

HOSPITAL SERVICE DISTRICT NO. 2
PARISH OF ST. MARY

Morgan City, Louisiana

Compiled Financial Report

Year Ended December 31, 2019

TABLE OF CONTENTS

	<u>Page</u>
ACCOUNTANT'S COMPILATION REPORT	1
FINANCIAL STATEMENTS	
Statement of net position	3
Statement of revenues, expenses and changes in fund net position	4
Statement of cash flows	5
SUPPLEMENTARY INFORMATION	
Compensation paid to chief officer	7

KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Victor R. Slaven, CPA*
Gerald A. Thibodeaux, Jr., CPA*
Robert S. Carter, CPA*
Arthur R. Mixon, CPA*
Brad E. Kolder, CPA, JD*
Stephen J. Anderson, CPA*
Christine C. Doucet, CPA
Wanda F. Arcement, CPA, CVA
Bryan K. Joubert, CPA
Matthew E. Margaglio, CPA
Casey L. Ardoin, CPA, CFE

183 S. Beadle Rd.
Lafayette, LA 70508
Phone (337) 232-4141

11929 Bricksome Ave.
Baton Rouge, LA 70816
Phone (225) 293-8300

1428 Metro Dr.
Alexandria, LA 71301
Phone (318) 442-4421

450 E. Main St.
New Iberia, LA 70560
Phone (337) 367-9204

200 S. Main St.
Abbeville, LA 70510
Phone (337) 893-7944

1201 David Dr.
Morgan City, LA 70380
Phone (985) 384-2020

434 E. Main St.
Ville Platte, LA 70586
Phone (337) 363-2792

332 W. Sixth Ave.
Oberlin, LA 70655
Phone (337) 639-4737

* A Professional Accounting Corporation

WWW.KCSRCPAS.COM

To the Board of Commissioners
Hospital Service District No. 2 of the Parish of St. Mary
Morgan City, Louisiana

Management is responsible for the accompanying financial statements of the business-type activities of Hospital Service District No. 2 of the Parish of St. Mary (hereinafter "District"), a component unit of the Parish of St. Mary, as of and for the year ended December 31, 2019, which collectively comprise the District's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy and completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The District has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the District's financial position, results of operations and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The District has omitted the management's discussion and analysis and the budgetary comparison schedule that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historic context.

Supplementary Information

The supplementary information on page 7 is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the responsibility of management. The information was subject to our compilation engagement; however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any assurance on such supplementary information.

We are not independent with respect to Hospital Service District No. 2 of the Parish of St. Mary.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Morgan City, Louisiana
April 23, 2020

FINANCIAL STATEMENTS

HOSPITAL SERVICE DISTRICT NO. 2
PARISH OF ST. MARY
Morgan City, Louisiana

Statement of Net Position
December 31, 2019

	<u>Business-Type Activities</u>
ASSETS	
Current assets	
Cash and interest-bearing deposits	\$ 23,405
Investments	1,426,135
Interest receivable	10,810
Prepaid expenses	<u>1,723</u>
Total current assets	<u>1,462,073</u>
Restricted assets	
Cash and interest-bearing deposits	2,831
Investments	<u>986,332</u>
Total restricted assets	<u>989,163</u>
Total assets	<u>2,451,236</u>
NET POSITION	
Restricted for plant replacement and other	989,163
Unrestricted	<u>1,462,073</u>
Total net position	<u>\$ 2,451,236</u>

See accountant's compilation report.

HOSPITAL SERVICE DISTRICT NO. 2
 PARISH OF ST. MARY
 Morgan City, Louisiana

Statement of Revenues, Expenses and Changes in Fund Net Position
 Year Ended December 31, 2019

	Business-Type Activities
Revenues	
Rental income	\$ 150,000
Expenses	
Advertising	1,719
Board per diem	4,189
Insurance	1,716
Legal and professional	553,768
Office expense	481
Capital outlay	44,783
Total expenses	606,656
Loss from operations	(456,656)
Nonoperating income (expense)	
Investment earnings, including changes in FMV	47,943
Net loss	(408,713)
Net position, beginning	2,859,949
Net position, ending	\$ 2,451,236

See accountant's compilation report.

HOSPITAL SERVICE DISTRICT NO. 2
 PARISH OF ST. MARY
 Morgan City, Louisiana

Statement of Cash Flows
 Year Ended December 31, 2019

	<u>Business-Type Activities</u>
OPERATING ACTIVITIES	
Revenue collected	\$ 150,000
Paid to suppliers, vendors, and others	<u>(606,663)</u>
Net cash used by operating activities	<u>(456,663)</u>
INVESTING ACTIVITIES	
Securities purchased	(1,050,762)
Securities redeemed/matured	1,425,483
Investment income received	<u>(27,066)</u>
Net cash provided by investing activities	<u>347,655</u>
Net decrease in cash	(109,008)
Cash and cash equivalents, beginning	<u>135,244</u>
Cash and cash equivalents, ending	<u>\$ 26,236</u>
Reconciliation of loss from operations to net cash used by operating activities:	
Loss from operations	\$ (456,656)
Adjustments to reconcile loss from operations to net cash used by operating activities -	
Increase or decrease in:	
Prepaid expenses	<u>(7)</u>
Net cash used by operating activities	<u>\$ (456,663)</u>

SUPPLEMENTARY INFORMATION

HOSPITAL SERVICE DISTRICT NO. 2
PARISH OF ST. MARY

Compensation Paid to Chief Officer
Year Ended December 31, 2019

Act 706 of the 2014 Legislative Session amended RS 24:513A requiring additional disclosure of total compensation, reimbursements, benefits, or other payments made to an agency head or chief officer. With the exception of per diem, no other payments which would require disclosure were made to the District's chief officer. For the year ended December 31, 2019 the District's chief officer, Dr. William Cefalu, Jr., received \$640 in per diem payments.