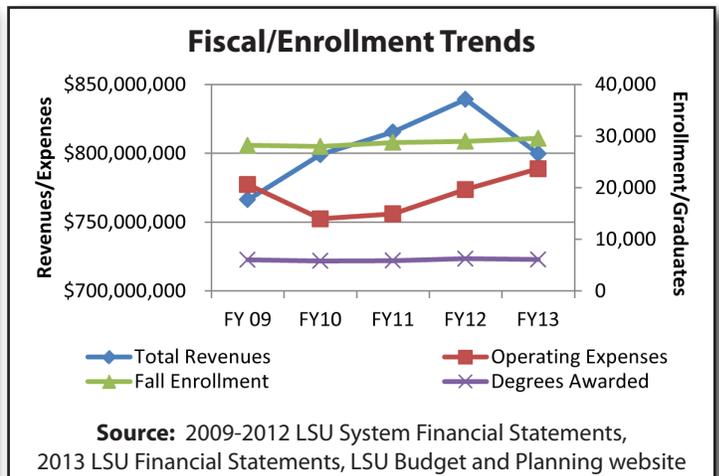
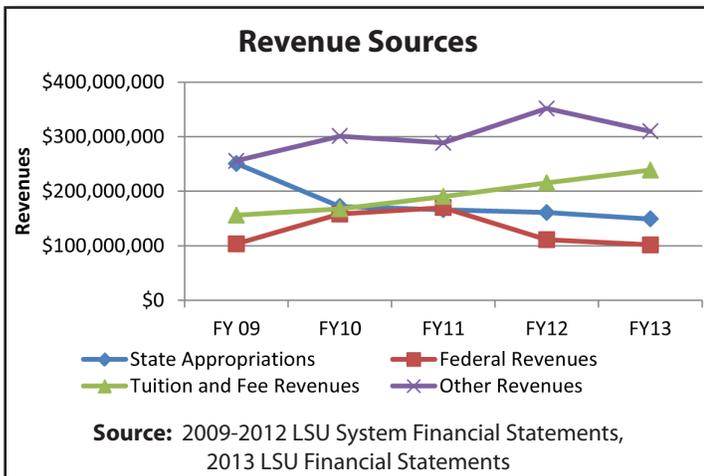
Why We Conducted This Review

Louisiana State University and A&M College (LSU) is accredited by the Southern Association of Colleges and Schools (SACS). As part of the renewal process for accreditation, SACS required a financial statement review be performed on LSU's fiscal year 2013 activities.

What We Found

A review includes applying analytical procedures to LSU's financial data and making inquiries of management. A review is substantially less in scope than an audit. Our review procedures disclosed the following:

- LSU failed to maintain adequate controls over capital asset valuation. LSU did not ensure all costs had been accurately reflected in the valuation of movable property in its Equipment Records Inventory System. Three of the 15 (20%) movable property acquisitions tested were valued incorrectly.
- We are not aware of any modifications that should be made to the accompanying financial statements.
- Based on a five-year analysis, LSU has become more dependent on tuition and fees revenue, as state appropriations and federal revenues have decreased. During fiscal year 2013, LSU experienced a significant decrease in other revenues, primarily caused by decreases in investment income and capital appropriations. Investment income was substantially higher during fiscal year 2012 due to large market value appreciations. Capital appropriations decreased during fiscal year 2013 because of several construction projects nearing completion.



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