



Report Highlights

South Louisiana Community College

Louisiana Community and Technical College System

DARYL G. PURPERA,
CPA, CFE

Audit Control # 80140082
Financial Audit Services • December 2014

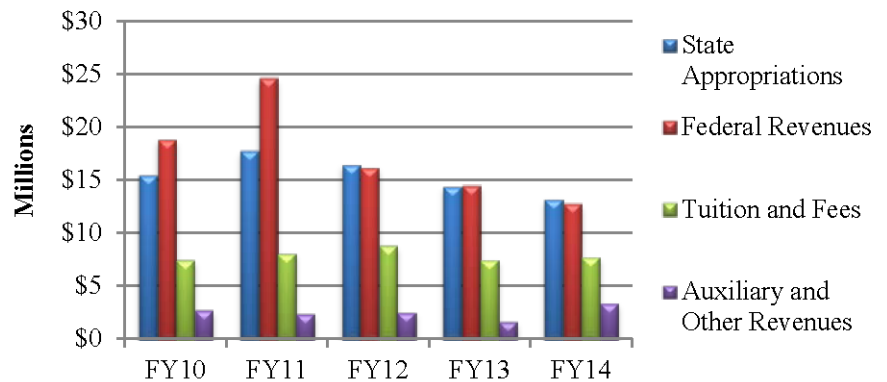
Why We Conducted This Audit

We performed procedures at South Louisiana Community College (College) as part of the Louisiana Community and Technical College System's (System) financial statement audit, the Single Audit of the State of Louisiana, and to evaluate the College's accountability over public funds for the period July 1, 2013 through June 30, 2014.

What We Found

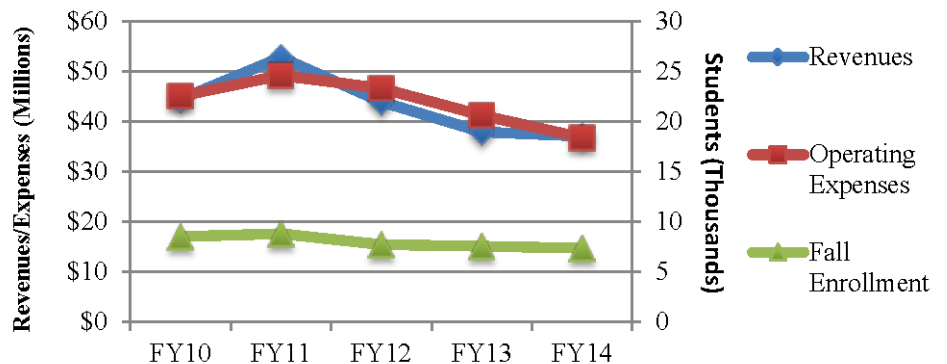
- For the seventh consecutive audit, the College did not maintain sufficient controls over the Federal Pell Grant Program to timely identify students who withdraw, perform the return of funds calculation, and return funds to the U.S. Department of Education as required by federal regulations.
- The College did not establish the terms and/or conditions for payment at the time student receivable accounts were created and did not perform collection follow-up procedures on past-due student accounts generated from the fall 2012 to spring 2014 semesters, with outstanding student account balances totaling \$1.5 million at June 30, 2014. These issues may inhibit collection attempts, increase the risk that the accounts will become uncollectible, and may impair the College's funding of ongoing operations.
- The College did not maintain sufficient controls to properly define refund periods and refund percentages and/or assign grades in accordance with College policy, which could erroneously affect students' refund amounts and/or transcripts.
- In analyzing the financial trend of the College over the past five years, tuition and fee revenues have remained consistent as decreases in enrollment have been offset by increased tuition and fee rates. Auxiliary and other revenues have increased from FY 13 to FY 14 because of increases in Rapid Response grant funds and funding for deferred maintenance. State appropriations and federal revenues have decreased over the past four years. Federal revenue decreases are attributable to State Fiscal Stabilization funds and High Growth and Emerging Industries funds ending in FY 12 and FY 13, respectively.

Five-Year Revenue Trend, by Fiscal Year (FY)



Source: Fiscal year 2010–2014 College Annual Fiscal Reports

Fiscal Enrollment Trends, by Fiscal Year (FY)



Source: Fiscal year 2010-2013 System Audit Reports; Fiscal year 2014 College Annual Fiscal Report