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BONNE SANTE'
CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
GENERAL PURPOSE FINANCIAL STATEMENTS
AS OF AND YEAR ENDED JUNE 30, 1998

(A COMPONENT UNIT OF THE
POINTE COUPEE PARISH POLICE JURY)

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, entity and 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 10-28-98

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MEMBER
AMERICAN INSTITUTE CPAs
LOUISIANA SOCIETY CPAs

INDEPENDENT AUDITOR'S REPORT

September 11, 1998

Board of Directors of the Pointe Coupee Health Service District No. 1

Re: Bonne Sante' Chemical Health & Wellness Center, a Division of the District

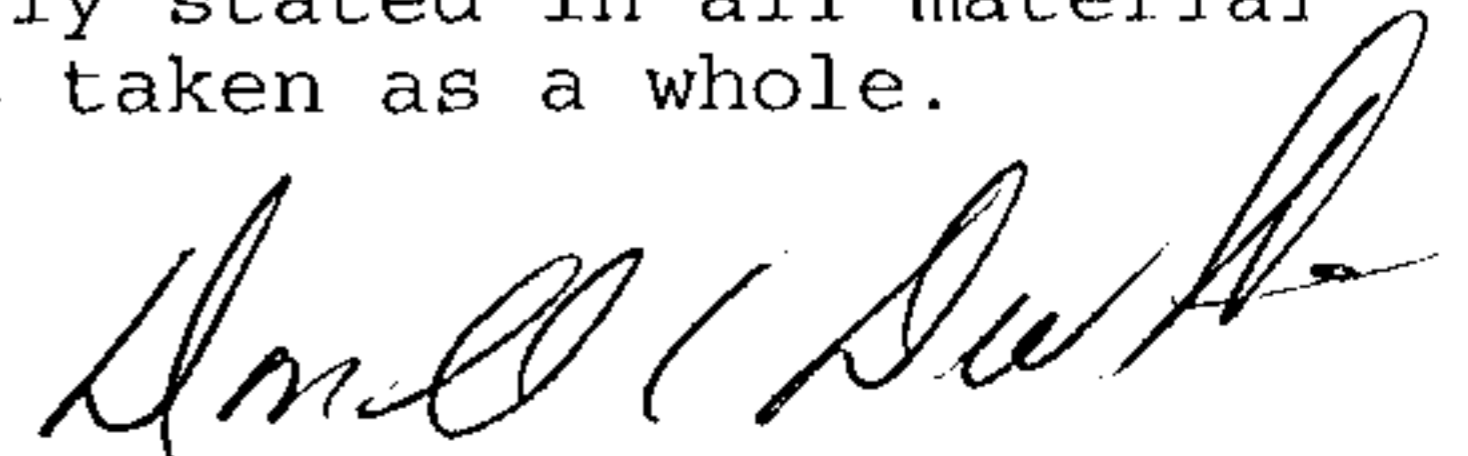
I have audited the accompanying general-purpose financial statements of the Bonne Sante' Chemical Health & Wellness Center, a component unit of the Pointe Coupee Parish Police Jury, as of June 30, 1998, and for the year then ended. These financial statements are the responsibility of the Bonne Sante's management. My responsibility is to express an opinion of these General Purpose financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards and the standards for financial audits contained in the Government Audit Standards, issued by the Comptroller General of the United States. Those standards require that I 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 General Purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provided a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Bonne Sante' - Chemical Health & Wellness Center as of June 30, 1998, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued a report dated September 11, 1998, on our consideration of Bonne Sante - Chemical Health & Wellness Center's internal control over financial reporting and our tests of its compliance with laws, regulations, contracts and grants.

My audit was made for the purpose of forming an opinion on the financial statements of Bonne Sante - Chemical Health & Wellness Center taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in my opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.



BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
COMBINED BALANCE SHEET-ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1998
(With Comparative Totals for June 30, 1997)

	<u>GOVERNMENTAL FUND TYPE</u>		<u>ACCOUNT GROUPS</u>		<u>TOTALS</u>	
	<u>GENERAL</u>	<u>SPECIAL REVENUE</u>	<u>GENERAL FIXED ASSETS</u>	<u>GENERAL LONG-TERM OBLIGATION</u>	<u>(MEMORANDUM ONLY)</u>	<u>(MEMORANDUM ONLY)</u>
					<u>1998</u>	<u>1997</u>
<u>ASSETS</u>						
CASH	\$49,551	\$15,298	-0-	-0-	\$64,849	\$54,766
SALES TAXES RECIVABLE	8,365	-0-			8,365	9,198
INTERGOVERNMENTAL	-0-	8,965	-0-	-0-	8,965	12,608
DUE FROM OTHER FUNDS	24,666	-0-	-0-	-0-	24,666	19,676
EQUIPMENT	-0-		\$33,671	-0-	33,671	33,333
DEPOSITS	-0-	403	-0-	-0-	403	403
AMOUNT TO PROVIDED FOR RETIREMENT OF GENERAL LONG TERM OBLIGATION	-0-	-0-	-0-	\$1,234	1,234	984
TOTAL ASSETS	<u>82,582</u>	<u>24,666</u>	<u>33,671</u>	<u>1,234</u>	<u>142,153</u>	<u>130,968</u>
<u>LIABILITIES AND FUND EQUITY</u>						
<u>LIABILITIES:</u>						
ACCOUNTS PAYABLE	\$-0-	\$-0-	-0-	-0-	\$-0-	\$1,494
EMPLOYEE WITHHOLDING	-0-	-0-	-0-	-0-	-0-	778
DUE TO OTHER FUNDS	-0-	24,666	-0-	-0-	24,666	19,676
COMPENSATED ABSENCES	-0-	-0-	-0-	\$1,234	1,234	984
TOTAL LIABILITIES	<u>-0-</u>	<u>24,666</u>	<u>-0-</u>	<u>1,234</u>	<u>25,900</u>	<u>22,932</u>
<u>FUND EQUITY:</u>						
INVESTMENT IN GENERAL FIXED ASSETS	-0-	-0-	\$33,671	-0-	33,671	33,333
FUND BALANCE UNRESERVED - UNDESIGNATED	82,582	-0-	-0-	-0-	82,582	74,703
TOTAL FUND EQUITY	<u>82,582</u>	<u>-0-</u>	<u>33,671</u>	<u>-0-</u>	<u>116,253</u>	<u>108,036</u>
<u>TOTAL LIABILITIES AND FUND EQUITY</u>	<u>82,582</u>	<u>24,666</u>	<u>33,671</u>	<u>1,234</u>	<u>142,153</u>	<u>130,968</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-GOVERNMENTAL FUND TYPES
YEAR ENDED JUNE 30, 1998
(With Comparative Totals for June 30, 1997)

	<u>GOVERNMENTAL</u> <u>FUND TYPES</u>		<u>TOTALS</u> <u>(MEMORANDUM ONLY)</u>	
	<u>GENERAL</u>	<u>SPECIAL</u> <u>REVENUE</u>	<u>1998</u>	<u>1997</u>
<u>REVENUES:</u>				
SALES TAXES	\$104,136	-0-	\$104,136	\$104,640
INTERGOVERNMENTAL	-0-	\$95,100	95,100	95,060
CHARGES FOR SERVICES	4,693	-0-	4,693	4,334
CONTRIBUTIONS	101	-0-	101	10,500
INTEREST	2,322	-0-	2,322	1,732
MISCELLANEOUS	261	-0-	261	348
INDIGENT CARE	45,656	-0-	45,656	21,761
TOTAL REVENUES	157,169	95,100	252,269	238,375
<u>EXPENDITURES</u>				
CURRENT				
HEALTH AND WELFARE				
SALARIES	70,726	25,918	96,644	86,250
FRINGE BENEFITS	5,949	2,385	8,334	13,047
TRAVEL	-0-	1,351	1,351	490
OPERATING SERVICES	4,011	17,585	21,346	28,474
OPERATING SUPPLIES	1,959	3,486	5,695	8,818
PROFESSIONAL	20,825	44,375	65,200	44,337
OTHER	164	-0-	164	181
CAPITAL OUTLAY	-0-	-0-	-0-	3,967
INDIGENT CARE	45,656	-0-	45,656	21,761
TOTAL EXPENDITURES	149,290	95,100	244,390	207,325
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	7,879	-0-	7,879	31,050
FUND BALANCE, JULY 1	74,703	-0-	74,703	43,653
FUND BALANCE, JUNE 30	82,582	-0-	82,582	74,703

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 1998

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<u>REVENUES:</u>			
SALES TAXES	\$111,136	\$104,136	\$ (7,000)
INTERGOVERNMENTAL	- 0 -	- 0 -	- 0 -
CHARGES FOR SERVICES	3,900	4,693	793
DONATIONS	2,000	101	(1,899)
INTEREST	800	2,322	1,522
MISCELLANEOUS	500	261	(239)
INDIGENT CARE	- 0 -	45,656	45,656
	<hr/>	<hr/>	<hr/>
TOTAL REVENUES	118,336	157,169	38,833
	<hr/>	<hr/>	<hr/>
<u>EXPENDITURES</u>			
CURRENT			
HEALTH AND WELFARE			
SALARIES	97,539	70,726	26,813
FRINGE BENEFITS	8,442	5,949	2,493
TRAVEL	- 0 -	- 0 -	- 0 -
OPERATING SERVICES	12,355	4,011	8,344
OPERATING SUPPLIES	- 0 -	1,959	(1,959)
PROFESSIONAL	- 0 -	20,825	(20,825)
OTHER	- 0 -	164	(164)
CAPITAL OUTLAY	- 0 -	- 0 -	- 0 -
INDIGENT CARE	- 0 -	45,656	(45,656)
	<hr/>	<hr/>	<hr/>
TOTAL EXPENDITURES	118,336	149,290	(30,954)
	<hr/>	<hr/>	<hr/>
EXCESS OF REVENUES OVER EXPENDITURES	- 0 -	7,879	7,879
FUND BALANCE, JULY 1	74,703	74,703	- 0 -
	<hr/>	<hr/>	<hr/>
FUND BALANCE, JUNE 30	74,703	82,582	7,879
	<hr/>	<hr/>	<hr/>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 1998

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<u>REVENUES:</u>			
INTERGOVERNMENTAL	\$95,100	\$95,100	\$-0-
TOTAL REVENUES	<u>95,100</u>	<u>95,100</u>	<u>-0-</u>
<u>EXPENDITURES</u>			
CURRENT			
HEALTH AND WELFARE			
SALARIES	26,000	25,918	82
FRINGE BENEFITS	3,798	2,385	1,413
TRAVEL	800	1,351	(551)
OPERATING SERVICES	17,802	17,585	217
OPERATING SUPPLIES	4,200	3,486	714
PROFESSIONAL	42,500	44,375	(1,875)
OTHER	-0-	-0-	-0-
CAPITAL OUTLAY	-0-	-0-	-0-
INDIGENT CARE	-0-	-0-	-0-
TOTAL EXPENDITURES	<u>95,100</u>	<u>95,100</u>	<u>-0-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		-0-	-0-
FUND BALANCE, JULY 1	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
FUND BALANCE, JUNE 30	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

INTRODUCTION

The Bonne Sante' Chemical Health & Wellness Center (Center) was created as part of the Pointe Coupee Health Service District No. 1 under the authority of Louisiana Revised Statutes 46:1051-1069. The Center is located in the City of New Roads and services the entire parish from this location. The center employs about ten employees and contractors.

NOTE #1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying General Purpose financial statements conform to generally accepted accounting principles (GAAP) as applicable to governmental units. Such accounting and reporting procedures also conform to the requirements of LRS 24:517 and the Audit of State and Local Governmental Units, the industry audit guide issued by the American Institute of Certified Public Accountants.

B. REPORTING ENTITY

Determination of the financial reporting entity was made in accordance with the criteria outlined in the Governmental Accounting Standards Board (GASB) Codification Section 2100. The GASB concluded that the basic criterion for including an agency, institution, authority or other organization in a governmental unit's reporting entity is the exercise of oversight responsibility over such agencies by the governmental unit's elected officials. Oversight responsibility is defined to include, but is not limited to: Appointment of governing board; Designation of management; Ability to significantly influence operations; and Accountability for fiscal matters. Scope of public service and special financing relationships were also considered in determining the financial reporting entity. Because the Police Jury of the parish of Pointe Coupee appoints the governing board and because of the scope of public service, the Center is deemed to be a component unit of the Pointe Coupee Parish Police Jury, the governing body of the parish and the governmental body with oversight responsibility. The accompanying financial statements present only information on the funds maintained by the center and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the governmental reporting entity.

BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE #1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

C. FUND ACCOUNTING

The accounts of the Center are organized on the basis of account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenue, and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped in the financial statements in this report, into one generic fund type with two broad fund categories as follows:

GOVERNMENTAL FUND TYPES:

Governmental funds are those through which most governmental functions of the Center are financed. The acquisition, use, and balances of the Center's expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus is upon determination of changes in financial position, rather than upon net income. The following are the Center's fund types:

GENERAL FUND - The General Fund is the general operating fund of the Center. It is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

D. BASIS OF ACCOUNTING

The accounting and reporting treatment applied to the fixed assets associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheets. Operating statements of these funds represent increases and decreases in net current assets. The modified accrual basis of accounting is used by all governmental funds and agency funds. The governmental funds use the following practices in recording revenues and expenditures:

BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE #1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenues

Sales taxes are recorded in the month received by the Pointe Coupee Parish Sales and Use Tax Department. Funds from the state grant are recognized in the amounts earned, to the extent that they are both measurable and available. All other revenue is recorded when received.

Expenditures

Expenditures are recognized under the modified accrual basis of accounting when the related fund liability is incurred.

Other Financing Sources (Uses)

Installment purchase transactions are accounted for as other financing sources. These other financing sources are recognized at the time the underlying events occur.

E. BUDGETS

The Attorney General, in Opinion No. 80-1560, opined that hospital service districts are excluded from the provisions of the Local Governmental Budget Act.

The Center submits a budget for the General Fund that is presented to the Pointe Coupee Health Service District.

The Center also adopts a budget for the Special Revenue Fund that is submitted to the Louisiana Department of Health and Hospitals, the grantor agency, for the time period of each grant.

The budget is prepared on the modified accrual basis of accounting. All appropriations lapse at year end. Encumbrances are not recognized within the accounting records for budgetary control purposes.

F. CASH

Cash includes amounts in demand deposits and interest bearing deposits. Under state law, the Center may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE #1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

G. FIXED ASSETS

Fixed assets of governmental funds are recorded as expenditures at the time purchased or constructed, and the related assets are reported in the general fixed assets account group. Public domain or infrastructure is not capitalized. Construction period interest is immaterial and is not capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost or estimated cost if historical cost is not available. No costs were estimated as all costs were available.

H. COMPENSATED ABSENCES

The following procedures shall apply to all regular full-time employees:

Twenty days for full-time employees. Twenty-four days for supervisors. Paid Time Off (PTO) for all employees hired prior to June 1, 1989, will begin January 1 of each year. After probationary period is completed for new employees (employees hired after June 1, 1989) PTO may be taken at the rate of 1/12 of the twenty days in the first year of employment for each month worked after the probationary period. Such PTO leave may be used for vacation and/or sick periods. Unused PTO for employees shall be carried over up to twenty-five days or twenty-nine days for the supervisors.

The cost of current leave privileges, computed in accordance with the GASB Codification Section C60, is recognized as a current-year expenditure in the General Fund when leave is taken. The cost of leave privileges not requiring current resources is recorded in the general long-term obligations account group.

I. LONG-TERM OBLIGATIONS

Long-term obligations expected to be financed from governmental funds are reported in the general long-term obligations account group. Expenditures for principal and interest payments for long-term obligations are recognized in the governmental funds when due.

BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

J. INTERFUND TRANSACTIONS

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

K. SALES TAXES

On August 14, 1984, the Pointe Coupee Parish Police Jury by resolution allocated five per cent of a 1% sales taxes revenues for a comprehensive parish-wide drug and alcohol abuse educational and treatment program.

L. COMPARATIVE DATA

Comparative data for the prior year have been presented in the accompanying financial statements to provide an understanding of changes in the Center's financial position and operations. However, presentation of comparative data by fund type have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

M. TOTAL COLUMNS ON STATEMENTS

Total columns on the combined statements -overview are captioned "Memorandum Only" to indicate they are presented only to help with financial analysis. Data in these columns does not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE #2 CASH AND INVESTMENTS

As of June 30, 1998, the Center's deposits, stated at cost, were as follows:

	<u>BOOK BALANCE</u>	<u>BANK BALANCE</u>	<u>FDIC INSURED</u>
General Fund			
Petty Cash	\$150	\$-0-	\$-0-
Cash	49,368	55,166	55,166
Special Revenue Funds			
Cash	15,331	22,420	22,420
Total Cash	<u>64,849</u>	<u>77,586</u>	<u>77,586</u>

NOTE #3 RECEIVABLES AND PAYABLES

A. Due from other Governments consists of the following as of June 30, 1998:

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE</u>	<u>TOTAL</u>
Pointe Coupee Health Service Dist	\$8,365	-0-	\$8,365
Department of Health & Hospitals	-0-	\$8,965	8,965
Total	<u>8,365</u>	<u>8,965</u>	<u>17,330</u>

B. Interfund receivables and payables balances at year-end were as follows:

<u>RECEIVABLE FUND</u>	<u>PAYABLE FUND</u>	<u>AMOUNT</u>
General Fund	Special Revenue Fund	<u>\$24,666</u>

NOTE #4 CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	<u>BALANCE JULY 1</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE JUNE 30</u>
EQUIPMENT	<u>\$33,333</u>	<u>\$338</u>	<u>-0-</u>	<u>\$33,671</u>

BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE #5 CHANGES IN GENERAL LONG-TERM OBLIGATIONS

Long-term liabilities that will be financed from governmental funds are accounted for in the general long-term debt group of accounts.

A. Summary of changes in Long-term debt.

	<u>JULY 1</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>JUNE 30</u>
Vacation	\$984	\$250	\$-0-	\$1,234
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

NOTE #6 LITIGATION

There is no litigation pending against the Center at June 30, 1998, nor is the center aware of any unasserted claims.

NOTE #7 BOARD OF DIRECTORS' COMPENSATION

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member.

NOTE #8 - PENSION PLAN AND RETIREMENT COMMITMENTS

Plan Description.

Substantially all Bonne Sante' Center's employees are members of the Parochial Employees' Retirement System of Louisiana ("System"), a multiple-employer, public employee retirement system (PERS), controlled and administered by a separate board of trustees. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and separate benefit provisions. All employees of the Bonne Sante' Center are members of Plan A. All permanent Bonne Sante' Center employees working at least 28 hours a week who are paid wholly or in part from parish funds and all elected parish officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of credited service, at or after age 55 with 25 years of credited service, or at any age with at least 30 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 3 per cent of their final-average salary for each year of creditable service. However, for most employees who were members of the supplemental plan only prior to January 1, 1980, the benefit is equal to one per cent of final average salary plus \$24 for each year of supplemental plan only service earned prior to January 1, 1980. Final-average salary

BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE #8 - PENSION PLAN AND RETIREMENT COMMITMENTS (Continued)

is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of credited service stated above and do not withdraw their employee contributions may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Parochial Employee's Retirement System, Post Office Box 14619, Baton Rouge, Louisiana 70898-4619, or by calling (504) 928-1361.

Funding Policy

Under Plan A, members are required by state statute to contribute 9.5 percent of their annual covered salary and the Bonne Sante' Center is required to contribute at an actuarially determined rate. The current rate is 8.0 percent of annual covered payroll. Contributions to the System also include one-fourth of one per cent of the taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge Parishes. These tax dollars are divided between Plan A and Plan B, based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Bonne Sante' Center are established and may be amended by state statute.

As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Bonne Sante' Center's contributions to the System under Plan A for the years ended June 30, 1998, and June 30, 1997, June 30, 1996, were \$6,964, \$6,423 and \$6,203, respectively, equal to the required contributions for each year.

NOTE #9 POST-RETIREMENT BENEFITS

The Center has no retired employees.

NOTE #10. RELATED PARTY TRANSACTIONS

The Pointe Coupee Health Service District provides office space, certain telephone services and maintenance to the Center.

BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE #11 FEDERALLY ASSISTED PROGRAMS

Federal and State grant programs represent an important source of funding to finance social programs which are beneficial to the Center. These funds are recorded in the Special Revenue Funds. The grants normally specify the purpose for which the funds may be used and are audited annually in accordance with Office of Management and Budget Circular A-128 under the "Single Audit Concept." Accordingly, a Schedule of Federal Financial Assistance is presented in this report.

NOTE #12: FEDERAL COMPLIANCE CONTINGENCIES

The Center receives the majority of its revenue from funds provided through grants administered by the Louisiana Department of Health & Hospitals and the Special 1% Sales Tax. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of funds the Center receives could be reduced significantly and have an adverse impact on its operations. Management is not aware of any actions that will adversely affect the amount of funds the Center will receive in the next fiscal year.

SUPPLEMENTARY INFORMATION

BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 1998

PROGRAM	CFDA	PROGRAM OR AWARD	FEDERAL REVENUE	TOTAL
<u>TITLE</u>	<u>NUMBER</u>	<u>AMOUNT</u>	<u>RECOGNIZED</u>	<u>EXPENDITURES</u>

DEPARTMENT OF HEALTH & HUMAN SERVICES

PASSED THROUGH LA DEPARTMENT OF HEALTH & HOSPITALS

Block Grant - Substance Abuse	93.959	\$95,100 <u> </u>	\$95,100 <u> </u>	\$95,100 <u> </u>
----------------------------------	--------	-------------------------------	-------------------------------	-------------------------------

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CELLULAR (504) 335-3647

Donald C. DeVille

CERTIFIED PUBLIC ACCOUNTANT
7829 BLUEBONNET BLVD.
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MEMBER
AMERICAN INSTITUTE CPAs
LOUISIANA SOCIETY CPAs

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

September 11, 1998

Board of Directors of the Pointe Coupee Health Service District No. 1

Re: Bonne Sante' Chemical Health & Wellness Center, a Division of the
District

I have audited the financial statements of the Bonne Sante' Center as of and for the year ended June 30, 1998, and have issued my report thereon dated September 11, 1998. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

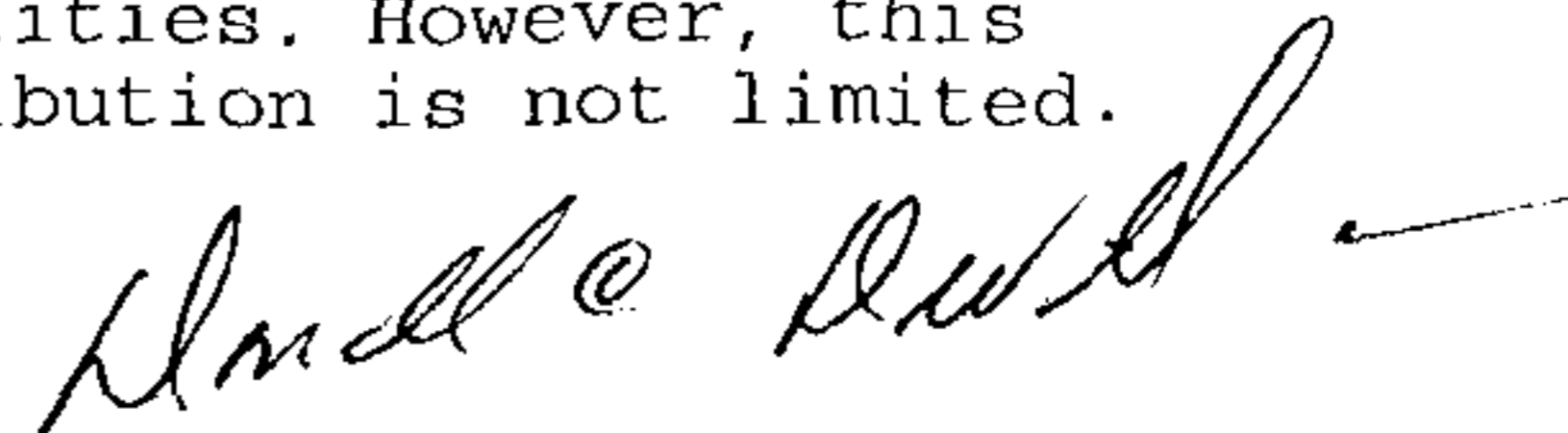
COMPLIANCE

As part of obtaining reasonable assurance about whether Bonne Sante' Chemical Health & Wellness Center's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing my audit, I considered Bonne Sante' Center's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the 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. I noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended for the information of the management, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and distribution is not limited.



BONNE SANTE' CHEMICAL HEALTH & WELLNESS CENTER
NEW ROADS, LOUISIANA
SCHEDULE OF PRIOR YEARS FINDINGS
JUNE 30, 1998

NONE

PART I**GENERAL INFORMATION - Continued**

8. Indicate whether the auditee has either a Federal cognizant or oversight agency for audit. (Mark (X) one box)

- 1
- ☐
- Cognizant agency 2
- ☒
- Oversight agency

9. Name of Federal cognizant or oversight agency for audit (Mark (X) one box)

- | | | | |
|--|--|---|--|
| 01 <input type="checkbox"/> African Development Foundation | 83 <input type="checkbox"/> Federal Emergency Management Agency | 16 <input type="checkbox"/> Justice | 08 <input type="checkbox"/> Peace Corps |
| 02 <input type="checkbox"/> Agency for International Development | 34 <input type="checkbox"/> Federal Mediation and Conciliation Service | 17 <input type="checkbox"/> Labor | 59 <input type="checkbox"/> Small Business Administration |
| 10 <input type="checkbox"/> Agriculture | 39 <input type="checkbox"/> General Services Administration | 43 <input type="checkbox"/> National Aeronautics and Space Administration | 96 <input type="checkbox"/> Social Security Administration |
| 11 <input type="checkbox"/> Commerce | 93 <input type="checkbox"/> Health and Human Services | 89 <input type="checkbox"/> National Archives and Records Administration | 19 <input checked="" type="checkbox"/> State |
| 94 <input type="checkbox"/> Corporation for National and Community Service | 14 <input type="checkbox"/> Housing and Urban Development | 05 <input type="checkbox"/> National Endowment for the Arts | 20 <input type="checkbox"/> Transportation |
| 12 <input type="checkbox"/> Defense | 03 <input type="checkbox"/> Institute for Museum Services | 06 <input type="checkbox"/> National Endowment for the Humanities | 21 <input type="checkbox"/> Treasury |
| 84 <input type="checkbox"/> Education | 04 <input type="checkbox"/> Inter-American Foundation | 47 <input type="checkbox"/> National Science Foundation | 82 <input type="checkbox"/> United States Information Agency |
| 81 <input type="checkbox"/> Energy | 15 <input type="checkbox"/> Interior | 07 <input type="checkbox"/> Office of National Drug Control Policy | 64 <input type="checkbox"/> Veterans Affairs |
| 66 <input type="checkbox"/> Environmental Protection Agency | | | |

PART II**FINANCIAL STATEMENTS (To be completed by auditor)**

1. Type of audit report (Mark (X) one box)

- 1
- ☒
- Unqualified opinion 2
- ☐
- Qualified opinion 3
- ☐
- Adverse opinion 4
- ☐
- Disclaimer of opinion

2. Is a reportable condition disclosed?

- 1
- ☐
- Yes 2
- ☒
- No - SKIP to Item 4

3. Is any reportable condition reported as a material weakness?

- 1
- ☐
- Yes 2
- ☐
- No

4. Is a material noncompliance disclosed?

- 1
- ☐
- Yes 2
- ☒
- No

PART III**FEDERAL PROGRAMS (To be completed by auditor)**

1. Type of audit report on major program compliance (Mark (X) one box)

- 1
- ☒
- Unqualified opinion 2
- ☐
- Qualified opinion 3
- ☐
- Adverse opinion 4
- ☐
- Disclaimer of opinion

2. What is the dollar threshold to distinguish Type A and Type B programs § .520(b)?

\$ 300 000

3. Did the auditee qualify as a low-risk auditee (§ .530)?

- 1
- ☒
- Yes 2
- ☐
- No

4. Are there any audit findings required to be reported under § .510(a)?

- 1
- ☐
- Yes 2
- ☒
- No

5. Which Federal Agencies are required to receive the reporting package? (Mark (X) all that apply)

- | | | | |
|--|--|---|--|
| 01 <input type="checkbox"/> African Development Foundation | 83 <input type="checkbox"/> Federal Emergency Management Agency | 16 <input type="checkbox"/> Justice | 08 <input type="checkbox"/> Peace Corps |
| 02 <input type="checkbox"/> Agency for International Development | 34 <input type="checkbox"/> Federal Mediation and Conciliation Service | 17 <input type="checkbox"/> Labor | 59 <input type="checkbox"/> Small Business Administration |
| 10 <input type="checkbox"/> Agriculture | 39 <input type="checkbox"/> General Services Administration | 43 <input type="checkbox"/> National Aeronautics and Space Administration | 96 <input type="checkbox"/> Social Security Administration |
| 11 <input type="checkbox"/> Commerce | 93 <input checked="" type="checkbox"/> Health and Human Services | 89 <input type="checkbox"/> National Archives and Records Administration | 19 <input type="checkbox"/> State |
| 94 <input type="checkbox"/> Corporation for National and Community Service | 14 <input type="checkbox"/> Housing and Urban Development | 05 <input type="checkbox"/> National Endowment for the Arts | 20 <input type="checkbox"/> Transportation |
| 12 <input type="checkbox"/> Defense | 03 <input type="checkbox"/> Institute for Museum Services | 06 <input type="checkbox"/> National Endowment for the Humanities | 21 <input type="checkbox"/> Treasury |
| 84 <input type="checkbox"/> Education | 04 <input type="checkbox"/> Inter-American Foundation | 47 <input type="checkbox"/> National Science Foundation | 82 <input type="checkbox"/> United States Information Agency |
| 81 <input type="checkbox"/> Energy | 15 <input type="checkbox"/> Interior | 07 <input type="checkbox"/> Office of National Drug Control Policy | 64 <input type="checkbox"/> Veterans Affairs |
| 66 <input type="checkbox"/> Environmental Protection Agency | | | 00 <input type="checkbox"/> None |

EIN: 7 2 1 1 2 2 4 2 4

PART III FEDERAL PROGRAMS - Continued

6. FEDERAL AWARDS EXPENDED DURING FISCAL YEAR			7. AUDIT FINDINGS AND QUESTIONED COSTS				
CFDA number ¹ (a)	Name of Federal program (b)	Amount expended (c)	Major program (a)	Type of compliance requirement ² (b)	Amount of questioned costs (c)	Internal control findings ³ (d)	Audit finding reference number(s) (e)
93.959	ADMS Block Grant	\$ 95 100	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
TOTAL →		\$	IF ADDITIONAL LINES ARE NEEDED, PLEASE PHOTOCOPY THIS PAGE AND ATTACH ADDITIONAL PAGES TO THE FORM.				

¹ Or other identifying number when the Catalog of Federal Domestic Assistance (CFDA) number is not available.

² Type of compliance requirement (Enter the letter(s) of all that apply)

- | | | |
|---|--|---------------------------------|
| A. Activities allowed or unallowed | G. Matching, level of effort, earmarking | L. Reporting |
| B. Allowable costs/cost principles | H. Period of availability of funds | M. Subrecipient monitoring |
| C. Cash management | I. Procurement | N. Special tests and provisions |
| D. Davis - Bacon Act | J. Program income | O. None |
| E. Eligibility | K. Real property acquisition and relocation assistance | |
| F. Equipment and real property management | | |

³ Type of internal control findings (Mark (X) all that apply)

- | | | |
|------------------------|--------------------------|---------|
| A. Material weaknesses | B. Reportable conditions | C. None |
|------------------------|--------------------------|---------|