



Kathleen Babineaux Blanco
GOVERNOR

State of Louisiana
DIVISION OF ADMINISTRATION
OFFICE OF THE COMMISSIONER

Jerry Luke LeBlanc
COMMISSIONER OF ADMINISTRATION

January 10, 2007

The Honorable John A. Alario, Jr., Chairman
Joint Legislative Committee on the Budget
P. O. Box 44294
Baton Rouge, LA 70804

Dear Representative Alario:

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 receivables and debt owed the state. He 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 Receivable Report for the quarter ended June 30, 2006. 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 they 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. In addition, South Louisiana Community College, Louisiana Stadium and Exposition District (Superdome), and Louisiana Tax Free Shopping Commission did not submit a quarterly report.

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 Center reported \$30,588,370 in write-offs for this quarter. This amount represents approximately 68% of the total write-offs reported.

The Honorable John A. Alario, Jr.
Page 2
January 10, 2007

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,

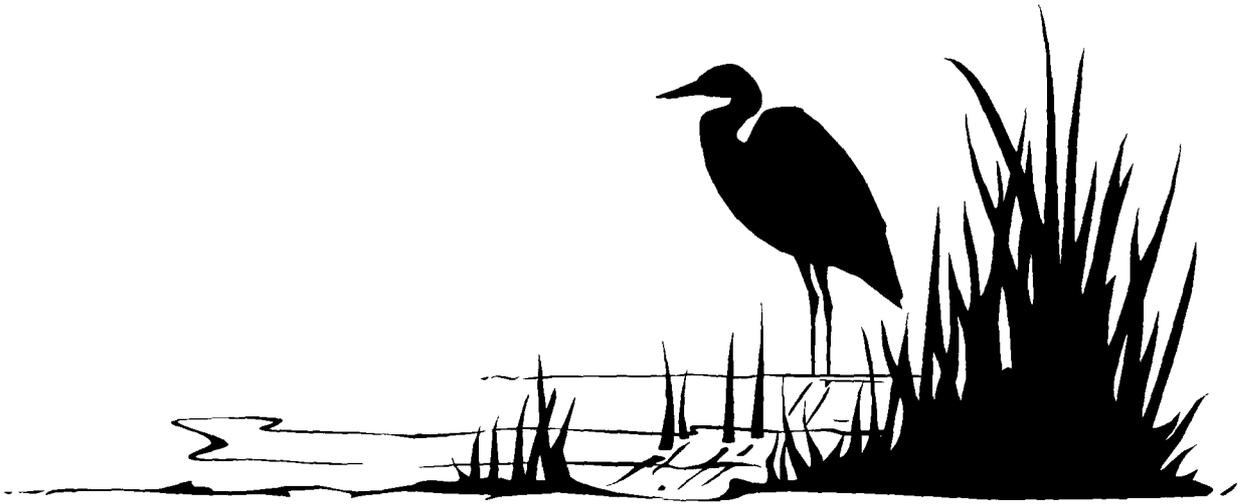
A handwritten signature in black ink that reads "Jerry Luke LeBlanc". The signature is written in a cursive style with a large initial "J" and "L".

Jerry Luke LeBlanc
Commissioner of Administration

JLL/AA/kbp

Enclosure

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



STATE OF LOUISIANA
RECEIVABLES REPORT

FOR THE QUARTER ENDED June 30, 2006

JERRY LUKE LEBLANC
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 gross receivables at the end of the quarter, estimated uncollectibles, and authorized write-offs for the quarter by revenue source.

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

Collections for 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 by the board or a committee within each agency.

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 06/30/2006

Gross Receivables	\$ 1,150,205,079
Less: Estimated Uncollectibles	\$ 315,416,019
Net Receivables	\$ 834,789,060

Gross Receivables Over 180 Days Past Due	\$ 653,004,094
Past Due As A Percentage of Gross Receivables	57%

Authorized Write-Offs This Quarter	\$ 44,890,070
------------------------------------	---------------

**Schedule of Gross Receivables, Amounts Past Due,
Uncollectibles, and Write-offs by Agency
For the Quarter Ended 06/30/2006**

Agency	Gross Receivables	Over 180 Days Past Due	% of Receivables Past Due	Uncollectibles	Write-Offs
<u>Boards & Commissions</u>					
Board of Certified Public Accountants	\$ 2,411	\$ 0	0%	\$ 0	\$ 400
LA State Board of Medical Examiners	1,133,380	292,624	26%	228,171	0
State Plumbing Board of Louisiana	8,600	7,655	89%	0	0
LA Recreational & Used Motor Vehicle Commissic	96,809	25,719	27%	0	0
LA State Board of Veterinary Medicine	11,051	0	0%	0	0
Total Boards & Commissions	\$ 1,252,251	\$ 325,998	26%	\$ 228,171	\$ 400
<u>Colleges & Universities</u>					
LSU - Baton Rouge	\$ 17,791,820	\$ 4,112,021	23%	\$ 753,574	\$ 964,734
LSU - Alexandria	655,252	366,749	56%	0	77,779
University of New Orleans	4,081,833	2,990,009	73%	0	840,843
LSU Health Sciences Center - New Orleans	20,138,347	1,981,660	10%	828,989	70,331
LSU - Eunice	435,821	314,485	72%	119,542	60,301
LSU - Shreveport	999,899	202,026	20%	0	101,655
Pennington Biomedical Research Center	1,314,535	1,191	0%	0	0
LSU Health Sciences Center - HCSD	46,579,290	11,172,966	24%	37,463,723	3,817,435
LSU Health Sciences Center - Shreveport	164,833,768	55,555,248	34%	101,593,209	26,700,604
Baton Rouge Community College	408,677	304,652	75%	0	0
Southern University (all campuses)	7,319,180	4,489,903	61%	945,337	201,236
Nicholls State University	2,729,655	2,012,371	74%	62,274	190,665
Grambling State University	6,822,750	4,937,225	72%	5,013,439	0
Louisiana Tech University	2,394,964	324,561	14%	156,813	7,010
McNeese State University	4,439,729	2,843,862	64%	1,229,913	942
University of Louisiana @ Monroe	2,649,846	976,139	37%	0	201,137
Northwestern State University	3,752,205	1,318,104	35%	804,044	1,289,234
Southeastern Louisiana University	6,656,034	4,922,823	74%	1,852,380	516,592
Delgado Community College	5,791,008	1,904,404	33%	0	0
Nunez Community College	167,704	128,439	77%	0	0

**Schedule of Gross Receivables, Amounts Past Due,
Uncollectibles, and Write-offs by Agency
For the Quarter Ended 06/30/2006**

Agency	Gross Receivables	Over 180 Days Past Due	% of Receivables Past Due	Uncollectibles	Write-Offs
Bossier Parish Community College	631,805	481,690	76%	6,318	109,606
River Parishes Community College	64,510	2,580	4%	1,157	0
Louisiana Delta Community College	47,111	25,603	54%	23,008	0
LCTCS - Louisiana Technical College	2,656,683	127,487	5%	10,475	0
L E Fletcher Technical Community College	87,998	0	0%	16,021	0
Sowela Technical Community College	82,325	32,497	39%	0	0
Total Colleges & Universities	\$ 303,532,749	\$ 101,528,695	33%	\$ 150,880,216	\$ 35,150,104
<u>State Agencies</u>					
Office of the Governor	\$ 205,762	\$ 34,827	17%	\$ 156	\$ 202
Mental Health Advocacy Service	18,047	0	0%	0	0
LA Manufactured Housing Commission	2,086	1,678	80%	676	0
Division of Administration	554,548	137,218	25%	134,453	0
Workforce Commission	13,838	0	0%	0	0
Department of Veterans Affairs	17,456	319	2%	0	14,572
Southwest LA War Veterans Home	9,452	2,809	30%	2,017	0
Secretary of State	244,565	241,345	99%	0	0
Office of Attorney General	7,626,431	3,418,108	45%	0	5,964,865
State Treasurer	184,867	0	0%	0	0
Public Service Commission	132,587	132,587	100%	0	0
Agriculture and Forestry	2,409,047	685,396	28%	695,849	814
Department of Insurance	3,932,759	3,646,772	93%	3,660,616	9,795
DED - LA Economic Development Corporation	1,312,997	1,241,598	95%	0	0
Louisiana State Racing Commission	9,720	7,680	79%	7,505	0
Office of Financial Institutions	1,950	0	0%	0	0
Louisiana State Board of Cosmetology	5,221	3,206	61%	2,271	185
Department of Culture, Recreation, and Tourism	3,147	1,724	55%	2,621	1,724
Department of Transportation & Development	24,770,966	19,798,190	80%	7,241	6,037
Department of Health and Hospitals	407,280,510	246,505,987	61%	103,352,956	71,339

**Schedule of Gross Receivables, Amounts Past Due,
Uncollectibles, and Write-offs by Agency
For the Quarter Ended 06/30/2006**

Agency	Gross Receivables	Over 180 Days Past Due	% of Receivables Past Due	Uncollectibles	Write-Offs
DSS - Office of Family Support	52,059,829	49,195,466	94%	5,626,388	89,679
DSS - Office of Community Services	75,421	64,112	85%	54,479	0
DSS - Rehabilitation Services	29,103	0	0%	0	0
Corrections - Office of Youth Development	5,318,988	5,158,640	97%	4,872,088	0
Corrections - Adult Probation and Parole	15,894,278	12,359,672	78%	11,616,518	3,553,253
Department of Public Safety	2,600,175	951,372	37%	0	0
DNR - Office of the Secretary	2,786,949	1,409,364	51%	968,922	0
DNR - Office of Conservation	157,377	70,538	45%	27,686	0
DNR - Office of Mineral Resources	390,591	255,956	66%	93,424	106
DNR - Office of Coastal Restoration	82,350	62,984	76%	19,689	18,133
Department of Revenue	286,390,955	177,390,807	62%	22,185,955	0
Louisiana Tax Commission	90,570	19,837	22%	0	0
Department of Labor	21,193,875	21,193,875	100%	8,091,299	0
Department of Wildlife and Fisheries	2,565,596	2,165,065	84%	0	0
Office of Student Financial Assistance	815,971	761,641	93%	612,428	0
Louisiana Educational Television Authority	158,562	17,696	11%	0	0
Board of Regents	3,497	0	0%	0	0
Louisiana Universities Marine Consortium	93,225	10,443	11%	4,368	0
DOE - Management and Finance	16,625	15,687	94%	0	0
DOE - Subgrantee Assistance	447,337	447,337	100%	160,939	0
DOE - Special School District	4,516	4,194	93%	0	0
Administrative Services	203	0	0%	0	0
Louisiana Property Assistance Agency	23,960	2,175	9%	0	31
Federal Property Assistance Agency	211,145	(639)	0%	0	0
Office of Telecommunications Management	167,793	2,572	2%	839	2,669
Prison Enterprises	318,652	19,758	6%	8,026	6,162
Office of Aircraft Services	6,068	0	0%	0	0
Department of Environmental Quality	4,780,512	3,711,405	78%	2,098,223	0

**Schedule of Gross Receivables, Amounts Past Due,
Uncollectibles, and Write-offs by Agency
For the Quarter Ended 06/30/2006**

Agency	Gross Receivables	Over 180 Days Past Due	% of Receivables Past Due	Uncollectibles	Write-Offs
Total State Agencies	\$ 845,420,079	\$ 551,149,401	65%	\$ 164,307,632	\$ 9,739,566
Grand Total	\$ 1,150,205,079	\$ 653,004,094	57%	\$ 315,416,019	\$ 44,890,070

**Schedule of Activity for Accounts Receivable
Over 180 Days Past Due by Agency
For the Quarter Ended 06/30/2006**

Agency	Agency In-House	Attorney General	Private Collection Agency	Other	Amount Under Protest
<u>Boards & Commissions</u>					
Board of Certified Public Accountants	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
LA State Board of Medical Examiners	292,624	0	0	0	0
State Plumbing Board of Louisiana	7,655	0	0	0	0
LA Recreational & Used Motor Vehicle Commissic	0	21,553	0	0	4,166
LA State Board of Veterinary Medicine	0	0	0	0	0
Total Boards & Commissions	\$ 300,279	\$ 21,553	\$ 0	\$ 0	\$ 4,166
<u>Colleges & Universities</u>					
LSU - Baton Rouge	\$ 2,782,898	\$ 0	\$ 1,329,123	\$ 0	\$ 0
LSU - Alexandria	45,905	0	320,844	0	0
University of New Orleans	2,635,603	354,406	0	0	0
LSU Health Sciences Center - New Orleans	1,752,265	0	229,395	0	0
LSU - Eunice	1,617	0	312,868	0	0
LSU - Shreveport	19,070	870	182,086	0	0
Pennington Biomedical Research Center	1,191	0	0	0	0
LSU Health Sciences Center - HCSD	9,558,595	1,053,165	0	561,206	0
LSU Health Sciences Center - Shreveport	55,535,398	19,850	0	0	0
Baton Rouge Community College	249,299	0	55,353	0	0
Southern University (all campuses)	3,799,100	690,803	0	0	0
Nicholls State University	2,012,371	0	0	0	0
Grambling State University	743,899	0	4,193,326	0	0
Louisiana Tech University	75,007	0	249,554	0	0
McNeese State University	1,137,822	91,098	1,614,942	0	0
University of Louisiana @ Monroe	657,073	0	319,066	0	0
Northwestern State University	396,092	0	922,012	0	0
Southeastern Louisiana University	4,299,228	513,490	96,384	13,721	0
Delgado Community College	1,904,404	0	0	0	0
Nunez Community College	784	0	127,655	0	0

**Schedule of Activity for Accounts Receivable
Over 180 Days Past Due by Agency
For the Quarter Ended 06/30/2006**

Agency	Agency In-House	Attorney General	Private Collection Agency	Other	Amount Under Protest
Bossier Parish Community College	481,690	0	0	0	0
River Parishes Community College	2,580	0	0	0	0
Louisiana Delta Community College	2,595	0	23,008	0	0
LCTCS - Louisiana Technical College	127,487	0	0	0	0
L E Fletcher Technical Community College	0	0	0	0	0
Sowela Technical Community College	32,497	0	0	0	0
Total Colleges & Universities	\$ 88,254,470	\$ 2,723,682	\$ 9,975,616	\$ 574,927	\$ 0
<u>State Agencies</u>					
Office of the Governor	\$ 34,827	\$ 0	\$ 0	\$ 0	\$ 0
Mental Health Advocacy Service	0	0	0	0	0
LA Manufactured Housing Commission	1,678	0	0	0	0
Division of Administration	137,218	0	0	0	0
Workforce Commission	0	0	0	0	0
Department of Veterans Affairs	319	0	0	0	0
Southwest LA War Veterans Home	2,809	0	0	0	0
Secretary of State	19,438	221,907	0	0	0
Office of Attorney General	0	3,418,108	0	0	0
State Treasurer	0	0	0	0	0
Public Service Commission	132,587	0	0	0	0
Agriculture and Forestry	685,396	0	0	0	0
Department of Insurance	3,479,056	0	0	0	167,716
DED - LA Economic Development Corporation	1,032,777	0	0	0	208,821
Louisiana State Racing Commission	7,680	0	0	0	0
Office of Financial Institutions	0	0	0	0	0
Louisiana State Board of Cosmetology	3,206	0	0	0	0
Department of Culture, Recreation, and Tourism	1,724	0	0	0	0
Department of Transportation & Development	19,798,190	0	0	0	0
Department of Health and Hospitals	187,913,715	0	58,592,272	0	0

**Schedule of Activity for Accounts Receivable
Over 180 Days Past Due by Agency
For the Quarter Ended 06/30/2006**

Agency	Agency In-House	Attorney General	Private Collection Agency	Other	Amount Under Protest
DSS - Office of Family Support	49,195,466	0	0	0	0
DSS - Office of Community Services	64,112	0	0	0	0
DSS - Rehabilitation Services	0	0	0	0	0
Corrections - Office of Youth Development	5,158,640	0	0	0	0
Corrections - Adult Probation and Parole	12,359,672	0	0	0	0
Department of Public Safety	951,372	0	0	0	0
DNR - Office of the Secretary	1,409,364	0	0	0	0
DNR - Office of Conservation	70,538	0	0	0	0
DNR - Office of Mineral Resources	255,956	0	0	0	0
DNR - Office of Coastal Restoration	62,984	0	0	0	0
Department of Revenue	177,389,033	0	1,774	0	0
Louisiana Tax Commission	19,837	0	0	0	0
Department of Labor	8,091,299	70,882	0	3,948,480	9,083,214
Department of Wildlife and Fisheries	1,275,053	0	0	801,277	88,735
Office of Student Financial Assistance	761,641	0	0	0	0
Louisiana Educational Television Authority	17,696	0	0	0	0
Board of Regents	0	0	0	0	0
Louisiana Universities Marine Consortium	4,368	0	0	0	6,075
DOE - Management and Finance	15,687	0	0	0	0
DOE - Subgrantee Assistance	129,382	317,955	0	0	0
DOE - Special School District	4,194	0	0	0	0
Administrative Services	0	0	0	0	0
Louisiana Property Assistance Agency	2,175	0	0	0	0
Federal Property Assistance Agency	(639)	0	0	0	0
Office of Telecommunications Management	2,572	0	0	0	0
Prison Enterprises	19,758	0	0	0	0
Office of Aircraft Services	0	0	0	0	0
Department of Environmental Quality	3,711,405	0	0	0	0

**Schedule of Activity for Accounts Receivable
Over 180 Days Past Due by Agency
For the Quarter Ended 06/30/2006**

Agency	Agency In-House	Attorney General	Private Collection Agency	Other	Amount Under Protest
Total State Agencies	\$ 474,222,185	\$ 4,028,852	\$ 58,594,046	\$ 4,749,757	\$ 9,554,561
Grand Total	\$ 562,776,934	\$ 6,774,087	\$ 68,569,662	\$ 5,324,684	\$ 9,558,727

Note: The grand total of "Receivables Over 180 Days Past Due" equals \$653,004,094, 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 have 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.