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LOUISIANA BOARD OF VETERINARY MEDICINE
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA

BASIC FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED
JUNE 30, 2010

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 10/20/10

**LOUISIANA BOARD OF VETERINARY MEDICINE
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2010**

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Louisiana Society of Certified Public Accountants
American Institute of Certified Public Accountants
Association of Governmental Accountants
Governmental Audit Quality Control Center

INDEPENDENT ACCOUNTANTS' REPORT

To the Board Members of the
Louisiana Board of Veterinary Medicine
263 Third Street, Suite 104
Baton Rouge, Louisiana 70801

We have reviewed the accompanying basic financial statements of the business-type activities of the Louisiana Board of Veterinary Medicine, a component unit of the State of Louisiana, as of and for the year ended June 30, 2010, as listed in the table of contents. These basic financial statements are the responsibility of the Louisiana Board of Veterinary Medicine's management.

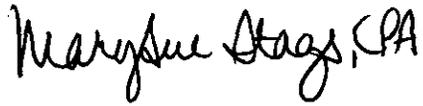
Our review was conducted in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards* issued by the Comptroller General of the United States of America. A review consists principally of inquiries of Board personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States.

In accordance with the *Louisiana Governmental Audit Guide* and the provisions of state law, we have issued a report, dated August 17, 2010, on the results of our agreed-upon procedures.

The accompanying supplemental information listed in the table of contents under Supplemental Schedules and Information and Other Required Supplementary Information is presented for purposes of

additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, but were compiled from information that is the representation of management, without audit or review. Accordingly, we do not express an opinion or any other form of assurance on the supplementary information.

A handwritten signature in black ink that reads "Mary Sue Stages, CPA". The signature is written in a cursive style.

Mary Sue Stages, CPA
A Professional Accounting Corporation
August 17, 2010

BASIC FINANCIAL STATEMENTS

**LOUISIANA BOARD OF VETERINARY MEDICINE
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
STATEMENT OF NET ASSETS
JUNE 30, 2010**

ASSETS

Current Assets

| | |
|-----------------------------|-------------------|
| Cash and cash equivalents | \$ 227,165.21 |
| Accounts receivable | 7,384.00 |
| Total Current Assets | <u>234,549.21</u> |

Non-Current Assets

| | |
|--|-------------------|
| Investments | 177,084.00 |
| Capital assets, net of accumulated depreciation: | |
| Office equipment and furnishings | 5,642.25 |
| Total Non-Current Assets | <u>182,726.25</u> |

TOTAL ASSETS 417,275.46

LIABILITIES

Current Liabilities

| | |
|----------------------------------|------------------|
| Accounts payable | 17,503.58 |
| Payroll taxes payable | 1,140.66 |
| Accrued salaries payable | 1,610.24 |
| Total Current Liabilities | <u>20,254.48</u> |

Non-Current Liabilities

| | |
|---|------------------|
| Compensated absences payable | 10,427.65 |
| Other post-employment benefits plan payable | 46,690.35 |
| Total Non-Current Liabilities | <u>57,118.00</u> |
| Total Liabilities | <u>77,372.48</u> |

NET ASSETS

| | |
|---|-------------------|
| Invested in capital assets, net of related debt | 5,642.25 |
| Unrestricted | 334,260.73 |
| Total Net Assets | <u>339,902.98</u> |

TOTAL LIABILITIES AND NET ASSETS 417,275.46

See Accountants' Report

**LOUISIANA BOARD OF VETERINARY MEDICINE
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
YEAR ENDED JUNE 30, 2010**

OPERATING REVENUES

| | |
|--------------------------|-------------------|
| Licenses and other fees | \$ 315,315.00 |
| Exam and course fees | 25,580.00 |
| Total Operating Revenues | <u>340,895.00</u> |

OPERATING EXPENSES

| | |
|-------------------------------------|-------------------|
| Professional services | 168,807.73 |
| Meetings, conferences and travel | 5,393.10 |
| Salaries and related benefits | 138,495.87 |
| General and administrative expenses | 50,939.75 |
| Depreciation | 508.00 |
| Total Operating Expenses | <u>364,144.45</u> |

Operating Loss (23,249.45)

NON-OPERATING REVENUES (EXPENSES)

| | |
|---|------------------|
| Interest income | 7,250.41 |
| Sales and services | 1,034.67 |
| Other fines/fees | 11,514.92 |
| Total Non-Operating Revenues (Expenses) | <u>19,800.00</u> |

Change in Net Assets (3,449.45)

Total Net Assets, beginning 343,352.43

Total Net Assets, ending 339,902.98

See Accountants' Report

**LOUISIANA BOARD OF VETERINARY MEDICINE
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2010**

CASH FLOWS FROM OPERATING ACTIVITIES

| | |
|---|---------------------|
| Cash received from customers | \$ 340,895.00 |
| Cash paid to suppliers for goods and services | (216,207.79) |
| Cash paid to employees for services | <u>(124,516.82)</u> |

Net Cash Provided by Operating Activities 170.39

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

| | |
|---------------------------------------|------------------|
| Proceeds from sales and other sources | <u>12,549.59</u> |
|---------------------------------------|------------------|

Net Cash Provided by Non-Capital Financing Activities 12,549.59

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

| | |
|----------------------------|-------------------|
| Purchase of capital assets | <u>(5,450.55)</u> |
|----------------------------|-------------------|

Net Cash Used for Capital and Related Financing Activities (5,450.55)

CASH FLOWS FROM INVESTING ACTIVITIES

| | |
|--|-----------------|
| Purchase of certificates of deposit | (300,000.00) |
| Proceeds from certificates of deposit redeemed | 275,000.00 |
| Interest earned on certificates of deposit | <u>7,250.41</u> |

Net Cash Used for Investing Activities (17,749.59)

Net Decrease in Cash and Cash Equivalents (10,480.16)

Cash and Cash Equivalents, beginning of year 237,645.37

Cash and Cash Equivalents, end of year 227,165.21

Continued

LOUISIANA BOARD OF VETERINARY MEDICINE
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
STATEMENT OF CASH FLOWS (Continued)
YEAR ENDED JUNE 30, 2010

**RECONCILIATION OF OPERATING LOSS TO NET
CASH PROVIDED BY OPERATING ACTIVITIES**

| | |
|--|----------------------|
| Operating loss | \$ (23,249.45) |
| Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities: | |
| Depreciation | 508.00 |
| (Increase) decrease in assets: | |
| Accounts receivable | (7,384.00) |
| Increase (decrease) in liabilities: | |
| Accounts payable | 16,316.79 |
| Payroll taxes payable | 266.86 |
| Accrued salaries payable | 467.60 |
| Compensated absences payable | 1,981.24 |
| Other post-employment benefits plan payable | <u>11,263.35</u> |
| Net Cash Provided by Operating Activities | <u><u>170.39</u></u> |

See Accountants' Report

SUPPLEMENTAL SCHEDULES AND INFORMATION

**LOUISIANA BOARD OF VETERINARY MEDICINE
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2010**

| | Budgeted | | Actual | Variance |
|--|---------------|---------------|---------------|----------------------------|
| | Original | Final | | Favorable (Unfavorable) |
| OPERATING REVENUES | | | | |
| Licenses and other fees | \$ 296,575.00 | \$ 296,575.00 | \$ 315,315.00 | \$ 18,740.00 |
| Exam and course fees | 19,250.00 | 19,250.00 | 25,580.00 | 6,330.00 |
| Total Operating Revenues | 315,825.00 | 315,825.00 | 340,895.00 | 25,070.00 |
| OPERATING EXPENSES | | | | |
| Professional services | 158,466.79 | 228,466.79 | 168,807.73 | 59,659.06 |
| Meetings, conferences and travel | 10,150.00 | 10,150.00 | 5,393.10 | 4,756.90 |
| Salaries and related benefits | 151,154.55 | 151,154.55 | 138,495.87 | 12,658.68 |
| General and administrative expenses | 48,650.00 | 48,650.00 | 50,939.75 | (2,289.75) |
| Depreciation | - | - | 508.00 | (508.00) |
| Total Operating Expenses | 368,421.34 | 438,421.34 | 364,144.45 | 74,276.89 |
| Operating Income (Loss) | (52,596.34) | (122,596.34) | (23,249.45) | 99,346.89 |
| NON-OPERATING REVENUES (EXPENSES) | | | | |
| Interest income | 15,000.00 | 15,000.00 | 7,250.41 | (7,749.59) |
| Sales and services | 800.00 | 800.00 | 1,034.67 | 234.67 |
| Other fines/fees | 11,350.00 | 11,350.00 | 11,514.92 | 164.92 |
| Total Non-Operating Revenues (Expenses) | 27,150.00 | 27,150.00 | 19,800.00 | (7,350.00) |
| Change in Net Assets | (25,446.34) | (95,446.34) | (3,449.45) | 91,996.89 |
| Fund Balances, beginning | 343,352.43 | 343,352.43 | 343,352.43 | - |
| Fund Balances, ending | 317,906.09 | 247,906.09 | 339,902.98 | 91,996.89 |

See Accountants' Report

**LOUISIANA BOARD OF VETERINARY MEDICINE
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
JUNE 30, 2010**

In compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature, this schedule of per diem paid to board members is presented for the year ended June 30, 2010.

Name

| | |
|----------------------|---------------------|
| Green, Dr. William | \$ 300.00 |
| Landry, Dr. Mica | 450.00 |
| Levy, Dr. Gary | 450.00 |
| Prejean, Dr. John C. | 450.00 |
| Slaton, Dr. Steve V. | <u>375.00</u> |
| Total | <u>2,025.00</u> |

See Accountants' Report

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Louisiana Society of Certified Public Accountants
American Institute of Certified Public Accountants
Association of Governmental Accountants
Governmental Audit Quality Control Center

**INDEPENDENT ACCOUNTANTS' REPORT
ON APPLYING AGREED-UPON PROCEDURES**

Board Members of the
Louisiana Board of Veterinary Medicine
263 Third Street, Suite 104
Baton Rouge, Louisiana 70801

We have performed the procedures included in the *Louisiana Government Audit Guide* and enumerated below, which were agreed to by the management of the Louisiana Board of Veterinary Medicine and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the Board's compliance with certain laws and regulations during the year ended June 30, 2010, included in the accompanying Louisiana Attestation Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$20,000, or public works exceeding \$100,000, and determine whether such purchases were made in accordance with LSA-RS 38:2211-2251 (the public bid law).

There were no expenditures in excess of \$20,000 for material and supplies or \$100,000 for public works made during the year.

Code of Ethics for Public Officials and Public Employees

2. Obtain from management a list of the immediate family members of each board member as defined by LSA-RS 42:1101-1124 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided us with the required list including the noted information.

3. Obtain from management a listing of all employees paid during the period under examination.

Management provided us with the required list.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

None of the employees included on the list of employees provided by management in agreed-upon procedure (3) appeared on the list provided by management in agreed-upon procedure (2).

Budgeting

5. Obtain a copy of the legally adopted budget and all amendments.

Management provided us with a copy of the original budget. There was one amendment to the budget during the year.

6. Trace the budget adoption and amendments to the minute book.

We traced the adoption of the original budget to the minutes of a regular meeting held on December 4, 2008.

7. Compare the revenues and expenditures of the final budget to actual expenditures to determine if actual expenditures exceeded budgeted amounts by 10% or more per category or 5% or more in total.

We compared the expenditures of the final budget to actual expenditures. Interest income fell short of budgeted amounts by 52% or \$7,750. This is a result of rates dropping throughout the year.

Accounting and Reporting

8. Randomly select six disbursements made during the period under examination and:

- (a) trace payments to supporting documentation as to proper amount and payee;

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

- (b) determine if payments were properly coded to the correct fund and general ledger account; and

All six of the payments were coded to the correct fund and general ledger account.

(c) determine whether payments received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicated approvals from the Director and Board where applicable.

Meetings

9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LSA-RS 42:1 through 42:12 (the open meetings law).

The Board is required to post a notice of each meeting and the accompanying agenda. Management has asserted that such documents were properly posted.

Debt

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds or like indebtedness.

We inspected copies of all bank deposit slips for the period under examination and noted no deposits that appeared to be proceeds of bank loans, bonds or like indebtedness.

Advances and Bonuses

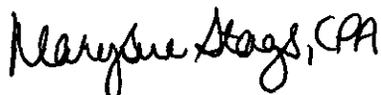
11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees that may constitute bonuses, advances or gifts.

A reading of the minutes of the Board for the year indicated no approval for the payments noted. We also inspected payroll records for the year and noted no instances that would indicate payments to employees that would constitute bonuses, advances or gifts.

The prior year report, dated August 19, 2009, included comments relating to professional service expenditures in excess of more than 10%.

We were not engaged to, and did not perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of the Board and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under LSA-RS 24:513, this report is distributed by the Legislative Auditor as a public document.



Mary Sue Stages, CPA
A Professional Accounting Corporation
August 17, 2010

LOUISIANA COMPLIANCE QUESTIONNAIRE
(For Audit Engagements of Governmental Entities)
July 1, 2010 (Date Transmitted)

Mary Sue Stages, CPA

PO Box 30

Baker, LA 70704-0030

(Auditors)

In connection with your audit of our financial statement as of June 30, 2010
and for July 1, 2009 - June 30, 2010 (period of audit)
for the purpose of expressing an opinion as to the fair presentation of our financial statements in
accordance with generally accepted accounting principles, to assess our system of internal
control as part of your audit, and to review our compliance with applicable laws and regulations,
we confirm, to the best of our knowledge and belief, the following representations. These
representations are based on the information available to us as of
July 1, 2010 (date completed/date of the representation).

PART I. AGENCY PROFILE

1. Name and address of the organization.

Louisiana Board of Veterinary Medicine
263 Third Street, Ste 104
Baton Rouge, LA 70801

2. List the population of the municipality or parish based upon the last official United States
census or most recent official census (municipalities and police juries only). Include the source
of the information.

N/A

3. List names, addresses, and telephone numbers of entity officials. [Include elected/
appointed members of the governing board, chief executive and fiscal officer, and legal counsel.
See attached.

4. Period of time covered by this questionnaire:

July 1, 2008 - June 30, 2010

5. The entity has been organized under the following provisions of the Louisiana Revised
Statute(s) (LSA-RS) and, if applicable, local resolutions/ordinances.

LSA- RS 37:1511-1558

6. Briefly describe the public services provided:

Examination, licensing, and on-going regulation of persons who practice
veterinary medicine, register as veterinary technicians and equine dentists,
and who become certified as animal euthanasia technicians. Board responds
to and investigates complaints related to licensees and the illegal practice of
veterinary medicine.

7. Expiration date of current elected/appointed officials terms.

See attached.

LEGAL COMPLIANCE

PART II. PUBLIC BID LAW

8. The provisions of the public bid law, LSA-RS Title 38:2212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office have been complied with.

A) All public works purchases exceeding \$100,000 have been publicly bid.

B) All material and supply purchases exceeding \$15,000 have been publicly bid.

Yes [X] No []

PART III. CODE OF ETHICS LAW FOR PUBLIC OFFICIALS AND PUBLIC EMPLOYEES

9. It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1101-1124.

Yes [X] No []

10. It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of LSA-RS 42:1119.

Yes [X] No []

PART IV. LAWS AFFECTING BUDGETING

11. We have complied with the budgeting requirements of the Local Governmental Budget Act (LSA-RS 39:1301-14) or the budget requirements of LSA-RS 39:34.

A. Local Budget Act

1. We have adopted a budget for the General Fund and all special revenue funds (LSA-RS 39:1301).

2. The chief executive officer, or equivalent, has prepared a proposed budget that included a budget message, a proposed budget for the General Fund and each special revenue fund, and a budget adoption instrument that specified the chief executive's authority to make budgetary amendments without approval of the governing authority. Furthermore, the proposed expenditures did not exceed estimated funds to be available during the period (LSA-RS 39:1304).

3. The proposed budget was submitted to the governing authority and made available for public inspection at least 15 days prior to beginning of the budget year (LSA-RS 39:1305).

4. To the extent that proposed expenditures were greater than \$250,000, we have made the budget available for public inspection and have advertised its availability in our official journal. The advertisement included the date, time, and place of the public hearing on the budget. Notice has also been published certifying that all actions required by the Local Government Budget Act have been completed (LSA-RS 39:1306).

5. The proposed budget was made available for public inspection at the location required by LSA-RS 39:1307.

6. All action necessary to adopt and finalize the budget was completed prior to year end. The adopted budget contained the same information as that required for the proposed budget [LSA-RS 39:1304(c)].

7. After adoption, a certified copy of the budget has been retained by the chief executive officer or equivalent officer (LSA-RS 39:1308).

8. The chief executive officer or equivalent notified in writing the governing authority during the year when actual receipts plus projected revenue collections for the year failed to meet budgeted revenues by five percent or more, or when actual expenditures plus projected

expenditures to year end exceeded budgeted expenditures by five percent or more (LSA-RS 39:1310). (Note, state law exempts from the amendment requirements special revenue funds with anticipated expenditures of \$250,000 or less and exempts special revenue funds whose expenditures drive revenue recognition-primarily federal funds.)

9. The governing authority has amended its budget when notified, as provided by LSA-RS 39:1310 (LSA-RS 39:1309).

N/A Yes [] No []

B. State Budgeted Requirements

1. The state agency has complied with the budgetary requirements of LSA-RS 39:34.

N/A Yes [] No []

C. Licensing Boards

1. The licensing board has complied with the budgetary requirements for R. S. 39:1331-1342.

Yes [X] No []

PART V. ACCOUNTING, AUDITING, AND FINANCIAL REPORTING LAWS

12. We have maintained our accounting records in such a manner as to provide evidence of legal compliance and the preparation of annual financial statements to comply with LSA-RS 24:514, 24:515, and/or 33:463.

Yes [X] No []

13. All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:31, and 44:36.

Yes [X] No []

14. We have filed our annual financial statements in accordance with LSA-RS 24:514, 33:463, and/or 39:92, as applicable.

Yes [X] No []

15. We have had our financial statements audited in a timely manner in accordance with LSA-RS 24:513.

Yes [X] No []

PART VI. ASSET MANAGEMENT LAWS

16. We have maintained records of our general fixed assets and moveable property, as required by LSA-RS 24:515 and/or 39:321-332, as applicable.

Yes [X] No []

PART VII. FISCAL AGENCY AND CASH MANAGEMENT LAWS

17. We have complied with the fiscal agency and cash management requirements of LSA-RS 39:1211-45 and 49:301-327, as applicable.

Yes [X] No []

PART VIII. DEBT RESTRICTION LAWS

18. It is true we have not incurred any long-term indebtedness without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 39:1410.60-1410.65.

Yes [X] No []

19. We have complied with the debt limitation requirements of state law (LSA-RS 39:562).
Yes No

20. We have complied with the reporting requirements relating to the Fiscal Review Committee of the State Bond Commission (LSA-RS 39:1351).
Yes No

PART IX. REVENUE AND EXPENDITURE RESTRICTION LAWS

21. We have restricted the collections and expenditures of revenues to those amounts authorized by Louisiana statutes, tax propositions, and budget ordinances.
Yes No

22. It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, LSA-RS 14:138, and AG opinion 79-729.
Yes No

23. It is true that no property or things of value have been loaned, pledged, or granted to anyone in violation of Article VII, Section 14 or the 1974 Louisiana Constitution.
Yes No

PART X. QUESTIONS FOR SPECIFIC GOVERNMENTAL UNITS

Police Juries

24. We have adopted a system of road administration that provides as follows:
A. Approval of the governing authority of all expenditures, LSA-RS 48:754(A).
B. Development of a capital improvement program on a selective basis, LSA-RS 48:754(A)&(B).
C. Centralized purchasing of equipment and supplies, LSA-RS 48:754(A).
D. Centralized accounting, LSA-RS 48:754(A).
E. A construction program based on engineering plans and inspections, LSA-RS 48:754(A)&(B).
F. Selective maintenance program, LSA-RS 48:754(A)&(B).
G. Annual certification of compliance to the legislative auditor, LSA-RS 48:757(C).
Yes No

School Boards

25. We have complied with the general statutory, constitutional, and regulatory provision of the Louisiana Department of Education, LSA-RS 17:51-401.
Yes No

26. We have complied with the regulatory circulars issued by the Louisiana Department of Education that govern the Minimum Foundation Program.
Yes No

Tax Collectors

27. We have complied with the general statutory requirements of LSA-RS 47, Chapter 4.
Yes No

Sheriffs

28. We have complied with the state supplemental pay regulations of LSA-RS 33:2218.8.
Yes No

29. We have complied with LSA-RS 33:1432 relating to the feeding and keeping of prisoners.
Yes [] No []

District Attorneys

30. We have complied with the regulations of the Louisiana Department of Social Services that relate to the Title IV-D Program.
Yes [] No []

Assessors

31. We have complied with the regulatory requirements found in Title 47 of the Louisiana Revised Statutes.
Yes [] No []

32. We have complied with the regulations of the Louisiana Tax Commission relating to the reassessment of property.
Yes [] No []

Clerks of Court

33. We have complied with LSA-RS 13:751-960.
Yes [] No []

Libraries

34. We have complied with the regulations of the Louisiana State Library.
Yes [] No []

Municipalities

35. Minutes are taken at all meetings of the governing authority. LSA-RS 42:7.1 (Act 665 of 1976).
Yes [] No []

36. Minutes, ordinances, resolutions, budgets, and other official proceedings of the municipalities are published in the official journal. LSA-RS 43:143-144 and A.G. 82-383.
Yes [] No []

37. All official action taken by the municipality is conducted at public meetings. LSA-RS 42:4.1-12 (Act 665 of 1976).
Yes [] No []

Airports

38. We have submitted our applications for funding airport construction or development to the Department of Transportation and Development as required by LSA-RS 2:802.
Yes [] No []

39. We have adopted a system of administration that provides for approval by the department for any expenditures of funds appropriated from the Transportation Trust Fund, and no funds have been expended without department approval (LSA-RS 2:810).
Yes [] No []

40. All project funds have been expended on the project and for no other purpose (LSA-RS 2:810).
Yes [] No []

41. We have certified to the legislative auditor, on an annual basis, that we have expended project funds in accordance with the standards established by law (LSA-RS 2:811).

Yes [] No []

Ports

42. We have submitted our applications for funding port construction or development to the Department of Transportation and Development as required by LSA-RS 34:3432.

Yes [] No []

43. We have adopted a system of administration that provides for approval by the department for any expenditures of funds made out of state and local matching funds, and no funds have been expended without department approval (LSA-RS 34:3460).

Yes [] No []

44. All project funds have been expended on the project and for no other purpose (LSA-RS 34:3460).

Yes [] No []

45. We have established a system of administration that provides for the development of a capital improvement program on a selective basis, centralized purchasing of equipment and supplies, centralized accounting, and the selective maintenance and construction of port facilities based upon engineering plans and inspections (LSA-RS 34:3460).

Yes [] No []

46. We have certified to the legislative auditor, on an annual basis, that we have expended project funds in accordance with the standards established by law (LSA-RS 34:3461).

Yes [] No []

Sewerage Districts

47. We have complied with the statutory requirements of LSA-RS 33:3881-4159.

Yes [] No []

Waterwork Districts

48. We have complied with the statutory requirements of LSA-RS 33:3811-3836.

Yes [] No []

Utility Districts

49. We have complied with the statutory requirements of LSA-RS 33:4161-4533.

Yes [] No []

Drainage and Irrigation Districts

50. We have complied with the statutory requirements of LSA-RS 38:1601-1707 (Drainage Districts); LSA-RS 38:1751-1904 (Gravity Drainage Districts); LSA-RS 38:1991-2048 (Levee and Drainage Districts); or LSA-RS 38:2101-2123 (Irrigation Districts), as appropriate.

Yes [] No []

Fire Protection Districts

51. We have complied with the statutory requirements of LSA-RS 40:1491-1505.

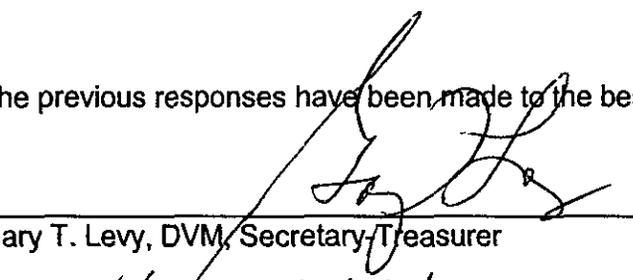
Yes [] No []

Other Special Districts

52. We have complied with those specific statutory requirements of state law applicable to our district.

Yes [] No []

The previous responses have been made to the best of our belief and knowledge.



Gary T. Levy, DVM, Secretary-Treasurer

Date 6/17/2010



~~William H. Green, DVM, President~~

Date 6-17-10



Steven Stator, DVM, Vice-President

**LOUISIANA BOARD OF VETERINARY MEDICINE
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
MANAGEMENT'S CORRECTIVE ACTION PLAN
YEAR ENDED JUNE 30, 2010**

Findings Related to Compliance with Applicable Laws

2010.01 Local Government Budget Act

Condition/Effect: Interest income was \$7,750 less than the amount budgeted for this category. The Local Government Budget Act requires that actual revenues be within 5% of budgeted amounts in total and within 10% of each category. Because \$7,750 represents 52% of budgeted amounts, the Board is not in compliance with this law.

Recommendation: We recommend that a budget to actual comparison be made periodically throughout the year but not less than quarterly. Appropriate amendments should be made based on this comparison and anticipated totals by year-end.

Management's Response: "Short-term certificates of deposit were renewed at lower and lower rates throughout the year making it difficult to reach our anticipated earnings."

**LOUISIANA BOARD OF VETERINARY MEDICINE
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
YEAR ENDED JUNE 30, 2010**

Findings Related to Compliance with Applicable Laws

2009.01 Local Government Budget Act

Condition/Effect: Professional service expenditures were greater than budgeted amounts by more than 10%. The Local Government Budget Act requires that actual expenditures be within 5% of budgeted amounts in total and within 10% of each category. This was a result of increased volume in legal issues and cases.

Recommendation: We recommend that budgeted amounts be compared to actual amounts periodically throughout the year.

Disposition: This was done for the year ended June 30, 2010, for all expenditures.

OTHER REQUIRED SUPPLEMENTARY INFORMATION

**LOUISIANA BOARD OF VETERINARY MEDICINE
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
JUNE 30, 2010**

LOUISIANA'S COMPREHENSIVE ANNUAL FINANCIAL REPORT

As a component unit of the State of Louisiana, the financial statements of the Louisiana Board of Veterinary Medicine are included in Louisiana's Comprehensive Annual Financial Report. Following are the statements being submitted to the Division of Administration. The amounts recorded have been subjected to the same review procedures as those recorded in the accompanying financial statements.

LOUISIANA BOARD OF VETERINARY MEDICINE
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
Annual Financial Statements
June 30, 2010

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AFFIDAVIT

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STATE OF LOUISIANA
Annual Financial Statements
Fiscal Year Ending June 30, 2009

Louisiana State Board of Veterinary Medicine
283 Third Street, Suite 104
Baton Rouge, Louisiana 70801

Division of Administration
Office of Statewide Reporting
and Accounting Policy
P. O. Box 94095
Baton Rouge, Louisiana 70804-9095

Legislative Auditor
P. O. Box 94397
Baton Rouge, Louisiana 70804-9397

Physical Address:
1201 N. Third Street
Claiborne Building, 6th Floor, Suite 6-130
Baton Rouge, Louisiana 70802

Physical Address:
1600 N. Third Street
Baton Rouge, Louisiana 70802

AFFIDAVIT

Personally came and appeared before the undersigned authority, Wendy Parrish, Executive Director of the Louisiana State Board of Veterinary Medicine who duly sworn, deposes and says, that the financial statements herewith given present fairly the financial position of the Louisiana State Board of Veterinary Medicine at June 30, 2010 and the results of operations for the year then 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. Sworn and subscribed before me, this 24th day of August, 2010.



Signature of Agency Official

Prepared by: Wendy Parrish

Title: Executive Director

Telephone No.: 225-342-2176

Date: 8/24/2010

Email Address: director@lsbvm.org



NOTARY PUBLIC

Tom Withers, PE
La. Bar # 13620
Commission Expires at Death

**STATE OF LOUISIANA
BOARD OF VETERINARY MEDICINE
BALANCE SHEET
AS OF JUNE 30, 2010**

Statement A

ASSETS

CURRENT ASSETS:

| | |
|--|------------|
| Cash and cash equivalents | \$ 227,165 |
| Restricted Cash and Cash Equivalents | |
| Investments | |
| Derivative instrument | |
| Deferred outflow of resources | |
| Receivables (net of allowance for doubtful accounts)(Note U) | 7,384 |
| Due from other funds (Note Y) | |
| Due from federal government | |
| Inventories | |
| Prepayments | |
| Notes receivable | |
| Other current assets | |
| Total current assets | 234,549 |

NONCURRENT ASSETS:

| | |
|--|------------|
| Restricted assets (Note F): | |
| Cash | |
| Investments | 177,084 |
| Receivables | |
| Investments | |
| Notes receivable | |
| Capital assets, net of depreciation (Note D) | |
| Land and non-depreciable easements | |
| Buildings and improvements | |
| Machinery and equipment | 5,642 |
| Infrastructure | |
| Intangible assets | |
| Construction/Development-in-progress | |
| Other noncurrent assets | |
| Total noncurrent assets | 182,726 |
| Total assets | \$ 417,275 |

LIABILITIES

CURRENT LIABILITIES:

| | |
|--|-----------|
| Accounts payable and accruals (Note V) | \$ 17,504 |
| Derivative instrument | |
| Deferred inflow of resources | |
| Due to other funds (Note Y) | |
| Due to federal government | |
| Deferred revenues | |
| Amounts held in custody for others | |
| Other current liabilities | 2,751 |
| Current portion of long-term liabilities: (Note K) | |
| Contracts payable | |
| Compensated absences payable | |
| Capital lease obligations | |
| Claims and litigation payable | |
| Notes payable | |
| Pollution remediation obligation | |
| Bonds payable (include unamortized costs) | |
| Other long-term liabilities | |
| Total current liabilities | 20,254 |

NONCURRENT LIABILITIES: (Note K)

| | |
|---|--------|
| Contracts payable | |
| Compensated absences payable | 10,428 |
| Capital lease obligations | |
| Claims and litigation payable | |
| Notes payable | |
| Pollution remediation obligation | |
| Bonds payable (include unamortized costs) | |
| OPEB payable | 46,690 |
| Other long-term liabilities | |
| Total noncurrent liabilities | 57,118 |
| Total liabilities | 77,372 |

NET ASSETS

| | |
|---|------------|
| Invested in capital assets, net of related debt | 5,642 |
| Restricted for: | |
| Capital projects | |
| Debt service | |
| Unemployment compensation | |
| Other specific purposes | |
| Unrestricted | 334,260 |
| Total net assets | 339,903 |
| Total liabilities and net assets | \$ 417,275 |

The accompanying notes are an integral part of this financial statement.

STATE OF LOUISIANA
 BOARD OF VETERINARY MEDICINE
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2010

Statement B

| | |
|---|------------|
| OPERATING REVENUE | |
| Sales of commodities and services | \$ _____ |
| Assessments | _____ |
| Use of money and property | _____ |
| Licenses, permits, and fees | 340,895 |
| Other | _____ |
| Total operating revenues | 340,895 |
| OPERATING EXPENSES | |
| Cost of sales and services | _____ |
| Administrative | 363,636 |
| Depreciation | 508 |
| Amortization | _____ |
| Total operating expenses | 364,144 |
| Operating income(loss) | (23,249) |
| NON-OPERATING REVENUES (EXPENSES) | |
| State appropriations | _____ |
| Intergovernmental revenues(expenses) | _____ |
| Taxes | _____ |
| Use of money and property | 7,250 |
| Gain on disposal of fixed assets | _____ |
| Loss on disposal of fixed assets | _____ |
| Federal grants | _____ |
| Interest expense | _____ |
| Other revenue | 12,550 |
| Other expense | _____ |
| Total non-operating revenues(expenses) | 19,800 |
| Income(loss) before contributions, extraordinary items, & transfers | (3,449) |
| Capital contributions | _____ |
| Extraordinary item - Loss on impairment of capital assets | _____ |
| Transfers in | _____ |
| Transfers out | _____ |
| Change in net assets | (3,449) |
| Total net assets – beginning | 343,352 |
| Total net assets – ending | \$ 339,903 |

The accompanying notes are an integral part of this financial statement.

STATE OF LOUISIANA
 BOARD OF VETERINARY MEDICINE
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2010

Statement C

| | Program Revenues | | | Net (Expense) Revenue and Changes in Net Assets | |
|--|------------------|-------------------------|--|--|--|
| | Expenses | Charges for Services | Operating Grants and Contributions | | Capital Grants and Contributions |
| Entity | \$ 364,144 | \$ 340,895 | \$ | \$ | \$ (23,249) |
| General revenues: | | | | | |
| Taxes | | | | | |
| State appropriations | | | | | |
| Grants and contributions not restricted to specific programs | | | | | |
| Interest | | | | | 7,250 |
| Miscellaneous | | | | | 12,550 |
| Special items | | | | | |
| Extraordinary item - Loss on impairment of capital assets | | | | | |
| Transfers | | | | | |
| Total general revenues, special items, and transfers | | | | | 19,800 |
| Change in net assets | | | | | (3,449) |
| Net assets - beginning as restated | | | | | 343,352 |
| Net assets - ending | | | | | \$ 339,903 |

The accompanying notes are an integral part of this statement.

**STATE OF LOUISIANA
BOARD OF VETERINARY MEDICINE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2010**

**Statement D
(continued)**

| | | |
|---|-------------------|-----------------------|
| Cash flows from operating activities | | |
| Cash received from customers | \$ <u>340,895</u> | |
| Cash payments to suppliers for goods and services | <u>(216,208)</u> | |
| Cash payments to employees for services | <u>(124,517)</u> | |
| Payments in lieu of taxes | <u> </u> | |
| Internal activity-payments to other funds | <u> </u> | |
| Claims paid to outsiders | <u> </u> | |
| Other operating revenues(expenses) | <u> </u> | |
| Net cash provided(used) by operating activities | | <u>170</u> |
| Cash flows from non-capital financing activities | | |
| State appropriations | <u> </u> | |
| Federal receipts | <u> </u> | |
| Federal disbursements | <u> </u> | |
| Proceeds from sale of bonds | <u> </u> | |
| Principal paid on bonds | <u> </u> | |
| Interest paid on bond maturities | <u> </u> | |
| Proceeds from issuance of notes payable | <u> </u> | |
| Principal paid on notes payable | <u> </u> | |
| Interest paid on notes payable | <u> </u> | |
| Operating grants received | <u> </u> | |
| Transfers in | <u> </u> | |
| Transfers out | <u> </u> | |
| Other | <u>12,550</u> | |
| Net cash provided(used) by non-capital financing activities | | <u>12,550</u> |
| Cash flows from capital and related financing activities | | |
| Proceeds from sale of bonds | <u> </u> | |
| Principal paid on bonds | <u> </u> | |
| Interest paid on bond maturities | <u> </u> | |
| Proceeds from issuance of notes payable | <u> </u> | |
| Principal paid on notes payable | <u> </u> | |
| Interest paid on notes payable | <u> </u> | |
| Acquisition/construction of capital assets | <u>(5,451)</u> | |
| Proceeds from sale of capital assets | <u> </u> | |
| Capital contributions | <u> </u> | |
| Other | <u> </u> | |
| Net cash provided(used) by capital and related financing activities | | <u>(5,451)</u> |
| Cash flows from investing activities | | |
| Purchases of investment securities | <u>(300,000)</u> | |
| Proceeds from sale of investment securities | <u>275,000</u> | |
| Interest and dividends earned on investment securities | <u>7,250</u> | |
| Net cash provided(used) by investing activities | | <u>(17,750)</u> |
| Net increase(decrease) in cash and cash equivalents | | <u>(10,480)</u> |
| Cash and cash equivalents at beginning of year | | <u>237,645</u> |
| Cash and cash equivalents at end of year | \$ | <u><u>227,165</u></u> |

**STATE OF LOUISIANA
 BOARD OF VETERINARY MEDICINE
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2010**

**Statement D
 (concluded)**

Reconciliation of operating income(loss) to net cash provided(used) by operating activities:

| | |
|---|-----------------------------|
| Operating income(loss) | \$ <u>(23,249)</u> |
| Adjustments to reconcile operating income(loss) to net cash provided(used) by operating activities: | |
| Depreciation/amortization | <u>508</u> |
| Provision for uncollectible accounts | <u> </u> |
| Other | <u> </u> |
| Changes in assets and liabilities: | |
| (Increase)decrease in accounts receivable, net | <u>(7,384)</u> |
| (Increase)decrease in due from other funds | <u> </u> |
| (Increase)decrease in prepayments | <u> </u> |
| (Increase)decrease in inventories | <u> </u> |
| (Increase)decrease in other assets | <u> </u> |
| Increase(decrease) in accounts payable and accruals | <u>17,051</u> |
| Increase(decrease) in compensated absences payable | <u>1,981</u> |
| Increase(decrease) in due to other funds | <u> </u> |
| Increase(decrease) in deferred revenues | <u> </u> |
| Increase(decrease) in OPEB payable | <u>11,263</u> |
| Increase(decrease) in other liabilities | <u> </u> |
| Net cash provided(used) by operating activities | \$ <u> 170</u> |

Schedule of noncash investing, capital, and financing activities:

| | |
|--|--------------------------|
| Borrowing under capital lease(s) | \$ <u> </u> |
| Contributions of fixed assets | <u> </u> |
| Purchases of equipment on account | <u> </u> |
| Asset trade-ins | <u> </u> |
| Other (specify) | <u> </u> |
| <u> </u> | <u> </u> |
| <u> </u> | <u> </u> |
| <u> </u> | <u> </u> |
| Total noncash investing, capital, and financing activities: | \$ <u> </u> |

The accompanying notes are an integral part of this statement.

**STATE OF LOUISIANA
BOARD OF VETERINARY MEDICINE
Notes to the Financial Statements
As of and For the Year Ended June 30, 2010**

INTRODUCTION

The Board was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 37:1515. The following is a brief description of the operations of Board and includes the parish/parishes in which the (BTA) is located:

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of Board present information only as to the transactions of the programs of the Board as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Board are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

B. BUDGETARY ACCOUNTING

The appropriations made for the operations of the various programs of the Board are annual lapsing appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.

**STATE OF LOUISIANA
 BOARD OF VETERINARY MEDICINE
 Notes to the Financial Statements
 As of and For the Year Ended June 30, 2010**

3. Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows:

| | <u>APPROPRIATIONS</u> |
|--------------------------|-----------------------|
| Original approved budget | \$ 368,421 |
| Amendments: | 70,000 |
| | _____ |
| | _____ |
| Final approved budget | \$ 438,421 |

C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

1. DEPOSITS WITH FINANCIAL INSTITUTIONS

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Board may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the Board may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana; in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows and balance sheet presentation, all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including nonnegotiable CDs and restricted cash and cash equivalents) with a maturity of three months or less when purchased are considered to be cash equivalents.

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 required to be held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

**STATE OF LOUISIANA
BOARD OF VETERINARY MEDICINE
Notes to the Financial Statements
As of and For the Year Ended June 30, 2010**

The deposits at June 30, 2010, consisted of the following:

| | Cash | Nonnegotiable Certificates of Deposit | Other (Describe) | Total |
|---|------------|---|---------------------|------------|
| Deposits per Balance Sheet (Reconciled bank balance) | \$ 227,165 | \$ | \$ | \$ 227,165 |
| Deposits in bank accounts per bank | \$ 184,404 | \$ | \$ | \$ 184,404 |
| Bank balances exposed to custodial credit risk: | \$ | \$ | \$ | \$ |
| a. Uninsured and uncollateralized | | | | |
| b. Uninsured and collateralized with securities held by the pledging institution | | | | |
| c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the entity's | | | | |

The following is a breakdown by banking institution, program, and amount of the "Deposits in bank accounts per bank" balances shown above:

| <u>Banking Institution</u> | <u>Program</u> | <u>Amount</u> |
|----------------------------|----------------|-------------------|
| 1. Chase Bank | Operations | \$ 227,165 |
| 2. _____ | _____ | _____ |
| 3. _____ | _____ | _____ |
| 4. _____ | _____ | _____ |
| Total | | \$ <u>227,165</u> |

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included on the balance sheet.

Cash in State Treasury \$ _____
Petty cash \$ _____

2. INVESTMENTS

The Board does maintain investment accounts as authorized by La. Revised Statute 33:2955. All are long-term certificates of deposit.

Custodial Credit Risk

None of the investments of the Board are exposed to custodial risk.

STATE OF LOUISIANA
BOARD OF VETERINARY MEDICINE
Notes to the Financial Statements
As of and For the Year Ended June 30, 2010

3. CREDIT RISK, INTEREST RATE RISK CONCENTRATION OF CREDIT RISK, AND FOREIGN CURRENCY RISK DISCLOSURES

A. Credit Risk of Debt Investments

N/A

B. Interest Rate Risk of Debt Investments

N/A

C. Concentration of Credit Risk

N/A

D. Foreign Currency Risk

N/A

4. DERIVATIVES (GASB 53)

N/A

5. POLICIES

N/A

6. OTHER DISCLOSURES REQUIRED FOR INVESTMENTS

N/A

STATE OF LOUISIANA
 BOARD OF VETERINARY MEDICINE
 Notes to the Financial Statements
 As of and For the Year Ended June 30, 2010

D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the balance sheet of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity is charged as an expense against operations. Accumulated depreciation is reported on the balance sheet. Depreciation for financial reporting purposes is computed by the straight line method over the useful lives of the assets.

| | Year ended June 30, 2010 | | | | | | | Balance 6/30/2010 |
|---|--------------------------|--|------------------------|----------------------------------|-----------|------------|-------------|----------------------|
| | Balance 6/30/2009 | Prior Period Adjustments | | Adjusted Balance 6/30/2009 | Additions | Transfers* | Retirements | |
| | | Adj. after submitted to OSRAP (+or-) | Restatements (+or-) | | | | | |
| Capital assets not being depreciated | | | | | | | | |
| Land | \$ | \$ | \$ | \$ | \$ | \$ | \$ | - |
| Non-depreciable land improvements | | | | | | | | - |
| Non-depreciable easements | | | | | | | | - |
| Capitalized collections | | | | | | | | - |
| Software Development in Progress | | | | | | | | - |
| Construction in progress (CIP) | | | | | | | | - |
| Total capital assets not being depreciated | | | | | | | | - |
| Other capital assets | | | | | | | | |
| Machinery and equipment | 10,543 | | | 10,543 | 5,451 | | | 15,994 |
| Less accumulated depreciation | (9,844) | | | (9,844) | (508) | | | (10,352) |
| Total Machinery and equipment | 699 | | | 699 | 4,943 | | | 5,642 |
| Buildings and improvements | | | | | | | | - |
| Less accumulated depreciation | | | | | | | | - |
| Total buildings and improvements | | | | | | | | - |
| Depreciable land improvements | | | | | | | | - |
| Less accumulated depreciation | | | | | | | | - |
| Total land improvements | | | | | | | | - |
| Infrastructure | | | | | | | | - |
| Less accumulated depreciation | | | | | | | | - |
| Total infrastructure | | | | | | | | - |
| Software (internally generated and purchased) | | | | | | | | - |
| Other Intangibles | | | | | | | | - |
| Less accumulated amortization - software | | | | | | | | - |
| Less accumulated amortization - other intangibles | | | | | | | | - |
| Total intangibles | | | | | | | | - |
| Total other capital assets | 699 | | | 699 | 4,943 | | | 5,642 |
| Capital assets not being depreciated | | | | | | | | - |
| Other capital assets, at cost | 10,543 | | | 10,543 | 5,451 | | | 15,994 |
| Total cost of capital assets | 10,543 | | | 10,543 | 5,451 | | | 15,994 |
| Less accumulated depreciation and amortization | (9,844) | | | (9,844) | (508) | | | (10,352) |
| Capital assets, net | \$ 699 | \$ - | \$ - | \$ 699 | \$ 4,943 | \$ - | \$ - | \$ 5,642 |

* Should be used only for those completed projects coming out of construction-in-progress to fixed assets.

**STATE OF LOUISIANA
BOARD OF VETERINARY MEDICINE
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As of and For the Year Ended June 30, 2010**

E. INVENTORIES

N/A

F. RESTRICTED ASSETS

N/A

G. LEAVE

1. COMPENSATED ABSENCES

The Board has the following policy on annual and sick leave:

Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual 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 annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as current year expenditures when leave is earned. Only annual leave is accrued in the accompanying statement of net assets, the amount unpaid at June 30, 2010, 2009 and 2008, being \$10,428, \$8,446, and \$6,436, respectively

2. COMPENSATORY LEAVE

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave earned. Upon termination or transfer, an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. This pay is based on the employee's hourly rate of pay at the time of termination or transfer. There was no compensatory leave time accrued at June 30, 2010.

H. RETIREMENT SYSTEM

Substantially all of the employees of the (BTA) are members of the Louisiana State Employees Retirement System (LASERS), a single employer defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees.

All full-time (BTA) employees are eligible to participate in the System unless they elect to continue as a contributing member in any other retirement system for which they remain eligible for membership. Certain elected officials and officials appointed by the governor may, at their option, become members of LASERS. Normal benefits vest with 10 years of service. Generally, retirement age employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their

STATE OF LOUISIANA
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years of credited service except for members eligible to begin participation in the Defined Benefit Plan (DBP) on or after July 1, 2006. Act 75 of the 2005 Regular Session changes retirement eligibility and final average compensation for members who are eligible to begin participation in the DBP beginning July 1, 2006. Retirement eligibility for these members is limited to age 60, or thereafter, upon attainment of ten years of creditable service. Final average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment.

Vested employees eligible to begin participation in the DBP before July 1, 2006, are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, these vested employees have the option of reduced benefits at any age with 20 years of service. Those hired on or after July 1, 2006 have only a single age option. They cannot retire until age 60 with a minimum of 10 years of service. The System also provides death and disability benefits and deferred benefit options, with qualifications and amounts defined by statute. Benefits are established or amended by state statute. The System issues a publicly available annual financial report that includes financial statements and required supplementary information for the System. For a full description of the LASERS defined benefit plan, please refer to the LASERS 2008 Financial Statements, specifically, footnotes A – Plan Description and C – Contributions. That report may be obtained by writing to the Louisiana State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0608 or (800) 256-3000. The footnotes to the Financial Statements contain additional details and are also available on-line at:

http://www.lasers.state.la.us/PDFs/Publications_and_Reports/Fiscal_Documents/Comprehensive_Financial_Reports/Comprehensive%20Financial%20Reports_08.pdf

Members are required by state statute to contribute with the single largest group (“regular members”) contributing 7.5% of gross salary, and the Board is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for the fiscal year ended June 30, 2010, 18.5% of annual covered payroll remained the same from the last fiscal year ended June 30, 2009. The Board contributions to the System for the years ending June 30, 2010, 2009, and 2008, were \$18,404, \$17,316, and \$17,420, respectively, equal to the required contributions for each year.

I. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

GASB Statement No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans* addresses accounting and financial reporting for OPEB trust and agency funds of the employer. GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* establishes standards of accounting and financial reporting for OPEB expense/expenditures and related OPEB liabilities or OPEB assets, note disclosures, and required supplementary information (RSI) in the financial reports of governmental employers.

STATE OF LOUISIANA
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1. Calculation of Net OPEB Obligation

| Fiscal year ending | Annual OPEB expense and net OPEB Obligation | 6/30/2010 |
|--|---|---------------------|
| 1. * ARC | | <u>\$11,200.0</u> |
| 2. * Interest on NOO (4%) | | <u>\$1,417.1</u> |
| 3. * ARC adjustment | | <u>\$1,353.7</u> |
| 4. * Annual OPEB Expense (1. + 2. - 3.) | | <u>\$11,263.4</u> |
| 5. Contributions (employer pmts. to OGB for retirees' cost of 2010 insurance premiums) | | <u>\$0.0</u> |
| 6. Increase in Net OPEB Obligation (4. - 5.) | | <u>\$11,263.4</u> |
| 7. *NOO, beginning of year (see actuarial valuation report on OSRAP's website) | | <u>\$ 35,427.00</u> |
| 8. **NOO, end of year (6. + 7.) | | <u>\$46,690.4</u> |

J. LEASES

1. OPERATING LEASES

The total payments for operating leases during fiscal year amounted to \$20,585.

| Nature of lease | FY 2011 | FY 2012 | FY 2013 | FY 2014 | FY 2015 | FY 2016- 2020 | FY 2021- 2025 |
|-----------------|-----------|-----------|----------|---------|---------|------------------|------------------|
| Office Space | \$ 17,976 | \$ 17,976 | \$ 1,498 | \$ - | \$ - | \$ - | \$ - |
| Equipment | 2,609 | | | | | | |
| Land | | | | | | | |
| Other | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| Total | \$ 20,585 | \$ 17,976 | \$ 1,498 | \$ - | \$ - | \$ - | \$ - |

2. CAPITAL LEASES

The Board has no capital leases

3. LESSOR DIRECT FINANCING LEASES

N/A

4. LESSOR – OPERATING LEASE

N/A

STATE OF LOUISIANA
 BOARD OF VETERINARY MEDICINE
 Notes to the Financial Statements
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K. LONG-TERM LIABILITIES

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 2010:

| | Year ended June 30, 2010 | | | | |
|----------------------------------|------------------------------------|------------------|-------------------|------------------------------------|--|
| | Balance June 30, <u>2009</u> | <u>Additions</u> | <u>Reductions</u> | Balance June 30, <u>2010</u> | Amounts due within <u>one year</u> |
| Notes and bonds payable: | | | | | |
| Notes payable | \$ - | \$ - | \$ - | \$ - | \$ - |
| Bonds payable | - | - | - | - | - |
| Total notes and bonds | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Other liabilities: | | | | | |
| Contracts payable | - | - | - | - | - |
| Compensated absences payable | 8,446 | 1,982 | - | 10,428 | - |
| Capital lease obligations | - | - | - | - | - |
| Claims and litigation | - | - | - | - | - |
| Pollution remediation obligation | - | - | - | - | - |
| OPEB payable | 35,427 | 11,263 | - | 46,690 | - |
| Other long-term liabilities | - | - | - | - | - |
| Total other liabilities | <u>43,873</u> | <u>13,245</u> | <u>-</u> | <u>57,118</u> | <u>-</u> |
| Total long-term liabilities | <u>\$ 43,873</u> | <u>\$ 13,245</u> | <u>\$ -</u> | <u>\$ 57,118</u> | <u>\$ -</u> |

L. CONTINGENT LIABILITIES

N/A

M. RELATED PARTY TRANSACTIONS

N/A

N. ACCOUNTING CHANGES

N/A

O. IN-KIND CONTRIBUTIONS

N/A

P. DEFEASED ISSUES

N/A

STATE OF LOUISIANA
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Q. REVENUES – PLEDGED OR SOLD (GASB 48)

N/A

R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)

N/A

S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS

N/A

T. SHORT-TERM DEBT

N/A

U. DISAGGREGATION OF RECEIVABLE BALANCES

N/A

V. DISAGGREGATION OF PAYABLE BALANCES

N/A

W. SUBSEQUENT EVENTS

N/A

X. SEGMENT INFORMATION

N/A

Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS

N/A

AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS

N/A

BB. NET ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB 46)

N/A

STATE OF LOUISIANA
BOARD OF VETERINARY MEDICINE
Notes to the Financial Statements
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CC. IMPAIRMENT OF CAPITAL ASSETS & INSURANCE RECOVERIES

N/A

DD. EMPLOYEE TERMINATION BENEFITS

N/A

EE. POLLUTION REMEDIATION OBLIGATIONS

N/A

STATE OF LOUISIANA
BOARD OF VETERINARY MEDICINE
COMPARISON FIGURES

To assist OSRAP in determining the reason for the change in financial position for the State, please complete the schedule below. If the change is greater than \$3 million, explain the reason for the change.

| | <u>2010</u> | <u>2009</u> | <u>Difference</u> | <u>Percentage Change</u> |
|----------------------------|-------------------------|-------------|-------------------|------------------------------|
| 1) Revenues | \$ 360,695 | \$ 357,308 | \$ 3,387 | \$ 1% |
| Expenses | 364,144 | 361,733 | 2,411 | 1% |
| 2) Capital assets | 5,642 | 700 | 4,942 | 706% |
| Long-term debt | 57,118 | 43,873 | 13,245 | 30% |
| Net Assets | 339,903 | 343,352 | (3,449) | 1% |
| Explanation for change: | <hr/> <hr/> <hr/> <hr/> | | | |