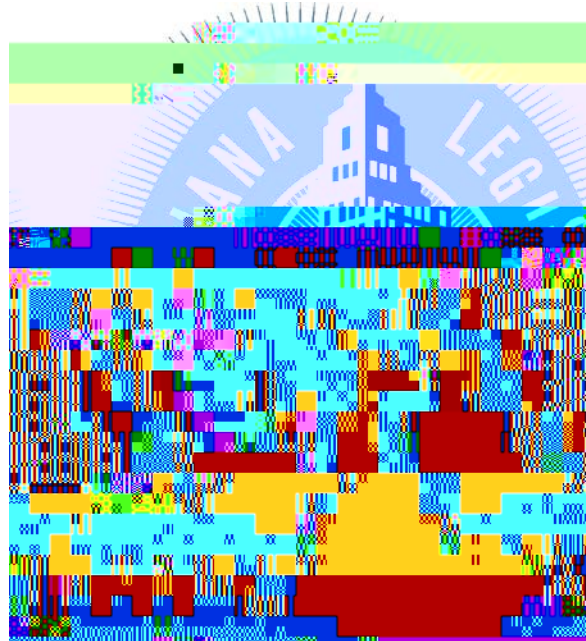


SOUTHEASTERN LOUISIANA UNIVERSITY
UNIVERSITY OF LOUISIANA SYSTEM

STATE OF LOUISIANA



FINANCIAL AUDIT SERVICES
MANAGEMENT LETTER
ISSUED DECEMBER 12, 2016

Louisiana Legislative Auditor

Daryl G. Purpera, CPA, CFE

Southeastern Louisiana University



December 2016

Audit Control # 80160162

Introduction

As a part of our audit of the University of Louisiana System's (System) financial statements and the Single Audit of Louisiana (Single Audit) for the year ended June 30, 2014, we examined the procedures of the University of Louisiana System (University) to determine the

Statement of Net Position

Assets - Cash and cash equivalents, investments, due from State Treasury, and capital assets

Liabilities - Unearned revenue resulting from tuition and fees, and bonds payable

Net Position - Net investment in capital assets, restricted-expendable, restricted-nonexpendable, and unrestricted

Statement of Revenue, Expenses, and Changes in Net Position

Revenues - Student tuition and fees, state appropriations, auxiliary revenues, and federal nonoperating revenues

Expenses - Educational and general

Based on the results of these procedures on the financial statements, the account balances and classes of transactions tested, as adjusted, are materially correct.

Federal Compliance - Single Audit of the State of Louisiana

As a part of the Single Audit for the year ended June 30, 2016, we performed internal control and compliance testing on Southeastern's TRIO Cluster of federal programs as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those tests included evaluation of internal controls and procedures for the TRIO Cluster of federal programs.

In analyzing financial trends of Southeastern over the past five fiscal years, expenses have remained fairly consistent. Since fiscal year 2012, state appropriations have decreased 34%. As these revenues continue to become a smaller portion

