

Report Highlights

Louisiana Economic Development – State of Louisiana

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Audit Control # 80170133
Financial Audit Services • November 2017

Why We Conducted This Audit

We performed certain procedures at Louisiana Economic Development (LED) as a part of the Comprehensive Annual Financial Report of the State of Louisiana and to evaluate LED’s accountability over public funds for the period July 1, 2016, through June 30, 2017.

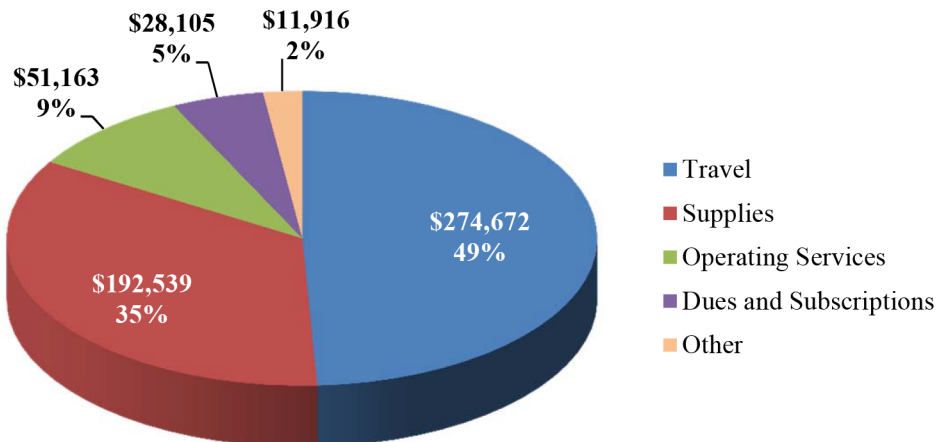
What We Found

- For the second consecutive engagement, LED did not adequately monitor controls over LaCarte card and CBA (Controlled Billed Account) purchases, resulting in unauthorized purchases, an increased risk of errors and/or fraud, and noncompliance with the State of Louisiana’s LaCarte purchasing card policy and LED’s LaCarte card policy.
- Our auditors reviewed the status of prior-year findings reported in LED’s procedural report dated December 14, 2016. We determined that management has resolved the prior-year findings related to Failure to Adequately Monitor Contractual Agreements and Ineffective Internal Audit Function.
- Based on the results of our procedures on the note disclosure required by Governmental Accounting Standards Board Statement 77, *Tax Abatement Disclosures*, we did not report any internal control deficiencies or noncompliance, and the note disclosure was materially correct.

We prepared an analysis of fiscal year 2017 LaCarte Card and CBA transactions. The majority of expenditures on the CBA and LaCarte Cards – 84% – is composed of travel and supplies expenditures.

Fiscal Year 2017 LaCarte and CBA Transactions

Total: \$558,395



Source: Statewide information system expenditure report

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