

# Louisiana State University



2015–2016 Semi-annual Financial Report

For period ending June 30, 2016

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## CAMPUS CORRESPONDENCE

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*To:* F. King Alexander  
President

Date: July 29, 2016

*From:* Daniel T. Layzell  
Vice President for Finance and Administration/CFO

*Subject:* Semi-Annual FY 2015-2016 Financial Report

LSU has completed the 2015-2016 fiscal year within its authorized budget authority. Ending the fiscal year within the authorized budget authority was the result of the cooperation, hard work, and dedication of hundreds of LSU employees from the vice presidents, deans, heads of budgetary units, down through the departmental personnel, to individual faculty and staff. All deserve credit for this accomplishment.

Due to the required submission date of the quarterly report, it should be noted that actual expenditure and revenue data presented in this report are preliminary. The data will be finalized once financial reporting entries are complete and audited by the Legislative Auditors. Thank you for your leadership and continued support of LSU. Please contact me should you have any questions concerning this report.

<b>Unrestricted Operations</b>		<b>Actual Amount for each semi-annual period in 2015-2016</b>		
		<b>Adjusted Operating Budget</b>	<b>1st &amp; 2nd Quarter</b>	<b>3rd &amp; 4th Quarter</b>
<b>Revenues</b>				
General Fund	62,155,806	26,141,085	36,014,721	62,155,806
Statutory Dedications	65,631,741	43,921,966	20,480,303	64,402,269
Interim Emergency Board	0	0	0	0
Interagency Transfers	7,318,597	3,646,493	3,660,849	7,307,342
Interagency Transfers - Federal Stimulus	0	0	0	0
Self Generated Revenues	392,646,716	331,749,357	47,894,664	379,644,022
Federal Funds	0	0	0	0
<b>Total Revenues</b>	<b>527,752,860</b>	<b>405,458,901</b>	<b>108,050,538</b>	<b>513,509,438</b>
<b>Expenditures by Object:</b>				
Salaries		118,097,882	120,029,152	238,127,034
Other Compensation		14,206,666	16,282,368	30,489,033
Related Benefits		43,470,921	57,280,641	100,751,562
<b>Personal Services</b>		<b>175,775,469</b>	<b>193,592,161</b>	<b>369,367,630</b>
Travel		1,466,402	2,989,854	4,456,257
Operating Services		10,320,364	2,316,581	12,636,945
Supplies		7,261,027	12,895,070	20,156,096
<b>Operating Expenses</b>		<b>19,047,793</b>	<b>18,201,505</b>	<b>37,249,298</b>
Professional Services		2,336,517	4,364,246	6,700,763
Other Charges		58,631,039	23,523,744	82,154,783
Debt Services		0	2,500	2,500
Interagency Transfers		8,000,859	2,335,543	10,336,402
<b>Other Charges</b>		<b>68,968,415</b>	<b>30,226,033</b>	<b>99,194,448</b>
General Acquisitions		2,010,345	4,336,926	6,347,271
Library Acquisitions		960,192	309,102	1,269,294
Major Repairs		89,281	(7,784)	81,497
<b>Acquisitions and Major Repairs</b>		<b>3,059,818</b>	<b>4,638,244</b>	<b>7,698,063</b>
<b>Total Expenditures</b>		<b>266,851,496</b>	<b>251,296,187</b>	<b>513,509,438</b>
<b>Expenditures by Function:</b>				
Instruction		92,736,304	113,909,200	206,645,504
Research		26,233,542	31,763,963	57,997,505
Public Service		2,013,116	2,882,755	4,895,871
Academic Support (Includes Library)		36,024,687	32,017,197	68,041,884
<b>Academic Expenditures</b>		<b>157,007,649</b>	<b>180,573,115</b>	<b>337,580,764</b>
Student Services		7,774,093	8,500,249	16,274,342
Institutional Support		16,318,274	9,492,731	25,811,005
Scholarships/Fellowships		58,356,018	23,198,527	81,554,545
Plant Operations/Maintenance		27,322,810	25,736,364	53,059,174
Hospital		0	0	0
Transfers out of agency		72,652	(843,044)	(770,391)
Athletics		0	0	0
Other		0	0	0
<b>Non-Academic Expenditures</b>		<b>109,843,847</b>	<b>66,084,827</b>	<b>175,928,674</b>
<b>Total Expenditures</b>		<b>266,851,496</b>	<b>246,657,943</b>	<b>513,509,438</b>

**LSU A&M  
Restricted Operations**

**Semi-Annual Revenues and Expenditures Executive Summary**

	<b>Beginning Acct/Fund Balance</b>	<b>1st &amp; 2nd Quarter Fund Balance</b>	<b>3rd &amp; 4th Quarter Fund Balance</b>
State Appropriations	0	0	0
Restricted Fees	15,752,437	27,296,552	15,179,327
Sales and Services of Educational Activities	12,013,985	11,789,879	12,105,651
Auxiliaries	26,000,896	55,037,004	30,959,650
Endowment Income	16,311,833	16,191,405	16,632,947
Grants and Contracts	3,851,346	5,802,189	3,959,878
Indirect Cost Recovered	49,305,990	44,905,344	50,675,754
Gifts	4,837,950	5,074,878	6,778,534
Federal Funds	0	0	0
Hospitals	0	0	0
All Other Sources	65,036,586	62,284,264	59,870,014
<b>TOTAL</b>	<b>193,111,021</b>	<b>228,381,515</b>	<b>196,161,755</b>

**Overview and Analysis of Campus Operations**

Revenues:

Budget adjustments reducing the State General Fund by \$582,803 and Statutory Dedications by \$610,009 were processed as a result of a decrease in the general fund projection by the Revenue Estimating Conference in August and a mid-year budget reduction in April. The shortfall in Statutory Dedicated funding is attributable to the Firemen Training Fund revenues being \$1,229,472 less than the state Revenue Estimating Conference's estimate.

Expenditures:

The negative expenditure in the transfer function is attributable to the annual auxiliary administrative surcharge that is processed in the last quarter each fiscal year. These transfers are reflected as negative expenditures due to the original source of the revenues being recorded in the auxiliary unit and so not to "double count" the revenue as prescribed by the Governmental Accounting Standards Board (GASB).

# Semi -Annual Overview of Restricted Operations

Campus: *Louisiana State University A&M*

Show Expenditures As Positive	Actual Amount for each Semi-Annual Period in FY 2015-2016						
	Acct/Fund Balance	1st & 2nd Quarter			3rd & 4th Quarter		
		Revenues	Expenses, Transfers, & ICR	Fund Balance	Revenues	Expenses, Transfers, & ICR	Fund Balance
<b>Revenues</b>							
Restricted State Appropriations	0	0	0	0	0	0	0
Restricted Fees	15,752,437	24,883,589	13,339,473	27,296,552	8,600,975	20,718,201	15,179,327
Sales & Svcs of Educ. Activ's	12,013,985	11,460,955	11,685,061	11,789,879	10,809,387	10,493,615	12,105,651
Auxiliaries (List)							0
1 - Athletic Department	2,161,936	59,239,635	63,682,499	(2,280,928)	71,615,723	65,212,310	4,122,485
2 - Golf Course	1,073,231	493,070	338,133	1,228,167	463,356	564,739	1,126,784
3 - Residential Life	5,281,267	35,590,234	16,538,019	24,333,483	6,619,438	25,332,556	5,620,364
4 - Lab School Cafeteria	455,405	373,684	218,622	610,467	58,437	233,144	435,759
5 - Copier Mgmt & Mailing Services	2,934,131	1,001,124	571,126	3,364,129	1,260,732	620,118	4,004,743
6 - University Stores	724,848	3,229,419	3,044,816	909,450	3,365,697	3,803,559	471,588
7 - Parking, Traffic & Transportation	4,748,886	9,752,732	6,143,139	8,358,479	3,303,459	7,099,848	4,562,090
8 - Student Health	2,330,413	8,533,542	4,909,344	5,954,611	1,864,181	5,619,842	2,198,950
9 - Student Media	613,505	1,011,487	744,892	880,100	342,859	759,797	463,161
10 - University Auxillary Services	2,127,071	2,036,262	1,161,663	3,001,670	1,378,583	1,366,655	3,013,598
11 - Union	3,550,204	8,172,315	3,045,142	8,677,377	2,177,606	5,914,856	4,940,128
12							
13							
14							
15							
Endowment Income	16,311,833	1,042,661	1,163,089	16,191,405	2,449,929	2,008,387	16,632,947
Grants and Contracts							
Federal	(495,617)	44,283,149	46,945,204	(3,157,672)	55,477,797	52,861,483	(541,358)
State and Local	3,525,567	21,063,097	19,885,185	4,703,479	21,833,144	22,840,109	3,696,514
Private	821,396	13,372,966	9,937,980	4,256,381	5,574,547	9,026,207	804,722
Indirect Cost Recovered	49,305,990	4,078,238	8,478,884	44,905,344	18,832,655	13,062,245	50,675,754
Gifts	4,837,950	9,202,695	8,965,767	5,074,878	13,267,113	11,563,458	6,778,534
Federal Funds		0		0	0		0
Hospitals							
Hospital - Commercial/Self-Pay		0		0	0		0
Physician Practice Plans		0		0	0		0
Medicare		0		0	0		0
Medicaid		0		0	0		0
Uncompensated Care Costs		0		0	0		0
Sponsored Grants and Contracts		0		0	0		0
Sales and Services Other		0		0	0		0
All Other Sources	65,036,586	60,049,383	62,801,705	62,284,264	66,101,302	68,515,552	59,870,014
<b>TOTAL</b>	<b>193,111,021</b>	<b>318,870,238</b>	<b>283,599,745</b>	<b>228,381,515</b>	<b>295,396,920</b>	<b>327,616,680</b>	<b>196,161,755</b>

## Report on Restricted Operations

**Federal Grants:** The University must incur the expenses and seek reimbursement. Revenue is recognized after the expenses are incurred.

**State Grants:** Board of Regents grants provide a large part of the funding in advance, which provides positive cash flow for state projects.

**Indirect Cost Recovered:** The fund balance is comprised of funds that are earmarked to be used as start-up funds for new faculty members, matching funds for grants, high cost maintenance expenses for research equipment or lab renovations, and other unexpected costs. The start up costs can range from \$100,000 for a researcher in Humanities and Social Sciences to \$500,000 for researchers in Engineering to amounts in excess of \$3 million for an internationally renowned researcher in the College of Science.

## Louisiana State University of Alexandria

### Semi-Annual Financial Report Narrative

#### Overview and Analysis of Campus Operations:

Campus operations are continuing as expected. The unrestricted and restricted operating budgets were budgeted at steady-state enrollment. The significant enrollment management endeavors that were implemented in prior fiscal years to increase enrollment and student retention have proven successful. Once again, enrollment was higher than anticipated resulting in over \$1M in additional revenue. Increased budget authority was requested and received from LSU in order to manage the excess funds. Efforts continue to monitor revenue and expenditures as to stabilize the financial situation and ensure compliance with SACSCOC monitoring.

#### Report on Restricted Operations:

Restricted operations are also as anticipated. New procedures of conservative and proper expenditures put in place during FY 15 and FY 16 by the new administration have proven successful. With continued monitoring, the Child Care Center and Union are now at a positive balance. Campus Housing deficit was reduced by 16%. The Athletic Department increase was due to expenses of post season play. Six of the seven athletic teams had winning seasons. Campus Card Operations and Federal Grants & Contracts historically run in a deficit due to the timing of the revenue posted

**Appendix A**  
**Semi-Annual Revenues and Expenditures Executive Summary**

<b>Unrestricted Operations</b>		<b>Actual Amount for each semi-annual period in 2015-2016</b>		
	<b>Adjusted Operating Budget</b>	<b>1st &amp; 2nd Quarter</b>	<b>3rd &amp; 4th Quarter</b>	<b>Cumulative Total</b>
<b>Revenues</b>				
General Fund	2,788,190	1,172,640	1,615,550	2,788,190
Statutory Dedications	2,594,045	1,922,419	671,626	2,594,045
Interim Emergency Board	0	0	0	0
Interagency Transfers	0	0	0	0
Interagency Transfers - Federal Stimulus	0	0	0	0
Self Generated Revenues	13,227,127	12,254,106	877,396	13,131,502
Federal Funds	0	0	0	0
<b>Total Revenues</b>	<b>18,609,362</b>	<b>15,349,166</b>	<b>3,164,571</b>	<b>18,513,737</b>
<b>Expenditures by Object:</b>				
Salaries		4,120,944	4,263,153	8,384,097
Other Compensation		98,245	90,546	188,791
Related Benefits		1,947,589	2,523,733	4,471,322
Personal Services		6,166,778	6,877,432	13,044,210
Travel		32,872	60,000	92,872
Operating Services		1,133,758	680,728	1,814,486
Supplies		357,369	233,569	590,938
Operating Expenses		1,523,999	974,298	2,498,297
Professional Services		112,713	326,677	439,390
Other Charges		748,990	1,625,100	2,374,090
Debt Services		0	0	0
Interagency Transfers		0	0	0
Other Charges		861,703	1,951,777	2,813,480
General Acquisitions		2,495	125,450	127,945
Library Acquisitions		9,107	20,698	29,806
Major Repairs		0	0	0
Acquisitions and Major Repairs		11,602	146,149	157,751
<b>Total Expenditures</b>		<b>8,564,082</b>	<b>9,949,655</b>	<b>18,513,737</b>
<b>Expenditures by Function:</b>				
Instruction		3,889,141	4,571,538	8,460,679
Research		0	0	0
Public Service		0	0	0
Academic Support (Includes Library)		635,588	705,301	1,340,889
Academic Expenditures		<b>4,524,729</b>	<b>5,276,839</b>	<b>9,801,568</b>
Student Services		586,078	631,217	1,217,295
Institutional Support		1,197,778	1,334,849	2,532,628
Scholarships/Fellowships		720,805	630,544	1,351,350
Plant Operations/Maintenance		1,534,692	1,219,865	2,754,557
Hospital		0	0	0
Transfers out of agency		0	856,341	856,341
Athletics		0	0	0
Other		0	0	0
Non-Academic Expenditures		<b>4,039,353</b>	<b>4,672,816</b>	<b>8,712,170</b>
<b>Total Expenditures</b>		<b>8,564,082</b>	<b>9,949,655</b>	<b>18,513,737</b>



**LSU ALEXANDRIA  
Restricted Operations**

**Semi-Annual Revenues and Expenditures Executive Summary**

	<b>Beginning Acct/Fund Balance</b>	<b>1st &amp; 2nd Quarter Fund Balance</b>	<b>3rd &amp; 4th Quarter Fund Balance</b>
State Appropriations	0	0	0
Restricted Fees	511,723	1,101,620	883,012
Sales and Services of Educational Activities	394,495	396,204	402,249
Auxiliaries	572,129	1,259,273	1,717,884
Endowment Income	256,433	256,433	262,567
Grants and Contracts	22,518	211,649	16,286
Indirect Cost Recovered	11,135	11,962	14,369
Gifts	43,174	80,488	39,672
Federal Funds	0	0	0
Hospitals	0	0	0
All Other Sources	46,636	46,058	51,198
<b>TOTAL</b>	<b>1,858,243</b>	<b>3,363,687</b>	<b>3,387,236</b>

**Overview and Analysis of Campus Operations**

Campus operations are continuing as expected. The unrestricted and restricted operating budgets were budgeted at steady-state enrollment. The significant enrollment management endeavors that were implemented in prior fiscal years to increase enrollment and student retention have proven successful. Once again, enrollment was higher than anticipated resulting in over \$1M in additional revenue. Increased budget authority was requested and received from LSU in order to manage the excess funds. Efforts continue to monitor revenue and expenditures as to stabilize the financial situation and ensure compliance with SACSCOC monitoring.

# Semi -Annual Overview of Restricted Operations

Campus: LSU ALEXANDRIA

Show Expenditures As Positive	Actual Amount for each Semi-Annual Period in FY 2015-2016						
	Acct/Fund Balance	1st & 2nd Quarter			3rd & 4th Quarter		
		Revenues	Expenses, Transfers, & ICR	Fund Balance	Revenues	Expenses, Transfers, & ICR	Fund Balance
<b>Revenues</b>							
Restricted State Appropriations		0		0	0		0
Restricted Fees	511,723	988,175	398,278	1,101,620	163,473	382,081	883,012
Sales & Svcs of Educ. Activ's	394,495	71,755	70,046	396,204	82,486	76,441	402,249
Auxiliaries (List)							0
1 - Athletic Department	(230,666)	717,824	398,554	88,603	102,538	551,313	(360,172)
2 - Bookstore	434,269	82,261	536	515,994	80,636	(321,637)	918,267
3 - Child Care Center	(45,948)	103,718	103,874	(46,104)	64,501	15,583	2,814
4 - Campus Housing	(52,552)	126,309	72,505	1,253	71,530	81,273	(8,491)
5 - Campus Card Operations	11,810	648	16,862	(4,404)	1,420	1,804	(4,788)
6 - Duplications & Copy	137,640	62,222	82,188	117,673	74,742	10,705	181,710
7 - Golf Course	129,875	39,365	53,958	115,283	32,833	534	147,582
8 - Museum	72,552	100,000	164,993	7,559	351,286	148,091	210,755
9 - Newspaper	79,239	4,087	0	83,326	2,157		85,483
10 - Parking, Street & Safety	121,372	117,069	700	237,741	19,902	(43,217)	300,860
11 - Union	(109,410)	418,945	201,359	108,176	90,533	580	198,130
12 - Yearbook	23,946	10,226	0	34,172	1,397	(10,165)	45,734
13		0		0	0		0
14		0		0	0		0
15		0		0	0		0
Endowment Income	256,433	21,040	21,040	256,433	28,564	22,430	262,567
Grants and Contracts							
Federal	(2,961)	2,700,494	2,746,346	(48,813)	2,523,153	2,480,294	(5,954)
State and Local	6,630	406,566	234,758	178,438	374,558	545,578	7,418
Private	18,849	124,099	60,924	82,024	(24,000)	43,202	14,822
Indirect Cost Recovered	11,135	826	0	11,962	2,407		14,369
Gifts	43,174	296,588	259,273	80,488	485,738	526,555	39,672
Federal Funds		0		0	0		0
Hospitals							
Hospital - Commercial/Self-Pay		0		0	0		0
Physician Practice Plans		0		0	0		0
Medicare		0		0	0		0
Medicaid		0		0	0		0
Uncompensated Care Costs		0		0	0		0
Sponsored Grants and Contracts		0		0	0		0
Sales and Services Other		0		0	0		0
All Other Sources	46,636	800	1,379	46,058	5,140		51,198
<b>TOTAL</b>	<b>1,858,243</b>	<b>6,393,018</b>	<b>4,887,574</b>	<b>3,363,687</b>	<b>4,534,994</b>	<b>4,511,445</b>	<b>3,387,236</b>

## Report on Restricted Operations

Restricted operations are also as anticipated. New procedures of conservative and proper expenditures put in place during FY 15 and FY 16 by the new administration have proven successful. With continued monitoring, the Child Care Center and Union are now at a positive balance. Campus Housing deficit was reduced by 16%. The Athletic Department increase was due to expenses of post season play. Six of the seven athletic teams had winning seasons. Campus Card Operations and Federal Grants & Contracts historically run in a deficit due to the timing of the revenue posted



## Semi-Annual Budget Summary Narrative

For the Period Ending June 30, 2016

### Budget

During the second half of Fiscal Year 2016.

### Revenues

Unrestricted Revenues were received as anticipated. Restricted revenues in the form of gifts, grants and contracts are also at expected levels. State Contracts are predominately for the OGB projects. All other collections are within expected levels.

The Pennington Biomedical Research Center Stores Auxiliary revenues are lower than anticipated for the second half of the fiscal year most likely due to a continued general decline in sales. As of June 2016, the building in which Pennington Stores resides was donated to Pennington Biomedical Research Center from the Pennington Medical Foundation. Beginning with fiscal year 2017, the stores will not be assessed rent which previously ran about \$100,000 per year. We will continue to closely monitor the stores operations.

### Expenditures

Unrestricted expenditures are at anticipated levels. Restricted funds expenditures are within expected parameters. There are no unexpected or material variances in relation to the budget. Overall, expenditure budgets are in line with expected expenditures through the second half of the fiscal year.

A handwritten signature in black ink that reads "William T. Cefalu, M.D." with a horizontal line underneath.

William T. Cefalu, M.D.

Executive Director

Unrestricted Operations		Actual Amount for each semi-annual period in 2015-2016		
	Adjusted Operating Budget	1st & 2nd Quarter	3rd & 4th Quarter	Cumulative Total
<b>Revenues</b>				
General Fund	8,818,756	3,703,820	5,114,936	8,818,756
Statutory Dedications	7,428,368	5,776,245	1,652,123	7,428,368
Interim Emergency Board	0	0	0	0
Interagency Transfers	0	0	0	0
Interagency Transfers - Federal Stimulus	0	0	0	0
Self Generated Revenues	845,561	80,916	764,645	845,561
Federal Funds	0	0	0	0
<b>Total Revenues</b>	<b>17,092,685</b>	<b>9,560,981</b>	<b>7,531,704</b>	<b>17,092,685</b>
<b>Expenditures by Object:</b>				
Salaries		5,536,528	5,557,254	11,093,782
Other Compensation		66,656	91,888	158,544
Related Benefits		1,754,020	2,671,468	4,425,488
<b>Personal Services</b>		<b>7,357,204</b>	<b>8,320,610</b>	<b>15,677,814</b>
Travel		13,219	10,294	23,513
Operating Services		276,209	44,906	321,115
Supplies		331,470	591,074	922,544
<b>Operating Expenses</b>		<b>620,898</b>	<b>646,274</b>	<b>1,267,172</b>
Professional Services		17,021	19,220	36,241
Other Charges		9,417	10,350	19,767
Debt Services		0		0
Interagency Transfers			0	0
<b>Other Charges</b>		<b>26,438</b>	<b>29,570</b>	<b>56,008</b>
General Acquisitions		13,827	77,864	91,691
Library Acquisitions		0	0	0
Major Repairs		0	0	0
<b>Acquisitions and Major Repairs</b>		<b>13,827</b>	<b>77,864</b>	<b>91,691</b>
<b>Total Expenditures</b>		<b>8,018,367</b>	<b>9,074,318</b>	<b>17,092,685</b>
<b>Expenditures by Function:</b>				
Instruction		0	0	0
Research		1,722,129	2,623,039	4,345,168
Public Service		94,169	105,404	199,573
Academic Support (Includes Library)		2,348,201	1,990,435	4,338,636
<b>Academic Expenditures</b>		<b>4,164,500</b>	<b>4,718,878</b>	<b>8,883,378</b>
Student Services		0	0	0
Institutional Support		1,732,245	2,042,057	3,774,302
Scholarships/Fellowships		0	0	0
Plant Operations/Maintenance		2,117,504	2,317,501	4,435,005
Hospital		0	0	0
Transfers out of agency		4,119	(4,119)	0
Athletics		0	0	0
Other		0	0	0
<b>Non-Academic Expenditures</b>		<b>3,853,868</b>	<b>4,355,439</b>	<b>8,209,307</b>
<b>Total Expenditures</b>		<b>8,018,367</b>	<b>9,074,318</b>	<b>17,092,685</b>

	<b>Beginning Acct/Fund Balance</b>	<b>1st &amp; 2nd Quarter Fund Balance</b>	<b>3rd &amp; 4th Quarter Fund Balance</b>
State Appropriations	0	0	0
Restricted Fees	0	0	0
Sales and Services of Educational Activities	29,869	51,115	67,831
Auxiliaries	0	(48,700)	0
Endowment Income	0	0	0
Grants and Contracts	2,113,442	7,684,946	3,797,726
Indirect Cost Recovered	907,651	1,356,349	2,086,991
Gifts	533,275	492,420	423,542
Federal Funds	0	0	0
Hospitals	0	0	0
All Other Sources	(263,984)	(293,031)	(62,557)
<b>TOTAL</b>	<b>3,320,253</b>	<b>9,243,099</b>	<b>6,313,533</b>

**Overview and Analysis of Campus Operations**

Pennington Stores had an operating loss in FY 2016. Since the store has continued to run at a net loss for 2016, greater than 2015, we will continue to closely monitor the store operations and decide what our next steps will be based on sales for 2017. We also plan to cover the 2016 loss with indirect cost recoveries. The Store will not be assessed rent in FY 2017 that was about \$100,000 per year due to the donation of the building L by Pennington Medical Foundation to Pennington Biomedical Research Center, where Stores resides.

The all other sources includes our outstanding loan balance to LSU A&M for \$458,333 as of 6/30/2016.

# Semi -Annual Overview of Restricted Operations

Campus: Pennington Biomedical Research Center

Show Expenditures As Positive	Actual Amount for each Semi-Annual Period in FY 2015-2016						
	Acct/Fund Balance	1st & 2nd Quarter			3rd & 4th Quarter		
		Revenues	Expenses, Transfers, & ICR	Fund Balance	Revenues	Expenses, Transfers, & ICR	Fund Balance
<b>Revenues</b>							
Restricted State Appropriations		0		0	0		0
Restricted Fees		0		0	0		0
Sales & Svcs of Educ. Activ's	29,869	65,300	44,054	51,115	112,246	95,531	67,831
Auxiliaries (List)							0
Pennington Stores	0	480,110	528,811	(48,700)	1,025,486	976,785	0
2		0		0	0		0
3		0		0	0		0
4		0		0	0		0
5		0		0	0		0
6		0		0	0		0
7		0		0	0		0
8		0		0	0		0
9		0		0	0		0
10		0		0	0		0
11		0		0	0		0
12		0		0	0		0
13		0		0	0		0
14		0		0	0		0
15		0		0	0		0
Endowment Income		0		0	0		0
Grants and Contracts							
Federal	18,487	13,701,843	8,728,694	4,991,636	6,457,482	11,680,042	(230,924)
State and Local	7,205	3,014,009	2,065,347	955,867	3,216,820	1,696,062	2,476,625
Private	2,087,750	2,056,070	2,406,377	1,737,443	3,190,210	3,375,628	1,552,025
Indirect Cost Recovered	907,651	3,173,032	2,724,334	1,356,349	3,418,735	2,688,093	2,086,991
Gifts	533,275	1,534,813	1,575,668	492,420	1,647,117	1,715,995	423,542
Federal Funds		0		0	0		0
Hospitals							
Hospital - Commercial/Self-Pay		0		0	0		0
Physician Practice Plans		0		0	0		0
Medicare		0		0	0		0
Medicaid		0		0	0		0
Uncompensated Care Costs		0		0	0		0
Sponsored Grants and Contracts		0		0	0		0
Sales and Services Other				0	0		0
All Other Sources	(263,984)	90,893	119,940	(293,031)	375,655	145,181	(62,557)
<b>TOTAL</b>	<b>3,320,253</b>	<b>24,116,071</b>	<b>18,193,225</b>	<b>9,243,099</b>	<b>19,443,751</b>	<b>22,373,316</b>	<b>6,313,533</b>

## Report on Restricted Operations

Pennington Stores had an operating loss in FY 2016. Since the store has continued to run at a net loss for 2016, greater than 2015, we will continue to closely monitor the store operations and decide what our next steps will be based on sales for 2017. We also plan to cover the 2016 loss with indirect cost recoveries. The Store will not be assessed rent in FY 2017 that was about \$100,000 per year due to the donation of the building L by Pennington Medical Foundation to Pennington Biomedical Research Center, where Stores resides.

Federal Grants & Contracts is reporting (\$230,924) due to the timing of our June Letter of Credit Draws from Payment Management for our NIH Grants. We drew our funds down based on expenditures as of the end of June 28, 2016, so the draw was not based on all expenditures for June 2016.

The all other sources includes our outstanding loan balance to LSU A&M for \$458,333 as of 6/30/2016.

## Semi-Annual Financial Report Narrative

### Overview and analysis of campus operations:

LSUE's 2015-2016 adjusted operating budget was based upon the fall/spring enrollment from the previous year. Enrollment in the fall of 2015 was significantly lower than the previous fall semester; however, spring 2016 enrollment was up slightly from the prior spring semester. The overall decline in self-generated revenues from the enrollment shortfall decreased LSUE's revenue. While mid-year adjustments were implemented to help offset the shortfall, LSUE had to balance its budget with a transfer from auxiliary services. Moving forward, LSUE is anticipating steady growth in enrollment for the fall of 2016 with addition of several new, high demand academic programs and the reorganization of its enrollment management division.

### Report on restricted operations:

Auxiliary operations include athletics, bookstore, student media and union operations. Bookstore revenues remain strong; however, an emergency roofing project of over \$500,000 and the \$353,869 transfer to the operating budget created an overall decrease in the restricted fund balance of \$415,939. Restricted operations ended the year with a balance of \$2,134,358. LSUE has several emergency capital outlay projects that must be addressed in the 2016-2017 fiscal year, and the university will eventually deplete auxiliary revenues if alternative state funding sources are not available to fund these emergency projects. In addition, LSUE will propose an increase in fees for student athletics and activities. LSUE's mission is to provide a quality education, student life experiences, and community service opportunities to educate the whole student, and its student athlete program remains a vital part of the overall LSUE experience.

LSUE's future financial state will become stronger over the next fiscal year with its growth in traditional enrollment, the expansion of new academic programs and the increase in dual credit opportunities through the Department of Education's experimental site program.

**Appendix A**  
**Semi-Annual Revenues and Expenditures Executive Summary**

<b>Unrestricted Operations</b>		Actual Amount for each semi-annual period in 2015-2016		
	Adjusted Operating Budget	1st & 2nd Quarter	3rd & 4th Quarter	Cumulative Total
<b>Revenues</b>				
General Fund	2,488,106	1,046,430	1,441,676	2,488,106
Statutory Dedications	2,325,317	1,719,613	605,704	2,325,317
Interim Emergency Board	0	0	0	0
Interagency Transfers	0	0	0	0
Interagency Transfers - Federal Stimulus	0	0	0	0
Self Generated Revenues	7,528,383	6,394,673	671,042	7,065,715
Federal Funds	0	0	0	0
<b>Total Revenues</b>	<b>12,341,806</b>	<b>9,160,716</b>	<b>2,718,422</b>	<b>11,879,138</b>
<b>Expenditures by Object:</b>				
Salaries		3,059,116	3,126,449	6,185,565
Other Compensation		29,578	55,715	85,293
Related Benefits		1,552,275	1,823,419	3,375,694
<b>Personal Services</b>		<b>4,640,969</b>	<b>5,005,583</b>	<b>9,646,552</b>
Travel		24,003	36,936	60,939
Operating Services		851,954	383,918	1,235,872
Supplies		361,671	120,877	482,548
<b>Operating Expenses</b>		<b>1,237,628</b>	<b>541,731</b>	<b>1,779,359</b>
Professional Services		17,243	19,149	36,392
Other Charges		268,142	(12,674)	255,468
Debt Services		0	0	0
Interagency Transfers		0	0	0
<b>Other Charges</b>		<b>285,385</b>	<b>6,475</b>	<b>291,860</b>
General Acquisitions		19,460	88,814	108,274
Library Acquisitions		270	10,123	10,393
Major Repairs		42,700	0	42,700
<b>Acquisitions and Major Repairs</b>		<b>62,430</b>	<b>98,937</b>	<b>161,367</b>
<b>Total Expenditures</b>		<b>6,226,412</b>	<b>5,652,726</b>	<b>11,879,138</b>
<b>Expenditures by Function:</b>				
Instruction		2,853,815	3,136,817	5,990,632
Research		0	0	0
Public Service		0	0	0
Academic Support (Includes Library)		314,656	287,516	602,172
<b>Academic Expenditures</b>		<b>3,168,471</b>	<b>3,424,333</b>	<b>6,592,804</b>
Student Services		532,946	527,494	1,060,440
Institutional Support		1,065,596	911,871	1,977,467
Scholarships/Fellowships		235,169	316,076	551,245
Plant Operations/Maintenance		1,224,230	826,821	2,051,051
Hospital		0	0	0
Transfers out of agency		0	(353,869)	(353,869)
Athletics		0	0	0
Other		0	0	0
<b>Non-Academic Expenditures</b>		<b>3,057,941</b>	<b>2,228,393</b>	<b>5,286,334</b>
<b>Total Expenditures</b>		<b>6,226,412</b>	<b>5,652,726</b>	<b>11,879,138</b>



**LSU Eunice  
Restricted Operations**

**Semi-Annual Revenues and Expenditures Executive Summary**

	<b>Beginning Acct/Fund Balance</b>	<b>1st &amp; 2nd Quarter Fund Balance</b>	<b>3rd &amp; 4th Quarter Fund Balance</b>
State Appropriations	0	0	0
Restricted Fees	292,301	727,868	531,291
Sales and Services of Educational Activities	0	0	0
Auxiliaries	1,903,672	1,628,904	1,230,880
Endowment Income	92,466	94,046	94,996
Grants and Contracts	47,771	333,102	54,041
Indirect Cost Recovered	188,225	195,209	196,019
Gifts	20,688	58,657	20,051
Federal Funds	0	0	0
Hospitals	5,174	5,174	7,080
All Other Sources	0	0	0
<b>TOTAL</b>	<b>2,550,297</b>	<b>3,042,960</b>	<b>2,134,358</b>

**Overview and Analysis of Campus Operations**

LSU Eunice's expenditures exceeded revenues by \$353,869.02; therefore, bookstore fund balance was used to balance the unrestricted budget for FY 2015/2016.

# Semi -Annual Overview of Restricted Operations

Campus: LSU Eunice

Show Expenditures As Positive	Actual Amount for each Semi-Annual Period in FY 2015-2016						
	Acct/Fund Balance	1st & 2nd Quarter			3rd & 4th Quarter		
		Revenues	Expenses, Transfers, & ICR	Fund Balance	Revenues	Expenses, Transfers, & ICR	Fund Balance
<b>Revenues</b>							
Restricted State Appropriations		0		0	0		0
Restricted Fees	292,301	603,216	167,649	727,868	73,667	270,244	531,291
Sales & Svcs of Educ. Activ's		0		0	0		0
Auxiliaries (List)							0
1 - Athletics	(290,518)	393,291	209,395	(106,622)	61,724	319,397	(364,295)
2 - Bookstore	1,540,756	838,207	1,383,030	995,933	726,745	806,493	916,185
3 - Student Media	76,331	6,251	7,983	74,599	1,785	4,588	71,796
4 - Union	577,103	144,555	56,664	664,994	27,387	85,187	607,194
5		0		0	0		0
6		0		0	0		0
7		0		0	0		0
8		0		0	0		0
9		0		0	0		0
10		0		0	0		0
11		0		0	0		0
12		0		0	0		0
13		0		0	0		0
14		0		0	0		0
15		0		0	0		0
Endowment Income	92,466	5,777	4,197	94,046	6,763	5,813	94,996
Grants and Contracts							
Federal	(2,067)	2,346,165	2,361,038	(16,940)	2,233,053	2,216,113	0
State and Local	2,596	476,533	136,331	342,798	17,023	357,022	2,799
Private	47,242	4,680	44,678	7,244	83,942	39,944	51,242
Indirect Cost Recovered	188,225	6,984		195,209	810		196,019
Gifts	20,688	171,747	133,778	58,657	158,875	197,481	20,051
Federal Funds		0		0	0		0
Hospitals							
Hospital - Commercial/Self-Pay		0		0	0		0
Physician Practice Plans		0		0	0		0
Medicare		0		0	0		0
Medicaid		0		0	0		0
Uncompensated Care Costs		0		0	0		0
Sponsored Grants and Contracts		0		0	0		0
Sales and Services Other	5,174	0		5,174	1,906		7,080
All Other Sources		0		0	0		0
<b>TOTAL</b>	<b>2,550,297</b>	<b>4,997,406</b>	<b>4,504,743</b>	<b>3,042,960</b>	<b>3,393,680</b>	<b>4,302,282</b>	<b>2,134,358</b>

## Report on Restricted Operations

Auxiliaries-Athletics: Historically, the minimal student fee for athletics at LSUE was not designed to cover all costs associated with operating the program. Moving forward, LSUE will propose to increase its student athletic and activities fees. LSUE athletic director and staff raise over half of the LSUE Foundation's revenue each year, and 70% of LSUE community service hours are completed by dedicated student athletes.



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(225) 578-6030

Date: July 29, 2016

To: F. King Alexander, President and Chancellor  
LSU System

From: William Richardson, Vice President for Agriculture  
LSU Agricultural Center

RE: Fourth Quarter Budget Report for FY 2015-2016

Budget challenges continued to be a major issue for the AgCenter through the fourth quarter. As always, we note that because the AgCenter is a nonstudent campus, increases in tuition and student fees are not available as a revenue source. The GRAD Act does not provide relief for the AgCenter in terms of funding. For FY2015-16, the AgCenter relied heavily on the use of self-generated revenue, funds that are not necessarily recurring, and true one-time funds to support its core programs. These funds lack stability, and several million dollars of these funds will not recur in FY2016-17.

A hiring freeze was continued throughout the remainder of this fiscal year. Forty positions were vacated through the retirement incentive that was offered in the fall. By year end of FY2015-16 over 100 additional FTE's had been eliminated through attrition. Toward the end of the fourth quarter, the AgCenter's Southeast Research Station was downsized by approximately two-thirds. This is the only station serving Louisiana's dairy industry, and it also serves Mississippi's industry.

This ongoing loss of staff has a major impact on the ability of AgCenter departments, stations, and parish offices to deliver the necessary extension and research programs. Fourteen of 64 parishes lack ANR agents. There are serious critical mass issues at numerous stations. 4H agent positions have been reduced through attrition and this is having a direct impact on opportunities for youth to participate. The issue also impacts the teaching programs of the College of Agriculture since there must be sufficient faculty in the various technical areas in each discipline to teach the essential components of degree programs at the undergraduate and graduate levels. Loss of staff has other negative impacts including reduced grant funds, issues with the AgCenter's funding partnership with local governments, and reduce self-generated funds. The AgCenter continues to look at organizational changes through consolidation and elimination of units. Programs are being studied to try to bring services in line with the AgCenter's reduced level of staffing.

A serious concern that must be mentioned is salary levels. There was no merit raise given in FY15-16 and funds were not provided for a salary increase plan for FY16-17. Other states that have recovered from the difficult economic years of 2008-11 and that are investing more heavily in higher education, are attempting to recruit AgCenter faculty. This comes on top of the retirement incentive plan, which was a fiscal requirement, but caused the loss of a great deal of institutional knowledge and expertise.


Greater stability in the AgCenter's funding in the form of an increase in permanent funding is essential. At the time of this letter, the AgCenter has received additional one-time state

Dr. F. King Alexander  
July 29, 2016  
Page Two

funding for the coming fiscal year, but has also been asked to set aside funds for a mid-year budget reduction. If the proposed reduction comes to pass, the AgCenter will have to continue a fairly firm hiring freeze.

The AgCenter intends to make every effort to maintain our most critical programs, to remain true to our core mission of improving the lives of Louisiana citizens and to provide the most we can for every dollar invested in the LSU AgCenter. Your continued support is valued and appreciated.

Sincerely,

  
William B. Richardson  
Vice President for Agriculture  
and Dean of the College of Agriculture

xc: Ms. Ann Coulon  
Mr. Todd Barre  
Mr. Jim Buras

**Appendix A**  
**Semi-Annual Revenues and Expenditures Executive Summary**

<b>Unrestricted Operations</b>		Actual Amount for each semi-annual period in 2015-2016		
	Adjusted Operating Budget	1st & 2nd Quarter	3rd & 4th Quarter	Cumulative Total
<b>Revenues</b>				
General Fund	35,896,171	15,094,420	20,801,751	35,896,171
Statutory Dedications	35,015,327	25,168,179	9,847,148	35,015,327
Interim Emergency Board	0	0	0	0
Interagency Transfers	0	0	0	0
Interagency Transfers - Federal Stimulus	0	0	0	0
Self Generated Revenues	6,807,967	2,441,835	3,254,522	5,696,358
Federal Funds	13,018,275	4,442,705	5,342,118	9,784,823
<b>Total Revenues</b>	<b>90,737,740</b>	<b>47,147,140</b>	<b>39,245,539</b>	<b>86,392,679</b>
<b>Expenditures by Object:</b>				
Salaries		23,433,730	19,958,139	43,391,869
Other Compensation		1,602,428	1,354,693	2,957,121
Related Benefits		14,401,911	12,446,090	26,848,001
<b>Personal Services</b>		<b>39,438,069</b>	<b>33,758,923</b>	<b>73,196,992</b>
Travel		546,736	703,053	1,249,789
Operating Services		3,814,022	2,518,446	6,332,467
Supplies		1,804,667	2,492,604	4,297,271
<b>Operating Expenses</b>		<b>6,165,424</b>	<b>5,714,102</b>	<b>11,879,527</b>
Professional Services		133,081	271,118	404,199
Other Charges		74,713	167,008	241,722
Debt Services		0	0	0
Interagency Transfers		0	0	0
<b>Other Charges</b>		<b>207,795</b>	<b>438,126</b>	<b>645,921</b>
General Acquisitions		262,815	359,821	622,636
Library Acquisitions		0	0	0
Major Repairs		21,706	25,898	47,604
<b>Acquisitions and Major Repairs</b>		<b>284,521</b>	<b>385,720</b>	<b>670,240</b>
<b>Total Expenditures</b>		<b>46,095,808</b>	<b>40,296,871</b>	<b>86,392,679</b>
<b>Expenditures by Function:</b>				
Instruction		0	0	0
Research		21,015,478	20,369,025	41,384,502
Public Service		16,130,339	13,195,855	29,326,194
Academic Support (Includes Library)		1,765,361	1,795,429	3,560,791
<b>Academic Expenditures</b>		<b>38,911,178</b>	<b>35,360,309</b>	<b>74,271,487</b>
Student Services		0	0	0
Institutional Support		5,135,053	3,601,236	8,736,289
Scholarships/Fellowships		0	0	0
Plant Operations/Maintenance		2,049,577	1,298,024	3,347,601
Hospital		0	0	0
Transfers out of agency		0	37,302	37,302
Athletics		0	0	0
Other		0	0	0
<b>Non-Academic Expenditures</b>		<b>7,184,630</b>	<b>4,936,562</b>	<b>12,121,192</b>
<b>Total Expenditures</b>		<b>46,095,808</b>	<b>40,296,871</b>	<b>86,392,679</b>

	<b>Beginning Acct/Fund Balance</b>	<b>1st &amp; 2nd Quarter Fund Balance</b>	<b>3rd &amp; 4th Quarter Fund Balance</b>
State Appropriations	0	0	0
Restricted Fees	0	0	0
Sales and Services of Educational Activities	1,907,480	1,946,294	2,128,901
Auxiliaries	0	0	0
Endowment Income	367,064	359,674	378,749
Grants and Contracts	(174,760)	5,227,264	1,164,731
Indirect Cost Recovered	6,282,483	5,791,929	6,766,656
Gifts	6,061,965	6,490,539	6,134,794
Federal Funds	0	0	0
Hospitals	0	0	0
All Other Sources	4,452,657	6,273,652	3,473,521
<b>TOTAL</b>	<b>18,896,889</b>	<b>26,089,352</b>	<b>20,047,353</b>

**Overview and Analysis of Campus Operations**

We continue to evaluate all our operations to make most efficient use of resources. Without a doubt, our ability to deliver the level and range of research and educational programs needed has been affected by continuous budget reductions, increasing mandated costs and spending/hiring freezes. The cumulative amount of the budget reductions are staggering. We have streamlined programs, reorganized, made major staff reductions and implemented other cost savings measure to maximize resources. We are focused on making sure that scarce resources are allocated to our most critical programs, to meet core mission of improving the lives of Louisiana citizens and to provide the most we can for every dollar invested in the LSU AgCenter. With all of these efforts, our core programs are still in jeopardy.

No operational funds from academic areas were moved to non-academic units. Non-academic funds were moved to academic units to support graduate assistantships and the healthy communities initiative.

# Semi -Annual Overview of Restricted Operations

Campus: *LSU AgCenter*

Show Expenditures As Positive	Actual Amount for each Semi-Annual Period in FY 2015-2016						
	Acct/Fund Balance	1st & 2nd Quarter			3rd & 4th Quarter		
		Revenues	Expenses, Transfers, & ICR	Fund Balance	Revenues	Expenses, Transfers, & ICR	Fund Balance
<b>Revenues</b>							
Restricted State Appropriations		0		0	0		0
Restricted Fees		0		0	0		0
Sales & Svcs of Educ. Activ's	1,907,480	784,372	745,558	1,946,294	1,248,940	1,066,332	2,128,901
Auxiliaries (List)							0
1		0		0	0		0
2		0		0	0		0
3		0		0	0		0
4		0		0	0		0
5		0		0	0		0
6		0		0	0		0
7		0		0	0		0
8		0		0	0		0
9		0		0	0		0
10		0		0	0		0
11		0		0	0		0
12		0		0	0		0
13		0		0	0		0
14		0		0	0		0
15		0		0	0		0
Endowment Income	367,064	30,223	37,612	359,674	64,144	45,070	378,749
Grants and Contracts							
Federal	(43,571)	2,806,156	3,642,263	(879,678)	5,755,054	4,895,107	(19,731)
State and Local	(1,381,070)	11,606,903	7,352,128	2,873,704	7,731,919	10,726,911	(121,288)
Private	1,249,881	4,568,210	2,584,853	3,233,238	1,357,293	3,284,782	1,305,749
Indirect Cost Recovered	6,282,483	1,316,428	1,806,983	5,791,929	1,688,057	713,330	6,766,656
Gifts	6,061,965	1,609,926	1,181,353	6,490,539	1,149,225	1,504,970	6,134,794
Federal Funds		0		0	0		0
Hospitals							
Hospital - Commercial/Self-Pay		0		0	0		0
Physician Practice Plans		0		0	0		0
Medicare		0		0	0		0
Medicaid		0		0	0		0
Uncompensated Care Costs		0		0	0		0
Sponsored Grants and Contracts		0		0	0		0
Sales and Services Other		0		0	0		0
All Other Sources	4,452,657	6,111,891	4,290,897	6,273,652	2,274,609	5,074,739	3,473,521
<b>TOTAL</b>	<b>18,896,889</b>	<b>28,834,110</b>	<b>21,641,647</b>	<b>26,089,352</b>	<b>21,269,242</b>	<b>27,311,241</b>	<b>20,047,353</b>

## Report on Restricted Operations

Revenues and expenditures associated with our restricted operations have progressed as planned.



## **Executive Summary**

### **FY 2015-16 Final Report on the Budget**

The Fiscal Year 2015-2016 appropriation for LSU Health Sciences Center in New Orleans was adjusted to \$149,670,667. Throughout the fiscal year we monitored and took actions to manage funding reductions.

#### **Threats**

- Continued increase in employer contributions to retirement and health insurance.
- Concern over the level of state support for higher education and hospital partnerships.

#### **Mechanisms for Coping with Threats**

- Revenue Generation
  - LSUHSC-NO continues to seek new and/or expanded sources of funding by enhancing relationships with private and not-for-profit health care entities.
  - LSUHSC-NO continues to leverage investments we are making in cardiovascular and genomic research.
- Cost Containment
  - Salary increases, with faculty promotions in rank being the notable exception, were not generally granted.
  - LSUHSC at New Orleans limited new hires to critical needs mainly in the areas of direct patient care and sponsored research, where external funding from grants and contracts were available.
  - Management evaluated and controlled expenditures for travel, professional services, and acquisitions as much as possible.

#### **Unrestricted Operations**

- Revenues
  - State General Funds have been drawn down completely.
  - Statutory Dedication appropriations including the Self Fund and Tobacco Tax Fund revenues, which are passed through to the Louisiana Cancer Research Center (LCRC) for research and smoking cessation programs, were drawn down completely.



- There was a \$2.97M decrease in Tobacco Tax collections compared to budget.
  - Self-Generated Revenue- There are three major components to this means of financing: student tuition and fees; Sales and Services of Educational Departments (primarily the Dental Student and Resident Clinics); and other sources
    - Tuition and fee revenue was relatively consistent with budget.
    - There was less than a 2% decrease in other self-generated revenue.
- Expenditures
  - Spending was within the parameters of our overall operating budget.
  - Research Expenditures and Public Service Expenditures (Other Charges) - A significant portion of expenditures budgeted in these two functions are for pass-through payments to the Cancer Consortium for research and smoking cessation. The amount of collections and pass-through payments year to date are 10% less than the end of fiscal year 2015. This also impacts the expenditure category of Other Charges, where these pass through expenditures are classified.
  - Personal Services overall expenditures decreased compared to the FY2016 budget due to attrition and hiring freeze throughout the year.
  - Operating Expenses increased due to utility and maintenance costs.

## Restricted Operations

### \*Account/Fund Balance

- Revenues
  - Nearly all of this growth was in grants and contracts. This validates our emphasis on increasing contracts for graduate medical education and clinical care.
  - The report excludes projects we maintain on behalf of the HCSD and FEMA/ORM related activity for project worksheets and contents replacement.
  - The overall Auxiliaries operation has a positive fund balance of \$3.9M, which is approximately 20% greater than FY2015. We continue to look at corrective actions to limit losses in our bookstore and cafeteria operations that affect the balance:
    - Corrective actions to limit losses in the bookstores include consolidating management to implement a consistent approach to control operating performance.
    - Corrective actions to limit losses in the cafeteria include some cost cutting measures such as reducing inventory costs along with anticipated increases in revenues as a result of selective price increases.

*\*The fund balance has been adjusted to represent actual ending fund balance at June 30, 2015. Previously reported as \$124,078,261.*

**Appendix A**  
**Semi-Annual Revenues and Expenditures Executive Summary**

<b>Unrestricted Operations</b>		<b>Actual Amount for each semi-annual period in 2015-2016</b>		
	<b>Adjusted Operating Budget</b>	<b>1st &amp; 2nd Quarter</b>	<b>3rd &amp; 4th Quarter</b>	<b>Cumulative Total</b>
<b>Revenues</b>				
General Fund	39,455,355	16,590,055	22,865,299	39,455,354
Statutory Dedications	53,426,207	31,819,950	19,162,280	50,982,230
Interim Emergency Board	0	0	0	0
Interagency Transfers	0	0	0	0
Interagency Transfers - Federal Stimulus	0	0	0	0
Self Generated Revenues	56,789,105	32,241,267	23,010,088	55,251,355
Federal Funds	0	0	0	0
<b>Total Revenues</b>	<b>149,670,667</b>	<b>80,651,272</b>	<b>65,037,667</b>	<b>145,688,939</b>
<b>Expenditures by Object:</b>				
Salaries	69,064,446	32,823,817	33,659,158	66,482,975
Other Compensation	1,135,217	1,486,186	1,233,268	2,719,454
Related Benefits	27,992,031	13,925,958	11,232,652	25,158,610
Personal Services	<b>98,191,694</b>	<b>48,235,961</b>	<b>46,125,078</b>	<b>94,361,039</b>
Travel	241,476	101,911	159,588	261,499
Operating Services	11,950,305	7,364,247	8,329,824	15,694,071
Supplies	5,321,740	2,353,216	3,010,180	5,363,396
Operating Expenses	<b>17,513,521</b>	<b>9,819,375</b>	<b>11,499,592</b>	<b>21,318,967</b>
Professional Services	1,498,476	409,558	1,146,881	1,556,439
Other Charges	23,218,180	5,312,288	13,607,612	18,919,900
Debt Services	124,180	0	113,043	113,043
Interagency Transfers	6,896,062	5,902,860	754,757	6,657,617
Other Charges	<b>31,736,898</b>	<b>11,624,705</b>	<b>15,622,293</b>	<b>27,246,998</b>
General Acquisitions	356,059	411,957	237,935	649,892
Library Acquisitions	1,872,495	1,757,749	119,647	1,877,396
Major Repairs	0	158,151	76,496	234,647
Acquisitions and Major Repairs	<b>2,228,554</b>	<b>2,327,856</b>	<b>434,078</b>	<b>2,761,935</b>
<b>Total Expenditures</b>	<b>149,670,667</b>	<b>72,007,897</b>	<b>73,681,041</b>	<b>145,688,939</b>
<b>Expenditures by Function:</b>				
Instruction	69,088,149	30,269,535	28,751,655	59,021,190
Research	17,942,025	5,551,986	10,804,897	16,356,883
Public Service	6,648,809	1,399,228	4,257,976	5,657,204
Academic Support (Includes Library)	11,417,655	7,069,449	7,213,375	14,282,824
Academic Expenditures	<b>105,096,638</b>	<b>44,290,198</b>	<b>51,027,903</b>	<b>95,318,100</b>
Student Services	3,500,553	1,709,639	1,904,263	3,613,902
Institutional Support	16,182,720	11,441,218	8,979,877	20,421,095
Scholarships/Fellowships	4,015,662	1,791,318	1,750,516	3,541,835
Plant Operations/Maintenance	20,750,914	12,773,073	9,905,440	22,678,513
Hospital		0	0	0
Transfers out of agency	124,180	2,451	113,043	115,494
Athletics		0	0	0
Other		0	0	0
Non-Academic Expenditures	<b>44,574,029</b>	<b>27,717,699</b>	<b>22,653,140</b>	<b>50,370,839</b>
<b>Total Expenditures</b>	<b>149,670,667</b>	<b>72,007,897</b>	<b>73,681,042</b>	<b>145,688,939</b>

	<b>Beginning Acct/Fund Balance</b>	<b>1st &amp; 2nd Quarter Fund Balance</b>	<b>3rd &amp; 4th Quarter Fund Balance</b>
State Appropriations	0	0	0
Restricted Fees	2,967,505	3,613,474	3,643,317
Sales and Services of Educational Activities	(5,112,750)	(6,356,303)	(5,491,252)
Auxiliaries	3,001,524	4,549,932	3,963,451
Endowment Income	1,214,823	1,026,363	1,048,982
Grants and Contracts	90,652,471	57,681,479	92,355,782
Indirect Cost Recovered	12,367,873	10,047,280	14,793,952
Gifts	721,001	645,456	679,059
Federal Funds	0	0	0
Hospitals	16,332,394	15,098,260	17,655,466
All Other Sources	3,058,408	2,302,960	3,374,060
<b>TOTAL</b>	<b>125,203,249</b>	<b>88,608,901</b>	<b>132,022,816</b>

**Overview and Analysis of Campus Operations**

Please see executive summary attached.

# Semi -Annual Overview of Restricted Operations

Campus: *LSU Health Sciences Center - New Orleans*

Show Expenditures As Positive	Actual Amount for each Semi-Annual Period in FY 2015-2016						
	Acct/Fund Balance	1st & 2nd Quarter			3rd & 4th Quarter		
		Revenues	Expenses, Transfers, & ICR	Fund Balance	Revenues	Expenses, Transfers, & ICR	Fund Balance
<b>Revenues</b>							
Restricted State Appropriations		0		0	0		0
Restricted Fees	2,967,505	1,253,192	866,216	3,613,474	587,171	557,328	3,643,317
Sales & Svcs of Educ. Activ's	(5,112,750)	(78,033)	2,423,339	(6,356,303)	4,576,768	3,711,717	(5,491,252)
Auxiliaries (List)							0
1 Bookstore	(1,846,674)	3,245,510	2,726,436	(1,327,600)	2,449,041	2,860,278	(1,738,837)
2 Cafeteria	(278,042)	524,879	665,746	(418,909)	573,028	739,111	(584,992)
3 Student Housing	1,196,630	1,042,564	569,629	1,669,566	1,206,670	1,336,680	1,539,555
4 Parking	3,469,541	700,771	439,145	3,731,167	693,108	304,147	4,120,128
5 HSC Stores	460,070	1,402,167	966,529	895,708	1,092,864	1,360,975	627,597
6		0		0	0		0
7		0		0	0		0
8		0		0	0		0
9		0		0	0		0
10		0		0	0		0
11		0		0	0		0
12		0		0	0		0
13		0		0	0		0
14		0		0	0		0
15		0		0	0		0
Endowment Income	1,214,823	431,522	619,982	1,026,363	606,523	583,904	1,048,982
Grants and Contracts							
Federal	731,144	12,105,074	16,227,904	(3,373,557)	23,465,116	19,852,353	239,206
State and Local	15,211,444	3,238,851	5,380,947	11,896,375	7,752,993	7,421,196	12,228,172
Private	74,709,883	91,977,112	117,498,420	49,158,661	170,709,569	139,979,827	79,888,403
Indirect Cost Recovered	12,367,873	9,098,655	11,438,064	10,047,280	13,285,102	8,538,431	14,793,952
Gifts	721,001	528,537	604,082	645,456	1,740,065	1,706,463	679,059
Federal Funds	0	0		0	0		0
Hospitals							
Hospital - Commercial/Self-Pay	0	0		0	0		0
Physician Practice Plans	16,332,394	3,669,477	3,417,450	15,098,260	6,265,093	3,707,887	17,655,466
Medicare	0	0		0	0		0
Medicaid	0	0		0	0		0
Uncompensated Care Costs	0	0		0	0		0
Sponsored Grants and Contracts	0	0		0	0		0
Sales and Services Other	0	0		0	0		0
All Other Sources	3,058,408	428,007	1,156,480	2,302,960	2,474,787	1,403,687	3,374,060
<b>TOTAL</b>	<b>125,203,249</b>	<b>129,568,286</b>	<b>165,000,368</b>	<b>88,608,901</b>	<b>237,477,900</b>	<b>194,063,986</b>	<b>132,022,816</b>

## Report on Restricted Operations

Please see executive summary attached.

**LSU Health Sciences Center - Shreveport  
Bi-Annual Financial Reporting Narrative  
FY 2015-2016 as of June 30, 2016**

**LSU Health Shreveport**

The original academic FY 2015-2016 operating budget appropriation of \$117,782,487 was decreased in State General Funds Direct by \$338,231 and Statutory Dedications by \$297,203. The total budget reduction of \$635,434 resulted in a final appropriation of \$117,147,053 as follows:

State General Funds Direct	47,486,476
Statutory Dedications	48,551,498
University Fees and Miscellaneous	21,109,079
<b>TOTAL</b>	<b>\$117,147,053</b>

Note that \$19,839,573 of the \$117,147,053 budget appropriation was dedicated to support the hospital legacy costs including ORM premiums, retiree health and life, termination and unemployment, and residual property maintenance.

**Unrestricted Revenues and Expenditures:**

Operating Budget revenue includes state general funds direct, statutory dedications (tobacco tax, self-fund, and higher education initiative), and self-generated (tuition and fees) funding. The Operating Budget expenditures include costs associated with the operation of the three schools, as well as costs associated with the transition of three hospitals (retiree benefits and other mandated costs).

**Restricted Revenues and Expenditures:**

The restricted sales and services revenues and expenditures primarily include the professional practice plan, auxiliary services, and grants & contracts. The revenues from the BRFHH, LLC agreements are being recorded in the private grants and contracts revenue category. The expenditures incurred to generate this revenue are not transferred to the specific contract cost center until payments from the partner are received and processed.

The other hospital sales and services revenue and expenditures reflect the BRFHH, LLC lease payments to the State which are processed through LSUHSC-S. The payments are recorded and then transferred to the State Treasury.

**LSU Health Sciences Center - Shreveport  
Bi-Annual Financial Reporting Narrative  
FY 2015-2016 as of June 30, 2016**

**E.A. Conway Medical Center in Monroe**

E.A. Conway Medical Center in Monroe transferred from state management to private management effective October 1, 2013.

**Revenues and Expenditures:**

The residual operational expenditures associated with the October 1, 2013 hospital transition (retiree benefits and other mandated costs) are now reflected under LSUHSC-S.

**Huey P. Long Medical Center in Pineville**

Huey P. Long Medical Center in Pineville discontinued patient care services on June 30, 2014.

**Revenues and Expenditures:**

The residual operational expenditures associated with the hospital closure to include employee salaries and benefits, retiree benefits, and other mandated costs, building maintenance, etc. are now reflected under LSUHSC-S.

**SUMMARY**

The FY 2015-2016 Financials are due on August 31, 2016. The fiscal year end close is not complete and final entries for revenue and expenditures are currently being processed.

**Appendix A**  
**Semi-Annual Revenues and Expenditures Executive Summary**

<b>Unrestricted Operations</b>		<b>Actual Amount for each semi-annual period in 2015-16</b>		
	<b>Adjusted Operating Budget</b>	<b>1st &amp; 2nd Quarter</b>	<b>3rd &amp; 4th Quarter</b>	<b>Cumulative Total</b>
<b>Revenues</b>				
General Fund	47,486,476	19,926,960	27,559,516	47,486,476
Statutory Dedications	48,551,498	33,699,141	13,901,922	47,601,063
Interim Emergency Board	0	0	0	0
Interagency Transfers	0	0	0	0
Interagency Transfers - Federal Stimulus	0	0	0	0
Self Generated Revenues	21,109,079	18,826,844	2,232	18,829,076
Federal Funds	0	0	0	0
<b>Total Revenues</b>	<b>117,147,053</b>	<b>72,452,945</b>	<b>41,463,670</b>	<b>113,916,615</b>
<b>Expenditures by Object:</b>				
Salaries	46,746,418	22,138,373	21,781,927	43,920,300
Other Compensation	1,316,274	1,243,541	(412,076)	831,465
Related Benefits	31,904,702	15,202,633	14,542,323	29,744,956
Personal Services	79,967,394	38,584,547	35,912,174	74,496,721
Travel	148,540	58,029	51,079	109,108
Operating Services	19,736,372	8,897,015	8,220,408	17,117,423
Supplies	2,335,337	673,686	526,165	1,199,851
Operating Expenses	22,220,249	9,628,730	8,797,652	18,426,382
Professional Services	2,709,415	1,657,501	2,518,487	4,175,988
Other Charges	2,355,905	953,863	5,919,717	6,873,580
Debt Services	0	0	0	0
Interagency Transfers	8,074,733	2,454,931	6,528,363	8,983,294
Other Charges	13,140,053	5,066,295	14,966,567	20,032,862
General Acquisitions	1,809,357	186,769	773,397	960,166
Library Acquisitions	10,000	105	379	484
Major Repairs	0	0	0	0
Acquisitions and Major Repairs	1,819,357	186,874	773,776	960,650
<b>Total Expenditures</b>	<b>117,147,053</b>	<b>53,466,446</b>	<b>60,450,169</b>	<b>113,916,615</b>
<b>Expenditures by Function:</b>				
Instruction	36,465,078	18,236,660	19,769,180	38,005,840
Research	23,129,851	9,977,662	10,790,288	20,767,950
Public Service	1,493,155	715,271	811,202	1,526,473
Academic Support (Includes Library)	9,219,011	4,648,229	4,013,805	8,662,034
Academic Expenditures	<b>70,307,095</b>	<b>33,577,822</b>	<b>35,384,475</b>	<b>68,962,297</b>
Student Services	1,702,743	804,028	899,571	1,703,599
Institutional Support	32,305,443	13,157,994	18,013,671	31,171,665
Scholarships/Fellowships	1,874,226	1,110,312	916,639	2,026,951
Plant Operations/Maintenance	5,086,869	2,099,356	2,132,229	4,231,585
Hospital	5,649,025	2,466,934	3,142,731	5,609,665
Transfers out of agency	0	0	0	0
Athletics	0	0	0	0
Other	221,652	250,000	(39,147)	210,853
Non-Academic Expenditures	<b>46,839,958</b>	<b>19,888,624</b>	<b>25,065,694</b>	<b>44,954,318</b>
<b>Total Expenditures</b>	<b>117,147,053</b>	<b>53,466,446</b>	<b>60,450,169</b>	<b>113,916,615</b>

	Beginning Acct/Fund Balance	1st & 2nd Quarter Fund Balance	3rd & 4th Quarter Fund Balance
State Appropriations	0	0	0
Restricted Fees	1,073,440	1,220,531	1,258,770
Sales and Services of Educational Activities	(9,968,148)	(35,542,722)	24,354,886
Auxiliaries	12,668,430	13,200,974	12,849,725
Endowment Income	14,635,152	14,569,110	13,850,686
Grants and Contracts	50,130,354	59,054,845	57,191,029
Indirect Cost Recovered	8,160,516	7,209,150	6,761,986
Gifts	(1,608)	(10,110)	(12,025)
Federal Funds	0	0	0
Hospitals	(39,499,128)	(41,740,932)	(41,117,438)
All Other Sources	1,005,353	997,591	999,029
<b>TOTAL</b>	<b>38,204,361</b>	<b>18,958,437</b>	<b>76,136,648</b>

**Overview and Analysis of Campus Operations**

**1st and 2nd quarter fund balance:** 1. As of December 31, 2015 EACMC fund balance of (\$7,622,715) and HPLMC fund balance of (\$3,384,262) were added to Hospitals category 2. Private grants and contracts -- includes revenue from the public/private transition; however all expenses have not been transferred from the unrestricted operations, auxiliary services, or sales and services. 3. Hospital sales and services other -- reflects the public/private partnership state lease payment transferred to the state treasury. 4. Sales and Services of Educ Activities -- revenue does not include 6 months of third party billing collections.. services began July 1, 2015 and LSUHSCS is still evaluating the reports before completing monthly accounting transactions; therefore, the fund balance is not reflective of all earnings in the first 6 months of the fiscal year. 5. See narrative for additional information.

**3rd and 4th quarter fund balance:** 1. As of June 30, 2016 the EACMC fund balance of (\$7,352,046) and HPLMC fund balance of (\$3,486,170) were added to Hospitals category of sales and services other 2. Private grants and contracts -- includes revenue from the public/private partner 3. Hospital sales and services other -- reflects the public/private partnership state lease payment transferred to the state treasury and residual hospital related expenditures 4. See narrative for additional information.



# Semi -Annual Overview of Restricted Operations

Campus: **LSU Health Sciences Center Shreveport**

Show Expenditures As Positive	Actual Amount for each Semi-Annual Period in FY 2015-2016						
	Acct/Fund Balance	1st & 2nd Quarter			3rd & 4th Quarter		
		Revenues	Expenses, Transfers, & ICR	Fund Balance	Revenues	Expenses, Transfers, & ICR	Fund Balance
<b>Revenues</b>							
Restricted State Appropriations	0	0	0	0	0	0	0
Restricted Fees	1,073,440	257,226	110,135	1,220,531	134,924	96,685	1,258,770
Sales & Svcs of Educ. Activ's	(9,968,148)	16,920,918	42,495,492	(35,542,722)	76,945,595	17,047,987	24,354,886
<b>Auxiliaries</b>							
Bookstores	2,314,862	444,344	436,437	2,322,769	406,526	374,071	2,355,224
Cafeterias	3,770,902	106,185	95,083	3,782,004	60,750	65,893	3,776,861
Computer Networking	611,354	177,193	32,267	756,280	162,406	120,276	798,410
General Service Store	(670,035)	501,652	499,358	(667,741)	715,740	699,098	(651,099)
Gift Shop	22,863	29	0	22,892	35	0	22,927
Linwood Properties	1,012,323	1,008	0	1,013,331	1,283	0	1,014,614
Microsystems	(294,812)	336,400	282,920	(241,332)	105,626	157,742	(293,448)
Parking	460,342	178,721	246,876	392,187	(50,099)	262,009	80,079
Printing	940,790	152,913	112,946	980,757	134,875	128,372	987,260
Rental Property	741,282	71,119	31,300	781,101	26,511	34,763	772,849
Student Union	676,888	101,091	5,319	772,660	553	36,971	736,242
Telecommunications	3,081,671	1,050,912	846,517	3,286,066	1,106,929	1,143,189	3,249,806
Endowment Income	14,635,152	954,215	1,020,257	14,569,110	1,090,242	1,808,666	13,850,686
<b>Grants and Contracts</b>							
Federal	(352,487)	4,112,378	4,580,544	(820,653)	6,386,732	5,936,064	(369,985)
State and Local	(3,761,054)	2,550,882	2,418,931	(3,629,103)	3,053,272	2,361,971	(2,937,802)
Private	54,243,895	49,668,249	40,407,543	63,504,601	69,078,902	72,084,687	60,498,816
Indirect Cost Recovered	8,160,516	1,114,113	2,065,479	7,209,150	1,217,041	1,664,205	6,761,986
Gifts	(1,608)	0	8,502	(10,110)	0	1,915	(12,025)
Federal Funds	0	0	0	0	0	0	0
<b>Hospitals</b>							
Hospital - Commercial/Self-Pay	0	0	0	0	0	0	0
Physician Practice Plans	0	0	0	0	0	0	0
Medicare	0	0	0	0	0	0	0
Medicaid	0	0	0	0	0	0	0
Uncompensated Care Costs	0	0	0	0	0	0	0
Sponsored Grants and Contracts	2,844,020	0	0	2,844,020	0	0	2,844,020
Sales and Services Physicians & CRNAs	4,311,379	(17,455)	0	4,293,924	0	0	4,293,924
Pharmacy	5,087,109	0	0	5,087,109	0	0	5,087,109
Sales and Services Other	(51,741,636)	10,370,727	12,595,076	(53,965,985)	36,137,260	35,513,766	(53,342,491)
All Other Sources	1,005,353	2,083	9,845	997,591	8,485	7,047	999,029
<b>TOTAL</b>	<b>38,204,361</b>	<b>89,054,903</b>	<b>108,300,827</b>	<b>18,958,437</b>	<b>196,723,588</b>	<b>139,545,377</b>	<b>76,136,648</b>

## Report on Restricted Operations

**1st and 2nd quarter fund balance:** 1. As of December 31, 2015 EACMC fund balance of (\$7,622,715) and HPLMC fund balance of (\$3,384,262) were added to Hospitals category 2. Private grants and contracts -- includes revenue from the public/private transition; however all expenses have not been transferred from the unrestricted operations, auxiliary services, or sales and services. 3. Hospital sales and services other -- reflects the public/private partnership state lease payment transferred to the state treasury. 4. Sales and Services of Educ Activities -- revenue does not include 6 months of third party billing collections.. services began July 1, 2015 and LSUHSCS is still evaluating the reports before completing monthly accounting transactions; therefore, the fund balance is not reflective of all earnings in the first 6 months of the fiscal year. 5. See narrative for additional information.

**3rd and 4th quarter fund balance:** 1. As of June 30, 2016 the EACMC fund balance of (\$7,352,046) and HPLMC fund balance of (\$3,486,170) were added to Hospitals category of sales and services other 2. Private grants and contracts -- includes revenue from the public/private partner 3. Hospital sales and services other -- reflects the public/private partnership state lease payment transferred to the state treasury and residual hospital related expenditures 4. See narrative for additional information.

July 29, 2016

Dr. F. King Alexander  
President  
Louisiana State University  
3810 West Lakeshore Drive  
Baton Rouge, La 70808

Subject: Fiscal Year 2015-16  
4<sup>th</sup> Quarter Financial Report

Dear Dr. Alexander:

We are pleased to share with you the news that LSUS has finished FY 15-16 with a Balanced Budget. At this time last year I humbly requested an extension of the \$1.5 Million letter of credit. We needed this extension to comply with SACS COC requirements to have at least some level of appropriate reserve of funds and we wanted the ability to have the funds necessary to operate the campus, especially in light of a potential major budget disturbance especially when you hear it directly from John Kennedy, our State Treasurer. However, LSUS did not suffer significant budget reductions, we were able to develop a level of reserve funds and once again did not have to exercise the letter of credit.

Our enrollment continues to grow at a solid rate, 18.1% for Summer, 5.8% for Fall and 5.0% for Spring, which is good, but there are two sides to these numbers. Graduate enrollment, specifically 100% on-line degree programs are growing at double digit rates – but, undergraduate enrollment, specifically the on-campus students taking face-to-face classes, is continuing to decline.

We created a new position of Vice Provost for Enrollment Management this fiscal year to more strategically address our enrollment issues, including the better retention of students. In doing so we have initiated the following actions to attract and retain more on-campus undergraduate students.

1. Established a Student Success Center. Currently it is in temporary facilities, but we are providing full service to our students from that location. Hopefully by the end of FY 16-17 we will move into our permanent facility.
2. Established an International Student Recruitment Center. We expect to start to see results from this program starting this fall.
3. Established a very comprehensive “Boots on the Ground” initiative at both SUSLA and BPCC to bring in more transfer students from these two campuses.
4. Established “SU Connect” at LSUS (EDIT), where SUSLA teaches students on our campus who do not meet the admission standards to attend LSUS. We track these students and recruit them once they meet the admission requirements.
5. In collaboration with The Language Company, we established an “English as a Second Language” program at LSUS. This program is aimed at recruiting international students to LSUS.

6. Established the LSUS “Metacognition Learning through Engagement” program, designed to engage our students in the educational process and increase our retention rate. This was our QEP proposal that was part of our SACSCOC reaffirmation review.

While our SACSCOC reaffirmation review was conducted in the late spring of 2015, the official notice of our reaffirmation (with no comments or recommendations) did not become official until the SACSCOC meeting in December 2015.

I am very proud of how our campus managed through the year, as none of this would have been possible without the dedication of our Faculty and Staff in achieving our goals of enrollment growth, and financial stability – especially in light of the dire threats of major budget reductions this spring.

In addition, I really appreciate the support of the LSUS Foundation and the LSUS Alumni Association for all of their support this year. When we really needed their assistance, they were there willing to do whatever the task was at the time.

Please note: Our official financial statements are not due to the State of Louisiana until August 31, 2016, thus there might be some minor differences between this report and the official financial statements.

Sincerely

*Larry Clark*

Larry Clark  
Chancellor

<b>Unrestricted Operations</b>		<b>Actual Amount for each semi-annual period in 2015-2016</b>		
	<b>Adjusted Operating Budget</b>	<b>1st &amp; 2nd Quarter</b>	<b>3rd &amp; 4th Quarter</b>	<b>Cumulative Total</b>
<b>Revenues</b>				
General Fund	3,799,038	1,597,775	2,201,263	3,799,038
Statutory Dedications	3,804,578	2,725,037	1,079,541	3,804,578
Interim Emergency Board	0	0	0	0
Interagency Transfers	0	0	0	0
Interagency Transfers - Federal Stimulus	0	0	0	0
Self Generated Revenues	24,412,397	18,150,044	5,520,059	23,670,103
Federal Funds	0	0	0	0
<b>Total Revenues</b>	<b>32,016,013</b>	<b>22,472,856</b>	<b>8,800,863</b>	<b>31,273,719</b>
<b>Expenditures by Object:</b>				
Salaries		7,321,692	7,329,141	14,650,833
Other Compensation		184,162	201,567	385,729
Related Benefits		3,055,726	3,402,262	6,457,988
<b>Personal Services</b>		<b>10,561,580</b>	<b>10,932,970</b>	<b>21,494,550</b>
Travel		34,818	83,399	118,217
Operating Services		1,223,514	1,275,033	2,498,547
Supplies		365,919	454,575	820,494
<b>Operating Expenses</b>		<b>1,624,251</b>	<b>1,813,007</b>	<b>3,437,258</b>
Professional Services		86,158	96,573	182,731
Other Charges		2,250,920	2,539,485	4,790,405
Debt Services		0	0	0
Interagency Transfers		444,413	39,914	484,327
<b>Other Charges</b>		<b>2,781,491</b>	<b>2,675,972</b>	<b>5,457,463</b>
General Acquisitions		98,629	721,909	820,538
Library Acquisitions		15,511	48,399	63,910
Major Repairs		0	0	0
<b>Acquisitions and Major Repairs</b>		<b>114,140</b>	<b>770,308</b>	<b>884,448</b>
<b>Total Expenditures</b>		<b>15,081,462</b>	<b>16,192,257</b>	<b>31,273,719</b>
<b>Expenditures by Function:</b>				
Instruction		6,681,122	6,872,499	13,553,621
Research		3,036	6,294	9,330
Public Service		0	0	0
Academic Support (Includes Library)		1,283,263	2,215,878	3,499,141
<b>Academic Expenditures</b>		<b>7,967,421</b>	<b>9,094,671</b>	<b>17,062,092</b>
Student Services		944,005	1,117,701	2,061,706
Institutional Support		2,487,536	2,522,819	5,010,355
Scholarships/Fellowships		2,251,126	2,169,998	4,421,124
Plant Operations/Maintenance		1,431,374	1,287,068	2,718,442
Hospital		0	0	0
Transfers out of agency		0	0	0
Athletics		0	0	0
Other		0	0	0
<b>Non-Academic Expenditures</b>		<b>7,114,041</b>	<b>7,097,586</b>	<b>14,211,627</b>
<b>Total Expenditures</b>		<b>15,081,462</b>	<b>16,192,257</b>	<b>31,273,719</b>

	<b>Beginning Acct/Fund Balance</b>	<b>1st &amp; 2nd Quarter Fund Balance</b>	<b>3rd &amp; 4th Quarter Fund Balance</b>
State Appropriations	0	0	0
Restricted Fees	1,417,191	2,253,719	2,851,072
Sales and Services of Educational Activities	0	0	0
Auxiliaries	793,973	214,611	548,808
Endowment Income	0	(9,970)	0
Grants and Contracts	1,076,002	895,632	816,121
Indirect Cost Recovered	229,236	213,518	314,157
Gifts	157,894	157,633	161,043
Federal Funds	0	(55,015)	(5,633)
Hospitals	0	0	0
All Other Sources	40,127	48,997	55,364
<b>TOTAL</b>	<b>3,714,423</b>	<b>3,719,125</b>	<b>4,740,932</b>

**Overview and Analysis of Campus Operations**

Federal Grants and Federal Funds have not been received as of 6/30

# Semi -Annual Overview of Restricted Operations

Campus: Louisiana State University Shreveport

Show Expenditures As Positive	Actual Amount for each Semi-Annual Period in FY 2015-2016						
	Acct/Fund Balance	1st & 2nd Quarter			3rd & 4th Quarter		
		Revenues	Expenses, Transfers, & ICR	Fund Balance	Revenues	Expenses, Transfers, & ICR	Fund Balance
<b>Revenues</b>							
Restricted State Appropriations		0		0	0		0
Restricted Fees	1,417,191	1,846,470	1,009,942	2,253,719	1,172,290	574,937	2,851,072
Sales & Svcs of Educ. Activ's		0		0	0		0
Auxiliaries (List)							0
1 - University Center - Student Fees	0	140,235	113,630	26,605	39,637	66,242	0
2 - University Center - Self Generated	39,384	41,171	0	80,555	47,893	57,585	70,863
3 - Food Service	(558,732)	115,472	166,055	(609,315)	115,109	158,201	(652,407)
4 - Bookstore	1,203,114	659,381	1,416,155	446,340	677,344	425,517	698,167
5 - University Court Apartments - Lease	6,557	1,000	15	7,542	15	0	7,557
6 - Athletics - Self Generated	76,470	20,150	12,475	84,145	36,893	0	121,038
7 - Athletics - Student Fees	27,180	652,011	500,452	178,739	181,345	266,790	93,294
8 Athletics - General Fund Support	0	0		0	210,296	0	210,296
9		0		0	0		0
10		0		0	0		0
11		0		0	0		0
12		0		0	0		0
13		0		0	0		0
14		0		0	0		0
15		0		0	0		0
Endowment Income	0	103,986	113,956	(9,970)	324,886	314,916	0
Grants and Contracts							
Federal	0	253,405	291,587	(38,182)	690,240	651,592	466
State and Local	336,067	2,460,077	2,494,528	301,616	1,804,325	1,957,715	148,226
Private	739,935	636,963	744,700	632,198	799,744	764,513	667,429
Indirect Cost Recovered	229,236	0	15,718	213,518	84,921	(15,718)	314,157
Gifts	157,894	120,380	120,641	157,633	97,319	93,909	161,043
Federal Funds		2,541,023	2,596,038	(55,015)	2,595,398	2,546,016	(5,633)
Hospitals							
Hospital - Commercial/Self-Pay		0		0	0		0
Physician Practice Plans		0		0	0		0
Medicare		0		0	0		0
Medicaid		0		0	0		0
Uncompensated Care Costs		0		0	0		0
Sponsored Grants and Contracts		0		0	0		0
Sales and Services Other		0		0	0		0
All Other Sources	40,127	31,822	22,952	48,997	20,486	14,119	55,364
<b>TOTAL</b>	<b>3,714,423</b>	<b>9,623,546</b>	<b>9,618,844</b>	<b>3,719,125</b>	<b>8,898,141</b>	<b>7,876,334</b>	<b>4,740,932</b>

## Report on Restricted Operations

Food Service deficit will be covered by Bookstore fund balance at 6/30  
 Federal Grants and Federal Funds have not been received as of 6/30



• BOGALUSA MEDICAL CENTER - INDEPENDENCE  
• EARL K. LONG MEDICAL CENTER - BATON ROUGE  
• LAUFER KEMP REGIONAL MEDICAL CENTER - INDEPENDENCE  
• LEONARD J. CHABERT MEDICAL CENTER - HOUMA  
• MEDICAL CENTER OF LOUISIANA - NEW ORLEANS  
• UNIVERSITY MEDICAL CENTER - LAFAYETTE  
• W.O. MOSS REGIONAL MEDICAL CENTER - LAKE CHARLES

WWW.LSUHOSPITALS.ORG

TO: Wendy Simoneaux  
AVP Finance  
LSU System

FROM: Tanesha Morgan  
Budget Director  
LSU Health Care Services Division

DATE: July 29, 2016

RE: Semi-Annual Budget Report  
For Period Ended June 30, 2016

We have compiled the Quarterly Budget Report for the Quarter Ended June 30, 2016 for the LSU Health Care Services Division.

Major developments during this year included:

Actual:

Unrestricted Operations

- In FY16, HCSD was appropriated \$32M in general fund to cover legacy costs associated with partnered hospitals.
- A BA7 was approved in the first half of the FY16 that reduced the General fund appropriation by \$39,505.
- A BA7 was approved in the second half of the FY16 that reduced the General fund appropriation by \$1,116,282 and reduced the Fees and Self Generated revenue appropriation by \$196,743.
- A BA7 was approved in the second half of the FY16 that increased the Fees and Self Generated revenue appropriation by \$3,942,826.

Restricted Operations -

- Central Office expenses are off budget this fiscal year. Therefore, Central Office expenses and revenues are being reported in restricted operations.
- \$153M in lease payment revenue was received from the partners.
- \$58M was received from partners for contracted services performed by HCSD.
- \$16M was received in FEMA revenue and HCSD had \$16.8M in FEMA expenses.

cc:

Dr. Wayne Wilbright  
Lanette Buie

**Appendix A  
Semi-Annual Revenues and Expenditures Executive Summary**

<b>Unrestricted Operations</b>		<b>Actual Amount for each semi-annual period in 2015-16</b>		
	<b>Adjusted Operating Budget</b>	<b>1st &amp; 2nd Quarter</b>	<b>3rd &amp; 4th Quarter</b>	<b>Cumulative Total</b>
<b>Revenues</b>				
General Fund	36,106,297	18,617,874	17,488,423	36,106,297
Statutory Dedications	0	0	0	0
Interim Emergency Board	0	0	0	0
Interagency Transfers	31,543,383	16,757,490	4,291,640	21,049,130
Interagency Transfers - Federal Stimulus	0	0	0	0
Self Generated Revenues	9,780,472	4,432,920	4,012,949	8,445,869
Federal Funds	4,800,336	2,166,713	2,290,460	4,457,173
<b>Total Revenues</b>	<b>82,230,488</b>	<b>41,974,997</b>	<b>28,083,472</b>	<b>70,058,469</b>
<b>Expenditures by Object:</b>				
Salaries		7,785,894	8,189,886	15,975,780
Other Compensation		468,699	524,320	993,019
Related Benefits		3,747,374	4,039,046	7,786,420
<b>Personal Services</b>		<b>12,001,967</b>	<b>12,753,252</b>	<b>24,755,220</b>
Travel		151	4,050	4,202
Operating Services		1,344,005	2,076,857	3,420,862
Supplies		2,711,802	3,025,414	5,737,215
<b>Operating Expenses</b>		<b>4,055,958</b>	<b>5,106,321</b>	<b>9,162,279</b>
Professional Services		393,660	561,760	955,420
Other Charges		16,797,712	15,709,613	32,507,326
Debt Services		0	0	0
Interagency Transfers		357,878	1,042,035	1,399,913
<b>Other Charges</b>		<b>17,155,591</b>	<b>16,751,649</b>	<b>33,907,239</b>
General Acquisitions		5,359	71,653	77,012
Library Acquisitions		0	0	0
Major Repairs		0	0	0
<b>Acquisitions and Major Repairs</b>		<b>5,359</b>	<b>71,653</b>	<b>77,012</b>
<b>Total Expenditures</b>		<b>33,612,535</b>	<b>35,244,635</b>	<b>68,857,170</b>
<b>Expenditures by Function:</b>				
Instruction		0	0	0
Research		0	0	0
Public Service		0	0	0
Academic Support (Includes Library)		0	0	0
<b>Academic Expenditures</b>		<b>0</b>	<b>0</b>	<b>0</b>
Student Services		0	0	0
Institutional Support		0	0	0
Scholarships/Fellowships		0	0	0
Plant Operations/Maintenance		0	0	0
Hospital		33,612,535	35,244,635	68,857,170
Transfers out of agency		0	0	0
Athletics		0	0	0
Other		0	0	0
<b>Non-Academic Expenditures</b>		<b>33,612,535</b>	<b>35,244,635</b>	<b>68,857,170</b>
<b>Total Expenditures</b>		<b>33,612,535</b>	<b>35,244,635</b>	<b>68,857,170</b>



**LSU HCSD  
Restricted Operations**

**Semi-Annual Revenues and Expenditures Executive Summary**

	<b>Beginning Acct/Fund Balance</b>	<b>1st &amp; 2nd Quarter Fund Balance</b>	<b>3rd &amp; 4th Quarter Fund Balance</b>
State Appropriations	0	0	0
Restricted Fees	0	0	0
Sales and Services of Educational Activities	0	0	0
Auxiliaries	0	0	0
Endowment Income	0	0	0
Grants and Contracts	0	0	0
Indirect Cost Recovered	0	0	0
Gifts	0	0	0
Federal Funds	0	0	0
Hospitals	0	0	0
All Other Sources	55,506,422	58,678,198	64,478,791
<b>TOTAL</b>	<b>55,506,422</b>	<b>58,678,198</b>	<b>64,478,791</b>

**Overview and Analysis of Campus Operations**

In FY15, Central Office operations was moved on budget. Therefore, Central Office operations are being reflected in the unrestricted operating budget reports.

In FY16, HCSD was appropriated \$32M in general fund to cover legacy costs associated with partnered hospitals .

A BA7 was approved in the first half of the FY16 that reduced the General fund appropriation by \$39,505.

A BA7 was approved in the second half of the FY16 that reduced the General fund appropriation by \$1,116,282 and reduced the Fees and Self Generated revenue appropriation by \$196,743.

A BA7 was approved in the second half of the FY16 that increased the Fees and Self Generated revenue appropriation by \$3,942,826.

# Semi -Annual Overview of Restricted Operations

Campus: LSU HCSD

Show Expenditures As Positive	Actual Amount for each Semi-Annual Period in FY 2015-16						
	Acct/Fund Balance	1st & 2nd Quarter			3rd & 4th Quarter		
		Revenues	Expenses, Transfers, & ICR	Fund Balance	Revenues	Expenses, Transfers, & ICR	Fund Balance
<b>Revenues</b>							
Restricted State Appropriations		0		0	0		0
Restricted Fees		0		0	0		0
Sales & Svcs of Educ. Activ's		0		0	0		0
Auxiliaries (List)							0
1		0		0	0		0
2		0		0	0		0
3		0		0	0		0
4		0		0	0		0
5		0		0	0		0
6		0		0	0		0
7		0		0	0		0
8		0		0	0		0
9		0		0	0		0
10		0		0	0		0
11		0		0	0		0
12		0		0	0		0
13		0		0	0		0
14		0		0	0		0
15		0		0	0		0
Endowment Income		0		0	0		0
Grants and Contracts							
Federal		0		0	0		0
State and Local		0		0	0		0
Private		0		0	0		0
Indirect Cost Recovered		0		0	0		0
Gifts		0		0	0		0
Federal Funds		0		0	0		0
Hospitals							
Hospital - Commercial/Self-Pay		0		0	0		0
Physician Practice Plans		0		0	0		0
Medicare		0		0	0		0
Medicaid		0		0	0		0
Uncompensated Care Costs		0		0	0		0
Sponsored Grants and Contracts		0		0	0		0
Sales and Services Other		0		0	0		0
All Other Sources	55,506,422	56,096,362	52,924,585	58,678,198	180,017,578	174,216,985	64,478,791
<b>TOTAL</b>	<b>55,506,422</b>	<b>56,096,362</b>	<b>52,924,585</b>	<b>58,678,198</b>	<b>180,017,578</b>	<b>174,216,985</b>	<b>64,478,791</b>

## Report on Restricted Operations

Central office expenses are off budget this fiscal year. Therefore Central Office expenses and revenues are being reported in restricted operations.

\$153M in lease payment revenue was received from the partners.

\$58M was received from partners for contracted services performed by HCSD.

\$16M was received in FEMA revenue and HCSD had \$16.8M in FEMA expenses.