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**Louisiana State Board of Nursing  
Department of Health  
State of Louisiana**

***Financial Statements***

**June 30, 2020**

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**Louisiana State Board of Nursing  
State of Louisiana  
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## **Independent Auditor's Report**

To the Board Members of the  
Louisiana State Board of Nursing  
Department of Health  
Baton Rouge, Louisiana

We have audited the accompanying financial statements of the business-type activities of the Louisiana State Board of Nursing, a component unit of the State of Louisiana, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Louisiana State Board of Nursing's basic financial statements as listed in the table of contents.

### **Management's Responsibility 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.

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of Louisiana State Board of Nursing, as of June 30, 2020, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 8, schedule of employer's proportionate share of the total collective OPEB liability on page 33, the schedule of employer's share of net pension liability at page 34; and schedule of employer's pension contributions at page 35 be presented to supplement the basic financial statements. Such 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary and Other Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements of the Louisiana State Board of Nursing. The accompanying annual fiscal report beginning at page 41, as required by the State of Louisiana Division of Administration, are presented for purposes of additional analysis and are not a required part of the financial statements.

The annual fiscal report is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

To the Board Members of the  
Louisiana State Board of Nursing  
Department of Health  
Baton Rouge, Louisiana

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### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2020, on our consideration of the Louisiana State Board of Nursing'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 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 Louisiana State Board of Nursing's internal control over financial reporting and compliance.



Covington, Louisiana  
September 30, 2020

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*Management's Discussion and Analysis*

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# Louisiana State Board of Nursing

## Department of Health

### Management's Discussion and Analysis

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#### Introduction

Management's Discussion and Analysis ("MD&A") of the Louisiana State Board of Nursing's (the "Board") financial performance presents a narrative overview and analysis of the Board's financial activities for the year ended June 30, 2020. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the Board's financial statements, which begin on page 9.

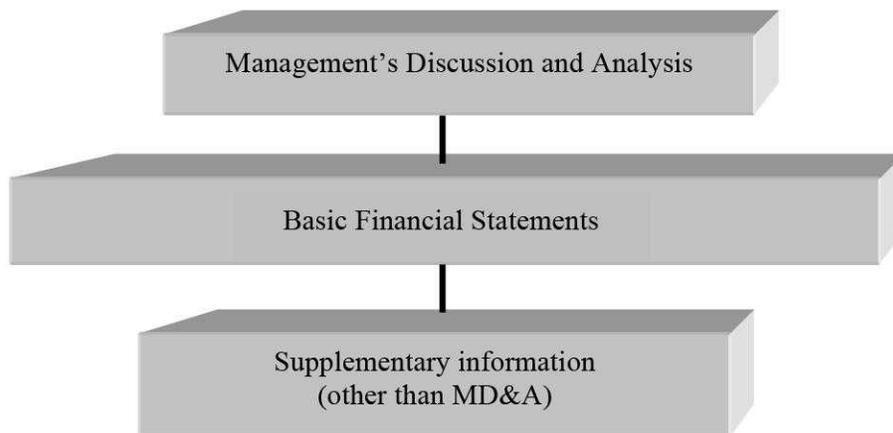
#### Financial Highlights

The Board's assets exceeded its liabilities at the close of fiscal year 2020 by \$2,507,090 and net position increased by \$340,803.

The Board's total revenue decreased \$37,725 or approximately 0.4%, and the net results from activities decreased by \$537,185 or approximately 61.18% from last fiscal year.

#### Overview of the Financial Statements

The following graphic illustrates the minimum requirements for government entities engaged in business-type activities established by Governmental Accounting Standards Board.



These financial statements consist of two sections - Management's Discussion and Analysis (this section) and the basic financial statements (including the notes to the financial statements). This report contains supplementary information in addition to the basic financial statements.

# **Louisiana State Board of Nursing**

## **Department of Health**

### **Management's Discussion and Analysis**

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The Board's activities are reported in a single proprietary fund. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Board, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The Board's financial statements are prepared on an accrual basis in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. Under this basis of accounting, revenues are recognized in the period in which they are earned, expenses are recognized in the period in which they are incurred.

### **Basic Financial Statements**

The basic financial statements present information for the Board as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows.

#### ***Statement of Net Position***

This statement presents the current and long-term portions of assets, deferred outflows of resources, the current and long-term portions of liabilities, and deferred inflows of resources, with the difference reported as net position. Net position may provide a useful indicator of whether the financial position of the Board is improving or deteriorating.

#### ***Statement of Revenues, Expenses, and Changes in Net Position***

This statement presents information showing how the Board's net position changed as a result of current year operations. Regardless of when cash is affected, all changes in net position are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

#### ***Statement of Cash Flows***

This statement presents information showing how the Board's cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income to net cash provided by operating activities (indirect method).

**Louisiana State Board of Nursing**  
**Department of Health**  
**Management's Discussion and Analysis**

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**Financial Analysis of the Entity**

The condensed statements of net position consist of the following at June 30:

	2020	2019	Variance	% Variance
<b>Assets</b>				
Current assets	\$ 21,698,273	\$ 18,430,513	\$ 3,267,760	17.73%
Capital assets, net	5,288,218	5,499,462	(211,244)	-3.84%
	<u>26,986,491</u>	<u>23,929,975</u>	<u>3,056,516</u>	<u>12.77%</u>
<b>Deferred outflows of resources</b>	<u>3,761,018</u>	<u>3,474,866</u>	<u>286,152</u>	<u>8.23%</u>
	<u><u>\$ 30,747,509</u></u>	<u><u>\$ 27,404,841</u></u>	<u><u>\$ 3,342,668</u></u>	<u><u>12.20%</u></u>
<b>Liabilities</b>				
Current liabilities	\$ 5,149,203	\$ 3,258,662	\$ 1,890,541	58.02%
Noncurrent liabilities	19,330,198	18,506,722	823,476	4.45%
	<u>24,479,401</u>	<u>21,765,384</u>	<u>2,714,017</u>	<u>12.47%</u>
<b>Deferred inflows of resources</b>	1,180,609	892,761	287,848	32.24%
<b>Net Position</b>				
Net investment in capital assets	5,288,218	5,499,462	(211,244)	-3.84%
Unrestricted	(200,719)	(752,766)	552,047	73.34%
	<u>5,087,499</u>	<u>4,746,696</u>	<u>340,803</u>	<u>7.18%</u>
	<u><u>\$ 30,747,509</u></u>	<u><u>\$ 27,404,841</u></u>	<u><u>\$ 3,342,668</u></u>	<u><u>12.20%</u></u>

Restricted net position represents those assets that are not available for spending as a result of legislative requirements, donor agreements, or grant requirements. Conversely, unrestricted net assets are those that do not have any limitations on how these amounts may be spent.

Current assets increased by \$3,267,760, approximately 17.73% from June 30, 2019 to June 30 2020, due primarily from an increase in cash and investments. Total liabilities increased by \$2,714,017 from June 30, 2019 to June 30, 2020. The primary reason for the change is the implementation of bi-annual license fees resulting in the Board recording unearned license fees.

**Louisiana State Board of Nursing**  
**Department of Health**  
**Management’s Discussion and Analysis**

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The condensed Statements of Revenues, Expenses, and Changes in Net Position consist of the following for the year ended June 30:

	<u>2020</u>	<u>2019</u>	<u>Variance</u>	<u>% Variance</u>
Operating revenues	\$ 8,738,774	\$ 8,740,301	\$ (1,527)	-0.02%
Operating expenses	<u>8,624,564</u>	<u>8,125,104</u>	<u>499,460</u>	6.15%
	114,210	615,197	(500,987)	-81.44%
Non-operating revenues	<u>226,593</u>	<u>262,791</u>	<u>(36,198)</u>	-13.77%
Change in net position	340,803	877,988	(537,185)	-61.18%
Net position, beginning of year	<u>4,746,696</u>	<u>3,868,708</u>	<u>877,988</u>	22.69%
Net position, end of year	<u><u>\$ 5,087,499</u></u>	<u><u>\$ 4,746,696</u></u>	<u><u>\$ 340,803</u></u>	7.18%

The Board's total revenues decreased by \$37,725 or approximately 0.4%. The total cost of all programs and services increased by \$499,460 or 6.15%.

**Capital Assets**

For the year ended June 30, 2020, the Board had \$5,288,218 invested in a broad range of capital assets, including furniture, fixtures, computer equipment, and computer software. This amount represents a net decrease (including additions and deductions) of \$211,244 from last year. Details of the Board’s capital assets are found at Note 6.

**Noncurrent Liabilities**

The Board had no bonds or notes outstanding at June 30, 2020 and 2019.

The Board had no claims or judgments at June 30, 2020 and 2019. Other long-term obligations of the Board at June 30, 2020 include accrued compensated absences in the amount of \$417,177, other post-employment benefits obligations of \$4,727,588, and pension obligations of \$14,185,433.

**Variations Between Original and Final Budgets**

Actual budgetary basis revenues were approximately \$29,790 under budget and expenditures were more than budgeted by \$155,207.

**Louisiana State Board of Nursing**  
**Department of Health**  
**Management's Discussion and Analysis**

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**Economic Factors and Next Year's Budgets and Rates**

The Board's elected and appointed officials considered the following factors and indicators when setting next year's budget, rates, and fees:

The Board continues to see an increase in the volume and complexity of its work. Driving elements are the authority to conduct criminal background checks on all applicants for licensure, including students enrolled in clinical nursing courses. The addition of receiving updates to previously requested criminal background requests (rap batch) information from the Louisiana Department of Public Service has resulted in an increase in the number of investigations, as the Board is notified of any arrest of individuals previously fingerprinted for our application. The sequelae of increased investigations are increasing the number and complexity of hearings. Through August 2020, there have been 794 complaints of violations of the Nurse Practice Act or LSBN's Rules. For the same period, LSBN has opened 230 new investigations and 217 investigations were completed and closed with action. There are currently 856 active investigations being conducted. With the full implementation of ORBS, complaints have increased from 40 – 60/month to over 100/month. Through August 2020, monthly complaints have ranged from a low of 67 in May to a high of 215 in June. Louisiana became the 31<sup>st</sup> state in the nation to enact the Nurse Licensure Compact (NLC) on May 31, 2018. The NLC was fully implemented on July 1, 2019 and, to date, 7,761 Multi-state licenses (MSL) have been processed through the Conversion Application. LSBN has added a General Counsel/Chief Legal Officer, prosecuting attorney, two paralegals and two compliance officers to establish a full legal department which has reviewed 168 disciplinary files, taken 174 actions against respondents and held 8 disciplinary hearings through August 2020.

Top funding expenditures for 2021 will address key operation issues and process improvements including: disaster preparedness, completion of our transition to the paperless Laserfiche system for electronic records management, workforce planning and research through the Louisiana Center for Nursing, personnel costs and related benefits, and the LSBN's full implementation of the National Council of State Boards of Nursing's Optimal Regulatory Board System (ORBS) including for processing our annual continuing nursing education audit. In response to the COVID-19 pandemic and the need to transition LSBN to a completely remote worksite for 6 months, the Board approved replacing desktop computers, all of which had reached their useful life, with laptop computers and larger secondary screens. This will allow us to have all staff capable of working remotely, either in response to a declared disaster or as a response to a reimagined and more fluid workforce. Additionally, we have leadership development continuing for Section Chiefs and the Management Team as well as staff development programs ongoing. Finally, beginning with our Compliance Department, LSBN has initiated the Lean Six Sigma methodologies to help implement systemic efficiencies, streamline processes, and eliminate redundancies in work processes

**Contacting the Board's Management**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the Board's finances and to show the Board's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Board office at (225)755-7500.

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*Financial Statements*

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**Louisiana State Board of Nursing**  
**Department of Health**  
**Statement of Net Position**  
**June 30, 2020**

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**ASSETS AND DEFERRED OUTFLOWS OF RESOURCES**

**Current Assets**

Cash and cash equivalents	\$ 11,959,646
Receivables	2,351
Investments	9,723,177
Prepays	13,099
	<u>21,698,273</u>

**Noncurrent Assets**

Capital assets, net	5,288,218
	<u>26,986,491</u>

**Deferred Outflows of Resources**

Deferred outflows related to OPEB	1,062,611
Deferred outflows related to pensions	2,698,407
	<u>3,761,018</u>
	<u>\$ 30,747,509</u>

**LIABILITIES, DEFERRED INFLOWS OF RESOURCES,  
AND NET POSITION**

**Current Liabilities**

Accounts payable	\$ 227,776
Unearned license fees	4,364,700
Postemployment benefits obligation - current portion	90,877
Payroll deductions and accruals	465,850
	<u>5,149,203</u>

**Noncurrent Liabilities**

Accrued compensated absences	417,177
Postemployment benefits obligation	4,727,588
Pension obligation	14,185,433
	<u>19,330,198</u>
	<u>24,479,401</u>

**Deferred Inflows of Resources**

Deferred inflows related to OPEB	935,839
Deferred inflows related to pensions	244,770
	<u>1,180,609</u>

**Net Position**

Net investment in capital assets	5,288,218
Unrestricted	(200,719)
	<u>5,087,499</u>
	<u>\$ 30,747,509</u>

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*See accompanying notes to financial statements.*

**Louisiana State Board of Nursing**  
**Department of Health**  
**Statement of Revenues, Expenditures and Changes in Net Position**  
**For the Year Ended June 30, 2020**

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<b>Operating Revenues</b>	
Licenses, permits, and fees	\$ 8,155,225
Examinations	251,600
Enforcement actions	249,467
Other operating revenues	82,482
	<u>8,738,774</u>
<b>Operating Expenses</b>	
Personal services and related benefits	7,284,460
Travel	78,695
Operating services	682,295
Supplies	51,334
Professional services	316,536
Depreciation	211,244
	<u>8,624,564</u>
Operating income	<u>114,210</u>
<b>Non-Operating Revenues</b>	
Interest income	<u>226,593</u>
<b>Change in net position</b>	340,803
Net position, beginning of year	<u>4,746,696</u>
Net position, end of year	<u><u>\$ 5,087,499</u></u>

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*See accompanying notes to financial statements.*

**Louisiana State Board of Nursing**  
**Department of Health**  
**Statement of Cash Flows**  
**For the Year Ended June 30, 2020**

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**Cash Flows From Operating Activities**

Receipts:

Received from customers \$ 10,492,313

Disbursements:

Payments to employees for services (6,396,343)

Payments to suppliers for goods and services (1,042,686)

Net cash provided by operating activities 3,053,284

**Cash Flows From Investing Activities**

Purchase of investments (10,108,557)

Proceeds from sale of investments 9,396,469

Interest on investments 226,593

Net cash used in investing activities (485,495)

**Increase in cash and cash equivalents** 2,567,789

Cash and cash equivalents, beginning balance 9,391,857

**Cash and cash equivalents, ending balance** \$ 11,959,646

**Reconciliation of operating income to net cash provided by operating activities**

Operating income \$ 114,210

Adjustments to reconcile operating income to net cash provided by operating activities:

Depreciation 211,244

Decrease (increase) in:

Accounts receivable 3,439

Prepaid expenses 8,678

Deferred outflows related to OPEB (40,189)

Deferred outflows related to pensions (245,963)

Increase (decrease) in:

Accounts payable 73,032

Accrued salaries and related expenses 62,945

Accrued compensated absences 39,745

Unearned license fees 1,750,100

Pension liability 1,002,302

Other post-employment benefits obligation (214,107)

Deferred inflows related to OPEB 471,641

Deferred inflows related to pensions (183,793)

Net cash provided by operating activities \$ 3,053,284

**Louisiana State Board of Nursing**  
**Department of Health**  
**Notes to Financial Statements**

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**1. History and Summary of Significant Accounting Policies**

***Nature of Operations***

The Louisiana State Board of Nursing (the “Board”) is a state board and component unit of the State of Louisiana reporting entity. The Board was created under the provisions of Louisiana Revised Statutes (R.S.) 37:911. The Board, as provided by R.S. 36:259(E), is under the supervision and control of the Louisiana Department of Health. The board is composed of eight registered nurses appointed by the governor from a list of names submitted by the Louisiana State Nurses Association, one certified registered nurse anesthetist appointed by the governor from a list of names submitted by the Louisiana Association of Nurse Anesthetists, Ltd., and two representatives of the consumers of Louisiana from the state at-large appointed by the governor, neither of whom shall be a nurse. The nine (9) nurses are composed of the following:

1. Two (2) nursing service administrators
2. Three (3) nursing educators
3. Three (3) engaged in other areas of nursing practice
4. One (1) advanced practice registered nurse prescribed by law as a certified registered nurse anesthetist

The Board elects from its members a president, vice president, and alternate officer to carry out the duties and functions of the Board. The three (3) officers serve as the Executive Committee of the Board. The Board is charged with the responsibility of licensing and regulating registered nurses in the State of Louisiana. Act 633 of the 1995 Legislative Session amended the Nurse Practice Act to require licensure of Advanced Practice Registered Nurses (APRNs).

At June 30, 2020, approximately 65,302 registered nurses and 7,395 APRNs were licensed.

As authorized by Louisiana Revised Statute 37:914 E., each member of the Board shall receive \$75.00 a day and reimbursement for actual expenses and mileage at the same rate set by the Division of Administration for state employees under the provisions of R.S. 39:231 for each day in actual attendance at board meetings or for representing the Board in an official board-approved activity.

The Board's office is located in Baton Rouge, Louisiana, and as of June 30, 2020, employed 61 full-time administrative personnel and 10 part-time employees. The Board's operations are funded entirely through annual self-generated revenues.

***Financial Reporting Entity***

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, and the Board provides specific financial benefits to and may impose specific financial burdens on the State of Louisiana. The accompanying basic financial statements present information only as to the transactions of the Louisiana State Board of Nursing.

# Louisiana State Board of Nursing

## Department of Health

### Notes to Financial Statements

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Annually the State of Louisiana issues a basic financial statement which includes the activity contained in the accompanying financial statement. The basic financial statement is issued by the Louisiana Division of Administration – Office of Statewide Reporting and Accounting Policy and audited by the Louisiana Legislative Auditor. These financial statements present only the Board.

#### ***Measurement Focus, Basis of Accounting, and Financial Statement Presentation***

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Net Position, and a Statement of Cash Flows for each major proprietary fund. Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues are user charges and fees, while operating expenses consist of salaries, ordinary maintenance, assessments, indirect costs and depreciation. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

#### ***Net Position***

The Board follows GASB No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. This standard provides guidance for reporting the financial statement elements of deferred outflows of resources and deferred inflows of resources. Deferred outflows represent the consumption of the government's resources that are applicable to a future reporting period. A deferred inflow represents the acquisition of resources that are applicable to a future reporting period.

Because deferred outflows and deferred inflows are, by definition, neither assets nor liabilities, the statement of net assets title is now referred to as the statement of net position. The statement of net position reports net position as the difference between all other elements in a statement of net position and should be displayed in three components—net investment in capital assets, restricted net position (distinguishing between major categories of restrictions), and unrestricted net position.

- Net Investment in Capital Assets - Consists of capital assets including restricted capital assets net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets
- Restricted - Consists of amounts with constraints placed on the use by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation
- Unrestricted - All other amounts that do not meet the definition of "restricted" or "net investment in capital assets"

When both restricted and unrestricted resources are available for use, it is the Board's policy to use restricted resources first, then unrestricted as needed.

**Louisiana State Board of Nursing**  
**Department of Health**  
**Notes to Financial Statements**

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***Use of Estimates***

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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.

***Cash and Cash Equivalents***

For the purpose of the Statement of Net Position and Statement of Cash Flows, cash and cash equivalents include all demand, savings accounts, money market funds and certificates of deposits of the Board with an original maturity of 90 days or less.

***Receivables***

Receivables consist of all revenues earned at year-end but have not been collected at year end. Management monitors the receivable balances and assesses the collectability at year end based upon the historical collections, knowledge of the individual or entity, and the age of the receivable balance. As a result of these reviews, customer balances deemed to be uncollectible are charged to the allowance for doubtful accounts. Management has deemed all accounts collectible at year-end and no allowance has been recorded.

***Fair Value of Financial Instruments***

Investments are reported at amortized cost in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*.

***Capital Assets***

Capital assets with a cost of \$1,000 or more are reported at cost in the statement of net position. Donated assets with an estimated fair value of \$1,000 or more are recorded as capital assets at the date of donation. Repairs and maintenance are expensed as incurred. Depreciation is computed using the straight-line method over the estimated useful lives as follows:

Buildings	40 years
Furniture, fixtures, and equipment	5 – 10 years

***Compensated Absences***

Employees of the Board earn and accumulate vacation and sick leave at varying rates, depending upon their years of service. The amount of vacation and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 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 300 hours plus unused sick leave are used to compute retirement benefits.

The liability for these compensated absences is recorded as noncurrent liabilities. The current portion of this debt cannot be reasonably estimated and accordingly, it is not presented.

***Unearned License Fees***

The Board issues bi-annual license fees to registered nurses and APRN's which results in the accrual of half the collected fees which is presented as a liability on the statement of net position.

# Louisiana State Board of Nursing

## Department of Health

### Notes to Financial Statements

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#### ***Pensions***

For purposes of measuring the Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Louisiana State Employees' Retirement System (LASERS) and Teachers' Retirement System of Louisiana (TRSL) additions to/deductions from LASERS' and TRSL's fiduciary net position have been determined on the same basis as they are reported by LASERS and TRSL, respectively. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

#### ***Other Postemployment Benefits***

The Board adopted GASB Statement No. 75, "*Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*." The requirements of this statement improve the decision-usefulness of information in employer and governmental non-employer contributing entity financial reports and will enhance its value for assessing accountability and inter period equity by requiring recognition of the entire OPEB liability and a more comprehensive measure of OPEB expense.

#### ***New Accounting Pronouncements***

The Government Accounting Standards Board ("GASB") has issued the following Statements which will become effective in future years as shown below:

Statement No. 87, "*Leases*" increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Earlier application is encouraged. Management has not yet determined the effect of this Statement on the financial statements.

Statement No. 89, "*Accounting for Interest Cost Incurred before the End of a Construction Period*" establishes accounting requirements for interest cost incurred before the end of a construction period. Such interest cost includes all interest that previously was accounted for in accordance with the requirements of paragraphs 5-22 of Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements, which are superseded by this Statement. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Management has not yet determined the effect of this Statement on the financial statements.

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**2. Stewardship, Compliance, and Accountability**

By its nature as a state agency, the Board is subject to various state laws and regulations. An analysis of the Board's compliance with significant laws and regulations and demonstration of its stewardship over Board resources follows.

***Fund Accounting Requirements***

The Board complies with all state laws and regulations requiring the use of separate funds. The Board has no legally required separate fund.

***Deposits and Investments Laws and Regulations***

In accordance with state law, all uninsured deposits of the Board in financial institutions must be secured with acceptable collateral valued at the lower of market or par. Acceptable collateral includes certain U.S. Government or Government Agency securities, certain State of Louisiana or political subdivision debt obligations, or surety bonds. As required by 12 U.S.C.A., Section 1823(e), all financial institutions pledging collateral to the Board must have a written collateral agreement approved by the board of directors or loan committee. As reflected in Note 3, all deposits were fully insured or collateralized. Investments are limited by R.S. 49:327 and the Board's investment policy.

**3. Deposits with Financial Institutions**

For reporting purposes, deposits with financial institutions include demand deposits and money market funds. Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits 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. These pledged securities are held in the name of the pledging fiscal agent bank in a holding custodial bank in the form of safekeeping receipts. The Board's cash deposits at June 30, 2020 consisted of the following:

The Board's cash deposits at June 30, 2020 consisted of the following:

	<u>Cash</u>	<u>Money Market</u>	<u>Total</u>
Deposits per statement of net position (reconciled bank balance)	<u>\$ 8,814,676</u>	<u>\$ 3,144,970</u>	<u>\$ 11,959,646</u>
Deposits in bank accounts per bank	<u>\$ 8,940,585</u>	<u>\$ 3,144,970</u>	<u>\$ 12,085,555</u>
Category 3 bank balances:			
Uninsured and uncollateralized	-	-	-
Uninsured and collateralized with securities held by the pledging institution's trust department or agent, in the Board's name	-	-	-
Uninsured and collateralized with securities held by the pledging institution or its agent but not in the Board's name	<u>8,690,585</u>	-	<u>8,690,585</u>
Total category 3 bank balances	<u>\$ 8,690,585</u>	<u>\$ -</u>	<u>\$ 8,690,585</u>

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***Custodial Deposit Risk***

In the case of deposits, this is the risk that in the event of a bank failure, the deposits may not be returned to the Board. As of June 30, 2020, \$8,690,585 of the Board's bank balance of \$8,940,585 was exposed to custodial credit risk because the deposits were uninsured and collateralized with securities held by the pledging institution's trust department or agent but not in the Board's name. The deposits in the money market funds provide daily liquidity and are backed by U.S. Treasury and Government securities and not subject to collateralization.

**4. Investments**

At June 30, 2020, the Board had investments with maturities of less than one year as follows:

	<u>Cost</u>	<u>Fair Value</u>	<u>Credit Quality Rating</u>	<u>Maturity Less Than 1 Year</u>
U.S. Government Obligations	<u>\$ 9,767,000</u>	<u>\$ 9,723,177</u>	Not rated	<u>9,723,177</u>

***Credit Risk***

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a national recognized statistical rating organization. The Board limits this risks by holding all investments in U.S. treasury securities and U.S. agency obligations.

***Concentration of Credit Risk***

Concentration of credit risk is the risk of loss attributed to the magnitude of the Board's investment in a single issuer. The investment policy of the Board contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the State of Louisiana.

***Interest Rate Risk***

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment - the greater the sensitivity of its fair value to changes in market interest rates is. The Board limits its interest rate risk by limiting its investing to securities with terms of one year or less.

**5. Fair Value Measurements**

The fair value measurement accounting literature provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels. Level 1 inputs to the valuation methodology are based on unadjusted quoted prices for identical assets in active markets that the Board has the ability access. Level 2 inputs are based primarily on quoted prices for similar assets in active or inactive markets and/or based on inputs that are derived principally from or corroborated by observable market data. Level 3 inputs are unobservable and are based on assumptions market participants would utilize in pricing the assets.

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The Board uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. The asset's fair value measurement level with the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. When available, valuation techniques maximize the use of observable inputs and minimize the use of unobservable inputs.

The following table sets forth, by level, the Board's assets at fair value as of June 30, 2020:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Cash equivalents				
Money market accounts	\$ -	\$ 3,144,970	\$ -	\$ 3,144,970
Investments				
U.S. Government Obligations	-	9,723,177	-	9,723,177
	<u>\$ -</u>	<u>\$ 12,868,147</u>	<u>\$ -</u>	<u>\$ 12,868,147</u>

## 6. Property and Equipment

Property and equipment consists of the following at June 30, 2020:

	<u>Balance</u>			<u>Balance</u>
	<u>6/30/2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>6/30/2020</u>
Capital assets, not being depreciated				
Land	\$ 1,150,000	\$ -	\$ -	\$ 1,150,000
Capital assets, being depreciated				
Building	4,870,661	-	-	4,870,661
Equipment	886,747	-	-	886,747
Furniture and fixtures	57,533	-	-	57,533
	<u>6,964,941</u>	<u>-</u>	<u>-</u>	<u>6,964,941</u>
Accumulated depreciation	(1,465,479)	(211,244)	-	(1,676,723)
	<u>\$ 5,499,462</u>	<u>\$ (211,244)</u>	<u>\$ -</u>	<u>\$ 5,288,218</u>

Depreciation expense for the year ended June 30, 2020 was \$211,244.

## 7. Commitments

### *Litigation*

There is no pending litigation or claims against the Board at June 30, 2020, which if asserted, in the opinion of the Board's legal advisors, would have at least a reasonable probability of an unfavorable outcome or for which resolution would materially affect the financial statements.

### *Other Matters*

The Board is party to routine claims and legal proceedings arising in the ordinary course of business. All such claims are covered by insurance and, in the opinion of management, the outcome of such actions will have no material impact on the Board's financial condition.

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**8. Noncurrent Liabilities**

The following is a summary of changes in noncurrent liabilities for the year ended June 30, 2020:

	Balance 6/30/2019	Additions	Deductions	Balance 6/30/2020
Accrued compensated absences	\$ 377,432	\$ 74,095	\$ (34,350)	\$ 417,177

Changes in long-term liabilities for Pensions and Other Postemployment Benefits can be found at notes 9 and 10.

**9. Defined Benefit Pension Plans**

**Louisiana State Employees' Retirement System**

***Plan Descriptions/Benefits Provided***

LASERS administers a plan to provide retirement, disability, and survivor benefits to eligible state employees and their beneficiaries as defined in R.S. 11:411-414. The age and years of creditable service ("service") required in order for a member to receive retirement benefits are established by R.S. 11:441 and vary depending on the member's hire date, employer and job classification. Act 992 of the 2010 Regular Legislative Session closed existing sub-plans for members hired before January 1, 2011, and created new subplans for regular members, hazardous duty members, and judges.

The substantial majority of members may retire with full benefits at any age upon completing 30 years of service and at age 60 upon completing 5-10 years of service. Additionally, members may choose to retire with 20 years of service at any age, with an actuarially reduced benefit. Eligibility for retirement benefits and the computation of retirement benefits are provided for in R.S. 11:444.

The basic annual retirement benefit for members is equal to a percentage (between 2.5% and 3.5%) of average compensation multiplied by the number of years of service, generally not to exceed 100% of average compensation. Average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to July 1, 2006, or highest 60 consecutive months of employment for members employed after that date.

A member leaving service before attaining minimum retirement but after completing certain minimum service requirements, generally 10 years, becomes eligible for a benefit provided the member lives to the minimum service retirement age and does not withdraw the accumulated contributions.

Eligibility requirements and benefit computations for disability benefits are provided for in R.S. 11:461. All members with 10 or more years of service or members aged 60 or older regardless of date of hire who become disabled may receive a maximum disability benefit equivalent to the regular retirement formula without reduction by reason of age. Hazardous duty personnel who become disabled in the line of duty will receive a disability benefit equal to 75% of final average compensation.

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Provisions for survivor benefits are provided for in R.S. 11:471-478. Under these statutes, the deceased member who was in state service at the time of death must have a minimum of five years of service, at least two of which were earned immediately prior to death, or who has a minimum of 20 years of service regardless of when earned in order for a benefit to be paid to a minor or handicapped child. Benefits are payable to an unmarried child until age 18 or age 23 if the child remains a full-time student. The minimum service requirement is 10 years for a surviving spouse with no minor children, and benefits are to be paid for life to the spouse or qualified handicapped child.

LASERS has established a Deferred Retirement Option Plan (DROP). When members enter DROP, their status changes from active member to retiree even though they continue to work and draw their salary for a period up to three years. The election is irrevocable once participation begins. During participation, benefits otherwise payable are fixed and deposited in an individual DROP account. Upon leaving DROP, members must choose among available alternatives for the distribution of benefits that have accumulated in their DROP accounts.

***Cost of Living Adjustments***

As fully described in Title 11 of the Louisiana Revised Statutes, LASERS allows for the payment of cost of living adjustments, or COLAs, that are funded through investment earnings when recommended by the board of trustees and approved by the Legislature. These ad hoc COLAs are not considered to be substantively automatic.

***Contributions***

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee. Employer contributions to LASERS for the fiscal year ended June 30, 2020 were \$1,595,622, with active member contributions ranging from 7.5% to 8%, and employer contributions of 40.7%.

***Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions***

At June 30, 2020, the Board reported a liability of \$14,057,305 for its proportionate share of the LASERS net pension liability. The net pension liability for LASERS was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Board's proportion of the net pension liability was based on projections of the Board's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. As of June 30, 2019, the most recent measurement date, the Board's proportion and the change in proportion from the prior measurement date was 0.19403%, or an increase of 0.00253%.

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For the year ended June 30, 2020, the Board recognized a total pension expense of \$2,209,038. The Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 86,316	\$ 29,210
Changes of assumptions	120,457	-
Net difference between projected and actual actual earnings on pension plan investments	485,661	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	378,094	66,757
Employer contributions subsequent to the measurement date	<u>1,595,622</u>	<u>-</u>
	<u>\$ 2,666,150</u>	<u>\$ 95,967</u>

\$1,595,622 reported as deferred outflows of resources related to pensions resulting from Board contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	Amount
2021	\$ 800,241
2022	(141,341)
2023	133,616
2024	182,045

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***Actuarial Assumptions***

The total pension liability for LASERS in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurements:

Valuation date:	June 30, 2019
Actuarial Cost Method:	Entry age normal cost
Estimated remaining service life ("ERSL"):	2 years
Investment rate of return	7.60% per annum
Inflation rate	2.5% per annum
Salary increases, including inflation and merit increases:	3.2% to 13%, including inflation
Cost of living adjustments:	Not substantively automatic
Mortality rate	
Non-disabled members:	Mortality rates based on the RP-2014 Healthy Mortality Table with MP-2018 Mortality Improvement
Disabled members:	Mortality rates based on the RP-2000 Disabled Retiree Mortality Table

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation and an adjustment for the effect of rebalancing/diversification. The target allocation and best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2019 are summarized in the following table:

Asset Class	Expected Portfolio Real Rate of Return
Cash	0.24%
Domestic equity	4.83%
International equity	5.83%
Domestic fixed income	2.79%
International fixed income	4.49%
Alternative investments	8.32%
Risk parity	5.06%
Total fund	6.09%

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***Discount Rate***

The discount rate used to measure the total pension liability was 7.60%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions from participating employers will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

***Sensitivity of the Employer’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate***

The following presents the Employer’s proportionate share of the Net Pension Liability using the discount rate of 7.60%, as well as what the Employer’s proportionate share of the Net Pension Liability would be if it were calculated using a discount rate that is one percentage-point lower (6.60%) or one percentage-point higher (8.60%) than the current rate:

	1.0% Decrease (6.60%)	Current Discount Rate (7.60%)	1.0% Increase (8.60%)
Employer's proportionate share of the net pension liability	\$ 17,742,190	\$ 14,057,305	\$ 10,944,880

***Pension Plan Fiduciary Net Position***

Detailed information about the pension plan’s fiduciary net position is available in the separately issued LASERS 2019 Comprehensive Annual Financial Report at [www.lasersonline.org](http://www.lasersonline.org).

***Payables to the Pension Plan***

At June 30, 2020, the Board reported accrued retirement of \$196,564 for the outstanding amount of employer contributions to the pension plan required for the year ended June 30, 2020. This amount is included as accrued salaries and related expenses on the statement of net position.

**Teachers Retirement System of Louisiana**

***Plan Descriptions/Benefits Provided***

TRSL administers a plan to provide retirement, disability, and survivor benefits to employees who meet the legal definition of a “teacher” as provided for in R.S 11:701. Eligibility for retirement benefits and the calculation of retirement benefits are provided for in R.S. 11:761. Statutory changes closed existing, and created new, sub-plans for members hired on or after January 1, 2011.

Most members are eligible to receive retirement benefits (1) at the age of 60 with five years of service, (2) at the age of 55 with at least 25 years of service, or (3) at any age with at least 30 years of service. Retirement benefits are calculated by applying a percentage ranging from 2% to 3% of final average salary multiplied by years of service. Average compensation is defined as the member’s average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to July 1, 2011, or the highest 60 consecutive months of employment for members employed after that date.

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Under R.S. 11:778 and 11:779, members who have suffered a qualified disability are eligible for disability benefits if employed prior to January 1, 2011, and attained at least five years of service or if employed on or after January 1, 2011, and attained at least 10 years of service. Members employed prior to January 1, 2011, receive disability benefits equal to 2.5% of average compensation multiplied by the years of service, but not more than 50% of average compensation subject to statutory minimums. Members employed on or after January 1, 2011, receive disability benefits equivalent to the regular retirement formula without reduction by reason of age.

Survivor benefits are provided for in R.S. 11:762. In order for survivor benefits to be paid, the deceased member must have been in state service at the time of death and must have a minimum of five years of service, at least two of which were earned immediately prior to death, or must have had a minimum of 20 years of service regardless of when earned in order for a benefit to be paid to a minor or handicapped child. Survivor benefits are equal to 50% of the benefit to which the member would have been entitled if retired on the date of death using a factor of 2.5% regardless of years of service or age, or \$600 per month, whichever is greater. Benefits are payable to an unmarried child until age 18, or age 23 if the child remains a full-time student. The minimum service credit requirement is 10 years for a surviving spouse with no minor children, and benefits are to be paid for life to the spouse or a qualified handicapped child.

TRSL has established a DROP plan. When members enter DROP, their status changes from active member to retiree even though they continue to work and draw their salary for a period up to three years. The election is irrevocable once participation begins. During participation, benefits otherwise payable are fixed and deposited in an individual DROP account. Upon leaving DROP, members must choose among available alternatives for the distribution of benefits that have accumulated in their DROP accounts.

#### ***Cost-of-Living Adjustments***

As fully described in Title 11 of the Louisiana Revised Statutes, the System allows for the payment of permanent benefit increases, also known as cost-of-living adjustments (COLAs) that are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature.

#### ***Contributions***

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee. For those members participating in the TRSL defined contribution ORP, a portion of the employer contributions are used to fund the TRSL defined benefit plans' unfunded accrued liability.

Employer defined benefit plan contributions to TRSL for fiscal year 2020 were \$12,268, with active member contributions of 8% and employer contributions of 22.2% and 25.4% to 26.0% for ORP and defined benefit plan employees, respectively. Non-employer contributing entity contributions to TRSL, which are comprised of ad valorem tax revenue, totaled \$527 for fiscal year 2020, and were recognized as revenue by the Board.

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***Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions***

At June 30, 2020, the LSBN reported a liability of \$128,127 for its proportionate share of the TRSL net pension liability. The net pension liability was measured as of June 30, 2019 and the total pension liability used to calculate the Net Pension Obligation was determined by an actuarial valuation as of that date. The Board's proportion of the net pension liability was based on a projection of the Board's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. As of June 30, 2019, the most recent measurement date, the Board's proportion and the change in proportion from the prior measurement date was 0.00129, a decrease of .00004% from the prior year valuation.

For the year ended June 30, 2020, the Board recognized pension expense of negative \$28,074. At June 30, 2020, the Board reported deferred outflows of resources and deferred inflows of resources related to the TRSL pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>                    </u>	<u>                    </u>
Differences between expected and actual experience	\$ -	\$ 4,004
Changes of assumptions	9,109	-
Net difference between projected and actual earnings on pension plan investments	-	4,742
Changes in proportion and differences between employer contributions and proportionate share of contributions	10,880	140,057
Employer contributions subsequent to the measurement date	12,268	-
	<u>\$ 32,257</u>	<u>\$ 148,803</u>

\$12,268 reported as deferred outflows of resources related to pensions resulting from Board contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

June 30:	Amount
<u>                    </u>	<u>                    </u>
2021	\$ (41,755)
2022	(46,412)
2023	(42,819)
2024	2,172

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***Actuarial Assumptions***

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2019:

Valuation date:	June 30, 2019
Actuarial Cost Method:	Entry age normal cost
Estimated remaining service life ("ERSL"):	5 years
Investment rate of return	7.55% per annum
Inflation rate	2.5% per annum
Salary increases, including inflation and merit increases:	3.3% to 4.8%, including inflation
Cost of living adjustments:	Not substantively automatic
Mortality rate	
Non-disabled members:	Mortality rates based on the RP-2014 Combined Healthy Mortality Table
Disabled members:	Mortality rates based on the RP-2014 Disabled Retiree Mortality Table

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation and an adjustment for the effect of rebalancing/diversification. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2019, are summarized in the following table:

Asset Class	Expected Portfolio Real Rate of Return
Domestic equity	4.60%
International equity	5.70%
Domestic fixed income	1.69%
International fixed income	2.10%
Private equity	8.67%
Other private assets	3.65%

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***Discount Rate***

The discount rate used to measure the total pension liability was 7.55%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

***Sensitivity of the Employer’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate***

The following presents the Employer’s proportionate share of the Net Pension Liability using the discount rate of 7.55%, as well as what the Employer’s proportionate share of the Net Pension Obligation would be if it were calculated using a discount rate that is one percentage-point lower (6.55%) or one percentage-point higher (8.55%) than the current rate:

	1.0% Decrease (6.55%)	Current Discount Rate (7.55%)	1.0% Increase (8.55%)
Employer's proportionate share of the net pension liability	\$ 170,556	\$ 128,127	\$ 92,370

***Support of Non-employer Contributing Entities***

Contributions received by a pension plan from non-employer contributing entities that are not in a special funding situation are recorded as revenue by the respective pension plan. The Board recognizes revenue in an amount equal to their proportionate share of the total contributions to the pension plan from these non-employer contributing entities. During the year ended June 30, 2020, the Board recognized revenue as a result of support received from non-employer contributing entities of \$527 for its participation in TRSL.

***Pension Plan Fiduciary Net Position***

Detailed information about the pension plan’s fiduciary net position is available in the separately issued TRSL 2019 Comprehensive Annual Financial Report at [www.trsl.org](http://www.trsl.org).

***Payables to the Pension Plan***

At June 30, 2020 the Board included \$2,424 in accounts payable for employer retirement plan payable.

**10. Other Post-Employment Benefits Plan**

***Plan Description***

The Office of Group Benefits (“OGB”) administers the State of Louisiana’s post-retirement benefits plan – a defined benefit, multiple-employer other postemployment benefit plan (“OPEB”). OPEB provides medical, prescription drug, and life insurance benefits to retirees, disabled retirees, and their eligible beneficiaries through premium subsidies. Current employees, who participate in an OGB health plan , while active, are eligible for plan benefits if they are enrolled in the OGB health plan immediately before the date of retirement and retire under one of the state sponsored retirement systems (Louisiana State Employees’ Retirement System, Teachers’ Retirement System of Louisiana, Louisiana School

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Employees’ Retirement System, or Louisiana State Police Retirement System,) or they retire from a participating employer that meets the qualifications in the Louisiana Administrative Code 32:3.303. Benefit provisions are established under R.S. 42:851 for health insurance benefits and R.S. 42:821 for life insurance benefits. The obligations of the plan members, employer(s), and other contributing entities to contribute to the plan are established or may be amended under the authority of R.S. 42:802.

There are no assets accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement 75. Effective July 1, 2008, an OPEB trust fund was statutorily established; however, this plan is not administered as a trust and no plan assets have been accumulated as of June 30, 2020. The plan is funded on a “pay-as-you-go basis” under which the contributions to the plan are generally made at about the same time and in about the same amount as benefit payments become due.

Employer contributions are based on plan premiums and the employer contribution percentage. Premium amounts vary depending on the health plan selected and if the retired member has Medicare coverage. OGB offers retirees four self-insured healthcare plans and one fully insured plan. Retired employees who have Medicare Part A and Part B coverage also have access to four fully insured Medicare Advantage plans.

The employer contribution percentage is based on the date of participation in an OGB plan and employee years of service at retirement. Employees who begin participation or rejoin the plan before January 1, 2002, pay approximately 25% of the cost of coverage (except single retirees under age 65, who pay approximately 25% of the active employee cost). For those beginning participation or rejoining on or after January 1, 2002, the percentage of premiums contributed by the employer and retiree is based on the following schedule:

<u>Service</u>	<u>Employer Percentage</u>	<u>Employee Percentage</u>
Under 10 years	19%	81%
10-14 years	38%	62%
15-19 years	56%	44%
20+ years	75%	25%

In addition to healthcare benefits, retirees may elect to receive life insurance benefits. Basic and supplemental life insurance is available for the individual retirees and spouses of retirees subject to maximum values. Employers pay approximately 50% of monthly premiums for individual retirees. The retiree is responsible for 100% of the premium for dependents. Effective January 1, 2018, the total monthly premium for retirees varies according to age group.

***Total Collective OPEB Liability and Changes in Total Collective OPEB Liability***

At June 30, 2020, the Board reported a liability of \$4,818,465 for its proportionate share of the total collective OPEB liability. The total collective OPEB liability was measured as of July 1, 2019, and was determined by an actuarial valuation as of that date. The Board’s proportionate share of the total collective OPEB liability at June 30, 2019, totaling \$5,032,572.

**Louisiana State Board of Nursing**  
**Department of Health**  
**Notes to Financial Statements**

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The Board’s proportionate share percentage is based on the employer’s individual OPEB actuarial accrued liability in relation to the total OPEB actuarial accrued liability for all participating entities included in the State of Louisiana reporting entity. At June 30, 2020, the Board’s proportion was 0.06240%, an increase of .00340% from the prior year valuation.

The total collective OPEB liability in the July 1, 2019 actuarial valuation was determined using the following actuarial methods, assumptions, and other inputs applied to all periods included in the measurement, unless otherwise specified:

- Actuarial cost method – entry age normal, level percentage of pay
- Estimated remaining service lives – 4.48
- Inflation rate – Consumer Price Index (CPI) 2.8%
- Salary increase rate – consistent with the State of Louisiana’s pension plan
- Discount rate – 2.79% based on June 30, 2019 Standard & Poor’s 20-year municipal bond index rate
- Mortality rates – based on the RP-2014 Combined Healthy Mortality Table, or RP-2014 Disabled Retiree Mortality Table; both tables projected on a fully generational basis by Mortality Improvement Scale MP-2018.
- Healthcare cost trend rates – 7% for pre-Medicare eligible employees grading down by 0.25% each year, beginning in 2020-2021, to an ultimate rate of 4.5% in 2029; 5.5% for post-Medicare eligible employees grading down by 0.25% each year, beginning in 2020-2021, to an ultimate rate of 4.5% in 2023-2024 and thereafter; the initial trend was developed using the National Health Care Trend Survey; the ultimate trend was developed using a building block approach which considers the Consumer Price Index, gross domestic product, and technology growth.

Changes of assumptions and other inputs reflect a change in the discount rate from 2.98% as of July 1, 2018, to 2.79% as of July 1, 2019.

***Sensitivity of the Proportionate Share of the Total Collective OPEB Liability to Changes in the Discount Rate***

The following presents the Board’s proportionate share of the total collective OPEB liability using the current discount rate as well as what the Board’s proportionate share of the total collective OPEB liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate:

	1.0% Decrease (1.79%)	Current Discount Rate (2.79%)	1.0% Increase (3.79%)
Proportionate share of total collective OPEB liability	<u>\$ 5,783,528</u>	<u>\$ 4,818,465</u>	<u>\$ 4,065,843</u>

**Louisiana State Board of Nursing**  
**Department of Health**  
**Notes to Financial Statements**

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***Sensitivity of the Proportionate Share of the Total Collective OPEB Liability to Changes in the Healthcare Cost Trend Rates***

The following presents the Board's proportionate share of the total collective OPEB liability using the current healthcare cost trend rates as well as what the Board's proportionate share of the total collective OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage-point lower or one percentage-point higher than the current rates:

	1.0% Decrease (6.00%)	Current Trend Rate (7.00%)	1.0% Increase (8.00%)
Proportionate share of total collective OPEB liability	<u>\$ 4,014,879</u>	<u>\$ 4,818,465</u>	<u>\$ 5,869,923</u>

***OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB***

For the year ended June 30, 2020, the Board recognized OPEB expense of \$308,222. At June 30, 2020, the Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 58,266	\$ 16,583
Changes in assumptions	-	776,744
Net difference between projected and actual earnings on OPEB plan investments	-	-
Changes in proportion and differences between Employer contributions and proportionate share of contributions	913,468	142,512
Employer contributions subsequent to the measurement date	90,877	-
	<u>\$ 1,062,611</u>	<u>\$ 935,839</u>

**Louisiana State Board of Nursing**  
**Department of Health**  
**Notes to Financial Statements**

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Deferred outflows of resources related to OPEB resulting from the Board’s benefit payments subsequent to the measurement date will be recognized as a reduction of the total collective OPEB liability in the next fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Period Ended:</u>	<u>Amount</u>
6/30/2021	\$ 9,960
6/30/2022	61,435
6/30/2023	9,488
6/30/2024	(44,988)
	<u>\$ 35,895</u>

***Payables to the OPEB Plan***

At June 30, 2020 the Board reported no payable to the OPEB plan.

**11. Risk Management**

The Board is exposed to various risks of loss related to torts; theft of damage to, and destruction of assets; errors and omissions, injuries to employees; employee health and life; and natural disasters.

The Board manages these various risks of loss as follows:

<u>Type of Loss</u>	<u>Method Managed</u>	<u>Risk Retained</u>
Torts, errors and omissions	Purchased insurance with Louisiana Office of Risk Control Management public entity risk pool	None
Injuries to employees (workers' compensation)	Participates in Louisiana Office of Risk Management public entity risk pool	None
Physical property loss and natural disasters	Purchased insurance with Louisiana Office of Risk Management public entity risk pool	None
Health and Life	Participates in Louisiana Office of Group Benefits Plan	None

Management believes such coverage is sufficient to preclude any significant uninsured losses to the Board. Settled claims have not exceeded this insurance coverage in any of the past three fiscal years.

***Public Entity Risk Pool***

The Board participates in the Louisiana State Office of Risk Management (public entity risk pool), which is responsible for negotiating, compromising and settling all claims including all tort claims against the Board.

**Louisiana State Board of Nursing**  
**Department of Health**  
**Notes to Financial Statements**

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**12. Compensation Paid to Board Members**

The schedule of per diem payments to Board Members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. As authorized by Louisiana Revised Statute 32:772, each member of the Board shall be reimbursed when actually in attendance at a board meeting or when required to travel for the official authorized business of the Board, and such reimbursement shall not exceed \$75.00 per day.

<u>Commissioner</u>	<u>Meetings / Official Business</u>	<u>Amount</u>
Bonanno, Laura	17	\$ 1,275
Carruth, Ann	12	900
Cotita, Timothy	14	1,050
Couvillon, Jennifer	11	825
Hill, Jaqueline	8	600
Kindall, Tavell	17	1,275
Manning, Jennifer	15	1,125
Moffatt, Tracey	8	600
Saunders, Susan	4	300
Wiggins, Jamie	12	900
	<u>118</u>	<u>\$ 8,850</u>

**13. Subsequent Events**

Management has evaluated subsequent events through September 30, 2020, which is the date the financial statements were available to be issued.

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*Required Supplementary Information*

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# Louisiana State Board of Nursing

## Department of Health

### Schedule of Employer's Proportionate Share of the Total Collective OPEB Liability For the Year Ended June 30, 2020

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<u>Fiscal Year*</u>	<u>Proportion of the Total Collective OPEB Liability</u>	<u>Proportionate Share of the Total Collective OPEB Liability</u>	<u>Covered Employee Payroll</u>	<u>Proportionate Share of the Total Collective OPEB Liability as a Percentage of the Covered Employee Payroll</u>
2017	0.04580%	\$ 4,155,776	\$ 2,836,486	146.51%
2018	0.04580%	3,980,716	3,518,637	113.13%
2019	0.05900%	5,032,572	3,039,350	165.58%
2020	0.06240%	4,818,465	3,282,931	146.77%

\* Amounts presented were determined as of the measurement date (previous fiscal year end).

*This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.*

**Louisiana State Board of Nursing**  
**Department of Health**  
**Schedule of Employer's Share of Net Pension Liability**  
**For the Year Ended June 30, 2020**

<u>Fiscal Year*</u>	<u>Proportion of the Net Pension Liability</u>	<u>Proportionate Share of the Net Pension Liability</u>	<u>Covered Employee Payroll</u>	<u>Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
Louisiana State Employees' Retirement System (LASERS)					
2015	0.14939%	\$ 9,341,070	\$ 2,657,568	351%	65.0%
2016	0.15196%	10,335,574	2,752,158	376%	62.7%
2017	0.17440%	13,695,007	3,045,413	450%	57.7%
2018	0.17879%	12,584,724	3,217,225	391%	62.5%
2019	0.19150%	13,059,888	3,427,286	381%	64.3%
2020	0.19403%	14,057,305	3,759,367	374%	62.9%
Teachers' Retirement System of Louisiana (TRSL)					
2015	0.00326%	\$ 333,321	\$ 135,959	245%	63.7%
2016	0.00332%	356,976	135,958	263%	62.5%
2017	0.00342%	401,405	146,312	274%	59.9%
2018	0.00342%	350,716	147,659	238%	65.6%
2019	0.00125%	123,243	91,351	135%	68.2%
2020	0.00129%	128,127	59,187	216%	68.6%

\* Amounts presented were determined as of the measurement date (previous fiscal year end)

*This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.*

**Louisiana State Board of Nursing**  
**Department of Health**  
**Schedule of Employer's Pension Contributions**  
**For the Year Ended June 30, 2020**

<u>Fiscal Year*</u>	<u>Statutorily Required Contribution</u>	<u>Contributions in Relation to the Statutorily Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Employee Payroll</u>	<u>Contributions as a Percentage of Covered Employee Payroll</u>
Louisiana State Employees' Retirement System (LASERS)					
2015	\$ 1,007,632	\$ 1,007,632	\$ -	\$ 2,752,168	36.6%
2016	1,145,242	1,145,242	-	3,045,413	37.6%
2017	1,158,587	1,158,587	-	3,217,225	36.0%
2018	1,297,331	1,297,331	-	3,427,286	37.9%
2019	1,426,193	1,426,193	-	3,759,367	37.9%
2020	1,595,622	1,595,622	-	3,920,447	40.7%
Teachers' Retirement System of Louisiana (TRSL)					
2015	\$ 38,418	\$ 38,418	\$ -	\$ 135,958	28.3%
2016	38,771	38,771	-	146,312	26.5%
2017	37,951	37,951	-	147,659	25.7%
2018	24,296	24,296	-	91,351	26.6%
2019	15,803	15,803	-	59,187	26.7%
2020	12,268	12,268	-	47,185	26.0%

\* Amounts presented were determined as of the end of the fiscal year.

*This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.*

**Louisiana State Board of Nursing**  
**Department of Health**  
**Notes to Required Supplementary Information**  
**For the Year Ended June 30, 2020**

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**Pension Schedules**

***Changes of Benefit Terms***

A 1.5% COLA, effective July 1, 2014, provided by Act 102 of the 2014 Louisiana Regular Legislative Session, and improved benefits for certain members employed by the Office of Adult Probation and Parole within the Department of Public Safety and Corrections as established by Act 852 of 2014.

***Changes of Assumptions***

The discount rate used in actuarial assumptions decreased from 7.65% in the June 30, 2018 to 7.55% in the June 30, 2019 valuation.

***Measurement Date***

The amounts presented within the Schedule of Employer's Share of Net Pension Liability have a measurement date of the previous fiscal year end.

**OPEB Schedules**

There are no assets accumulated in a trust that meets the requirements in paragraph 4 of GASB Statement 75 to pay related benefits.

***Changes of Assumptions***

The discount rate has been decreased from 2.98% to 2.79% since the previous valuation. Under GASB 75, unfunded plans are required to use a discount rate that reflects the 20-year tax-exempt municipal bond yield or index rate.

***Changes in Population***

For the July 1, 2018 and July 1, 2019 valuation dates, the Board had sixty and sixty one active employees, respectively.

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*Reports Required by  
Government Auditing Standards*

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**Independent Auditors' 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***

To the Board Members of the  
Louisiana State Board of Nursing  
Department of Health  
Baton Rouge, 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 Louisiana State Board of Nursing, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Louisiana State Board of Nursing's basic financial statements, and have issued our report thereon dated September 30, 2020.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Louisiana State Board of Nursing's internal control over financial reporting (internal control) to determine the 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 Louisiana State Board of Nursing's internal control. Accordingly, we do not express an opinion on the effectiveness of the Louisiana State Board of Nursing' 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 may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Louisiana State Board of Nursing'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 determination of financial statement amounts. 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.



Covington, Louisiana  
September 30, 2020

**Louisiana State Board of Nursing**  
**Department of Health**  
**Schedule of Findings**  
**For the Year Ended June 30, 2020**

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**A. Summary of Auditor's Reports**

a. Financial Statements

Type of auditor's report issued: Unmodified

b. Internal control over financial reporting:

Material weaknesses identified \_\_\_\_\_ yes       ✓       no

Significant deficiencies identified not  
considered to be material weaknesses \_\_\_\_\_ yes       ✓       none noted

c. Noncompliance material to financial  
statements noted \_\_\_\_\_ yes       ✓       no

**B. Findings in Accordance with *Government Auditing Standards***

None noted.

**Louisiana State Board of Nursing**  
**Department of Health**  
**Schedule of Prior Year Findings**  
**For the Year Ended June 30, 2020**

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**A. Findings in Accordance with *Government Auditing Standards***

None noted.

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*Annual Fiscal Report*

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**ANNUAL FISCAL REPORT (AFR)  
FOR 2020**

AGENCY: 7-15-27 - Louisiana State Board of Nursing

PREPARED BY: --

PHONE NUMBER: --

EMAIL ADDRESS: --

SUBMITTAL DATE: --

**STATEMENT OF NET POSITION**

**ASSETS**

**CURRENT ASSETS:**

CASH AND CASH EQUIVALENTS	11,959,646.00
INVESTMENTS:	
OTHER INVESTMENTS	9,723,177.00
RESTRICTED INVESTMENTS - CURRENT	0.00
RECEIVABLES (NET):	
RECEIVABLES - EMPLOYER CONTRIBUTION	
RECEIVABLES - EMPLOYER CONTRIBUTION (GROSS)	0.00
RECEIVABLES - EMPLOYER CONTRIBUTION (ALLOWANCE FOR UNCOLLECTIBLES)	0.00
RECEIVABLES - TUITION AND FEES	
RECEIVABLES - TUITION AND FEES (GROSS)	0.00
RECEIVABLES - TUITION AND FEES (ALLOWANCE FOR UNCOLLECTIBLES)	0.00
RECEIVABLES - OTHER	
RECEIVABLES - OTHER (GROSS)	2,351.00
RECEIVABLES - OTHER (ALLOWANCE FOR UNCOLLECTIBLES)	0.00
PLEDGES RECEIVABLE (NET) - CURRENT	0.00
LEASES RECEIVABLE - CURRENT	0.00
DERIVATIVE INSTRUMENTS	0.00
DUE FROM OTHER FUNDS	0.00
DUE FROM FEDERAL GOVERNMENT	0.00
INVENTORIES	0.00
PREPAYMENTS	13,099.00
NOTES RECEIVABLE - CURRENT	0.00
OTHER CURRENT ASSETS	0.00
<b>TOTAL CURRENT ASSETS</b>	<b>\$21,698,273.00</b>

**NONCURRENT ASSETS:**

**RESTRICTED ASSETS:**

RESTRICTED CASH - NONCURRENT	0.00
RESTRICTED INVESTMENTS - NONCURRENT	0.00
RESTRICTED RECEIVABLES	0.00
RESTRICTED NOTES RECEIVABLE	0.00
OTHER RESTRICTED ASSETS	0.00
INVESTMENTS - NONCURRENT	0.00
RECEIVABLES (NET) - NONCURRENT:	
NON-CURRENT RECEIVABLES - EMPLOYER CONTRIBUTIONS	0.00
NON-CURRENT RECEIVABLES - TUITION AND FEES	0.00
NON-CURRENT RECEIVABLES - OTHER	0.00
NOTES RECEIVABLE - NONCURRENT	0.00
PLEDGES RECEIVABLE - NONCURRENT	0.00
LEASES RECEIVABLE - NONCURRENT	0.00
CAPITAL ASSETS:	
LAND	1,150,000.00
BUILDING & IMPROVEMENTS	
BUILDINGS AND IMPROVEMENTS (GROSS)	4,870,661.00
BUILDING & IMPROVEMENTS (ACCUMULATED DEPRECIATION)	(943,063.00)
MACHINERY & EQUIPMENT	
MACHINERY AND EQUIPMENT (GROSS)	944,280.00
MACHINERY & EQUIPMENT (ACCUMULATED DEPRECIATION)	(733,660.00)
INFRASTRUCTURE	

**ANNUAL FISCAL REPORT (AFR)  
FOR 2020**

AGENCY: 7-15-27 - Louisiana State Board of Nursing

PREPARED BY: --

PHONE NUMBER: --

EMAIL ADDRESS: --

SUBMITTAL DATE: --

INFRASTRUCTURE (GROSS)	0.00
INFRASTRUCTURE (ACCUMULATED DEPRECIATION)	0.00
INTANGIBLE ASSETS	
INTANGIBLE ASSETS (GROSS)	0.00
INTANGIBLE ASSETS (ACCUMULATED AMORTIZATION)	0.00
CONSTRUCTION IN PROGRESS	0.00
OTHER NONCURRENT ASSETS	0.00
<b>TOTAL NONCURRENT ASSETS</b>	<b>\$5,288,218.00</b>
<b>TOTAL ASSETS</b>	<b>\$26,986,491.00</b>

**DEFERRED OUTFLOWS OF RESOURCES**

ACCUMULATED DECREASE IN FAIR VALUE OF HEDGING DERIVATIVE INSTRUMENTS	0.00
DEFERRED AMOUNTS ON DEBT REFUNDING	0.00
ADJUSTMENT OF CAPITAL LEASE OBLIGATIONS	0.00
GRANTS PAID PRIOR TO MEETING TIME REQUIREMENTS	0.00
INTRA-ENTITY TRANSFER OF FUTURE REVENUES	0.00
LOSSES FROM SALE-LEASEBACK TRANSACTIONS	0.00
DIRECT LOAN ORIGINATION COSTS FOR MORTGAGE LOANS HELD FOR SALE	0.00
ASSET RETIREMENT OBLIGATIONS	0.00
OPEB-RELATED DEFERRED OUTFLOWS OF RESOURCES	1,062,611.00
PENSION-RELATED DEFERRED OUTFLOWS OF RESOURCES	2,698,407.00
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$3,761,018.00</b>

**LIABILITIES**

**CURRENT LIABILITIES:**

ACCOUNTS PAYABLE	
SALARIES, WAGES & RELATED BENEFITS	465,850.00
TRAVEL & TRAINING	0.00
OPERATING SERVICES	227,776.00
PROFESSIONAL SERVICES	0.00
SUPPLIES	0.00
GRANTS & PUBLIC ASSISTANCE	0.00
OTHER CHARGES	0.00
CAPITAL OUTLAY	0.00
ACCRUED INTEREST	0.00
DERIVATIVE INSTRUMENTS	0.00
DUE TO OTHER FUNDS	0.00
DUE TO FEDERAL GOVERNMENT	0.00
UNEARNED REVENUES	4,364,700.00
AMOUNTS HELD IN CUSTODY FOR OTHERS	0.00
OTHER CURRENT LIABILITIES	0.00

**CURRENT PORTION OF LONG-TERM LIABILITIES:**

CONTRACTS PAYABLE	0.00
COMPENSATED ABSENCES PAYABLE	0.00
CAPITAL LEASE OBLIGATIONS	0.00
NOTES PAYABLE	0.00
BONDS PAYABLE	0.00
POLLUTION REMEDIATION OBLIGATIONS	0.00
ESTIMATED LIABILITY FOR CLAIMS	0.00
OPEB LIABILITY	90,877.00
OTHER LONG-TERM LIABILITIES	0.00
<b>TOTAL CURRENT LIABILITIES</b>	<b>\$5,149,203.00</b>

**ANNUAL FISCAL REPORT (AFR)  
FOR 2020**

AGENCY: 7-15-27 - Louisiana State Board of Nursing

PREPARED BY: --

PHONE NUMBER: --

EMAIL ADDRESS: --

SUBMITTAL DATE: --

**NONCURRENT PORTION OF LONG-TERM LIABILITIES:**

CONTRACTS PAYABLE	0.00
COMPENSATED ABSENCES PAYABLE	417,177.00
CAPITAL LEASE OBLIGATIONS	0.00
NOTES PAYABLE	0.00
BONDS PAYABLE	0.00
POLLUTION REMEDIATION OBLIGATIONS	0.00
ESTIMATED LIABILITY FOR CLAIMS	0.00
OPEB LIABILITY	4,727,588.00
NET PENSION LIABILITY	14,185,433.00
OTHER LONG-TERM LIABILITIES	0.00
<b>TOTAL LONG-TERM LIABILITIES</b>	<b>\$19,330,198.00</b>
<b>TOTAL LIABILITIES</b>	<b>\$24,479,401.00</b>

**DEFERRED INFLOWS OF RESOURCES**

ACCUMULATED INCREASE IN FAIR VALUE OF HEDGING DERIVATIVE INSTRUMENTS	0.00
DEFERRED AMOUNTS ON DEBT REFUNDING	0.00
ADJUSTMENT OF CAPITAL LEASE OBLIGATIONS	0.00
GRANTS RECEIVED PRIOR TO MEETING TIME REQUIREMENTS	0.00
SALES/INTRA-ENTITY TRANSFER OF FUTURE REVENUES	0.00
GAINS FROM SALE-LEASEBACK TRANSACTIONS	0.00
SPLIT INTEREST AGREEMENTS	0.00
POINTS RECEIVED ON LOAN ORIGATION	0.00
LOAN ORIGATION FEES RECEIVED FOR MORTGAGE LOANS HELD FOR SALE	0.00
OPEB-RELATED DEFERRED INFLOWS OF RESOURCES	935,839.00
PENSION-RELATED DEFERRED INFLOWS OF RESOURCES	244,770.00
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>\$1,180,609.00</b>

**NET POSITION:**

NET INVESTMENT IN CAPITAL ASSETS	5,288,218.00
RESTRICTED FOR:	
CAPITAL PROJECTS	0.00
UNEMPLOYMENT COMPENSATION	0.00
ENDOWMENTS - EXPENDABLE	0.00
ENDOWMENTS - NONEXPENDABLE	0.00
DEBT SERVICE	0.00
OTHER PURPOSES	0.00
UNRESTRICTED	<b>\$(200,719.00)</b>
<b>TOTAL NET POSITION</b>	<b>\$5,087,499.00</b>

**ANNUAL FISCAL REPORT (AFR)  
FOR 2020**

AGENCY: 7-15-27 - Louisiana State Board of Nursing

PREPARED BY: --

PHONE NUMBER: --

EMAIL ADDRESS: --

SUBMITTAL DATE: --

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**

**OPERATING REVENUES:**

SALES OF COMMODITIES & SERVICES	0.00
ASSESSMENTS	0.00
USE OF MONEY & PROPERTY	0.00
LICENSES, PERMITS & FEES	8,656,292.00
FEDERAL GRANTS & CONTRACTS	0.00
OTHER	82,482.00
<b>TOTAL OPERATING REVENUES</b>	<b>\$8,738,774.00</b>

**OPERATING EXPENSES:**

COST OF SALES & SERVICES	0.00
ADMINISTRATIVE	8,413,320.00
DEPRECIATION	211,244.00
AMORTIZATION	0.00
UNEMPLOYMENT INSURANCE BENEFITS (only used for the Unemployment Trust Fund)	0.00
<b>TOTAL OPERATING EXPENSES</b>	<b>\$8,624,564.00</b>

**OPERATING INCOME (LOSS) \$114,210.00**

**NONOPERATING REVENUES(EXPENSES)**

NON-OPERATING INTERGOVERNMENTAL REVENUES	0.00
NON-OPERATING INTERGOVERNMENTAL EXPENSES	0.00
GAIN ON SALE OF CAPITAL ASSETS	0.00
LOSS ON SALE OF CAPITAL ASSETS	0.00
FEDERAL GRANTS	0.00
INTEREST EXPENSE	0.00
OTHER NON-OPERATING REVENUES	226,593.00
OTHER NON-OPERATING EXPENSES	0.00
<b>TOTAL NONOPERATING REVENUES (EXPENSES)</b>	<b>\$226,593.00</b>

**INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS \$340,803.00**

CAPITAL CONTRIBUTIONS	0.00
TRANSFERS IN	0.00
TRANSFERS OUT	0.00

**CHANGE IN NET POSITION \$340,803.00**

NET POSITION - BEGINNING	<b>\$4,746,696.00</b>
NET POSITION - RESTATEMENT	0.00

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NET POSITION - ENDING

**\$5,087,499.00**

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**STATEMENT OF CASH FLOWS**

CASH FLOWS FROM OPERATING ACTIVITIES:

RECEIPTS FROM CUSTOMERS	10,492,313.00
RECEIPTS FROM INTERFUND SERVICES PROVIDED	0.00
RECEIPTS FROM INTERFUND REIMBURSEMENTS	0.00
RECEIPTS OF PRINCIPAL/INTEREST FROM LOAN PROGRAMS	0.00
OTHER OPERATING RECEIPTS	0.00
PAYMENTS TO SUPPLIERS & SERVICE PROVIDERS	(1,042,686.00)
PAYMENTS FOR LOANS MADE UNDER LOAN PROGRAMS	0.00
PAYMENTS TO EMPLOYEES FOR SERVICES	(6,396,343.00)
PAYMENTS FOR INTERFUND SERVICES USED	0.00
PAYMENTS FOR SCHOLARSHIPS AND FELLOWSHIPS	0.00
OTHER OPERATING PAYMENTS	0.00
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>\$3,053,284.00</b>

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

PROCEEDS FROM THE ISSUANCE OF NON-CAPITAL DEBT	0.00
RECEIPTS FROM OPERATING GRANTS	0.00
RECEIPTS FOR PRINCIPAL AND INTEREST DEBT SERVICE	0.00
RECEIPTS FROM OTHER FUNDS	0.00
PAYMENTS FOR PRINCIPAL ON NON-CAPITAL DEBT	0.00
PAYMENTS FOR INTEREST ON NON-CAPITAL DEBT	0.00
PAYMENTS FOR GRANTS AND SUBSIDIES	0.00
PAYMENTS TO OTHER FUNDS	0.00
<b>NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES</b>	<b>\$0.00</b>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

PROCEEDS FROM THE ISSUANCE OF CAPITAL DEBT	0.00
RECEIPTS FROM CAPITAL GRANTS	0.00
PROCEEDS FROM THE SALE OF CAPITAL ASSETS	0.00
PAYMENTS TO ACQUIRE, CONSTRUCT & IMPROVE CAPITAL ASSETS	0.00
PAYMENTS FOR PRINCIPAL ON CAPITAL DEBT	0.00
PAYMENTS FOR INTEREST ON CAPITAL DEBT	0.00
<b>NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<b>\$0.00</b>

CASH FLOWS FROM INVESTING ACTIVITIES:

PURCHASES OF INVESTMENTS	(10,108,557.00)
PROCEEDS FROM THE SALE OF INVESTMENTS	9,396,469.00
INTEREST AND DIVIDENDS	226,593.00
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<b>\$(485,495.00)</b>

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NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS	\$2,567,789.00
CASH & CASH EQUIVALENTS AT BEGINNING OF YEAR	9,391,857.00
RESTATEMENT OF BEGINNING CASH AND CASH EQUIVALENTS	0.00
CASH & CASH EQUIVALENTS AT END OF YEAR	\$11,959,646.00

RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:

OPERATING INCOME (LOSS) **\$114,210.00**

ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:

DEPRECIATION/AMORTIZATION	211,244.00
PROVISION FOR UNCOLLECTIBLE ACCOUNTS	0.00
NONEMPLOYER CONTRIBUTING ENTITY REVENUE	0.00
OTHER	0.00
(INCREASE)/DECREASE IN ACCOUNTS RECEIVABLE	3,439.00
(INCREASE)/DECREASE IN DUE FROM OTHER FUNDS	0.00
(INCREASE)/DECREASE IN PREPAYMENTS	8,678.00
(INCREASE)/DECREASE IN INVENTORIES	0.00
(INCREASE)/DECREASE IN OTHER ASSETS	0.00
(INCREASE)/DECREASE IN DEFERRED OUTFLOWS RELATED TO OPEB	(40,189.00)
(INCREASE)/DECREASE IN DEFERRED OUTFLOWS RELATED TO PENSIONS	(245,963.00)
INCREASE/(DECREASE) IN ACCOUNTS PAYABLE & ACCRUALS	135,977.00
INCREASE/(DECREASE) IN COMPENSATED ABSENCES	39,745.00
INCREASE/(DECREASE) IN DUE TO OTHER FUNDS	0.00
INCREASE/(DECREASE) IN UNEARNED REVENUES	1,750,100.00
INCREASE/(DECREASE) IN OPEB LIABILITY	(214,107.00)
INCREASE/(DECREASE) IN NET PENSION LIABILITY	1,002,302.00
INCREASE/(DECREASE) IN OTHER LIABILITIES	0.00
INCREASE/(DECREASE) IN DEFERRED INFLOWS RELATED TO OPEB	471,641.00
INCREASE/(DECREASE) IN DEFERRED INFLOWS RELATED TO PENSIONS	(183,793.00)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$3,053,284.00

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**STATEMENT OF CASH FLOWS  
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES**

<b>Description</b>	<b>Amount</b>
BORROWING UNDER CAPITAL LEASE(S)	0.00
GAIN ON DISPOSAL OF CAPITAL ASSETS	0.00
LOSS ON DISPOSAL OF CAPITAL ASSETS	0.00
CONTRIBUTIONS OF CAPITAL ASSETS	0.00
<b>OTHER (specify below):</b>	0.00

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**DEPOSITS WITH FINANCIAL INSTITUTIONS (BANK BALANCES)**

	<b>Total Deposits (Bank Balance)</b>	<b>Uninsured and Uncollateralized (Bank Balance)</b>	<b>Uninsured and Collateralized with Securities Held by the Pledging Institution (Bank Balance)</b>	<b>Uninsured and Collateralized with Securities Held by the Pledging Institution's Trust Dept. or Agent but not in the Agency's Name (Bank Balance)</b>
Cash	8,940,585.00	0.00	0.00	8,690,585.00
Non-Negotiable Certificates of Deposits	0.00	0.00	0.00	0.00
Money Market Demand Accounts*	3,144,970.00	0.00	0.00	0.00
<b>Total</b>	<b>\$12,085,555.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$8,690,585.00</b>

Do NOT include any cash or CD's on deposit with the State Treasurer

\*DOES NOT Include Money Market Mutual Funds

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**INVESTMENTS**

<b>Type of Investment</b>	<b>Value</b>	<b>Fair Market Value Hierarchy</b>	<b>Valuation Techniques</b>	<b>Custodial Credit Risk</b>	<b>Credit Risk</b>	<b>Interest Rate Risk</b>
US Government Obligations (including Fannie Mae & Freddie Mac) < 12 Months to Maturity at Purchase Date	\$9,723,177.00			Not Applicable		
<b>Totals</b>	<b>\$9,723,177.00</b>					

Investments should be listed according to their investment type, FMV hierarchy if applicable, and risk disclosures as applicable

Note: Investment types may be used multiple times depending on their FMV hierarchy and applicable risk disclosures.

See the cash & investment note section of the instructions for details on completing this note.

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**CHANGES IN VALUATION TECHNIQUES**

Type of Investment	Current Year Valuation Technique	Prior Year Valuation Technique	Reason For Change
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GASB Statement No. 72 requires governments to use valuation techniques in assessing the fair value of investments. Per the standard, these valuation techniques should be applied consistently across accounting periods. However, when a government determines that another measurement is more representative of fair value, a change of valuation technique is permitted and disclosure is required.



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**ASSET RETIREMENT OBLIGATION (ARO)**

Describe the ARO and associated tangible capital assets, as well as the source of obligations:

What are the methods and assumptions used to measure the liabilities?

What are the estimated remaining useful life of the tangible capital assets?

How are any legally required funding and assurance provisions associated with AROs being met?

List the amount of asset restricted for payments of the liabilities: 0.00

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**SCHEDULE OF CAPITAL ASSETS (INCLUDES CAPITAL LEASES)**

	<b>Beginning Balance</b>	<b>Prior Period Adjustments</b>	<b>Restated Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>
<b>Capital assets not depreciated:</b>						
Land	1,150,000.00	0.00	\$1,150,000.00	0.00	0.00	\$1,150,000.00
Construction in progress	0.00	0.00	\$0.00	0.00	0.00	\$0.00
Total capital assets not depreciated	\$1,150,000.00	\$0.00	\$1,150,000.00	\$0.00	\$0.00	\$1,150,000.00
<b>Other capital assets:</b>						
Buildings	4,870,661.00	0.00	\$4,870,661.00	0.00	0.00	\$4,870,661.00
Accumulated depreciation	(821,172.00)	0.00	\$(821,172.00)	(121,891.00)	0.00	\$(943,063.00)
Total Buildings	\$4,049,489.00	\$0.00	\$4,049,489.00	\$(121,891.00)	\$0.00	\$3,927,598.00
Machinery & Equipment	944,280.00	0.00	\$944,280.00	0.00	0.00	\$944,280.00
Accumulated depreciation	(644,307.00)	0.00	\$(644,307.00)	(89,353.00)	0.00	\$(733,660.00)
Total Machinery & Equipment	\$299,973.00	\$0.00	\$299,973.00	\$(89,353.00)	\$0.00	\$210,620.00
Infrastructure	0.00	0.00	\$0.00	0.00	0.00	\$0.00
Accumulated depreciation	0.00	0.00	\$0.00	0.00	0.00	\$0.00
Total Infrastructure	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Intangibles	0.00	0.00	\$0.00	0.00	0.00	\$0.00
Accumulated Amortization	0.00	0.00	\$0.00	0.00	0.00	\$0.00
Total Intangibles	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Total other capital assets	\$4,349,462.00	\$0.00	\$4,349,462.00	\$(211,244.00)	\$0.00	\$4,138,218.00
<b>Depreciation Total:</b>						<b>\$(211,244.00)</b>

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**PENSIONS**

<b>System:</b>	<b>Employer Contributions to the Pension Plan between the Measurement Date and the Employer's Fiscal Year-end</b>	<b>Covered Payroll during the Entity's Current Fiscal Year</b>	<b>Calendar Year Entities Only! *Employer Contributions to the Pension Plan between January and June of the next reporting calendar year</b>
LASERS	1,595,622.00	3,920,447.00	0.00
TRSL	12,268.00	47,185.00	0.00
LSERS	0.00	0.00	0.00
DARS	0.00	0.00	0.00
LCCRRF	0.00	0.00	0.00
ROVERS	0.00	0.00	0.00

**Note:** Calendar year entities (Barbers Examiners Board; Louisiana Cemetery Board, and Louisiana State Board of Medical Examiners) should report employer's contributions for the calendar year as follows:

Column 1 - record the amount from July - December of the current calendar year being reported.

\*Column 3 - record the amount of contributions from January - June of the calendar year following the current year being reported. OSRAP is capturing this info early, which will be used in preparing next year's pension spreadsheet.

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**Other Postemployment Benefits (OPEB)**

If your agency has active or retired employees who are members of the Office of Group Benefits (OGB) Health Plan, please provide the following information: (Note: OGB has a 6/30/2019 measurement date for their OPEB valuation.)

Benefit payments made subsequent to the measurement date of the OGB Actuarial Valuation Report until the employer's fiscal year end. (Benefit payments are defined as the employer payments for retirees' health and life insurance premiums). For agencies with a 6/30 year-end this covers the current fiscal year being reported. For calendar year end agencies, it covers the period 7/1 to 12/31 for the current year being reported. 90,877.00

Covered Employee Payroll for the PRIOR fiscal year (not including related benefits) 3,039,350.00

**For calendar year-end agencies only:** Benefit payments or employer payments for retirees' health and life insurance premiums made for the next year's valuation reporting period (7/1/2019 - 6/30/2020). This information will be provided to the actuary for the valuation report early next year. 0.00

For agencies that have employees that participate in the LSU Health Plan, provide the following information: (Note: The LSU Health Plan has a measurement date of 6/30/2020 for their OPEB valuation report.)

Covered Employee Payroll for the CURRENT fiscal year (not including related benefits) 0.00

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**OPERATING LEASES**

	<b>Buildings</b>	<b>Equipment</b>	<b>Land</b>	<b>Total</b>
2020	0.00	0.00	0.00	<b>\$0.00</b>
2021	0.00	0.00	0.00	<b>\$0.00</b>
2022	0.00	0.00	0.00	<b>\$0.00</b>
2023	0.00	0.00	0.00	<b>\$0.00</b>
2024	0.00	0.00	0.00	<b>\$0.00</b>
2025	0.00	0.00	0.00	<b>\$0.00</b>
2026	0.00	0.00	0.00	<b>\$0.00</b>
2027	0.00	0.00	0.00	<b>\$0.00</b>
2028	0.00	0.00	0.00	<b>\$0.00</b>
2029	0.00	0.00	0.00	<b>\$0.00</b>
2030	0.00	0.00	0.00	<b>\$0.00</b>
2031	0.00	0.00	0.00	<b>\$0.00</b>
2032	0.00	0.00	0.00	<b>\$0.00</b>
2033	0.00	0.00	0.00	<b>\$0.00</b>
2034	0.00	0.00	0.00	<b>\$0.00</b>
2035	0.00	0.00	0.00	<b>\$0.00</b>
2036	0.00	0.00	0.00	<b>\$0.00</b>
2037	0.00	0.00	0.00	<b>\$0.00</b>
2038	0.00	0.00	0.00	<b>\$0.00</b>
2039	0.00	0.00	0.00	<b>\$0.00</b>
2040	0.00	0.00	0.00	<b>\$0.00</b>
2041	0.00	0.00	0.00	<b>\$0.00</b>
2042	0.00	0.00	0.00	<b>\$0.00</b>
2043	0.00	0.00	0.00	<b>\$0.00</b>
2044	0.00	0.00	0.00	<b>\$0.00</b>
2045	0.00	0.00	0.00	<b>\$0.00</b>
<b>Total</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>

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**CAPITAL LEASES**

	<b>Buildings</b>	<b>Equipment</b>	<b>Land</b>	<b>Total</b>
2020	0.00	0.00	0.00	<b>\$0.00</b>
2021	0.00	0.00	0.00	<b>\$0.00</b>
2022	0.00	0.00	0.00	<b>\$0.00</b>
2023	0.00	0.00	0.00	<b>\$0.00</b>
2024	0.00	0.00	0.00	<b>\$0.00</b>
2025	0.00	0.00	0.00	<b>\$0.00</b>
2026	0.00	0.00	0.00	<b>\$0.00</b>
2027	0.00	0.00	0.00	<b>\$0.00</b>
2028	0.00	0.00	0.00	<b>\$0.00</b>
2029	0.00	0.00	0.00	<b>\$0.00</b>
2030	0.00	0.00	0.00	<b>\$0.00</b>
2031	0.00	0.00	0.00	<b>\$0.00</b>
2032	0.00	0.00	0.00	<b>\$0.00</b>
2033	0.00	0.00	0.00	<b>\$0.00</b>
2034	0.00	0.00	0.00	<b>\$0.00</b>
2035	0.00	0.00	0.00	<b>\$0.00</b>
2036	0.00	0.00	0.00	<b>\$0.00</b>
2037	0.00	0.00	0.00	<b>\$0.00</b>
2038	0.00	0.00	0.00	<b>\$0.00</b>
2039	0.00	0.00	0.00	<b>\$0.00</b>
2040	0.00	0.00	0.00	<b>\$0.00</b>
2041	0.00	0.00	0.00	<b>\$0.00</b>
2042	0.00	0.00	0.00	<b>\$0.00</b>
2043	0.00	0.00	0.00	<b>\$0.00</b>
2044	0.00	0.00	0.00	<b>\$0.00</b>
2045	0.00	0.00	0.00	<b>\$0.00</b>
<b>Total</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
Less amounts representing executory costs	0.00	0.00	0.00	<b>\$0.00</b>
Net minimum lease payments	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
Less amounts representing interest	0.00	0.00	0.00	<b>\$0.00</b>
Present value of net minimum lease payments	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
Gross Amount of Leased Asset (Historical Cost)	0.00	0.00	0.00	<b>\$0.00</b>

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**LESSOR LEASES**

	<b>Buildings</b>	<b>Equipment</b>	<b>Land</b>	<b>Total</b>
2020	0.00	0.00	0.00	<b>\$0.00</b>
2021	0.00	0.00	0.00	<b>\$0.00</b>
2022	0.00	0.00	0.00	<b>\$0.00</b>
2023	0.00	0.00	0.00	<b>\$0.00</b>
2024	0.00	0.00	0.00	<b>\$0.00</b>
2025	0.00	0.00	0.00	<b>\$0.00</b>
2026	0.00	0.00	0.00	<b>\$0.00</b>
2027	0.00	0.00	0.00	<b>\$0.00</b>
2028	0.00	0.00	0.00	<b>\$0.00</b>
2029	0.00	0.00	0.00	<b>\$0.00</b>
2030	0.00	0.00	0.00	<b>\$0.00</b>
2031	0.00	0.00	0.00	<b>\$0.00</b>
2032	0.00	0.00	0.00	<b>\$0.00</b>
2033	0.00	0.00	0.00	<b>\$0.00</b>
2034	0.00	0.00	0.00	<b>\$0.00</b>
2035	0.00	0.00	0.00	<b>\$0.00</b>
2036	0.00	0.00	0.00	<b>\$0.00</b>
2037	0.00	0.00	0.00	<b>\$0.00</b>
2038	0.00	0.00	0.00	<b>\$0.00</b>
2039	0.00	0.00	0.00	<b>\$0.00</b>
2040	0.00	0.00	0.00	<b>\$0.00</b>
2041	0.00	0.00	0.00	<b>\$0.00</b>
2042	0.00	0.00	0.00	<b>\$0.00</b>
2043	0.00	0.00	0.00	<b>\$0.00</b>
2044	0.00	0.00	0.00	<b>\$0.00</b>
2045	0.00	0.00	0.00	<b>\$0.00</b>
<b>Total</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
Cost	0.00	0.00	0.00	<b>\$0.00</b>
Accumulated Depreciation	0.00	0.00		
Carrying Value	<b>\$0.00</b>	<b>\$0.00</b>		

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**LONG-TERM DEBT**

	<b>Beginning Balance</b>	<b>Prior Period Adjustments</b>	<b>Restated Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>	<b>Due within one year</b>
<b>Bonds Payable:</b>							
<b>Bond Series:</b>							
	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unamortized bond premiums and discounts	0.00	0.00	<b>\$0.00</b>	0.00	0.00	<b>\$0.00</b>	0.00
Total bonds payable	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Bonds Payable - Direct Placements:</b>							
<b>Bond Series:</b>							
	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unamortized bond premiums and discounts	0.00	0.00	<b>\$0.00</b>	0.00	0.00	<b>\$0.00</b>	0.00
Total bonds payable - direct placements	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
Total bonds payable including direct placements	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Other Liabilities:</b>							
Compensated absences payable	377,432.00	0.00	<b>\$377,432.00</b>	74,095.00	(34,350.00)	<b>\$417,177.00</b>	
Capital lease obligations	0.00	0.00	<b>\$0.00</b>	0.00	0.00	<b>\$0.00</b>	
Notes payable	0.00	0.00	<b>\$0.00</b>	0.00	0.00	<b>\$0.00</b>	0.00
Notes payable - direct borrowings	0.00	0.00	<b>\$0.00</b>	0.00	0.00	<b>\$0.00</b>	0.00
Contracts payable	0.00	0.00	<b>\$0.00</b>	0.00	0.00	<b>\$0.00</b>	
Pollution remediation obligation	0.00	0.00	<b>\$0.00</b>	0.00	0.00	<b>\$0.00</b>	
Claims and litigation	0.00	0.00	<b>\$0.00</b>	0.00	0.00	<b>\$0.00</b>	
Federal disallowed costs	0.00	0.00	<b>\$0.00</b>	0.00	0.00	<b>\$0.00</b>	
Other long-term liabilities	0.00	0.00	<b>\$0.00</b>	0.00	0.00	<b>\$0.00</b>	
Total other liabilities	<b>\$377,432.00</b>	<b>\$0.00</b>	<b>\$377,432.00</b>	<b>\$74,095.00</b>	<b>\$(34,350.00)</b>	<b>\$417,177.00</b>	
Disclose any unused lines of credit		0.00					

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PHONE NUMBER: --

EMAIL ADDRESS: --

SUBMITTAL DATE: --

**GASB 88: Certain Disclosures Related to Debt**

List any assets pledged as collateral for debt:

For each applicable bond or note, list the bond issue or identify the note (notes payable) and list the terms specified in debt agreements related to (a, b, and c below):

- a. Significant events of default with finance related consequences:
  - b. Significant termination events with finance related consequences:
  - c. Significant subjective acceleration clauses:
-





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**CONTINGENCIES AND COMMITMENTS**

Description of Litigation	Date of Action	Amount
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**FUND BALANCE/NET POSITION RESTATEMENT**

Account Name/Description	Restatement Amount
Total	\$0.00

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**SUBMITTAL DATE:** --

**SUBMISSION**

Before submitting, ensure that all data (statements, notes, schedules) have been entered for the agency.

Once submitted no changes can be made to any of the agency data for the specified year.

By clicking 'Submit' below you certify that the financial statements herewith given present fairly the financial position and the results of operations for the year ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board.

Reminder: You must send Louisiana Legislative Auditors an electronic copy of the AFR report in a pdf, tiff, or some other electronic format to the following e-mail address:  
[LLAFileroom@lla.la.gov](mailto:LLAFileroom@lla.la.gov).