

1592

RECEIVED  
COMMUNITY DEVELOPMENT  
SECTION - 6 ON 9-25

OFFICIAL  
FILE COPY

DO NOT SEND OUT

When releasing  
copies from this  
copy and FILE  
BACK IN FILE

HOSPITAL SERVICE DISTRICT NO. 2  
OF ST. LAMERY PARISH

FINANCIAL REPORT

JUNE 30, 1996

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the Auditor, as required, with any other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date: 06/13/96

C O N T E N T S

	Page
INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS	1
FINANCIAL STATEMENTS	
Balance sheet	3
Statement of revenues, expenses, and changes in retained earnings	3
Statement of cash flows	4
Notes to Financial Statements	5 and 6
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL STRUCTURE BASED ON AN AUDIT OF GENERAL PURPOSE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	7 and 8
INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE BASED ON AN AUDIT OF GENERAL PURPOSE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	9 and 10

HOSPITAL SERVICE DISTRICT NO. 2 OF ST. LAFAYETTE PARISH  
 STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN RETAINED EARNINGS  
 Year Ended June 30, 1996

Operating revenues:			
Interest Income		\$ 2,370	
Lease Income		<u>1,800</u>	
Total operating revenue		\$ 4,170	
Operating expenses:			
Depreciation	\$ 21,435		
Loss on Disposal of assets	<u>3,268</u>		
Total operating expenses		<u>24,703</u>	
Net loss		\$ 20,533	
Retained earnings, beginning		<u>200,267</u>	
Retained earnings, ending		<u>179,734</u>	

See Notes to Financial Statements.

HOSPITAL SERVICE DISTRICT NO. 2 OF ST. LAUREY PARISH

BALANCE SHEET

June 30, 1996

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$110,000
---------------------------	-----------

FIXED ASSETS

Property, plant, and equipment, at cost, less accumulated depreciation of \$1,583,363	1,672,338
--	-----------

\$1,782,338

NET EQUITY

Retained earnings	<u>\$1,782,338</u>
-------------------	--------------------

See Notes to Financial Statements.

HOSPITAL SERVICE DISTRICT NO. 2 OF ST. LANDRY PARISH

NOTES TO FINANCIAL STATEMENTS

Note 1. Significant Accounting Policies

The following is a summary of the Service District's significant accounting policies:

Organization:

Hospital Service District No. 2 of St. Landry Parish is a political subdivision of the State created by an ordinance adopted by the St. Landry Parish Police Jury.

Cash and cash equivalents:

For purposes of the statement of cash flows, the Hospital Service District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Property, plant, and equipment:

Property, plant, and equipment are stated at cost. Depreciation is computed using the straight-line method over the estimated useful lives as explained further in Note 2.

Note 2. Depreciation of Property and Equipment

A summary of depreciable assets and their estimated lives for depreciation purposes are as follows:

	Method	Life (Years)	Cost
Buildings and improvements	SL	10-40	\$ 1,371,518
Equipment	SL	10-40	50,000
Land	-	-	50,313
			<u>\$ 1,389,446</u>
Less accumulated depreciation			<u>11,260,800</u>
			<u>\$ 127,338</u>

The fixed assets of the District are all assets purchased prior to January 25, 1972. Any assets purchased after that date are the property of Opelousas General Hospital Trust Authority.

NOTES TO FINANCIAL STATEMENTS

Note 3. Leases

On January 31, 1972, Hospital Service District No. 3 of St. Landry Parish entered into a lease whereby the District agreed to lease to Opelousas General Hospital Trust Authority all the fixed assets of the District for a fifty year period at the cost of \$1,000 per year. The lease includes one additional fifty-year lease renewal option.

The total minimum rental commitment under the lease mentioned above at June 30, 1978 is as follows:

1987	\$ 1,000
1988	1,000
1989	1,000
2000	1,000
2001	1,000
Thereafter	<u>10,000</u>
	<u>\$ 15,000</u>



**BOHOUSSA, PIERCE, LEWIS & HERGEN  
LIMITED PUBLIC ACCOUNTANTS**

801 N. Franklin Lane  
New Orleans, Louisiana  
70119-3191  
Phone: (504) 582-1107  
Telex: (504) 582-1100

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL  
STRUCTURE BASED ON AN ASPECT OF GENERAL PURPOSE  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

**Other Offices:**

Greenville, LA

6010 24th Street

Lafayette, LA

1000 9th Street

Monroeville, LA

100 1st Street

New Orleans, LA

1000 9th Street

Shreveport, LA

1000 9th Street

Terrebonne, LA

1000 9th Street

To the Board of Commissioners  
Hospital Service District No. 2 of  
St. Landry Parish  
St. Landry Parish, Louisiana

We have audited the general purpose financial statements of Hospital Service District No. 2 of St. Landry Parish as of and for the year ended June 30, 1996, and have issued our report thereon dated October 1, 1996.

We have conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

The management of Hospital Service District No. 2 of St. Landry Parish is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and reduced costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are recorded in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

- Lynn G. Raymond, CPA
- Lawrence A. Adams, CPA
- James C. Adams, CPA
- Wanda M. Baker, CPA
- Richard P. Baker, CPA
- Frank J. Baker, CPA
- Wendy L. Barwood, CPA
- Elizabeth A. Baker, CPA
- Stanley B. Began, CPA
- William B. Began, CPA
- Richard C. Began, CPA
- Paul C. Began, CPA
- Michael P. Began, CPA
- James L. Began, CPA
- Wanda M. Baker, CPA
- Stanley B. Began, CPA
- James L. Began, CPA

**Staff:**

- Wendy L. Barwood, CPA 1996
- John B. Began, CPA 1996
- James B. Began, CPA 1991
- Frank E. Began, CPA 1996
- Stanley B. Began, CPA 1996
- Richard C. Began, CPA 1996
- Richard J. Began, CPA 1996

Member of the Institute of Certified Public Accountants  
of the State of Louisiana  
Member, Louisiana

To the Board of Commissioners  
Hospital Service District No. 3  
of St. Landry Parish

In planning and performing our audit of the general purpose financial statements of Hospital Service District No. 3 of St. Landry Parish for the year ended June 30, 1986, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

The consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We did not note any matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of the Board of Commissioners, management, and the Legislative Council. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Broussard, Piche, Lewis & Brany*

Opinion on Louisiana  
October 1, 1986





DEPARTMENT OF HEALTH AND HUMAN SERVICES  
OFFICE OF PUBLIC ACCREDITATION

400 E. Philadelphia Lane  
Washington, D.C. 20201  
Phone: (202) 462-1217  
Fax: (202) 462-1248

Field Offices:

Atlanta, GA  
(404) 763-6600

Chicago, IL  
(312) 943-6000

Minneapolis, MN  
(612) 696-1000

New Haven, CT  
(203) 761-1214

Church Point, LA  
(504) 688-3800

Phoenix, AZ  
(602) 452-0000

Ann Arbor, Michigan, USA  
Hennepin County, Michigan, USA

Ann Arbor, Michigan, USA  
Wayne County, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

Ann Arbor, Michigan, USA  
St. Joseph, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

Ann Arbor, Michigan, USA  
Washtenaw County, Michigan, USA

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
BASED ON AN AUDIT OF GENERAL PURPOSE FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS

To the Board of Commissioners  
Hospital Service District No. 2 of  
St. Landry Parish,  
St. Landry Parish, Louisiana

We have audited the general purpose financial statements of Hospital Service District No. 2 of St. Landry Parish, as of and for the year ended June 30, 1996, and have issued our report thereon dated October 1, 1996.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to Hospital Service District No. 2 of St. Landry Parish, is the responsibility of the Service District's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Service District's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the general purpose financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests did not disclose any instances of noncompliance that are required to be reported under Government Auditing Standards.

To the Board of Commissioners  
Hospital Service District No. 2  
of St. Landry Parish

This report is intended for the information of the Board of Commissioners, management, and the Legislative Auditor. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Broussard, Poché, Lewis & Brang*

Opelousas, Louisiana  
October 1, 1996



**BROUSSARD, POCHE, LEWIS & HIGGINS**  
**LIMITED PUBLIC ACCOUNTANTS**

1818 Franklin Lane  
 Metairie, Louisiana  
 70002  
 phone: (504) 885-1147  
 fax: (504) 885-1148

**INDEPENDENT AUDITOR'S REPORT**

**Office Offices:**

Louisiana, LA  
 70002-2610  
 Lafayette, LA  
 70501-0800

Shreveport, LA  
 70506-0000

New Orleans, LA  
 70112-0000

Thibodaux, LA  
 70301-0000

Monroe, LA  
 70501-0000

To the Board of Commissioners  
 Hospital Service District No. 2 of  
 St. Landry Parish  
 St. Landry Parish, Louisiana

We have audited the accompanying general purpose financial statements of Hospital Service District No. 2 of St. Landry Parish as of June 30, 1996, and for the year then ended. These general purpose financial statements are the responsibility of the DISTRICT's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Hospital Service District No. 2 of St. Landry Parish as of June 30, 1996, and the results of its operations, and cash flows for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated October 1, 1996 on our consideration of the District's internal control structure and a report dated October 1, 1996 on its compliance with laws and regulations.

W. Lee Lewis, CPA  
 Robert G. Broussard, CPA, CFPA  
 Bruce M. Pocher, CPA, CFPA  
 James R. Higgins, CPA, CFPA  
 Steve R. Adams, CPA, CFPA  
 George W. Smith, CPA, CFPA  
 Christopher W. Anthony, CPA, CFPA  
 Richard H. Young, CPA, CFPA  
 Broussard, Pocher, Lewis & Higgins, P.C.  
 a limited liability partnership  
 an equal opportunity employer  
 5000-1000000000

Opinionas, Louisiana  
 October 1, 1996

*Broussard, Pocher, Lewis & Higgins*

HOSPITAL SERVICE DISTRICT NO. 2 OF ST. LAMERY PARISH

STATEMENT OF CASH FLOWS  
 Year Ended June 30, 1996

CASH FLOWS FROM OPERATING ACTIVITIES	
Net loss	\$123,390
Adjustments to reconcile net loss to net cash provided by operating activities:	
Depreciation	11,435
Loss on disposal of asset	<u>5,262</u>
Net cash provided by operating activities	\$ 3,378
Cash and cash equivalents, beginning	<u>133,185</u>
Cash and cash equivalents, ending	<u>\$136,563</u>

See Notes to Financial Statements.