

CATAHOULA PARISH HOSPITAL DISTRICT I

ANNUAL FINANCIAL STATEMENTS

AS OF APRIL 30, 2018
AND FOR THE YEAR THEN ENDED

WITH
ACCOUNTANT'S COMPILATION REPORT



SILAS SIMMONS LLP

CERTIFIED PUBLIC ACCOUNTANTS *and* ADVISORS

CATAHOULA PARISH HOSPITAL DISTRICT I
Annual Financial Statements
As of and for the Year Ended April 30, 2018

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ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
Catahoula Parish Hospital District I
Jonesville, Louisiana

Management is responsible for the accompanying financial statements of the business-type activities and the aggregate remaining fund information of Catahoula Parish Hospital District I (the District), a component unit of Catahoula Parish Police Jury, as of and for the year ended April 30, 2018, and the related notes to the financial statements, 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 or 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.

Management has omitted the management's discussion and analysis and budgetary comparison information 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 and for placing the basic financial statements in an appropriate operational, economic, or historical context.

This report is intended solely for the information and use of management of Catahoula Parish Hospital District I and the Louisiana Legislative Auditor, as applicable, and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Silas Simmons, LLP

Natchez, Mississippi
August 27, 2018

CATAHOULA PARISH HOSPITAL DISTRICT I

STATEMENT OF NET POSITION

APRIL 30, 2018

	<u>2018</u>
<u>Business-type activities</u>	
Assets:	
Current assets	
Cash in bank	\$ 19,645
Certificate of deposit	105,636
Accrued interest receivable	58
Prepaid insurance	<u>914</u>
Total current assets	<u>\$ 126,253</u>
Fixed assets	
Land	\$ 30,980
Land improvements	70,601
Building and improvements	<u>1,217,784</u>
	\$ 1,319,365
Accumulated depreciation	<u>(1,133,293)</u>
Net fixed assets	<u>\$ 186,072</u>
Total assets	<u><u>\$ 312,325</u></u>
Deferred outflows of resources	<u>\$ -</u>
Liabilities:	
Total liabilities	<u>\$ -</u>
Deferred inflows of resources	<u>\$ -</u>
Net position	
Net investment in capital assets	\$ 186,072
Unrestricted	<u>126,253</u>
Total net position	<u><u>\$ 312,325</u></u>

See Accountant's Compilation Report and the accompanying notes.

CATAHOULA PARISH HOSPITAL DISTRICT I
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2018

	2018
<u>Business-type activities</u>	
Program revenues	
Rental income	\$ 40,237
Total revenues	\$ 40,237
Expenses	
Board expense	\$ 5,900
Depreciation	22,434
Insurance expense	3,655
Janitorial expense	1,200
Landscaping expense	6,830
Legal and accounting	2,793
Miscellaneous	774
Office expense	1,040
Postage expense	235
Repairs and maintenance	1,663
Security	903
Telephone	2,329
Utilities	21,720
Total expenses	\$ 71,476
Operating loss	\$ (31,239)
General revenues	
Interest earnings	\$ 726
Total general revenues	\$ 726
Change in net position	\$ (30,513)
Net position, beginning of year	342,838
Net position, end of year	\$ 312,325

See Accountant's Compilation Report and the accompanying notes.

CATAHOULA PARISH HOSPITAL DISTRICT I

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED APRIL 30, 2018

	<u>2018</u>
Cash flows from operating activities:	
Cash received from customers and users	\$ 40,237
Cash payments to suppliers for goods and services	<u>(49,042)</u>
Net cash used by operating activities	\$ <u>(8,805)</u>
Cash flows from investing activities:	
Interest on temporary investments	\$ 726
Purchase of equipment	<u>(4,625)</u>
Net cash used by investing activities	\$ <u>(3,899)</u>
Net decrease in cash and cash equivalents	\$ (12,704)
Cash and cash equivalents, beginning of year	<u>137,985</u>
Cash and cash equivalents, end of year	<u><u>\$ 125,281</u></u>
Reconciliation of operating loss to net cash used by operating activities	
Operating loss	\$ <u>(31,239)</u>
Adjustments to reconcile operating loss to net cash provided by operating activities	
Depreciation	\$ <u>22,434</u>
Total adjustments	\$ <u>22,434</u>
Net cash used by operating activities	<u><u>\$ (8,805)</u></u>

See Accountant's Compilation Report and the accompanying notes.

CATAHOULA PARISH HOSPITAL DISTRICT I
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2018

INTRODUCTION

Catahoula Parish Hospital District I was created by the Catahoula Parish Police Jury for the purpose of operating a hospital in Catahoula Parish. The Police Jury appoints all seven members of the Catahoula Parish Hospital District I's Board. Board members are not compensated except for a per diem per board meeting of \$150 for the secretary, \$100 for the chairperson and secretary, and \$50 for all other board members.

Catahoula Parish Hospital District 1 (the District) complies with the provisions of Statement No. 63 of the Governmental Accounting Standards Board, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. Statement No. 63 provides financial reporting guidance for deferred outflows and deferred inflows of resources as a consumption of net assets applicable to a future reporting period and an acquisition of net assets applicable to a future reporting period, respectively.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The District is a component unit of the Catahoula Parish Police Jury. Based on the criteria established by Governmental Accounting Standards Board Statement No. 14, there are no component units which should be included in the financial statements of the District.

B. Fund Accounting

The District uses fund accounting to report its financial position and results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into three categories: governmental, proprietary, and fiduciary. The District is operated as a proprietary fund.

Proprietary Funds

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement, which together with the maintenance equity is an important financial indicator. Proprietary funds include enterprise and internal service funds. The District is operated as an enterprise fund. Enterprise funds account for operations (a) where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

C. Basis of Accounting

The District's enterprise fund is accounted for on a flow of economic resources measurement focus and a determination of net income and capital maintenance. With this measurement focus, all assets and all liabilities associated with the operations are included on the balance sheet. The District uses the accrual basis of accounting. Revenues are recognized when earned, and expenses are recognized at the time liabilities are incurred.

CATAHOULA PARISH HOSPITAL DISTRICT I
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED APRIL 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

E. Cash and Cash Equivalents

Cash includes amounts in demand deposits and time deposits. Cash equivalents include amounts in time deposits with original maturities of less than six months. Cash and cash equivalents consisted of the following at April 30, 2018:

	2018
Cash in bank	\$ 19,645
Certificate of deposit	105,636
Total cash and cash equivalents	\$ 125,281

These deposits are stated at cost. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. At April 30, 2018, the District had unsecured deposits of \$0.

F. Fixed assets

Fixed assets used in the proprietary fund operations are included on the balance sheet, net of accumulated depreciation. Depreciation of all exhaustible fixed assets used by proprietary fund operations is charged as an expense against operations. Depreciation is computed using the following methods and useful lives:

Equipment	Straight-line	7 years
Land improvements	Straight-line	15 years
Building and improvements	Straight-line	20-40 years

CATAHOULA PARISH HOSPITAL DISTRICT I
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Fixed assets (continued)

The changes in fixed assets were as follows:

	Balance <u>4/30/17</u>	<u>Additions</u>	<u>Deductions</u>	Balance <u>4/30/18</u>
Land	\$ 30,980	\$ -	\$ -	\$ 30,980
Land and improvements	70,601	-	-	70,601
Building and improvements	<u>1,213,159</u>	<u>4,625</u>	<u>-</u>	<u>1,217,784</u>
Subtotal	\$ 1,314,740	\$ 4,625	\$ -	\$ 1,319,365
Less accumulated depreciation	<u>(1,110,859)</u>	<u>(22,434)</u>	<u>-</u>	<u>(1,133,293)</u>
Total	<u>\$ 203,881</u>	<u>\$ (17,809)</u>	<u>\$ -</u>	<u>\$ 186,072</u>

2. COMPENSATION PAID TO BOARD MEMBERS

The following compensation was paid to the District's board members during the fiscal year ended April 30, 2018:

Tommy Mayo, Chairman	\$ 800
Jackie C. Rouse, Secretary	1,800
David Neal	350
Lester Fannin	300
Carolyn Price	450
Virginia Holmes	300
Mary Edwards	350
Willard Posey	450
Raymond Rouse, Security	<u>1,100</u>
	<u>\$ 5,900</u>

3. SCHEDULE OF COMPENSATION, REIMBURSEMENTS, BENEFITS, AND OTHER PAYMENTS TO AGENCY HEAD

Agency head name: Tommy Mayo, Chairman

Board meeting per diem \$ 800