

BOBBY JINDAL
GOVERNOR



ANGELE DAVIS
COMMISSIONER OF ADMINISTRATION

State of Louisiana
Division of Administration
Office of the Commissioner

April 9, 2010

The Honorable James R. "Jim" Fannin, Chairman
Joint Legislative Committee on the Budget
P. O. Box 44294
Baton Rouge, LA 70804

Dear Representative Fannin:

Act 745 of the 1995 Regular Session requires that all state agencies and component reporting units report to the Commissioner of Administration, on a quarterly basis, information on accounts receivable and debt owed the state. The Commissioner is charged with the responsibility of developing the format for state agencies to report this information and also for compiling this information and reporting the results to the Joint Legislative Committee on the Budget.

Attached is the Accounts Receivable Report for the quarter ended December 31, 2009. Not included in the report are the Judiciary and the Legislature. In a letter dated March 6, 1997, from the Second Circuit Court of Appeal, Louisiana Revised Statute (LRS) 39:4 (B) is cited, which states that the Judiciary and the Legislature do not fall under the jurisdiction of the Division of Administration. The House of Representatives and the Senate have cited LRS 39:2(1) which gives the definition of a state agency. Both the House of Representatives and the Senate contend that the reporting requirement is not applicable to them, as they are not state agencies.

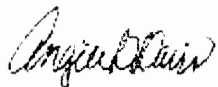
The report consists of a Schedule of Gross Receivables for the state; a Schedule of Gross Receivables, Amounts Past Due, Uncollectibles and Write-offs by Agency; and a Schedule of Activity for Accounts Receivable over 180 Days Past Due by Agency.

LSU Health Sciences Centers reported \$50,868,712 in write-offs for this quarter. This amount represents approximately 68.8% of the total write-offs reported.

The Honorable James R. "Jim" Fannin
Page 2
April 9, 2010

If you have any questions concerning the information presented in this report, please contact Ms. Katherine Porche at (225) 219-4442 or Mr. Afranie Adomako at (225) 342-0708.

Sincerely,



Angele Davis
Commissioner of Administration

AD/AA/kbp

Enclosure

c: Mr. Afranie Adomako, CPA
Ms. Katherine Porche, CPA



STATE OF LOUISIANA



STATE OF LOUISIANA
RECEIVABLES REPORT

For the Quarter Ended December 31, 2009

.....
Angele Davis
Commissioner of Administration

TABLE OF CONTENTS

Background.....	1
Schedule of Gross Receivables.....	2
Schedule of Gross Receivables, Amounts Past Due, Uncollectibles, and Write-offs by Agency.....	3
Schedule of Activity for Accounts Receivable Over 180 Days Past Due by Agency.....	7
Notes to the Receivables Report.....	11

STATE OF LOUISIANA

Receivables Reporting Package

Background

Louisiana Revised Statute 39:79(C) mandated (1) the reporting of information on receivables and debt owed the State by state agencies and component reporting units on a quarterly basis; (2) the development of the format for reporting this information; and (3) the maintenance of detailed data to support the report format by each state agency and component reporting unit. These agencies are to submit a reporting package no later than 45 days after the end of each quarter. The quarterly reporting package contains the following schedules:

Accounts Receivable Activity - This schedule requests, by revenue source, gross receivables at the end of the quarter, estimated uncollectibles, and authorized write-offs for the quarter.

Accounts Receivable Aging Schedule - This schedule requests, by revenue source, information about aging of past due accounts by revenue source.

Accounts Receivable Over 180 Days Past Due - This schedule requests, by revenue source, information about the status of accounts that are over 180 days old.

Quarterly Write-off Disclosure - This schedule requests disclosure of accounts written off during the quarter. The authorized quarterly write-offs are determined within each agency by their board or committee.

Quarterly receivables report is necessary to provide a summary of the status of the state receivables and related collections activity by agency. Users of this report should not consider gross receivables' amounts as resources available to any specific fund or agency because certain revenue (1) could be *Income Not Available* and not related to a specific fund or agency, or (2) could be major state revenue, which may be available to all agencies.

The receivables reporting requirement is applicable to all state agencies and component reporting units for the State of Louisiana except for the judiciary of the state and the Legislature. Title 39 of the Louisiana Revised Statutes (LRS) establishes the Division of Administration and mandates that all administrative functions of the state fall under its jurisdiction. LRS 39:4 (B) states, "The provisions of this Chapter shall not apply to the judiciary of the state, except the office of the Attorney General to which they shall apply, nor to the Legislature." Therefore, this reporting requirement is not applicable to the judiciary and to the Legislature.

STATE OF LOUISIANA
Schedule of Gross Receivables
For the Quarter Ended 12/31/2009

Gross Receivables	\$ 1,522,829,607
Less: Estimated Uncollectibles	\$ 576,114,692
Net Receivables	\$ 946,714,915

Gross Receivables Over 180 Days Past Due	\$ 883,999,644
Past Due As A Percentage of Gross Receivables	58%

Authorized Write-Offs This Quarter	\$ 73,930,578
------------------------------------	---------------

**Schedule of Gross Receivables, Amounts Past Due,
Uncollectibles, and Write-offs by Agency
For the Quarter Ended 12/31/2009**

Agency	Gross Receivables	Over 180 days Past Due	% of Receivables Past Due	Uncollectibles	Write-Offs
<u>Boards & Commissions</u>					
Board of Certified Public Accountants	\$ 10,226	\$ 3,637	36%	\$ 0	\$ 0
Board of Embalmers & Funeral Directors	38,000	0	0%	38,000	0
LA State Board of Medical Examiners	786,690	96,416	12%	158,538	0
State Plumbing Board of Louisiana	2,410	2,200	91%	0	0
LA Used Motor Vehicle Commission	38,591	38,591	100%	0	0
LA State Board of Veterinary Medicine	3,613	0	0%	0	0
Louisiana Tax Free Shopping Commission	425,284	28,677	7%	0	0
Louisiana State Board of Cosmetology	2,990	0	0%	400	0
Total Boards & Commissions	\$ 1,307,804	\$ 169,521	13%	\$ 196,938	\$ 0
<u>Colleges & Universities</u>					
LSU - Baton Rouge	\$ 63,050,487	\$ 4,546,344	7%	\$ 741,581	\$ 0
LSU - Alexandria	4,827,116	743,823	15%	39,119	0
University of New Orleans	10,616,810	3,861,621	36%	187,500	0
LSU Health Sciences Center - New Orleans	11,329,954	981,403	9%	124,836	97,106
LSU - Eunice	2,132,676	216,678	10%	67,385	0
LSU - Shreveport	2,239,296	180,805	8%	0	0
Pennington Biomedical Research Center	2,161,819	40,166	2%	0	0
LSU Health Sciences Center - HCSD	62,882,552	12,842,495	20%	47,281,391	18,298,257
LSU Health Sciences Center - Shreveport	110,871,105	36,637,795	33%	72,735,247	32,473,349
Baton Rouge Community College	550,222	230,664	42%	113,846	0
Southern University (all campuses)	28,048,290	5,500,175	20%	1,271,050	0
Nicholls State University	18,911,347	2,116,166	11%	26,142	30,726
Grambling State University	9,155,868	8,024,167	88%	7,766,272	0
Louisiana Tech University	1,843,376	554,681	30%	239,495	0
McNeese State University	16,372,824	4,113,428	25%	3,307,071	1,487
University of Louisiana @ Monroe	3,798,873	2,706,047	71%	0	0
Northwestern State University	23,275,099	1,677,816	7%	1,115,938	28,133
Southeastern Louisiana University	29,841,938	2,909,298	10%	997,306	0
University of Louisiana @ Lafayette	1,303,045	0	0%	0	0

**Schedule of Gross Receivables, Amounts Past Due,
Uncollectibles, and Write-offs by Agency
For the Quarter Ended 12/31/2009**

Agency	Gross Receivables	Over 180 days Past Due	% of Receivables Past Due	Uncollectibles	Write-Offs
Delgado Community College	15,402,273	4,539,956	29%	0	0
Nunez Community College	754,207	212,851	28%	66,353	0
Bossier Parish Community College	3,282,458	563,660	17%	328,246	980
South Louisiana Community College	1,863,777	153,065	8%	0	8,705
River Parishes Community College	221,014	169,731	77%	118,163	0
Louisiana Delta Community College	109,728	57,007	52%	32,979	0
LCTCS - Louisiana Technical College	1,509,379	384,224	25%	2,220	0
L E Fletcher Technical Community College	11,322	1,227	11%	0	0
Sowela Technical Community College	441,307	97,301	22%	0	0
Total Colleges & Universities	\$ 426,808,162	\$ 94,062,594	22%	\$ 136,562,140	\$ 50,938,743

State Agencies

Office of the Governor	\$ 5,171	\$ 5,171	100%	\$ 5,171	\$ 0
Mental Health Advocacy Service	5,309	5,309	100%	5,309	0
Division of Administration	4,286,096	135,353	3%	134,666	0
Louisiana Stadium & Exposition District	694,546	208,041	30%	0	0
Department of Veterans Affairs	119,243	16,815	14%	16,815	0
Southwest LA. War Veterans Home	296,508	77,537	26%	0	0
Northwest LA War Veterans Home	340,647	19,019	6%	0	11,794
Southeast LA. War Veterans Home	259,650	112,877	43%	0	0
Secretary of State	341,854	127,365	37%	0	0
Office of Attorney General	11,420,549	9,149,552	80%	0	2,162,377
State Treasurer	349,661	302,888	87%	12,300	0
Public Service Commission	136,147	134,897	99%	0	0
Agriculture and Forestry	360,106	104,561	29%	140,661	0
Department of Insurance	439,076	191,641	44%	240,020	0
DED - LA Economic Development Corporation	33,516	0	0%	0	0
Louisiana State Racing Commission	5,025	425	8%	0	0
Office of Financial Institutions	2,416,876	0	0%	0	0
Department of Culture, Recreation, and Tourism	1,744	827	47%	1,477	0

**Schedule of Gross Receivables, Amounts Past Due,
Uncollectibles, and Write-offs by Agency
For the Quarter Ended 12/31/2009**

Agency	Gross Receivables	Over 180 days Past Due	% of Receivables Past Due	Uncollectibles	Write-Offs
Department of Transportation & Development	61,910,575	48,763,635	79%	0	0
Department of Health and Hospitals	647,386,235	451,438,500	70%	382,377,505	20,796,313
DSS - Office of Family Support	51,578,955	48,733,778	94%	5,455,008	18,579
DSS - Office of Community Services	55,891	48,129	86%	31,669	0
DSS - Rehabilitation Services	24,982	12,672	51%	3,747	0
Office of Youth Development	1,692,251	1,612,077	95%	1,525,545	0
Corrections - Adult Probation and Parole	18,462,117	14,038,092	76%	13,202,838	0
Department of Public Safety	2,987,208	2,515,136	84%	1,016,649	0
DNR - Office of the Secretary	378,695	375,300	99%	113,015	0
DNR - Office of Conservation	1,723,060	86,890	5%	129,253	0
DNR - Office of Mineral Resources	294,573	90,708	31%	56,909	0
DNR - Office of Coastal Restoration	92,777	38,706	42%	18,871	0
Department of Revenue	250,368,177	181,900,078	73%	24,528,933	0
Louisiana Tax Commission	594,239	64,026	11%	0	0
Department of Labor	21,810,065	21,221,144	97%	7,999,675	0
Department of Wildlife and Fisheries	2,598,464	2,498,854	96%	0	0
Ethics Administration	999,916	925,600	93%	0	0
Louisiana School for Math, Science, & the Arts	7,413	0	0%	0	0
Office of Student Financial Assistance	960,449	900,451	94%	730,219	0
Louisiana Educational Television Authority	88,659	1,538	2%	0	0
Board of Regents	71,039	1,102	2%	0	0
Louisiana Universities Marine Consortium	4,349	4,139	95%	4,139	0
DOE - Management and Finance	15,171	13,771	91%	1,517	0
DOE - Subgrantee Assistance	281,532	281,532	100%	28,153	0
DOE - Recovery School District	505,689	471,532	93%	0	0
DOE - Special School District	2,658	2,023	76%	266	0
Office of Group Benefits	656,040	656,040	100%	0	0
Administrative Services	1,810	0	0%	0	0
Louisiana Property Assistance Agency	1,249,037	0	0%	0	0
Federal Property Assistance Agency	151,204	4,450	3%	0	0

**Schedule of Gross Receivables, Amounts Past Due,
Uncollectibles, and Write-offs by Agency
For the Quarter Ended 12/31/2009**

Agency	Gross Receivables	Over 180 days Past Due	% of Receivables Past Due	Uncollectibles	Write-Offs
Office of Telecommunications Management	109,413	1,565	1%	547	0
Prison Enterprises	411,932	24,628	6%	9,424	0
Office of Aircraft Services	12,028	2,871	24%	0	0
Department of Environmental Quality	5,713,454	2,444,424	43%	1,565,313	2,772
District Attorneys and Assistants	1,860	1,860	100%	0	0
Total State Agencies	\$ 1,094,713,641	789,767,529	72%	439,355,614	22,991,835
Grand Total	\$ 1,522,829,607	\$ 883,999,644	58%	\$ 576,114,692	\$ 73,930,578

**Schedule of Activity for Accounts Receivable
Over 180 Days Past Due by Agency
For the Quarter Ended 12/31/2009**

Agency	Agency In-House	Attorney General	Private Collection Agency	Other	Amount Under Protest
<u>Boards & Commissions</u>					
Board of Certified Public Accountants	\$ 3,637	\$ 0	\$ 0	\$ 0	\$ 0
Board of Embalmers & Funeral Directors	0	0	0	0	0
LA State Board of Medical Examiners	96,416	0	0	0	0
State Plumbing Board of Louisiana	2,200	0	0	0	0
LA Used Motor Vehicle Commission	12,650	0	0	25,941	0
LA State Board of Veterinary Medicine	0	0	0	0	0
Louisiana Tax Free Shopping Commission	28,677	0	0	0	0
Louisiana State Board of Cosmetology	0	0	0	0	0
Total Boards & Commissions	\$ 143,580	\$ 0	\$ 0	\$ 25,941	\$ 0
<u>Colleges & Universities</u>					
LSU - Baton Rouge	\$ 2,567,999	\$ 0	\$ 1,978,345	\$ 0	\$ 0
LSU - Alexandria	743,823	0	0	0	0
University of New Orleans	3,846,678	14,943	0	0	0
LSU Health Sciences Center - New Orleans	932,299	0	49,104	0	0
LSU - Eunice	1,849	0	214,829	0	0
LSU - Shreveport	71,606	776	108,423	0	0
Pennington Biomedical Research Center	40,166	0	0	0	0
LSU Health Sciences Center - HCSD	12,072,911	0	0	769,584	0
LSU Health Sciences Center - Shreveport	36,545,621	92,174	0	0	0
Baton Rouge Community College	230,664	0	0	0	0
Southern University (all campuses)	2,942,930	2,557,245	0	0	0
Nicholls State University	2,116,166	0	0	0	0
Grambling State University	6,897,653	1,126,514	0	0	0
Louisiana Tech University	138,311	0	416,370	0	0
McNeese State University	639,362	82,694	3,391,372	0	0
University of Louisiana @ Monroe	1,552,868	0	1,153,179	0	0
Northwestern State University	7,773	0	1,670,043	0	0
Southeastern Louisiana University	1,991,383	895,104	8,251	14,560	0
University of Louisiana @ Lafayette	0	0	0	0	0

**Schedule of Activity for Accounts Receivable
Over 180 Days Past Due by Agency
For the Quarter Ended 12/31/2009**

Agency	Agency In-House	Attorney General	Private Collection Agency	Other	Amount Under Protest
Delgado Community College	4,539,956	0	0	0	0
Nunez Community College	53,127	0	159,724	0	0
Bossier Parish Community College	3,580	0	560,080	0	0
South Louisiana Community College	153,065	0	0	0	0
River Parishes Community College	169,731	0	0	0	0
Louisiana Delta Community College	24,028	0	32,979	0	0
LCTCS - Louisiana Technical College	384,224	0	0	0	0
L E Fletcher Technical Community College	1,227	0	0	0	0
Sowela Technical Community College	97,301	0	0	0	0
Total Colleges & Universities	\$ 78,766,301	\$ 4,769,450	\$ 9,742,699	\$ 784,144	\$ 0

State Agencies

Office of the Governor	\$ 5,171	\$ 0	\$ 0	\$ 0	\$ 0
Mental Health Advocacy Service	5,309	0	0	0	0
Division of Administration	135,353	0	0	0	0
Louisiana Stadium & Exposition District	208,041	0	0	0	0
Department of Veterans Affairs	16,815	0	0	0	0
Southwest LA. War Veterans Home	77,537	0	0	0	0
Northwest LA War Veterans Home	19,019	0	0	0	0
Southeast LA. War Veterans Home	112,877	0	0	0	0
Secretary of State	121,213	6,152	0	0	0
Office of Attorney General	0	9,149,552	0	0	0
State Treasurer	70,052	232,836	0	0	0
Public Service Commission	134,897	0	0	0	0
Agriculture and Forestry	104,561	0	0	0	0
Department of Insurance	42,330	57,186	0	0	92,125
DED - LA Economic Development Corporation	0	0	0	0	0
Louisiana State Racing Commission	425	0	0	0	0
Office of Financial Institutions	0	0	0	0	0
Department of Culture, Recreation, and Tourism	827	0	0	0	0

**Schedule of Activity for Accounts Receivable
Over 180 Days Past Due by Agency
For the Quarter Ended 12/31/2009**

Agency	Agency In-House	Attorney General	Private Collection Agency	Other	Amount Under Protest
Department of Transportation & Development	48,763,635	0	0	0	0
Department of Health and Hospitals	171,521,315	0	279,917,185	0	0
DSS - Office of Family Support	48,733,778	0	0	0	0
DSS - Office of Community Services	48,129	0	0	0	0
DSS - Rehabilitation Services	12,672	0	0	0	0
Office of Youth Development	1,612,077	0	0	0	0
Corrections - Adult Probation and Parole	14,038,092	0	0	0	0
Department of Public Safety	2,515,136	0	0	0	0
DNR - Office of the Secretary	375,300	0	0	0	0
DNR - Office of Conservation	86,890	0	0	0	0
DNR - Office of Mineral Resources	90,708	0	0	0	0
DNR - Office of Coastal Restoration	38,706	0	0	0	0
Department of Revenue	181,900,078	0	0	0	0
Louisiana Tax Commission	64,026	0	0	0	0
Department of Labor	8,002,249	37,881	0	3,954,205	9,226,809
Department of Wildlife and Fisheries	1,672,417	0	0	740,422	86,015
Ethics Administration	669,295	256,305	0	0	0
Louisiana School for Math, Science, & the Arts	0	0	0	0	0
Office of Student Financial Assistance	900,451	0	0	0	0
Louisiana Educational Television Authority	1,538	0	0	0	0
Board of Regents	1,102	0	0	0	0
Louisiana Universities Marine Consortium	4,139	0	0	0	0
DOE - Management and Finance	13,771	0	0	0	0
DOE - Subgrantee Assistance	148,672	132,860	0	0	0
DOE - Recovery School District	0	471,532	0	0	0
DOE - Special School District	2,023	0	0	0	0
Office of Group Benefits	74,465	581,575	0	0	0
Administrative Services	0	0	0	0	0
Louisiana Property Assistance Agency	0	0	0	0	0
Federal Property Assistance Agency	4,450	0	0	0	0

**Schedule of Activity for Accounts Receivable
Over 180 Days Past Due by Agency
For the Quarter Ended 12/31/2009**

Agency	Agency In-House	Attorney General	Private Collection Agency	Other	Amount Under Protest
Office of Telecommunications Management	1,565	0	0	0	0
Prison Enterprises	24,628	0	0	0	0
Office of Aircraft Services	2,871	0	0	0	0
Department of Environmental Quality	2,444,424	0	0	0	0
District Attorney and Assistants	1,860	0	0	0	0
Total State Agencies	\$ 484,824,889	\$ 10,925,879	\$ 279,917,185	\$ 4,694,627	\$ 9,404,949
Grand Total	\$ 563,734,770	\$ 15,695,329	\$ 289,659,884	\$ 5,504,712	\$ 9,404,949

Note: The grand total of "Receivables Over 180 Days Past Due" equals \$883,999,644 referenced on page 2 and page 6.

NOTES TO THE RECEIVABLES REPORT

Significant Policies and Procedures:

- A. Scope of Reporting - This report includes information related to receivables and debt owed to the State of Louisiana for the quarter. Receivables included are those of various departments, agencies, and other organizational units governed by the Legislature and/or constitutional officers of the State of Louisiana using the criteria established by Governmental Accounting Standards Board (GASB) Statement 14, *The Financial Reporting Entity*.
- B. Purpose - Quarterly Receivables Reporting is necessary to provide a summary of the status of the state's receivables and related collections activity by agency. The primary purpose of this report is to provide information concerning the State's receivables in order to determine the effectiveness of State agency receivables management. Receivables management consists of a method for collecting resources owed the state and methods to minimize the amounts "estimated to be uncollectible and eventually" written off.
- C. Past Due Receivables - For purposes of this reporting package, "Past Due Receivables" are receivables over 1 day past due.
- D. Basis of Accounting - Receivables are recognized when goods are delivered or services are performed but collection has not occurred or when an amount to be claimed by the State as future cash can be reasonably estimated. These reports include only those amounts identifiable at the end of each quarter. Receivables are reported by revenue source, for example, amounts due from vendors, receivables from individuals, and major state revenue items such as sales tax and severance tax. This report does not include receivables due under the Louisiana Employment Security Law because of the enabling legislation. In addition, receivables from the federal government are not included, as the collectibility of these receivables are assured. Also, the report does not include inter-agency or intra-agency receivables.
- E. Other - The amount for the Louisiana State University Health Sciences Center - Health Care Services Division includes amounts for all state hospitals. The Vocational Technical Colleges are included in LCTCS – Louisiana Technical College.
- F. Subsequent Events – Hurricanes Katrina and Rita have impacted the collecting of receivables for the current fiscal year and possibly for future years to come.
- G. Department of Transportation and Development (DOTD) – DOTD is reviewing the information contained in the nonintegrated legacy systems to determine if there are duplicate accounts.