

UNIVERSITY OF NEW ORLEANS
UNIVERSITY OF LOUISIANA SYSTEM
STATE OF LOUISIANA



MANAGEMENT LETTER
ISSUED APRIL 24, 2013

**LOUISIANA LEGISLATIVE AUDITOR
1600 NORTH THIRD STREET
POST OFFICE BOX 94397
BATON ROUGE, LOUISIANA 70804-9397**

LEGISLATIVE AUDITOR
DARYL G. PURPERA, CPA, CFE

FIRST ASSISTANT LEGISLATIVE AUDITOR
AND STATE AUDIT SERVICES
PAUL E. PENDAS, CPA

DIRECTOR OF FINANCIAL AUDIT
THOMAS H. COLE, CPA

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LOUISIANA LEGISLATIVE AUDITOR
DARYL G. PURPERA, CPA, CFE

April 16, 2013

**UNIVERSITY OF NEW ORLEANS
LOUISIANA STATE UNIVERSITY SYSTEM
STATE OF LOUISIANA**
New Orleans, Louisiana

As required by Louisiana Revised Statute 24:513 and as a part of our audit of the University of Louisiana System's financial statements for the fiscal year ended June 30, 2012, we conducted certain procedures at the University of New Orleans (university) for the period from July 1, 2011, through June 30, 2012.

Act 419 of the 2011 Regular Legislative Session transferred the university and its assets, funds, obligations, liabilities, programs, and functions from the Louisiana State University System to the University of Louisiana System (System) for the year ended June 30, 2012. The university is included in the System's financial statements for the fiscal year ended June 30, 2012.

- Our auditors obtained and documented an understanding of the university's operations and system of internal controls, including internal controls over major federal award programs administered by the university, through inquiry, observation, and review of its policies and procedures, including a review of the laws and regulations applicable to the university.
- Our auditors performed analytical procedures consisting of a comparison of the most current and prior year financial activity using the university's annual fiscal reports and/or system-generated reports and obtained explanations from university management for any significant variances.
- Our auditors considered internal control over financial reporting and examined evidence supporting the university's account balances and classes of transactions material to the System's financial statements as follows:

Statement of Net Assets - Cash and cash equivalents, investments, receivables, due from state treasury, capital assets, accounts payable and accruals, capital lease obligations, bonds payable, and net assets

Statement of Revenues, Expenses, and Changes in Net Assets - Net student tuition and fees, federal, state and local, and nongovernmental grants and contracts revenues, state appropriations, federal nonoperating revenues, capital appropriations, educational and general expenses, and auxiliary enterprise expenses

We also tested the university's compliance with laws and regulations that could have a direct and material effect on the System's financial statements, as part of our audit of the System's annual financial report for the fiscal year ended June 30, 2012, in accordance with *Government Auditing Standards*.

- Our auditors performed internal control and compliance testing with requirements that could have a direct and material effect on a major program in accordance with *Government Auditing Standards* and Office of Management and Budget Circular A-133 on the Research and Development Cluster for the fiscal year ended June 30, 2012, as part of the Single Audit for the State of Louisiana.

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

Based on the application of the procedures referred to previously, we found no significant issues relating to our analytical procedures or our other audit procedures, including our procedures on federal programs, which are required to be reported to management.

This letter is intended for the information and use of the university and its management, others within the university, the System, 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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UNO 2012