

**Single Audit of the State of Louisiana for the Fiscal Year
Ended June 30, 2018
A-77-19-00004**



May 2019

Office of Audit Report Summary

Objective

To report internal control weaknesses, noncompliance issues, and unallowable costs identified in the single audit to the Social Security Administration (SSA) for resolution action.

Background

A single audit is an organization-wide financial statement and Federal awards' audit of a non-Federal entity that expends \$750,000 or more in Federal funds in 1 year. It is intended to assure the Government that a non-Federal entity has adequate internal controls in place and is generally in compliance with program requirements. Non-Federal entities typically include States, local governments, Indian tribes, universities, and non-profit organizations.

The Louisiana Legislative Auditor conducted the single audit of the State of Louisiana. SSA is responsible for resolving single audit findings related to its disability programs. The Department of Children and Family Services (DCFS) is the Louisiana Disability Determination Services' parent agency.

Finding

The single audit reported the cost allocation system was not updated to account for changes resulting from DCFS' reorganization. As a result, expenditures were misclassified between Federal programs, including SSA's. According to the Louisiana Legislative Auditor and the Secretary of DCFS, the misclassified expenditures were corrected. Accordingly, we are not making a recommendation.