

DEPARTMENT OF THE TREASURY
STATE OF LOUISIANA



MANAGEMENT LETTER
ISSUED JUNE 23, 2010

**LEGISLATIVE AUDITOR
1600 NORTH THIRD STREET
POST OFFICE BOX 94397
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Under the provisions of state law, this report is a public document. A copy of this report has been submitted to the Governor, to the Attorney General, and to other public officials as required by state law. A copy of this report has been made available for public inspection at the Baton Rouge office of the Legislative Auditor.

This document is produced by the Legislative Auditor, State of Louisiana, Post Office Box 94397, Baton Rouge, Louisiana 70804-9397 in accordance with Louisiana Revised Statute 24:513. Five copies of this public document were produced at an approximate cost of \$13.85. This material was produced in accordance with the standards for state agencies established pursuant to R.S. 43:31. This report is available on the Legislative Auditor's Web site at www.la.la.gov. When contacting the office, you may refer to Agency ID No. 3353 or Report ID No. 80090045 for additional information.

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	Page
Management Letter	3
Budgetary Comparison Schedule (Unaudited)	7



LOUISIANA LEGISLATIVE AUDITOR
DARYL G. PURPERA, CPA, CFE

May 24, 2010

DEPARTMENT OF THE TREASURY
STATE OF LOUISIANA
Baton Rouge, Louisiana

As part of our audit of the State of Louisiana's financial statements for the year ended June 30, 2009, we considered the Department of the Treasury's internal control over financial reporting; we examined evidence supporting certain accounts and balances material to the State of Louisiana's financial statements; and we tested the department's compliance with laws and regulations that could have a direct and material effect on the State of Louisiana's financial statements as required by *Government Auditing Standards*.

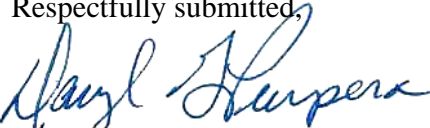
The Annual Fiscal Report of the Department of the Treasury is not audited or reviewed by us, and, accordingly, we do not express an opinion on that report. The department's accounts are an integral part of the State of Louisiana's financial statements, upon which the Louisiana Legislative Auditor expresses opinions.

In our prior procedural report on the Department of the Treasury, we reported a finding relating to improper purchases on the LaCarte Purchase Card. This finding has been resolved by management.

Based on the application of the procedures referred to previously, we found no matters that required disclosure in this management letter or in the Single Audit Report for the State of Louisiana.

In addition, we have included a Budgetary Comparison Schedule, which was prepared from the Annual Fiscal Report of the Department of the Treasury and from additional data in the Integrated Statewide Information System (ISIS), the state's accounting system. This schedule is presented as additional information but has not been subjected to auditing procedures.

This letter is intended solely for the information and use of the department and its management, others within the department, and the Louisiana Legislature and is not intended to be, and should not be, used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this letter is a public document, and it has been distributed to appropriate public officials.

Respectfully submitted,

Daryl G. Purpera, CPA, CFE
Legislative Auditor

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_____ BUDGETARY COMPARISON SCHEDULE (UNAUDITED)

Page

Agency 147/148 - State Treasurer Operating7

UNAUDITED

**DEPARTMENT OF THE TREASURY
AGENCY 147/148 - STATE TREASURER OPERATING**

**Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2009**

APPROPRIATED REVENUES

	TOTAL BEFORE ADJUSTMENTS	AGENCY ADJUSTMENTS	ADJUSTED TOTAL	REVISED BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
State General Revenue	\$1,459,843		\$1,459,843	\$1,459,843	
Federal Aid				1,000	(\$1,000)
General Fund - SGR	11,011,022		11,011,022	7,241,041	3,769,981
General Fund - IAT	1,436,120		1,436,120	1,436,120	
Medicaid Trust Fund for the Elderly	94,544		94,544	818,458	(723,914)
State Treasury Oper 8-g Support	110,648		110,648	670,415	(559,767)
Health Excellence	37,253		37,253	244,182	(206,929)
Education Excellence	37,252		37,252	244,181	(206,929)
TOPS	37,252		37,252	244,181	(206,929)
Total Appropriated Revenues	\$14,223,934	NONE	\$14,223,934	\$12,359,421	\$1,864,513

APPROPRIATED EXPENDITURES

	ADMINISTRATIVE	FINANCIAL ACCOUNTING AND CONTROL	DEBT MANAGEMENT	INVESTMENT MANAGEMENT	TOTAL
Salaries	\$1,715,637	\$1,546,668	\$629,756	\$432,832	\$4,324,893
Other compensation	346,009	130,157	22,185	9,616	507,967
Related benefits	446,565	429,189	217,705	118,095	1,211,554
Travel & training	54,965	15,557	15,634	1,167	87,323
Operating services	503,778	115,363	74,097	46,267	739,505
Supplies	28,784	9,354	8,878	2,448	49,464
Professional services	88,516	2,500	92,012	5,500	188,528
Other charges	9,266	1,498,138	36,849	376,174	1,920,427
Capital outlay	43,051	24,753	20,853	543	89,200
IAT	122,923	210,623	28,594	12,781	374,921
Total appropriated expenditures before adjustments	3,359,494	3,982,302	1,146,563	1,005,423	9,493,782
Total Appropriated Expenditures	3,359,494	3,982,302	1,146,563	1,005,423	9,493,782
Revised Budget	3,482,625	4,248,461	1,694,231	2,934,104	12,359,421
Variance Favorable (Unfavorable)	\$123,131	\$266,159	\$547,668	\$1,928,681	\$2,865,639

NOTE: This schedule was prepared using information from the Integrated Statewide Information System (ISIS), the state's accounting system.

Additional detail is available on request.

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