

CENTRAL LOUISIANA STATE HOSPITAL
OFFICE OF BEHAVIORAL HEALTH
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA



PROCEDURAL REPORT
ISSUED APRIL 25, 2012

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LOUISIANA LEGISLATIVE AUDITOR
DARYL G. PURPERA, CPA, CFE

April 3, 2012

**CENTRAL LOUISIANA STATE HOSPITAL
OFFICE OF BEHAVIORAL HEALTH
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA**
Pineville, Louisiana

As required by Louisiana Revised Statute 24:513, we conducted certain procedures at the Central Louisiana State Hospital (hospital) for the period from July 1, 2010, through April 3, 2012.

- Our auditors obtained and documented a basic understanding of the hospital's operations and system of internal controls through inquiry, observation, and review of its policies and procedures documentation, including a review of the related laws and regulations applicable to the hospital.
- Our auditors performed analytical procedures consisting of a comparison of the most current and prior year financial activity using system-generated reports and obtained explanations from hospital management for any significant variances.
- Our auditors reviewed the status of the finding identified in the prior engagement. In our prior procedural report on Mental Health Area C (which included the hospital), dated October 13, 2010, we reported one finding relating to weaknesses in controls over payroll. The finding has been resolved by management.
- Based on the documentation of the hospital's controls and our understanding of related laws and regulations, our auditors performed additional procedures on selected controls and transactions relating to bank accounts; client billings, accounts and funds; movable property and building usage; disproportionate share/uncompensated care revenues; payroll and nonpayroll expenditures; physician billings and professional service contracts; food service and pharmacy operations; procurement card usage; and information technology access.

Based on the application of the procedures referred to previously, we found no significant control deficiencies, noncompliance, or errors relating to our analytical procedures or our other procedures that should be communicated to management. Our procedures were more limited than would be necessary to give an opinion on internal control and on compliance with laws, regulations, policies, and procedures governing financial activities.

The financial information provided by the hospital was not audited or reviewed by us, and, accordingly, we do not express an opinion on that information. The hospital's accounts, under the Office of Behavioral Health, Department of Health and Hospitals, are an integral part of the State of Louisiana's financial statements, upon which the Louisiana Legislative Auditor expresses opinions.

This report is intended solely for the information and use of the hospital and its management, management of the Office of Behavioral Health, and the Louisiana Legislature and is not intended to be, and should not be, used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Respectfully submitted,



Daryl G. Purpera, CPA, CFE
Legislative Auditor

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