



DARYL G. PURPERA,  
CPA, CFE

## Report Highlights

# Baton Rouge Community College

## *Louisiana Community and Technical College System*

Audit Control # 80140062

Financial Audit Services • October 2014

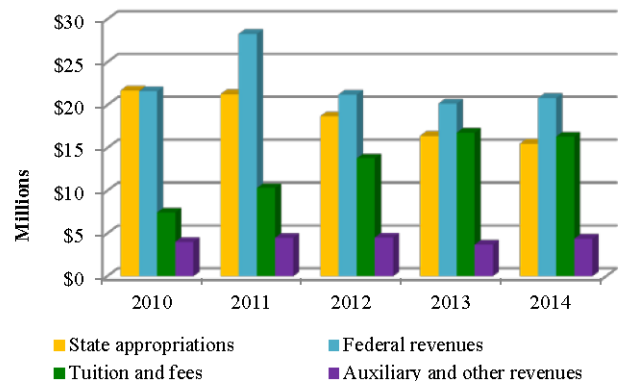
## Why We Conducted This Audit

We performed certain procedures at Baton Rouge Community College (BRCC) as a part of the Louisiana Community and Technical College System (System) audit and to evaluate its accountability over public funds for the period July 1, 2013 through June 30, 2014.

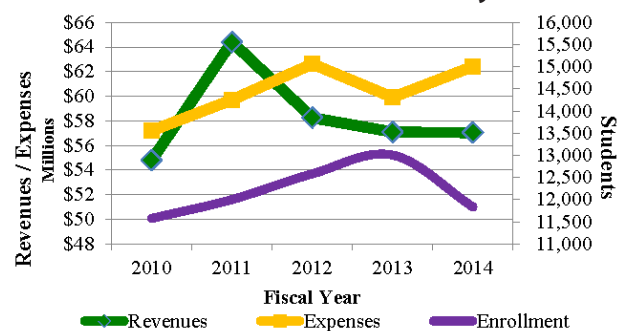
## What We Found

- During fiscal year 2014, BRCC did not maintain adequate controls over payroll records, resulting in overpayments totaling \$16,124 and an increased risk that errors and/or fraud may be committed and not detected in a timely manner. This is the second consecutive year that BRCC has been cited for a lack of controls over payroll.
- Effective July 1, 2013, Capital Area Technical College merged with BRCC in accordance with Act 171 of the 2013 Regular Legislative Session.
- Financial information relating to the following accounts was materially correct, as adjusted: cash and cash equivalents, accounts payable and accrued liabilities, net position, student tuition and fees, scholarship allowances, federal non-operating revenues, and education and general expenses.
- Management has resolved the prior-year findings related to inaccurate financial reporting and inadequate segregation of duties.
- In analyzing financial trends of BRCC over the past five years, we found that since 2010 tuition revenues have steadily increased as state appropriations have decreased. The increase in tuition is attributed mainly to increases permitted by the GRAD Act (Act 741 of the 2010 Regular Session of the Louisiana Legislature) and Act 196 of the 2011 Regular Session of the Louisiana Legislature, which established a uniform fee schedule for the System.

**Five-Year Revenue Trend**



**Fall Enrollment Trend Analysis**



**Source:** Fiscal year 2010 - 2014 BRCC and CATC Annual Fiscal Reports and CATC Student Enrollment System Database