



# Report Highlights

## Louisiana State University Health Sciences Center in Shreveport

### Louisiana State University System

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## Why We Conducted This Audit

We conducted certain procedures at Louisiana State University Health Sciences Center in Shreveport (Center) to evaluate its accountability over public funds and compliance with federal program requirements for the fiscal year ended June 30, 2012.

## What We Found

We evaluated controls over financial reporting and compliance relating to cash, receivables, payables, net assets, hospital income, educational and general expenses, and hospital expenses. We also evaluated controls and compliance for the federal Research and Development Cluster. Our procedures disclosed the following:

- The Center granted unnecessary and inappropriate access to the new EPIC Electronic Health Records system to information technology staff and contractors.
- Financial information relating to the accounts above was fairly presented.
- Other than the finding previously mentioned, internal controls, based on the sample items we tested, were operating effectively, and the Center complied with related state laws and regulations.
- We did not report any findings relating to internal controls or compliance for the federal Research and Development Cluster.
- As shown below, the Center has increased its medical school enrollment while addressing decreasing hospital income, state appropriations, and other revenues. The drop in hospital income was caused primarily because of changes in Medicare and Medicaid reimbursement rates and methodologies in fiscal year 2012.

