



DARYL G. PURPERA,
CPA, CFE

Report Highlights

Delgado Community College

Louisiana Community and Technical College System

Audit Control # 80190053
Financial Audit Services • December 2019

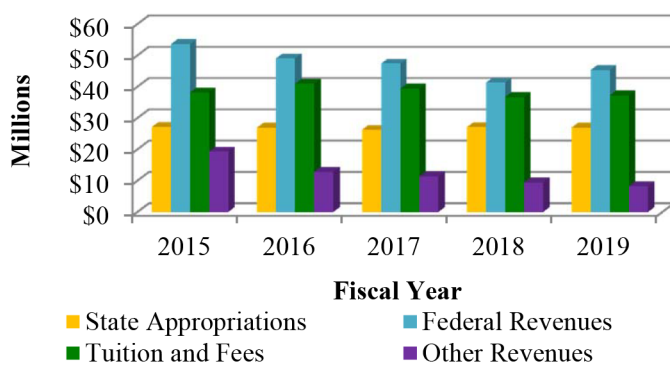
Why We Conducted This Audit

We performed certain procedures at Delgado Community College (Delgado) as a part of the Louisiana Community and Technical College System audit, the Single Audit of the State of Louisiana, and to evaluate Delgado's accountability over public funds for the period July 1, 2018, through June 30, 2019.

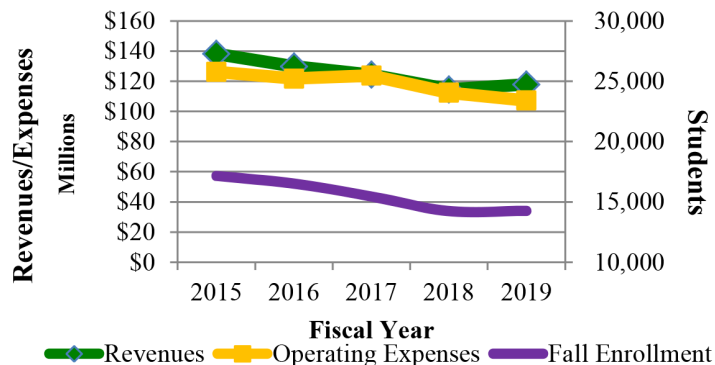
What We Found

- Delgado failed to notify the Louisiana Legislative Auditor and the Orleans Parish District Attorney, as required by state law, about its knowledge of misappropriations involving federal financial aid funds totaling \$276,000.
- Delgado may have violated state law when it granted its classified employees a one-time lump sum payment in the amount of 3% of each employee's base salary.
- Delgado's capital assets and expenses were misstated by \$6 million in the college's fiscal year 2019 Annual Fiscal Report. Delgado prematurely added a building from a pending transfer to the financial records before the transaction was completed.
- Delgado resolved the prior-year findings related to Untimely Removal of Banner System Access and Noncompliance with Student Financial Assistance Enrollment Reporting Requirements.
- Financial information relating to the following accounts was materially correct, as adjusted: cash and cash equivalents, receivables, due from federal government, capital assets, accounts payable and accruals, unearned revenue resulting from tuition and fees, net position, student tuition and fees net of scholarship allowances, federal grants and contracts, federal nonoperating revenues, and educational and general expenses. Based on the results of these procedures, we did not report any findings, other than those noted above.
- In analyzing financial trends over the past five fiscal years, total expenses have steadily decreased since fiscal year 2015. Total revenues increased in fiscal year 2015, mainly due to capital appropriations and federal funding related to Hurricane Katrina Recovery, but decreased in fiscal years 2016 through 2018 due to lack of similar funding, as storm related construction and purchases were completed. Fiscal year 2019 revenues increased primarily due to increased federal funding related to grants. Revenues were also impacted by a trending decline in student enrollment partially attributed to the closure of the Slidell campus in fiscal year 2017 and various educational programs.

Five-Year Revenue Trend



Fiscal/Enrollment Trends



Source: Fiscal Years 2015-2019 Delgado Annual Fiscal Reports, as adjusted, and Board of Regents website

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