



Report Highlights

Department of Military Affairs

MICHAEL J. "MIKE"
WAGUESPACK, CPA

Audit Control # 80250040
Financial Audit Services • June 2026

Why We Conducted This Audit

We performed certain procedures at the Department of Military Affairs (LMD) as a part of the Single Audit of the State of Louisiana, and to evaluate LMD's accountability over public funds for the period July 1, 2023, through June 30, 2025.

What We Found

- For the second consecutive year, LMD incorrectly reported expenditures on the Schedule of Expenditures of Federal Awards (SEFA) information for the fiscal year ended June 30, 2024. STARBASE Program (Assistance Listing 12.020) expenditures totaling \$1,340,718 were incorrectly reported as National Guard Military Operations and Maintenance Projects (Assistance Listing 12.401) on the SEFA information in fiscal year 2024.
- In addition, for the second consecutive engagement, LMD did not draw federal funds for the National Guard Military Operations and Maintenance Projects in a timely manner, resulting in delays in federal reimbursements and potential lost interest revenues. Our test of 58 voucher transactions requesting reimbursement of federal program expenditures disclosed that, for 14 (24%) of the transactions tested, LMD delayed drawing federal funds for times ranging between 67 and 200 days after the expenditure was made, resulting in \$1,266,819 of untimely federal drawdowns.
- LMD does not have adequate controls in place to ensure that fuel card transactions are properly monitored and comply with department policies and state regulations, increasing the risk of theft and waste. In a test of 44 fuel card transactions between July 1, 2023, and June 30, 2025, we identified the following:
 - 17 (46%) of 37 transactions for state vehicles were not recorded on the Daily Vehicle Usage Log (MV-3 form).
 - 7 (100%) of 7 transactions for non-vehicles were not recorded on a log.
 - 3 (7%) of 44 transactions did not include evidence of supporting documentation for the purchase, such as a receipt.
 - 23 (52%) of 44 transactions did not include evidence that the purchase was properly approved.

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