

HOSPITAL SERVICES DISTRICT NO. 1
OF THE PARISH OF AVOYELLES
d/b/a BUNKIE GENERAL HOSPITAL

FINANCIAL REPORT

JUNE 30, 2025 and 2024

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INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Hospital Services District No. 1
of the Parish of Avoyelles
d/b/a Bunkie General Hospital
Bunkie, Louisiana

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the business-type activities of the Hospital Services District No. 1 of the Parish of Avoyelles d/b/a Bunkie General Hospital (Hospital), a component unit of the Avoyelles Parish Police Jury, as of June 30, 2025 and 2024, and the related notes to the financial statements, which collectively comprise the Hospital's basic financial statements, as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities of the Hospital, as of June 30, 2025 and 2024, and the changes in financial position and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Hospital, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of a Matter

As discussed in Note 17 to the financial statements, the District had a prior year restatement. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Hospital's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Hospital's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Hospital's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Management has omitted management's discussion and analysis 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 historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Hospital's basic financial statements. The supplementary information as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2025, on our consideration of the Hospital's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Hospital's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Hospital's internal control over financial reporting and compliance.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 18, 2025

BASIC FINANCIAL STATEMENTS

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
d/b/a Bunkie General Hospital
Bunkie, Louisiana

Statement of Net Position
June 30, 2025 and 2024

	2025	2024
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,332,176	\$ 2,124,777
Investments	10,375,700	10,760,300
Accounts receivables, net of allowance for bad debt \$700,898 and \$791,403, for 2025 and 2024, respectively	3,012,304	2,976,647
Due from third party payors	858,672	745,283
Other receivables	1,068,058	229,086
Inventories	529,649	473,316
Prepaid expenses	269,908	202,913
Total current assets	17,446,467	17,512,322
NONCURRENT ASSETS		
Property, plant and equipment, net	7,748,631	7,820,075
Total assets	25,195,098	25,332,397
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable	690,209	947,639
Accrued salaries and related withholdings	494,783	431,972
Accrued compensated absences	472,877	375,031
Current portion of long-term debt	164,254	221,772
Due to third party payors	-	355,424
Interest payable	2,911	2,911
Total current liabilities	1,825,034	2,334,749
NONCURRENT LIABILITIES		
Accrued compensated absences	63,879	-
Lease liability	220,935	387,095
Total noncurrent liabilities	284,814	387,095
Total liabilities	2,109,848	2,721,844
NET POSITION		
Net investment in capital assets	7,360,531	6,745,358
Unrestricted	15,724,719	15,865,195
Total net position	\$ 23,085,250	\$ 22,610,553

The accompanying notes are an integral part of the financial statements.

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
d/b/a Bunkie General Hospital
Bunkie, Louisiana

Statement of Revenues, Expenses, and Changes in Net Position
For the Years Ended June 30, 2025 and 2024

	2025	2024
Operating revenues:		
Net patient service revenues (before provision for bad debts)	\$ 17,186,162	\$ 19,288,047
Less: provisions for bad debts	(1,491,990)	(1,374,120)
Net patient service revenue after provision for bad debts	15,694,172	17,913,927
Medicaid supplemental payments	2,098,113	2,263,100
Other operating revenue	1,174,472	482,561
Total operating revenues	18,966,757	20,659,588
Operating expenses:		
Professional services	11,725,631	10,458,522
Payroll taxes and employee benefits	1,969,483	2,265,843
General and administrative	5,171,206	5,481,558
Depreciation and amortization	691,060	598,976
Total operating expenses	19,557,380	18,804,899
Operating income (loss)	(590,623)	1,854,689
Non-operating revenues (expenses)		
Ad valorem Taxes	159,067	152,051
Grant revenue	527,025	786,187
Interest income	521,624	642,160
Interest expense	(16,905)	(32,191)
Loss on disposal of assets	534	(28,164)
Total non-operating revenues (expenses)	1,191,345	1,520,043
Change in net position	600,722	3,374,732
Net position, beginning as restated	22,484,528	19,235,821
Net position, ending	\$ 23,085,250	\$ 22,610,553

The accompanying notes are an integral part of the financial statements.

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
d/b/a Bunkie General Hospital

Statements of Cash Flows
For the Years Ended June 30, 2025 and 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from and on behalf of patients	\$ 17,287,815	\$ 19,322,264
Payments to suppliers and contractors	(8,240,769)	(6,987,538)
Payments to employees	(10,907,798)	(11,029,846)
Other receipts and payments, net	335,500	697,032
Net cash provided (used) in operating activities	(1,525,252)	2,001,912
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Grant revenue	527,025	786,187
Ad valorem taxes	159,067	152,051
Net cash provided in noncapital financing activities	686,092	938,238
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Payments for the purchase of property and equipment	(620,083)	(3,904,272)
Payments for capital related debt/lease liability	(240,583)	(315,197)
Net cash used in financing activities	(860,666)	(4,219,469)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	521,624	638,160
Purchase of investments	385,601	(558,232)
Net cash provided by investing activities	907,225	79,928
Net decrease in cash and cash equivalents	(792,601)	(1,199,391)
Cash and cash equivalents, beginning of year	2,124,777	3,324,168
Cash and cash equivalents, end of year	\$ 1,332,176	\$ 2,124,777

(Continued)

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
d/b/a Bunkie General Hospital

Statements of Cash Flows (Continued)
For the Years Ended June 30, 2025 and 2024

	2025	2024
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) IN OPERATING ACTIVITIES		
Operating income (loss)	\$ (590,623)	\$ 1,854,689
Adjustments to reconcile operating income (loss) to net cash flows provided (used) by operating activities:		
Depreciation and amortization	691,060	598,976
Provision for bad debts	1,491,990	1,374,120
(Increase) decrease in assets-		
Patient accounts receivable	(1,527,647)	(1,903,121)
Inventories	(56,333)	13,846
Prepaid expenses	(66,995)	(80,657)
Estimated third-party payor settlements	(113,389)	(81,577)
Other receivables	(838,972)	217,023
Increase (decrease) in liabilities-		
Accounts payable	(257,430)	394,094
Accrued expenses	98,511	(138,744)
Estimated third-party payor settlements	(355,424)	(246,737)
Net cash provided (used) in operating activities	\$ (1,525,252)	\$ 2,001,912
 Noncash investing, capital, and financing activities:		
Equipment lease financing	\$ -	\$ 104,306

The accompanying notes are an integral part of the financial statements.

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
d/b/a BUNKIE GENERAL HOSPITAL
Bunkie, Louisiana

Notes to Financial Statements

(1) Organization and Significant Accounting Policies

The Hospital Services District No. 1 of the Parish of Avoyelles, d/b/a Bunkie General Hospital (Hospital) was created by an ordinance of the Avoyelles Parish Police Jury on February 14, 1968. The Hospital is comprised of and embraces the territory contained within the Parish of Avoyelles, State of Louisiana, as constituted as of the date of the ordinance.

A. Reporting Entity

As the governing authority of the Parish, for reporting purposes, the Avoyelles Parish Police Jury is the financial reporting entity for the Hospital. Accordingly, the Hospital was determined to be a component unit of the Avoyelles Parish Police Jury. The accompanying financial statements present only the Hospital.

Blended Component Unit

Bunkie General Pharmacy, LLC was created on June 24, 2024 as a limited liability company for the purpose of operating a retail pharmacy to improve access to care for low-income and uninsured patients through the 340B Drug Pricing Program. Bunkie General Pharmacy, LLC is a legally separate entity; however, its reported as a blended component unit due to the entity being wholly owned by the Hospital.

B. Basis of Accounting

The accompanying basic financial statements of the Hospital have been prepared in accordance with generally accepted accounting principles in the United States of America (“GAAP”) applicable to state and local governments. The Governmental Accounting Standards Board (“GASB”) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting and reporting policies and practices used by the Hospital are described below.

The Hospital utilizes the proprietary fund method of accounting whereby all assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, expenses, gains, and losses are measured and reported using the economic resources measurement focus and the accrual basis of accounting. The Hospital’s accounting and reporting procedures also conform to the requirements of Louisiana Revised Statute 24:514 and to the guide set forth in the *Louisiana Governmental Audit Guide*, and the *AICPA Audits of Providers of Health Care Services* published by the American Institute of Certified Public Accountants.

In some instances, the GASB requires an entity to delay recognition of decreases in net position as expenditures until a future period. In other instances, entities are required to delay recognition of increases in net position as revenues until a future period. In these circumstances, deferred outflows of resources and deferred inflows of resources result from the delayed recognition of expenditures or revenues, respectively.

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
d/b/a BUNKIE GENERAL HOSPITAL
Bunkie, Louisiana

Notes to Financial Statements (Continued)

Net position represents the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources. The Hospital reports three components as follows:

- (1) Net investment in capital assets - This component consists of net capital assets reduced by the outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.
- (2) Restricted net position - This component is considered restricted if its use is constrained to a particular purpose. Restrictions are imposed by external organizations such as federal or state laws or buyers of the Hospital Service District's bonds. Restricted net position is restricted assets reduced by liabilities and deferred inflows of resources related to the restricted assets.
- (3) Unrestricted net position - This component of net position consists of net position that does not meet the definition of the above two components and is available for general use.

C. 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 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.

D. Cash and Cash Equivalents

Cash includes amounts in demand deposits and on hand. For purposes of the statement of cash flows, highly liquid investments with an original maturity of three months or less are considered to be cash equivalents.

E. Investments

In accordance with professional standards, investments meeting the criteria specified in the standards are stated at fair value, which is either quoted market prices or the best estimate available. Investments which do not meet the requirements are stated at cost. Interest, dividends, and gains and losses, both realized and unrealized, are included in non-operating revenue.

F. Trade Receivables and Allowance for Uncollectible Accounts

Trade receivables are carried at the original billed amount less an estimate made for contractual adjustments and uncollectible accounts based on a historical experience.

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
d/b/a BUNKIE GENERAL HOSPITAL
Bunkie, Louisiana

Notes to Financial Statements (Continued)

Management determines the allowance for uncollectible accounts by identifying troubled accounts and by using historical experience applied to an aging of accounts. Trade receivables are written-off when deemed uncollectible. Recoveries of trade receivables previously written-off are recorded when received.

G. Inventories

Inventories are valued at the latest invoice price which approximates the lower of cost (first-in, first-out method) or market.

H. Net Patient Service Revenues

The Hospital has agreements with third-party payors, which includes government programs which the Hospital is paid based upon established charges, the cost of providing services, predetermined diagnosis rates, fixed per diem rates or discounts from established charges. Revenues are recorded at established charges. Revenues are recorded at estimated amounts due from patients and third-party payors for the services provided.

Net patient service revenues are reported at the estimated amounts realizable from patients, the third-party payer, and others for services rendered, including estimated retroactive adjustments under reimbursement agreements with third-party payors. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods as final settlements are determined. The Hospital provides care to patients even though they are covered by contractual payment arrangements that do not pay full charges or may lack adequate insurance. As a result, the Hospital is exposed to credit risks. The Hospital manages such risks by providing appropriate allowances. The allowances are evaluated on a regular basis and are based upon management's periodic review of the collectability of the accounts considering historical experience, the nature and volume of the accounts and the agreement with the prospective third-party payor.

I. Capital Assets

The Hospital records all capital asset acquisitions at historical cost, except for assets donated to the Hospital. Donated assets are recorded at fair market value at the date of donation. The Hospital maintains a threshold level of \$5,000 or more for capitalizing fixed assets.

Equipment under capital lease obligations is amortized on the straight-line method over the shorter period of the lease term or the estimated useful life of the equipment. Such amortization is included in depreciation expense in the financial statements. Depreciation of property and equipment is computed using the straight-line method over the expected service lives of the assets as follows:

Building and improvements	5-50 years
Equipment	3-20 years

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOUELLES
d/b/a BUNKIE GENERAL HOSPITAL
Bunkie, Louisiana

Notes to Financial Statements (Continued)

J. Compensated Absences

The Hospital provides compensated absences in the form of vacation and sick leave to its employees. Employees can earn benefits based on years of service, employment classification, and collective bargaining agreements, as applicable. Effective for the fiscal year ended June 30, 2025, the Hospital implemented GASB Statement No. 101, Compensated Absences, which establishes recognition and measurement requirements for all types of compensated absences.

The Statement requires liabilities to be recognized when leave is earned and the leave is (1) attributable to services already rendered, (2) is not dependent on a future event outside the control of the government and employee, and (3) has a probability of being used or paid at a rate of more likely than not. The liability is measured at current fulfillment value, which represents the amount the Hospital expects to pay as of reporting date.

Employees of the District can earn from 288-336 hours of paid time off. When the employee reaches the maximum, further accumulation is ceased until PTO time is used; there is no cash option associated with this maximum bank. Only vacation accrued is paid at termination.

K. Grants and Donations

Revenues from grants and donations (including capital contributions of assets) are recognized when all eligibility requirements, including time requirements, are met. Grants and donations may be restricted for either specific operating purposes or for capital purposes. Amounts that are unrestricted or that are restricted to a specific operating purpose are reported as other operating revenues. Amounts restricted to capital acquisitions are reported after non-operating revenues and expense.

L. Operating Revenues and Expenses

The Hospital's statements of revenues, expenses and changes in net position distinguish between operating and non-operating revenues and expenses. Operating revenues result from exchange transactions associated with providing health care services, the Hospital's principal activity. Non-exchange revenues, including taxes, grants and contributions received for purposes other than capital asset acquisition, are reported as non-operating revenues. Operating expenses are all expenses incurred to provide health care services, other than financing costs.

M. Risk Management

The Hospital is exposed to various risks of loss from tort; theft of, damage to and destruction of assets; business interruption; errors or omissions; employee injuries and illnesses; natural disasters; and medical malpractice. Commercial insurance coverage is purchased for claims arising from such matters.

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
d/b/a BUNKIE GENERAL HOSPITAL
Bunkie, Louisiana

Notes to Financial Statements (Continued)

N. Restricted Resources

When the Hospital Service District has both restricted and unrestricted resources available to finance a particular program, it is the Hospital's policy to use restricted resources before unrestricted resources.

O. Environmental Matters

The Hospital is subject to laws and regulations relating to the protection of the environment. The Hospital's policy is to accrue environmental and cleanup related costs of a non-capital nature when it is both probable that a liability has been incurred and when the amount can be reasonably estimated. Although it is not possible to quantify with any degree of certainty, the potential financial impact of the Hospital's continuing compliance efforts, management believes any future remediation or other compliance related costs will not have a material adverse effect on the financial condition or reported results of operations of the Hospital Service District. At June 30, 2025 and 2024, management is not aware of any liability resulting from environmental matters.

(2) Deposits and Investments

Under state law the Hospital Service District may deposit funds with 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. The Hospital Service District may invest in direct obligations of the United States government, bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies and/or the United States government, and time certificates of deposit of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2025 and 2024, the Hospital had demand deposits (book balances) totaling \$1,332,176 and \$2,124,777, respectively.

Custodial credit risk is the risk that in the event of a bank failure of a depository financial institution, the Hospital's deposits may not be recovered or the collateral securities that are in the possession of the outside party will not be recovered. These deposits are stated at cost, which approximates fair value. Under state law, 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 bank. These securities are held in the name of the Hospital Service District or the pledging fiscal agent bank by a holding or custodial bank that is mutually acceptable to both parties.

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
d/b/a BUNKIE GENERAL HOSPITAL
Bunkie, Louisiana

Notes to Financial Statements (Continued)

Deposit balances (bank balances) at June 30, 2025 and 2024, are secured as follows:

	2025	2024
Bank balances	\$ 1,516,730	\$ 2,433,268
Federal deposit insurance	\$ 602,055	\$ 497,104
Pledged securities/letter of credit	914,675	1,936,164
Total federal deposit insurance and pledged securities	\$ 1,516,730	\$ 2,433,268

Deposits in the amount of \$914,675 and \$1,936,164 at June 30, 2025 and 2024, respectively, were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities held by the pledging institution’s trust department or agent, but not in the Hospital’s name. The Hospital does not have a policy for custodial credit risk.

The Hospital participates in the Louisiana Asset Management Pool (LAMP). LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high-quality investments. The financial statements for LAMP may be accessed on their website (<https://www.lamppool.com>). The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA – R.S. 33:2955.

The investment in LAMP is not exposed to custodial credit risk. LAMP participants’ investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity’s investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required. Credit risk is the risk that an issuer or other counterparty to an investment will be unable to meet its obligations. LAMP is rated AAAM by Standard & Poor’s. Interest rate risk is the risk that changes in interest rates will adversely affect the estimated fair value of an investment. LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating/variable rate investments. The WAM of LAMP’s total investments is 25 and 43 days as of June 30, 2025 and 2024, respectively.

LAMP’s financial statements can be obtained by contacting LAMP at 650 Poydras Street, Suite 200 New Orleans Louisiana 70130 or by contacting the administrative office at 800-249-5267, and the financial statements are also available on the Louisiana Legislative Auditors website at <https://lla.la.gov/>.

As of June 30, 2025 and 2024, the Hospital had investments in LAMP in the amount of \$10,375,700 and \$10,760,300, respectively.

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
d/b/a BUNKIE GENERAL HOSPITAL
Bunkie, Louisiana

Notes to Financial Statements (Continued)

(3) Patient Accounts Receivable

Patient accounts receivable at June 30, 2025 and 2024 consisted of the following:

	2025	2024
Gross patient accounts receivable	\$ 7,101,196	\$ 6,494,436
Less: Contractual allowances/doubtful accounts	<u>(4,088,892)</u>	<u>(3,517,789)</u>
Patient accounts receivable, net	<u>\$ 3,012,304</u>	<u>\$ 2,976,647</u>

(4) Capital Assets

Capital asset activity for the years ended June 30, 2025 and 2024 were as follows:

	7/1/2024	Additions	Retirements	6/30/2025
Capital assets, not being depreciated:				
Land	\$ 121,857	\$ -	\$ -	\$ 121,857
Construction in progress	<u>3,614,218</u>	<u>494,387</u>	<u>4,108,605</u>	<u>-</u>
Total	<u>3,736,075</u>	<u>494,387</u>	<u>4,108,605</u>	<u>121,857</u>
Capital assets, being depreciated:				
Buildings and improvements	7,564,716	4,069,788	-	11,634,504
Equipment	<u>4,110,704</u>	<u>164,513</u>	<u>33,613</u>	<u>4,241,604</u>
	11,675,420	4,234,301	33,613	15,876,108
Less accumulated depreciation:	<u>8,279,291</u>	<u>491,042</u>	<u>33,146</u>	<u>8,737,187</u>
Total capital assets, being depreciated, net	<u>3,396,129</u>	<u>3,743,259</u>	<u>467</u>	<u>7,138,921</u>
Intangible right-of-use assets:				
Equipment	1,129,499	-	93,653	1,035,846
Less accumulated amortization:	<u>441,628</u>	<u>200,018</u>	<u>93,653</u>	<u>547,993</u>
Intangible right-of-use assets, net	<u>687,871</u>	<u>(200,018)</u>	<u>-</u>	<u>487,853</u>
Capital assets, net	<u>\$ 7,820,075</u>	<u>\$ 4,037,628</u>	<u>\$ 4,109,072</u>	<u>\$ 7,748,631</u>

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
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Bunkie, Louisiana

Notes to Financial Statements (Continued)

	7/1/2023	Additions	Retirements	6/30/2024
Capital assets not being depreciated:				
Land	\$ 121,857	\$ -	\$ -	\$ 121,857
Construction in progress	236,573	3,428,143	50,498	3,614,218
Total	358,430	3,428,143	50,498	3,736,075
Capital assets, being depreciated:				
Buildings and improvements	7,579,158	138,468	152,910	7,564,716
Equipment	3,941,625	388,559	219,480	4,110,704
	11,520,783	527,027	372,390	11,675,420
Less accumulated depreciation	8,230,601	396,516	347,826	8,279,291
Total capital assets, being depreciated, net	3,290,182	130,511	24,564	3,396,129
Intangible right-of-use assets:				
Equipment	1,025,193	104,306	-	1,129,499
Less accumulated amortization:	239,168	202,460	-	441,628
Intangible right-of-use assets, net	786,025	(98,154)	-	687,871
Capital assets, net	\$ 4,434,637	\$ 3,460,500	\$ 75,062	\$ 7,820,075

Depreciation expense for the years ended June 30, 2025 and 2024 amounted to \$491,042 and \$396,516, respectively. Amortization expense for the year ended June 30, 2025 and 2024 amounted to \$200,018 and \$202,460, respectively.

(5) Changes in Noncurrent Liabilities

At the commencement of a lease, the Hospital initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of its useful life or the lease term. The following is a summary of leases for the year ended June 30, 2025 and 2024:

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Notes to Financial Statements (Continued)

June 30, 2025:

Description	Date	Payment Terms	Payment Amount	Interest Rate	Total Lease Liability	Balance 6/30/2025
Equipment	9/1/2021	60 months	\$ 2,285	3.25%	\$ 125,148	\$ 29,149
Equipment	5/1/2022	60 months	2,782	4.75%	148,897	61,041
Equipment	3/1/2023	60 months	7,744	3.87%	421,834	235,090
Equipment	7/31/2023	60 months	1,102	4.24%	59,487	35,246
Equipment	8/1/2023	60 months	815	4.10%	40,800	24,663
Total lease agreements						<u>\$ 385,189</u>

June 30, 2024:

Description	Date	Payment Terms	Payment Amount	Interest Rate	Total Lease Liability	Balance 6/30/2024
Equipment	8/11/2020	60 months	\$ 1,230	3.25%	\$ 65,937	\$ 15,691
Equipment	9/1/2021	60 months	2,285	3.25%	125,148	55,841
Equipment	5/1/2022	60 months	2,782	4.75%	148,897	90,753
Equipment	3/1/2023	60 months	7,744	3.87%	421,834	317,189
Equipment	6/1/2023	18 months	10,000	4.50%	173,745	49,442
Equipment	7/31/2023	60 months	1,102	4.24%	59,487	46,711
Equipment	8/1/2023	60 months	815	4.10%	40,800	33,240
Total lease agreements						<u>\$ 608,867</u>

The following is a summary of noncurrent liabilities transactions for the year ended June 30:

June 30, 2025:

	Balance 7/1/2024	Additions	Reductions	Balance 6/30/2025	Due Within One Year
Compensated absences*	\$ 501,056	\$ -	\$ 35,700	\$ 536,756	\$ 472,877
Lease liability	608,867	-	223,678	385,189	164,254
Total	<u>\$1,109,923</u>	<u>\$ -</u>	<u>\$ 259,378</u>	<u>\$ 921,945</u>	<u>\$ 637,131</u>

*restated

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOUELLES
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Notes to Financial Statements (Continued)

June 30, 2024:

	Balance 7/1/2023	Additions	Reductions	Balance 6/30/2024	Due Within One Year
Lease liability	<u>\$ 787,567</u>	<u>\$ 104,306</u>	<u>\$ 283,006</u>	<u>\$ 608,867</u>	<u>\$ 221,772</u>

Scheduled maturities of noncurrent liabilities are as follows:

June 30, 2025:

	Principal	Interest
2026	\$ 164,254	\$ 12,479
2027	142,644	6,171
2028	<u>78,291</u>	<u>1,200</u>
	<u>\$ 385,189</u>	<u>\$ 19,850</u>

June 30, 2024:

	Principal	Interest
2025	\$ 221,772	\$ 19,721
2026	165,480	12,482
2027	143,324	6,171
2028	<u>78,291</u>	<u>1,200</u>
	<u>\$ 608,867</u>	<u>\$ 39,574</u>

(6) Net Patient Service Revenues

The Hospital has agreements with third-party payors that provide for payments to the Hospital at amounts different from established rates. Payment arrangements include prospectively determined rates-per-discharge, reimbursed costs, discounted charges and per diem payments. Net patient service revenue is reported at the estimated net realizable amounts from patients, third-party payors, and others for services rendered, including estimated retroactive adjustments under reimbursement agreements with third-party payors.

Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in a future period as final settlements are determined.

The primary third-party programs include Medicare and Medicaid, which account for a significant amount of the Hospital's revenue. The laws and regulations under which Medicare and Medicaid programs operate are complex, and subject to interpretation and frequent changes.

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Notes to Financial Statements (Continued)

As part of operating under these programs, there is a possibility that government authorities may review the Hospital's compliance with these laws and regulations. Such review may result in adjustments to program reimbursement previously received and subject the Hospital to fines and penalties. Although no assurance can be given, management believes it has complied with the requirements of these programs.

A summary of the payment arrangements with major third-party payors follows:

Medicare – The Hospital is paid for inpatient and outpatient services rendered to Medicare program beneficiaries under cost-based reimbursement methodology. These rates vary according to a patient classification system that is based on clinical, diagnostic, and other factors. The retrospectively determined classification of patients and the appropriateness of the patients' admissions are subject to validation reviews by a Medicare peer review organization, which is under contract with the Hospital to perform such reviews.

The Hospital is reimbursed for cost reimbursable items at a tentative rate with final settlement determined after submission of annual cost reports by the Hospital and audits thereof by the Medicare fiscal intermediary. The Hospital's Medicare cost reports have been settled by the Medicare fiscal intermediary through June 30, 2024. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods, as settlements are determined.

Medicaid – Inpatient care services rendered to Medicaid program beneficiaries are paid at prospectively determined rates per day. Certain outpatient services rendered to Medicaid program beneficiaries are reimbursed under a cost reimbursement methodology. The Hospital is reimbursed at a tentative rate with final settlement determined after submission of annual cost reports by the Hospital and audits thereof by the Medicaid fiscal intermediary. The Hospital's Medicaid cost reports have been settled by the Medicaid fiscal intermediary through June 30, 2019. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods, as settlements are determined.

The Louisiana Legislature, through the Healthcare Reform Act of 2007 and Act 1 of 2010, tasked the Department of Health and Hospitals (the DHH) to create a new system of care. In response, the DHH reformed its reimbursement methodology for Medicaid patients from a fee-for-service system to the use of a Coordinated Care Network (CCN). During 2011, the DHH enabled certain third-party payor companies to contract with providers under the CCN methodology. The Hospital is currently contracted and enrolled with payors participating in the Coordinated Care Network. The Hospital is reimbursed at a tentative rate with final settlement determined after submission of annual cost reports by the Hospital and audits thereof by the fiscal intermediary.

The Hospital has entered into payment agreements with certain commercial insurance carriers, health maintenance organizations and preferred provider organizations. The basis for payment under these agreements includes prospectively determined rates-per-discharge, discounts from established charges and prospectively determined daily rates.

The Hospital recognizes revenue at its standard rates for services provided for uninsured patients that do not qualify for charity care. Based on historical experience, a significant portion of the Hospital's uninsured patients will be unable or unwilling to pay for the services provided. Thus, the Hospital records a significant provision for bad debts related to uninsured patients in the period the services are provided.

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Notes to Financial Statements (Continued)

The following is a summary of the Hospital’s net patient service revenue:

	2025	2024
Gross patient service revenue	\$ 33,389,036	\$ 35,432,098
Less: Contractual adjustments	<u>(16,202,874)</u>	<u>(16,144,051)</u>
Net patient service revenue before		
provision for uncollectible accounts	17,186,162	19,288,047
Less: provision for uncollectible accounts	<u>(1,491,990)</u>	<u>(1,374,120)</u>
Net patient service revenue	<u>\$ 15,694,172</u>	<u>\$ 17,913,927</u>

(7) Medicaid Supplemental Payments

For the state fiscal year 2024, the Louisiana Department of Health (LDH) obtained a Medicaid State Plan Amendment (SPA) approval from the Centers for Medicare and Medicaid Services (CMS) to make quarterly supplemental payments to hospitals based upon certain assumptions under a directed payment plan (DPP). Annually thereafter, LDH must submit the assumptions to CMS for approval in future years. The basis for interim supplemental payments is the Hospital District’s historical paid claims and other factors. In future state fiscal years, actual paid claims and other factors will be used to reconcile interim payments to final settled DPP amounts. LDH anticipates increasing or decreasing future DPP payments by the reconciliation amounts. The Hospital District has recognized approximately \$2,050,588 as of June 30, 2025 as Medicaid supplemental income after consideration was given for future adjustments which the Hospital District determined necessary. To the extent income recognized in the current period differs from actual results, Medicaid Supplemental income will be adjusted.

(8) Cooperative Endeavor Agreement

The Hospital District has agreed to a cooperative endeavor (DEA) with other like-minded Louisiana Hospitals per Louisiana’s Rural Hospital Preservation Act. The intent of the agreement is to pool hospital resources across the State to support access to healthcare in rural Louisiana. Under the CEA, the Hospital District deposits an amount determined annually by the Rural Hospital Coalition (RHC), into an account, from which RHC is permitted to withdraw funds and make distributions to participating hospitals using a predetermined formula. Although the payments are formulaic in nature, they are not guaranteed, nor are they directly related to Medicaid reimbursement for provisions of goods and healthcare services to patients. Accordingly, the deposits made by the Hospital District to the RHC were less than the amount received by the Hospital District under the program, resulting in a net amount of \$47,525.

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Notes to Financial Statements (Continued)

(9) Ad Valorem Taxes

The Hospital’s property tax is levied by the parish on the taxable real property in the district at a rate enacted by the Board of Commissioners as recommended by the local tax assessor. The taxes are based on assessed values determined by the Tax Assessor and are collected by the Sheriff. The Hospital levied 4.90 mills for the fiscal years ended 2025 and 2024. For the years ended June 30, 2025 and 2024, property tax revenues, net of pension deductions, totaled \$159,067 and \$152,051, respectively.

(10) Concentration of Credit Risks

The Hospital grants credit without collateral to its patients, most of who are local residents and are insured under third-party payor agreements. The mix of receivables from patients and third-party payors at June 30, 2025 and 2024 was as follows:

	2025	2024
Medicare	24%	39%
Medicaid	20%	20%
Other third-party payors	35%	19%
Patients	<u>21%</u>	<u>22%</u>
	<u>100%</u>	<u>100%</u>

(11) Deferred Compensation/Retirement Plan

The Hospital offers employees a deferred compensation plan (Plan), which all employees are eligible to participate. The Plan was adopted under the provisions of Internal Revenue Code Section 457, and is administered by Nationwide Retirement Solutions. The Hospital does not have managerial or financial responsibility for plan assets. The Hospital contributes 3% of the employee’s salary for full-time employees who work 60 or more hours per pay period and have completed a ninety-day probationary period. If an employee elects to participate, the employee will be required to contribute a minimum of 3% of their base pay toward the program. Employees will become 100% vested in the Hospital’s contributions after three full years of employment. Pension cost amounted to \$200,650 and \$153,109 for the year ended June 30, 2025 and 2024, respectively. Forfeitures of \$421 and \$13,437 were applied to pension expense as a reduction of employer contributions for the years ended June 30, 2025 and 2024, respectively.

(12) Employee Hospitalization Plan

The Hospital maintains a medical benefits trust. Employees with more than 90 days of service can participate. The trust pays all claims from funds provided from the Hospital. The trust agreement provides that should it not have sufficient funds to cover its obligations, the Hospital is obligated to fund the shortfall. The Hospital purchases “excess” insurance coverage that provides for payment of individual claims in excess of \$40,000 or aggregate annual claims in excess of \$1,000,000.

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Notes to Financial Statements (Continued)

Changes in the balances of claims liabilities (all due in one year) during the fiscal years ended June 30, 2025 and 2024 are as follows:

	2025	2024
Claims liability, beginning	\$ 137,521	\$ 50,000
Current year claims and changes in estimates	989,023	910,292
Claims paid	<u>(1,081,544)</u>	<u>(822,771)</u>
Claims liability, ending	<u>\$ 45,000</u>	<u>\$ 137,521</u>
<u> Paid as of</u>		
July 2025	\$ 21,364	
August 2025	<u>3,381</u>	\$ 24,745
Provision for claims incurred but not reported		<u>20,255</u>
Total claims payable		<u>\$ 45,000</u>

(13) Professional and General Liability Risk

The Hospital participates in the Louisiana Patient’s Compensation Fund established by the State of Louisiana to provide medical professional coverage to healthcare providers. The fund provides for \$400,000 in coverage per occurrence above the first \$100,000 for which the Hospital is at risk. The fund places no limitation on the number of occurrences covered. In connection with the establishment of the Patient’s Compensation Fund, the State of Louisiana enacted legislation limiting the amount of healthcare provided settlement for professional liability to \$100,000 per occurrence and limiting the Patient’s Compensation Fund’s exposure to \$400,000 per occurrence.

The Hospital has acquired additional coverage for professional medical malpractice and general liability through the Louisiana Hospital Association Trust Fund by purchasing a claims-made policy. Losses on medical malpractice and general liability claims are estimated based on deductibles and claims in excess of per-claim or aggregate coverage and incurred but not reported during the claim year. These estimates reflect the Hospital's best estimates of the ultimate costs of reported and unreported claims, using the Hospital Service District's past experience, industry experience and identified asserted claims and reported incidents. No provision for losses on medical malpractice and general liability claims are recorded based on management’s estimates that these matters will be resolved without material adverse effect on the Hospital's future financial position or results from operations. There have been no significant reductions in insurance coverage during the fiscal year, nor have settlements exceeded coverage in the past three years.

(14) Contingencies

The Hospital evaluates contingencies based upon the best available evidence. The Hospital believes that no loss contingencies are considered necessary. To the extent that resolution of contingencies results in amounts which vary from the Hospital's estimates, future earning will be charged or credited. The principle contingencies are described below:

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Notes to Financial Statements (Continued)

Third-party Government Revenues (Note 6) – Cost reimbursements are subject to examination by agencies administering the programs. The Hospital is contingently liable for retroactive adjustments made by the Medicare and Medicaid programs as the result of their examinations as well as retroactive changes in interpretations applying statutes, regulations and general instructions of those programs. The amount of such adjustments cannot be determined.

The healthcare industry is subject numerous laws and regulations of Federal, state and local governments. These laws and regulations include, but are not necessarily limited to, matters such as licensure, accreditation, government program participating requirements, reimbursement for patient services and Medicare and Medicaid fraud and abuse. Recently, government activity has increased with respect to investigations and allegations concerning possible violations of fraud and abuse statutes and regulations by healthcare providers. Violations of these laws and regulations could result in expulsion from government healthcare programs together with the imposition of significant fines and penalties, as well as significant repayments for patient services previously billed.

Management believes that the Hospital is in compliance with fraud and abuse statutes as well as other applicable governmental laws and regulations. Compliance with such laws and regulations can be subject to future government review and interpretation as well as regulatory actions unknown or unasserted at this time.

(15) Condensed Combining Statements

The following are the condensed combining statements for the blended component unit as of and for the year ended June 30, 2025:

Condensed Combining Statements of Net Position
June 30, 2025

	Bunkie General Hospital	Bunkie General Pharmacy, LLC	Eliminations of Intercompany	Total
ASSETS				
Current assets	\$ 17,442,322	\$ 260,338	\$ (256,193)	\$ 17,446,467
Property, plant and equipment, net	<u>7,748,631</u>	<u>-</u>	<u>-</u>	<u>7,748,631</u>
Total assets	<u>\$ 25,190,953</u>	<u>\$ 260,338</u>	<u>\$ (256,193)</u>	<u>\$ 25,195,098</u>
LIABILITIES AND NET POSITION				
Current liabilities	\$ 1,730,723	\$ 350,504	\$ (256,193)	\$ 1,825,034
Noncurrent liabilities	<u>284,814</u>	<u>-</u>	<u>-</u>	<u>284,814</u>
Total liabilities	<u>2,015,537</u>	<u>350,504</u>	<u>(256,193)</u>	<u>2,109,848</u>
Net investment in capital assets	7,360,531	-	-	7,360,531
Unrestricted	<u>15,814,885</u>	<u>(90,166)</u>	<u>-</u>	<u>15,724,719</u>
Total net position	<u>23,175,416</u>	<u>(90,166)</u>	<u>-</u>	<u>23,085,250</u>
Total liabilities and net position	<u>\$ 25,190,953</u>	<u>\$ 260,338</u>	<u>\$ (256,193)</u>	<u>\$ 25,195,098</u>

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
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Notes to Financial Statements (Continued)

Condensed Combining Statements of Revenues, Expenses and Changes in Net Position
Year Ended June 30, 2025

	Bunkie General Hospital	Bunkie General Pharmacy, LLC	Eliminations of Intercompany	Total
Net patient service revenues	\$ 15,694,172	\$ -	\$ -	\$ 15,694,172
Medicaid supplemental payments	2,098,113	-	-	2,098,113
Other operating revenue	<u>562,055</u>	<u>761,661</u>	<u>(149,244)</u>	<u>1,174,472</u>
Total operating revenues	<u>18,354,340</u>	<u>761,661</u>	<u>(149,244)</u>	<u>18,966,757</u>
Depreciation and amortization	691,060	-	-	691,060
Other operating expenses	<u>17,980,579</u>	<u>1,034,985</u>	<u>(149,244)</u>	<u>18,866,320</u>
Total operating expenses	<u>18,671,639</u>	<u>1,034,985</u>	<u>(149,244)</u>	<u>19,557,380</u>
Operating loss	(317,299)	(273,324)	-	(590,623)
Non-operating revenues (expenses)	<u>1,191,345</u>	<u>-</u>	<u>-</u>	<u>1,191,345</u>
Increase (decrease) in net position	874,046	(273,324)	-	600,722
Net position, beginning as restated	22,484,528	-	-	22,484,528
Contributions (distributions)	<u>(183,158)</u>	<u>183,158</u>	<u>-</u>	<u>-</u>
Net position, ending	<u>\$ 23,175,416</u>	<u>\$ (90,166)</u>	<u>\$ -</u>	<u>\$ 23,085,250</u>

Condensed Combining Statements of Cash Flows
Year Ended June 30, 2025

	Bunkie General Hospital	Bunkie General Pharmacy, LLC	Eliminations of Intercompany	Total
Net cash used by operating activities	\$ (1,437,186)	\$ (88,066)	\$ -	\$(1,525,252)
Net cash provided by non-capital financing activities	502,934	183,158	-	686,092
Net cash used by capital and related financing activities	(860,666)	-	-	(860,666)
Net cash provided by investing activities	<u>907,225</u>	<u>-</u>	<u>-</u>	<u>907,225</u>
Net increase (decrease) in cash and cash equivalents	(887,693)	95,092	-	(792,601)
Cash and cash equivalents at beginning of year	<u>2,124,777</u>	<u>-</u>	<u>-</u>	<u>2,124,777</u>
Cash and cash equivalents at end of year	<u>\$ 1,237,084</u>	<u>\$ 95,092</u>	<u>\$ -</u>	<u>\$ 1,332,176</u>

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Notes to Financial Statements (Continued)

(16) Schedule of Compensation, Benefits, and Other Payments to Agency Head

The schedule of compensation and benefits paid to Linda Deville, Chief Executive Officer, for the year ended June 30, 2025 and 2024 follows:

<u>Purpose</u>	<u>2025</u>	<u>2024</u>
Salary	\$ 162,240	\$ 158,458
Benefits - insurance	1,786	1,635
Benefits - retirement	4,867	4,754
Benefits - life insurance	81	111
Travel	1,602	3,509
Cell phone	1,149	932
Per diem	464	1,203
Registration fees	405	195

(17) Accounting Changes/ Prior Year Restatement

The District implemented Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. GASB Statement No. 101 requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means.

The implementation of GASB statement No. 101 resulted in a statement of previously reported net position as follows:

July 1, 2024 net position, as previously reported	\$ 22,610,553
Net effect of accounting changes/ prior year restatement	<u>(126,025)</u>
July 1, 2024 net position, as restated	<u>\$ 22,484,528</u>

SUPPLEMENTARY INFORMATION

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
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Bunkie, Louisiana

Schedules of Net Patient Service Revenues
For the Years Ended June 30, 2025 and 2024

	2025	2024
Inpatient service revenues:		
Daily patient services-		
Adult and pediatric	\$ 100,574	\$ 111,514
Dietary	10,100	12,050
Swing-bed	1,343,753	1,602,632
Total	1,454,427	1,726,196
Other nursing services-		
Emergency service	7,634	12,783
Observation	-	(2,748)
Total	7,634	10,035
Professional Services-		
Blood	7,104	10,500
EKG	4,600	7,565
Inhalation Therapy	757,575	817,985
Intravenous Therapy	430	540
Laboratory	290,720	401,541
Pharmacy	616,323	849,523
Physical/Speech Therapy	1,637,120	2,063,990
Professional Fees	336,770	373,700
Radiology	72,084	107,209
Wound care	2,358	926
Total	3,725,084	4,633,479
Total inpatient service revenues	5,187,145	6,369,710

(continued)

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Schedules of Net Patient Service Revenues (Continued)
For the Years Ended June 30, 2025 and 2024

	2025	2024
Outpatient service revenues:		
Nursing services-		
Dietary	800	800
Emergency Service	4,413,639	4,557,058
Hospitalist	4,510	4,060
Observation	1,254,155	1,954,392
Total	5,673,104	6,516,310
Professional services-		
Blood	59,607	43,105
Cardiac rehab	41,975	66,000
Clinic - Family Care Center	1,059,951	1,039,119
Clinic - Rural Health	734,091	754,150
EKG	363,400	371,200
Endoscopy	135,162	119,700
Inhalation therapy	570,830	752,415
Intensive psychiatric therapy	1,877,000	2,026,750
Intravenous therapy	4,956	3,546
Laboratory	7,312,594	7,253,747
Pharmacy	423,196	467,602
Physical therapy	1,501,238	1,225,074
Professional fees	229,778	252,505
Radiology	7,831,863	7,834,169
Wound care	383,146	336,996
Total	22,528,787	22,546,078
Total outpatient service revenues	28,201,891	29,062,388
Gross patient service revenue	33,389,036	35,432,098
Contractual adjustments	(16,202,874)	(16,144,051)
Net patient service revenue	\$ 17,186,162	\$ 19,288,047

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
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Schedules of Other Operating Revenues
For the Years Ended June 30, 2025 and 2024

	2025	2024
Cafeteria and vendor sales	\$ 71,116	\$ 81,319
Joint venture	187,214	173,177
Pharmacy sales - employees	28,037	71,541
340B Outside pharmacy sales	-	11
Retail pharmacy	761,661	-
Rental income	16,951	13,000
Other	109,493	143,513
Total other operating revenues	\$ 1,174,472	\$ 482,561

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d/b/a Bunkie General Hospital
Bunkie, Louisiana

Schedules of Professional Services
For the Years Ended June 30, 2025 and 2024

	2025	2024
Salaries:		
Cardiac rehab / fitness	\$ 95,481	\$ 91,487
Central supply	86,103	58,325
Clinic - Family Care Center	759,037	745,348
Clinic - Rural Health	667,662	663,159
Emergency room	718,032	727,370
Endoscopy	4,168	1,533
Inhalation therapy	476,828	429,747
Laboratory	536,699	495,752
Nursing	1,655,236	1,554,327
PT/OT/ST	731,106	639,064
Radiology	538,219	508,910
Other	270,738	137,342
Total salaries	6,539,309	6,052,364
Supplies and other expenses:		
Blood	46,026	43,093
Central supply	(4,119)	20,396
Clinic - Family Care Center	55,030	77,219
Clinic - Rural Health	58,657	49,024
Emergency room	1,427,111	1,316,328
Endoscopy	30,472	15,042
Inhalation therapy	38,440	67,954
IOP	493,462	552,564
Laboratory	747,304	823,007
Nursing	240,071	316,151
Pharmacy	1,607,192	783,741
PT/OT/ST	37,348	60,855
Radiology	299,901	172,532
Wound care	96,545	95,908
Other	12,882	12,344
Total supplies and other expenses	5,186,322	4,406,158
 Total professional services	 \$ 11,725,631	 \$ 10,458,522

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
d/b/a Bunkie General Hospital
Bunkie, Louisiana

Schedules of General and Administrative Services
For the Years Ended June 30, 2025 and 2024

	2025	2024
Salaries:		
Administrative	\$ 1,717,594	\$ 1,820,896
Dietary	207,179	201,077
Housekeeping	208,535	193,036
Maintenance	187,792	170,549
Medical records	176,417	187,337
Total salaries	2,497,517	2,572,895
Supplies and other expenses:		
Administrative	1,765,200	2,044,779
Cat Scan	1,680	1,099
Dietary	164,011	169,450
Housekeeping	98,472	84,631
Maintenance	616,975	570,985
Medical records	27,351	37,719
Total supplies and other expenses	2,673,689	2,908,663
Total general and administrative services	\$ 5,171,206	\$ 5,481,558

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
d/b/a Bunkie General Hospital
Bunkie, Louisiana

Schedules of Board Fees
For the Years Ended June 30, 2025 and 2024

GOVERNING BOARD COMPENSATION

The Board of Commissioners received no compensation for the years ended June 30, 2025 and 2024.

**INTERNAL CONTROL,
COMPLIANCE
AND OTHER MATTERS**

KOLDER, SLAVEN & COMPANY, LLC

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of Commissioners
Hospital Services District No. 1
of the Parish of Avoyelles
d/b/a Bunkie General Hospital
Bunkie, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities of the Hospital Services District No. 1 of the Parish of Avoyelles d/b/a Bunkie General Hospital (Hospital), a component unit of the Avoyelles Parish Police Jury, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Hospital's basic financial statements, and have issued our report thereon dated December 18, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Hospital's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Hospital's internal control. Accordingly, we do not express an opinion on the effectiveness of the Hospital's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Hospital's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 18, 2025

HOSPITAL SERVICES DISTRICT NO. 1 OF THE PARISH OF AVOYELLES
d/b/a BUNKIE GENERAL HOSPITAL
Bunkie, Louisiana

Summary Schedule of Current and Prior Year Findings
and Management's Corrective Action Plan

Part I. Current Year Findings and Management's Corrective Action Plan

A. Internal Control Findings -

There are no findings to report under this section.

B. Compliance Findings -

There are no findings to report under this section.

Part II. Prior Year Findings

A. Internal Control Findings -

There are no findings to report under this section.

B. Compliance Findings -

There are no findings to report under this section.