

LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA

Notes to the Financial Statements - Continued

For the Years Ended June 30, 1994 and
June 30, 1993

Historical trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the System's 1993 comprehensive annual Financial report. Benefits granted by the System are guaranteed by the State of Louisiana under the Louisiana Constitution of 1972.

**5. POSTRETIREMENT HEALTH CARE
AND LIFE INSURANCE BENEFITS**

The board does not have any retired employees.

6. COMPENSATED ABSENCES

As of June 30, 1994, employees of the Board have accumulated and vested \$17,262 of employee leave benefits (\$15,614 - June 30, 1993), which are computed in accordance with GASB Codification Section 660. This amount is recorded within the General Long-Term Debt Account Group.

7. LITIGATION

As June 30, 1994, there was one suit pending against the Board. The Board's attorney is presently disputing liability. In the opinion of management, the Board has adequate legal defenses, and in the event of an adverse and unexpected judgment, any liability that might be incurred would not have a material effect upon the Board's financial position or results of operations.

**LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
ALL FUND TYPES AND ACCOUNT GROUPS**

Balance Sheet

June 30, 1998

	GOVERNMENTAL FUNDS GENERAL FUND	ACCOUNTS RECEIVABLE		TOTAL ASSETS/LIABILITIES AND EQUITY
		STATE	FEDERAL	
ASSETS AND OTHER DEBITS				
Assets:				
Cash and equivalents (Other 2)	5,000.00			5,000.00
Fixed assets (Other 2)		5,000.00		5,000.00
Other assets - amount to be paid for the recovery of partial long term obligation			5,000.00	5,000.00
Total Assets and Other Debits	5,000.00	5,000.00	5,000.00	5,000.00
LIABILITIES, EQUITY, AND OTHER CREDITS				
Liabilities:				
Accounts payable	5,000.00			5,000.00
Unexpended advance payable (Other 2) - State transfers			5,000.00	5,000.00
Equity and other credits:				
Intergovernmental program fund assets		5,000.00		5,000.00
Fund balance - unassigned - unexpended	5,000.00			5,000.00
Total Equity and other credits	5,000.00	5,000.00	5,000.00	5,000.00
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	5,000.00	5,000.00	5,000.00	5,000.00

The accompanying notes are an integral part of this statement.

**LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA**

Notes to the Financial Statements - continued

**For the Years Ended June 30, 1994 and
June 30, 1993**

	<u>June 30, 1994</u>	<u>June 30, 1993</u>
Demand deposits	\$ 197,859	\$ 513,602
Petty cash	<u>100</u>	<u>102</u>
Total	\$ 198,000	\$ 513,702

Under state law, these deposits (or the resulting bank balances) must be secured by Federal Deposit Insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. As June 30, 1994, the Board had \$418,442 in deposits (collective bank balances). These deposits are secured from risk by \$188,000 of federal deposit insurance and \$230,442 of pledged securities held by the custodial bank in the name of the fiscal agent bank.

3. CHANGES IN GENERAL FIXED ASSETS

The changes in general fixed assets follow:

Balance at July 1, 1994	\$ 70,971
Additions	1,500
Deductions	<u>(12,500)</u>
Balance at June 30, 1993	60,163
Additions	15,867
Deductions	<u>(4,252)</u>
Balance at June 30, 1994	\$ 81,318

In accordance with LSA-R.S. 39:321-332, the Board has complied with the Louisiana movable property statutes.

4. PENSION PLAN

The employees of the board are members of the Louisiana State Employees Retirement System (System), a multiple-employer (cost-sharing), public employee retirement system (PERS). The System is a statewide public retirement system for the benefit of state employees, which is administered and controlled by a separate board of trustees.

LOUISIANA STATE BOARD OF DISTRICTS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA

Notes to the Financial Statements - Continued

For the Years Ended June 30, 1994 and
June 30, 1993

**G. GENERAL FIXED ASSETS AND
LONG-TERM OBLIGATIONS**

General fixed assets are accounted for in the General Fixed Assets Group, rather than in the General Fund. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost.

Long-term obligations expected to be financed from the General Fund are accounted for in the General Long-Term Debt Account Group.

H. COMPENSATED ABSENCES

The employees of the Board earn and accumulate vacation and sick leave at varying rates, according to their years of service. The amount of vacation and sick leave that may be accumulated by each employee is limited. Upon termination, employees or their heirs are compensated for up to 160 hours of unused vacation leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused vacation leave in excess of 160 hours plus sick leave are used to compute retirement benefits.

The cost of current leave privileges, computed in accordance with the GASB codification section 600, is recognized as a current-year expenditure in the General Fund when the leave is actually taken. The cost of leave privileges not requiring current resources is recorded in the General Long-Term Debt Account Group.

I. TOTAL COLUMN ON BALANCE SHEET

The total column on the balance sheet is captioned Memorandum Only to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

J. CASH AND CASH EQUIVALENTS

Cash and cash equivalents (bank balances) are as follows:

LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA

Notes to the Financial Statements - Continued

For the Years Ended June 30, 1994 and
June 30, 1995

Interest income on investments is recorded when the investments have matured and the income is available.

Substantially all other revenues are recorded when received.

Expenditures

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

E. BUDGETS

Formal budgetary accounting is employed as a management control device during the year for the General Fund. The General Fund's budget is adopted on a basis consistent with generally accepted accounting principles (GAAP). Encumbrances are not recorded for budgetary purposes.

F. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand and interest-bearing demand deposits. Cash equivalents include amounts in time deposits. Under state law, the Board of Dentistry may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. Furthermore, the board may invest in time certificates of deposit of state banks organized under the laws of the State of Louisiana, national banks having their principal offices in Louisiana, in savings accounts or shares of savings and loan associations and savings banks, and in share accounts and share certificate accounts of federally or state-chartered credit unions.

INDIVIDUAL FUND STATEMENTS AND SCHEDULES

LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA

Notes to the Financial Statements - Continued

For the Years Ended June 30, 1984 and
June 30, 1993

accompanying financial statements. The State's general purpose financial statements are issued by the Louisiana Division of Administration-Office of Statewide Reporting and Accounting Policy and are audited by the Louisiana Legislative Auditor.

C. FUND ACCOUNTING

The Board uses a fund (General Fund) and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available resources. The General Fund is the general operating fund of the Board and accounts for all financial resources except those required to be accounted for in another fund. Revenues are accounted for in this fund based upon the purpose for which they are to be spent and the means by which spending activities are controlled. General operating expenditures are paid from this fund.

D. BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The General Fund is accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The operating statement of the General Fund presents increases and decreases in net current assets. The modified accrual basis of accounting is used by the General Fund.

The Board uses the following practices in recording revenues and expenditures in the General Fund:

REVENUES

Licenses and examination fees are recorded in the year in which they are earned to the extent they are both measurable and available.

Fees and cost of hearings are recorded when received.

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LOUISIANA STATE BOARD OF DISTRICTS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA

Notes to the Financial Statements - Continued

For the Years Ended June 30, 1996 and
June 30, 1995

Contributions of participating state agencies are pooled within the System to fund accrued benefits with contribution rates approved by the Louisiana Legislature. The Board's total payroll was \$200,281 for the year ended June 30, 1996 (\$127,268 for June 30, 1995), while covered payroll was \$142,633 for the year ended June 30, 1996 (\$121,693 for June 30, 1995). The Board's covered payroll represents approximately .006 percent of the System's total covered payroll for each of the years.

All full-time Board employees are eligible to participate in the System. Benefits vest with 10 years of service. At retirement age, employees are entitled to annual benefits equal to \$308 plus 2.5 per cent of their highest consecutive 36 months' average salary multiplied by their years of credited service. Vested employees may retire at (a) any age with 10 years of service, (b) age 55 with 20 years of service, or (c) age 60 with 10 years of service. The System also provides death and disability benefits. Benefits are established by State statute.

Covered employees are required by State statute to contribute 1.5 per cent of gross salary to which the Board adds a 12.0 per cent contribution as an employer match. The Board's statutory and actual contributions for the year ended June 30, 1996, and for the year ended June 30, 1995, were \$27,815 and \$24,129 respectively, of which \$10,697 and \$9,277 were contributed by employees and \$17,118 and \$14,842 were contributed by the Board. The actuarially required contributions for the years, using the System's actuarial funding method (projected unit credit), are the same as that required by State statute.

The pension benefit obligation is a standardized measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-roted benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among PERM and employers. The System does not make separate measurements of assets and pension benefit obligations for individual employees. The pension benefit obligation at June 30, 1996, (latest available date) for the System as a whole, determined through actuarial valuation performed as of that date, was \$1,696,009,258. The System's net assets available for benefits on that date were \$3,389,583,958, leaving an unfunded pension benefit obligation of \$2,187,407,258.

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LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
New Orleans, Louisiana

General Purpose Financial Statements
and Independent Auditor's Reports

Years ended June 30, 1955 and
June 30, 1956

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.

ACT 65 1954

Release Date: _____

September 27, 1956

LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA

Notes to the Financial Statements

For the Years Ended June 30, 1984 and
June 30, 1983

INTRODUCTION

The Louisiana State Board of Dentistry was created under the provisions of Louisiana Revised Statute (LSA-R.S.) 17:781-781. The Board was transferred by LSA-R.S. 17:781 to the Louisiana Department of Health and Hospitals. The Board consists of 14 members appointed by the governor of whom 13 members are dentists, and one member is a dental hygienist. One dentist is appointed from each of the nine board districts, except that two dentists are appointed from District Five and designated as representatives A and B, and three dentists and the dental hygienist are appointed at large. The board licenses and regulates approximately 3,800 dentists and 1,800 hygienists in the state. Operations of the Board are funded through revenue received from license renewals, fines, and other self-generated fees. The office of the Board are located in the New Orleans business district. The Board has three full-time employees.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying general purpose financial statements of the Louisiana State Board of Dentistry have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. REPORTING ENTITY

GASB codification section 2300 has defined the governmental reporting entity to be the State of Louisiana. The Board is considered a component unit of the State of Louisiana because the state exercises oversight responsibility in that the governor appoints the board members and public service is rendered within the State's boundaries. The accompanying statements represent activity of the Louisiana State Board of Dentistry and, therefore, are a part of the fund and account group of the State of Louisiana and its general purpose financial statements. Annually, the State of Louisiana issues general purpose financial statements, which include the activity contained in the

LOUISIANA STATE BOARD OF PENITENTIARY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGE IN FUND BALANCE - ACTUALS AND BUDGET - GENERAL FUND

Years Ended June 30, 1996 and 1995

	1996			1995		
	ACTUALS	BUDGET	VARIANCE Favorable	ACTUALS	BUDGET	VARIANCE Favorable
REVENUES						
Licenses, permits, and fees	488,870	481,000	7,870	444,100	439,000	5,100
Subsistence services	18,848	21,000	(2,152)	13,184	20,000	(6,816)
SALES OF FOOD AND SERVICES	13,875	1,000	12,875	2,250	2,000	250
Interest income	1,852	21,000	(19,148)	21,274	21,000	274
Other revenues	2,480	20,000	(17,520)	2,400	2,000	400
TOTAL REVENUES	627,525	544,000	83,525	483,208	484,000	(777.82)
EXPENDITURES						
Salaries and benefits	218,750	207,000	11,750	205,200	207,000	(1,800)
Operating expenses	58,828	101,000	(42,172)	53,200	53,000	200
Professional services	242,856	207,000	35,856	208,500	205,000	3,500
Other	2,801	200	2,601	89	2,000	(1,911)
Capital outlay	15,861	20,000	(4,139)	3,000	3,000	
TOTAL EXPENDITURES	838,296	537,200	301,096	470,009	468,000	(1,999)
CHANGE IN SUBSIDIARIES OVER REVENUES	(210,771)	(93,200)	(117,571)	(192,801)	(84,000)	(108,801)
FUND BALANCE						
Beginning of year	508,213	501,800	(6,413)	505,401	505,401	
End of year	297,442	408,600	(111,158)	312,600	421,401	(108,801)

The accompanying notes are an integral part of this statement.

**LOUISIANA STATE BOARD OF DISTRICTS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
ALL FUND TYPES AND ACCOUNT GROUPS**

Balance Sheet

June 30, 1995

	AS REPORTED IN FORM 1120	ADJUSTMENTS		TOTAL UNADJUSTED
		FINANCIAL ADJUST	1995-1996 ADJUSTMENTS	
ASSETS AND OTHER DEBITS				
Cash	\$ 144,360			\$ 144,360
Invested cash equivalents (Note 2)	5,700			5,700
Prepaid expenses				
Other assets (Note 3)		\$ 20,000		20,000
Other debts - amounts not provided for			\$ 2,000	2,000
Liabilities of general long-term debt				
Total Assets and Other Debits	\$ 150,060	\$ 20,000	\$ 2,000	\$ 172,060
LIABILITIES, EQUITY, AND OTHER CREDITS				
Liabilities				
Accounts payable	\$ 31,000			\$ 31,000
Unexpended advance payable (Note 4)			\$ 23,000	23,000
Fixed liabilities	20,000			20,000
Equity and Other Credits				
Unexpended general fund assets		\$ 40,000		40,000
Reserve - restricted, undesignated	20,000			20,000
Total Equity and Other Credits	20,000	40,000		60,000
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$ 200,060	\$ 60,000	\$ 23,000	\$ 283,060

The accompanying notes are an integral part of this statement.

GENERAL PURPOSE FINANCIAL STATEMENTS

LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA

Audit Report June 30, 1996 and June 30, 1995

In accordance with Government Auditing Standards, we have also issued a report dated September 27, 1996 on our consideration of the Board's internal control structure and a report dated September 27, 1996 on its compliance with laws and regulations.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as whole. The Individual Fund statements and Schedules and Supplemental Information, as listed in the Table of contents, are presented for the purpose's of additional analysis and are not a required part of the general purpose financial statements of the Louisiana State Board of Dentistry. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

Cassio, Davis & Schmidt

Metairie, Louisiana
September 27, 1996

LOUISIANA STATE BOARD OF HEALTH
 DEPARTMENT OF HEALTH AND HOSPITALS
 STATE OF LOUISIANA

GENERAL FUND
 STATEMENTS OF REVENUES - ACTUAL AND BUDGET

Years Ended June 30, 1955 And 1954

	1955		1954		VARIANCE Favorable Unfavorable
	ACTUAL	BUDGET	ACTUAL	BUDGET	
REVENUES					
License, permits and fees					
Licenses	\$ 453,278	\$ 445,000	\$ 3,278	\$ 4,481	\$ 4,481
Permits	11,231	12,500	(1,269)	1,150	1,150
Inspection	2,000	1,000	1,000	1,000	1,000
Businesses, fees	1,000	1,000	—	1,000	(1,000)
Professional fees	11,231	21,000	(9,769)	15,000	15,000
Dependent early service) assistant	3,315	4,000	(685)	1,000	1,000
Total Licenses, Permits and Fees	482,055	487,500	(5,445)	23,531	4,481
Deferreded Salaries					
Travel and cost of meetings	16,000	16,000	30,000		(14,000)
Sale of goods and services	22,875	5,000	7,475	100	100
Sales at markets	27,000	20,000	(4,000)		4,000
Interest income	3,000	—	3,000		3,000
Other revenues	100,182	100,000	20,000		(4,818)
TOTAL REVENUES	\$ 662,112	\$ 635,500	\$ 26,612	\$ 23,631	\$ 4,981

**INTERNAL CONTROL STRUCTURE
AND RELATED MATTERS**

FINANCIAL SECTION

LOUISIANA STATE BOARD OF DENTISTRY
 DEPARTMENT OF HEALTH AND HOSPITALS
 STATE OF LOUISIANA
 GOVERNMENTAL FUND - GENERAL FUND

Statement of Revenues, Expenditures,
 and Changes in Fund Balance

For the Years Ended June 30, 1994 and
 June 30, 1993

	YEAR ENDED JUNE 30, <u>1994</u>	YEAR ENDED JUNE 30, <u>1993</u>
REVENUES		
Licenses, permits, and fees	\$ 480,370	\$ 444,210
Enforcement actions	35,000	11,164
Sales goods and services	12,876	5,280
Interest income	17,000	31,374
Other revenues	5,049	372
Total revenues	<u>548,285</u>	<u>492,000</u>
EXPENDITURES		
Salaries and benefits	310,165	197,190
Operating expenses	185,588	187,166
Professional services	242,000	189,700
Other	1,530	50
Capital Outlay	15,000	1,000
Total expenditures	<u>754,283</u>	<u>575,106</u>
EXCESS OF REVENUES OVER EXPENSES	(205,998)	(83,106)
FUND BALANCE AT BEGINNING OF YEAR	478,215	561,462
FUND BALANCE AT END OF YEAR	\$ <u>272,217</u>	\$ <u>478,356</u>

The accompanying notes are an integral part of this statement.

LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
Compliance Report
Page 2

We considered this instance of noncompliance in forming our opinion on whether Louisiana State Board of Dentistry's 1994 and 1995 general purpose financial statements are presented fairly, in all material respects, in conformity with generally accepted accounting principles, and this report does not affect our report dated September 27, 1996, on those general purpose financial statements.

We noted certain immaterial instances of noncompliance which have been reported to management in a separate letter entitled "Memorandum of Advisory Comments", dated September 27, 1996.

No findings were reported for the prior audit, for the years ended June 30, 1994 and 1995.

This report is intended for the information of the Board of Commissioners, management, all applicable Federal and State agencies, and the Legislative Auditor of the State of Louisiana and should not be used for any other purpose. However, this report is a matter of public record, and its distribution is not limited.

Respectfully submitted,

Carroll Davis & Schmidt

Metairie, Louisiana
September 27, 1996

Francis J. Cascio, CPA
Jon E. Davis, CPA
Steven K. Schmidt, CPA

Shreveport
Baton Rouge
New Orleans
Metairie
Lafayette
Bossier City
Lake Charles
Monroe
Breaux Bridge

Independent Auditor's Report
on the Financial Statements

LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
New Orleans, Louisiana

We have audited the accompanying general purpose financial statements of the Louisiana State Board of Dentistry, a component unit of the State of Louisiana, as of June 30, 1998, and June 30, 1999, as listed in the foregoing Table of Contents. These general purpose financial statements are the responsibility of the Board'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 and generally accepted governmental auditing standards contained in 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 general purpose financial statements are free of material misstatement. An audit includes examining, on the 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. 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 the Louisiana State Board of Dentistry as of June 30, 1998 and June 30, 1999, and the results of its operations for the years then ended, in conformity with generally accepted accounting principles.

LOUISIANA STATE BOARD OF DENTISTRY
State of Louisiana

SCHEDULE OF NONCOMPLIANCE WITH
LAWS AND REGULATIONS

For the Year Ended June 30, 1996 and June 30, 1995

Finding

LRS 24:522(A) established the Louisiana Performance Audit Program. Paragraph (B)(2) of the statute requires that "all state agencies shall agencies shall develop specific goals and objectives for each of their programs to include measures of performance. They shall report on program goals and objectives in developing annual budgets and shall submit such information to the legislature as a part of the appropriations process". In neither the 95-96, nor the 96-97 budget, was such information included. This would appear to be a violation of the statute.

Response

First, the Board was unaware of LRS 24:522 (A) until brought to its attention by the auditor. Secondly, there are no programs within the Louisiana State Board of Dentistry in which to develop specific goals and objectives. Rather, the purpose of the Louisiana State Board of Dentistry is the protection of the consumer by regulating the profession of dentistry and dental hygiene. In this regard, the Board receives approximately 100 complaints per year which are resolved in a timely fashion. The Board feels that it is doing an excellent job in this endeavor. Thirdly, the Board has three employees at this time. The preparation of such a performance audit program is overly burdensome for such a small state agency; would not be cost effective; and would provide little useful information for the State.

FRANCIS J. CASCIO, CPA
JOE E. DAVIS, CPA
ROBERT A. SCHMIDT, CPA

Members
American Institute of Certified
Public Accountants
Society of Accountants, Chartered
Public Accountants

To the Board
Louisiana State Board of Dentistry

We have audited the financial statements of the Louisiana State Board of Dentistry a component unit of the State of Louisiana, for the year ended June 30, 1994 and June 30, 1995, and have issued our reports thereon dated September 27, 1994. As part of obtaining reasonable assurance about whether the component unit financial statements are free of material misstatement, we performed tests of the Board's compliance with certain provisions of laws, regulations, contracts, and grants. However, our objective was not to provide an opinion on overall compliance with such provisions.

The attached schedule of noncompliance with laws and regulations includes an immaterial instance of noncompliance noted as a result of the items tested.

We have already discussed these findings with the Board's administrative personnel and have included their responses. We will be pleased to discuss these comments with you in further detail at your convenience or to perform any additional study of these matters.

Cascio, Davis & Schmidt

September 27, 1994

**COMPLIANCE WITH LAWS
AND REGULATIONS**

LOUISIANA STATE BOARD OF DENTISTRY

State of Louisiana

COMMENTS AND SUGGESTIONS (CONTINUED)
For the Years Ended June 30, 1996 and June 30, 1995

Response:

The Board agrees with the Recommendation No. 2 and will seek support for the three meals and request reimbursement for the \$65.00 registration fee paid for the Board member's wife. It is the Board's position that payment in these four instances were minor overights which will be corrected.

LOUISIANA STATE BOARD OF DENTISTRY
State of Louisiana

COMMENTS AND SUGGESTIONS
For the Years Ended June 30, 1996 and June 30, 1995

1. Comment

Presently the outside accountant is processing all of the transactions, cash receipts and cash disbursements and accruals (accounts receivable and payables). They are furnishing the Board quarterly financial statements, however, they are not providing the Board the underlying detailed General Ledger.

Recommendation

The Board should request a year to date Detailed General Ledger quarterly in order for it to be available at the Board's office should it be necessary to analyze any of the accounts.

Response

The Board agrees with the Recommendation No. 1 and will seek this information from our outside accounting firm.

2. Comment

During our tests of expense reimbursements to Board members we examined seventy three reimbursements and found the following exceptions:

The files lacked copies of restaurant receipts for three reimbursement requests for meals.

One request for reimbursement of a registration fee for the Board member's wife to an out of state conference.

Recommendation:

We recommend that the Board obtain the necessary support for the three meals and request reimbursement for the \$65 registration fee paid for the Board member's wife.

Francis J. Cascio, CPA
J. R. Davis, CPA
Robert A. Schmidt, CPA

Members
American Institute of Certified
Public Accountants
Society of Certified Public
Accountants

To the Board
Louisiana State Board of Dentistry

We have audited the financial statements of the Louisiana State Board of Dentistry, a component unit of the State of Louisiana, for the years ended June 30, 1995 and June 30, 1996, and have issued our reports thereon dated September 27, 1996. As part of our audit, we considered the Board's internal control structure in order to determine the nature, timing, and extent of our auditing procedures for the purpose of expressing an opinion on the financial statements, and not to provide assurance on the internal control structure.

Reportable conditions which may have been noted during our consideration of the internal control structure would have been reported as in a separately issued report, entitled "Independent Auditor's Report on Internal Control Structure in Accordance with Government Auditing Standards". There were no reportable conditions for the above mentioned years.

This memorandum summarizes various other matters which have come to our attention. While not involving reportable conditions, these matters do present opportunities for strengthening the internal control structure and improving the operating efficiency of the Board.

We have already discussed these comments and suggestions with the Board's administrative personnel and have indicated their responses. We will be pleased to discuss these comments and suggestions with you in further detail at your convenience, perform an additional study of these matters, or assist you in implementing the recommendations.

Cascio, Davis & Schmidt

September 27, 1996

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MEMORANDUM OF ADVISORY COMMENTS
LOUISIANA STATE BOARD OF DENTISTRY
STATE OF LOUISIANA

Years Ended June 30, 1949 and June 30, 1950

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 _____

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LOUISIANA STATE BOARD OF CHARITABLE
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA

GENERAL FUND
SCHEDULE OF EXPENDITURES - ACTUAL AND BUDGET

Years Ended June 30, 1994 And 1993

	1994		1993		UNORDERED FUNDING CONFIRMABLE
	ACTUAL	BUDGET	ACTUAL	BUDGET	
OPERATING					
Salaries and Benefits	\$ 123,812	\$ 210,000	\$ 117,548	\$ 160,000	\$ 1,732
Salary & Wage	24,812	15,000	25,781	21,224	(4,423)
Social Security Tax	20,000	15,000	19,781	15,000	
Other Compensation	27,000	15,000	26,781	15,000	
Retirement Contributions	3,000	15,000	34,781	16,000	1,804
Compensation Insurance	1,000	1,000	1,000	1,000	
Group Health Insurance	1,000	2,000	2,000	2,000	
Total salaries	220,112	211,000	197,112	197,000	(2,000)
Operating Expenses					
Board member travel	\$1,000	\$1,000	\$1,000	\$1,000	(1,000)
Operating Services					
Advertising	202	100	190	100	112
Delivery expense	642	60	602	60	18
Telephone - General	10,714	1,000	4,566	1,000	94
Telephone - Special	949	10	71	100	(21)
Equipment rental	1,000	100	101	100	
Printing expense	21,921	1,000	1,000	1,000	981
Rent	21,142	17,100	21,000	17,100	721
Repairs and maintenance	1,142	1,100	1,000	1,000	
Commodities	668	1,100	1,000	1,000	1,000
Commodities	10,714	1,100	4,566	1,100	(1,800)
Supplies	9,000	1,100	9,000	1,100	1,100
Telephone	1,000	1,100	1,000	1,100	
Travel	1,000	1,100	1,000	1,100	
Total operating services	\$5,312	\$5,300	\$5,312	\$5,300	(1,000)

Francis J. Cascio, CPA
Joe E. Davis, CPA
Thomas A. Schmidt, CPA

Members
American Institute of Certified
Public Accountants
Institute of Certified Management
Accountants

Independent Auditor's Report on Compliance Based on an Audit
Performed in accordance with Government Auditing Standards

LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
New Orleans, Louisiana

We have audited the general purpose financial statements of the Louisiana State Board of Dentistry, a component unit of the State of Louisiana, as of and for the years ended June 30, 1994, and June 30, 1995, and have issued our report thereon dated September 27, 1995. 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 and regulations applicable to the Louisiana State Board of Dentistry is the responsibility of the Board's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Board's compliance with certain provisions of laws and regulations. However, our objective 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 disclosed the following instances of noncompliance that is required to be reported herein under Government Auditing Standards.

Louisiana Revised Statute 19:1110 requires that written notification be given to the governing authority when total actual revenues or expenditures within a fund exceed the total budgeted revenues or expenditures by five percent or more. Total revenues for the year ended June 30, 1995 failed to meet total budgeted revenues by over five percent. Total expenditures for the years ended June 30, 1995 and June 30, 1996 exceeded total budgeted expenditures by over five percent for each of the respective years.

LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA

Internal Control Report
Page 2

In planning and performing our audit of the general purpose financial statements of the Louisiana Board of Dentistry for the years ended June 30, 1994 and 1995, we obtained an understanding of the control structure. We did not evaluate the effectiveness of the internal control structure because of the small size of the Board. Accordingly, we assessed control risk at a very high level (maximum) and expanded our substantive audit tests.

In our consideration of the internal control structure, we noted that, as a material weakness, the size of the Board's operations is too small to have an adequate segregation of duties and other features of an adequate system of internal control, although to employ such controls may not be cost beneficial.

We did note other matters involving the internal control structure and its operations that we have reported to the management of the Board in a separate letter entitled "Memorandum of Advisory Comments", dated September 27, 1994.

This report is intended for the information of the Board of Commissioners, management, all applicable Federal and State agencies, and the Legislative Auditor of the State of Louisiana and should not be used for any other purpose. However, this report is a matter of public record, and its distribution is not limited.

Respectively submitted,

Cassio Davis & Schmidt

Metairie, Louisiana
September 27, 1994

FRANK J. CASCIO, CPA
JOE E. DAVIS, CPA
DAVID A. SCHMIDT, CPA

MEMBER
AMERICAN INSTITUTE OF CERTIFIED
PUBLIC ACCOUNTANTS
MEMBER OF ILLINOIS, MISSOURI
AND MISSOURI SOCIETIES

**Independent Auditor's Report on Internal Control Structure Based
Solely on an Audit of the General Purpose Financial Statements**

LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
New Orleans, Louisiana

We have audited the general purpose financial statements of the Louisiana State Board of Dentistry, a component unit of the State of Louisiana reporting entity, as of and for the years ended June 30, 1996, and June 30, 1995, and have issued our report thereon dated September 27, 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 general purpose financial statements are free of material misstatement.

The management of the Louisiana State Board of Dentistry 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 related 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.

**OTHER REPORTS REQUIRED BY
GOVERNMENT AUDITING STANDARDS**

The following pages contain reports on internal control structure and compliance with laws and regulations required by Government Auditing Standards, issued by the Comptroller General of the United States. The report on internal control structure is based solely on the audit of the financial statements and includes, where appropriate, any reportable conditions and/or material weaknesses. The report on compliance with laws and regulations is likewise, based solely on the audit of the presented financial statements and presents, where applicable, compliance matters that would be material to the presented financial statements.

LOUISIANA STATE BOARD OF DENTISTRY
 DEPARTMENT OF HEALTH AND HOSPITALS
 STATE OF LOUISIANA

SCHEDULE OF FEE DUES PAID TO BOARD MEMBERS

For the Years Ended June 30, 1984 and
 June 30, 1985

	AMOUNT OF FEE DUES	
	FOR YEARS ENDED	
	JUNE 30, 1984	JUNE 30, 1985
Dr. G. Jerome Alessi	\$ 2,175	\$ 1,725
Dona Anders, R.D.S.	1,575	1,275
Dr. Steward A. Bar	1,575	1,950
Dr. H.O. Blackwood	2,025	1,517
Dr. Frank De Paula	-	225
Dr. Dennis E. Donald	1,875	1,850
Dr. Grant G. Glover	525	1,950
Dr. Wlita G. Graves	1,725	2,325
Dr. Frank Graziano	1,800	1,800
Dr. David A. Hall	1,050	900
Dr. Charley M. Lester - President 12/84-12/85	6,100	1,425
Dr. Vincent Liberto - President 12/83-12/84	1,875	6,825
Dr. Ronald B. Marks	1,350	2,200
Dr. Frank Martello	500	-
Dr. Michael Montalbano	2,025	600
Dr. James Tomaszewski	150	575
Totals	\$ 28,525	\$ 25,302

LOUISIANA STATE BOARD OF DENTISTRY
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA

SUPPLEMENTAL INFORMATION SCHEDULE

For the Years Ended June 30, 1984 and
June 30, 1985

PER DIEM PAID TO BOARD MEMBERS

The schedule of per diem paid board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Board members are paid \$75 per day and actual reimbursement for reasonable traveling expenses for each day actually engaged in duties of their offices as authorized by Louisiana Revised Statute 37:756.

In addition, the president of the board receives an additional compensation of \$4,800 annually, as authorized by Louisiana Revised Statute 37:756.

SUPPLEMENTARY INFORMATION

LOUISIANA STATE BOARD OF DISTRICT
DEPARTMENT OF ROADS AND BRIDGES
STATE OF LOUISIANA

GENERAL FUND
SCHEDULE OF EXPENDITURES - ACTUAL AND BUDGET

Years Ended June 30, 1998 and 1999

	1998		1999		Variance Favorable (Unfavorable)
	ACTUAL	BUDGET	ACTUAL	BUDGET	
Supplies	314	400	608	400	1,000
Travel	8,791	7,500	8,268	4,000	1,268
Legal and miscellaneous	482	1,100	808	-	3,000
Legal fees	482	1,100	808	-	3,000
Office supplies	20,480	21,176	21,800	20,000	1,800
Printing	28,308	4,000	4,100	7,400	3,400
Postage	20,382	21,000	20,808	20,000	808
Total Supplies	50,367	65,176	62,212	65,000	2,788
Total operating expenses	100,632	100,000	102,148	100,000	2,148
Professional services					
Administrative	6,473	7,000	6,908	6,000	1,000
Accounting fees	15,744	4,000	4,208	4,000	208
Legal	275,214	345,000	312,204	300,000	15,204
Other (Investigative, consulting and expense)	64,780	40,000	31,268	29,000	2,268
Professional fees	4,442	4,000	4,208	4,000	208
Total Professional services	316,653	400,000	359,596	343,000	16,596
Other charges					
Bus charges and maintenance	1,011	100	1,011	1,100	89
Capital facility Equipment and furniture	23,882	28,000	1,128	1,000	1,128
TOTAL EXPENDITURES	\$ 319,167	\$ 400,176	\$ 464,183	\$ 444,100	\$ 20,083