

APPENDIX B



Louisiana State University System

3810 West Lakeshore Drive

Baton Rouge, Louisiana 70808

Office of the Senior Executive Vice President
and Chief Operating Officer

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January 9, 2007

Mr. Ray Stockstill, Director
Office of Planning & Budget
P. O. Box 94095
Baton Rouge, LA 70804-9095

Dear Mr. Stockstill:

Enclosed is BA-7 no. 5 from the LSU System. The purpose of this BA-7 is to increase spending authority to cover the costs associated with a Medical-Surgical 22 bed expansion. Your favorable consideration of this BA-7 is appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read "John Antolik".

John Antolik
Assistant Vice President

cc: Board of Regents ✓
Joint Legislative Committee on the Budget
Legislative Fiscal Office

APPENDIX B
STATE OF LOUISIANA
DIVISION OF ADMINISTRATION
OFFICE OF PLANNING AND BUDGET
REQUEST FOR MID-YEAR BUDGET ADJUSTMENT

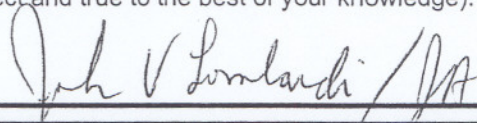
DEPARTMENT NAME: Higher Education
 AGENCY NAME: LSU Board of Supervisors
 SCHEDULE NUMBER: 19-600
 SUBMISSION DATE: January 9, 2007
 AGENCY BA-7 NUMBER: 5
 HEAD OF BUDGET UNIT: Dr. John V. Lombardi
 TITLE: President

FOR OPB USE ONLY

OPB LOG NUMBER

AGENDA NUMBER

SIGNATURE (Certifies that the information provided is correct and true to the best of your knowledge):



MEANS OF FINANCING OR EXPENDITURE	BUDGETED FY 2007-2008	ADJUSTMENT (+) OR (-)	REVISED FY 2007-2008
GENERAL FUND BY:			
DIRECT	\$659,609,765		\$659,609,765
INTERAGENCY TRANSFERS	\$402,883,923	\$573,956	\$403,457,879
FEES & SELF-GENERATED	\$342,508,004	\$242,737	\$342,750,741
STATUTORY DEDICATIONS	\$66,695,188		\$66,695,188
INTERIM EMERGENCY BOARD	\$269,739		\$269,739
FEDERAL	\$68,040,998	\$332,774	\$68,373,772
TOTAL	\$1,540,007,617	\$1,149,467	\$1,541,157,084

PROGRAM EXPENDITURES	DOLLARS	POS	DOLLARS	POS	DOLLARS	POS
PROGRAM NAME:						
LSU Board of Supervisors	\$124,502				\$124,502	0
LSU System Office	\$10,833,556				\$10,833,556	0
LSU	\$436,579,581				\$436,579,581	0
LSU at Alexandria	\$18,770,546				\$18,770,546	0
LSU at Eunice	\$13,913,560				\$13,913,560	0
LSU in Shreveport	\$31,819,503				\$31,819,503	0
Paul M. Hebert Law Center	\$19,693,306				\$19,693,306	0
Pennington Biomedical	\$17,125,777				\$17,125,777	0
LSU Health Sciences Ctr-N.O.	\$207,803,456				\$207,803,456	0
LSU Health Sciences Ctr-Shreve.	\$396,932,666		\$1,149,467		\$398,082,133	0
LSU HSC-Shreveport-E.A.Conway	\$87,269,457				\$87,269,457	
LSU HSC-Shreveport-H.P. Long	\$65,904,114				\$65,904,114	
LSU Agricultural Center	\$109,724,797				\$109,724,797	0
University of New Orleans	\$123,437,839				\$123,437,839	0
Unallotted	\$74,957				\$74,957	0
TOTAL	\$1,540,007,617	0	\$1,149,467	0	\$1,541,157,084	0

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Policy and Procedure Memorandum No. 52, Revised, requires that all Request for Changes in Appropriation be fully documented. At a minimum, the following questions and statements must be answered. Use Continuation Sheets as needed. **FAILURE TO ANSWER ALL QUESTIONS COMPLETELY WILL BE CAUSE TO RETURN THIS DOCUMENT WITHOUT ACTION.**

1. What is the source of funding (if other than General Fund (Direct))? Specifically identify any grant or public law and the purposes of the funds, if applicable. A copy of any grant application and the notice of approved grant or appropriation must accompany the BA-7. What are the expenditure restrictions of the funds?

The sources of funding include Interagency Transfers-Medicaid, Medicare and Commercial Insurance/Self Pay

LSUHSC-Shreveport requests this increase in spending authority to cover the costs associated with a Medical-Surgical 22 Bed Expansion.

2. Enter the financial impact of the requested adjustment for the current year and the next four fiscal years.

MEANS OF FINANCING OR EXPENDITURE	CURRENT YEAR	YEAR 1	YEAR 2	YEAR 3	YEAR 4
GENERAL FUND BY:					
DIRECT	64,870,938	0	0	0	0
INTERAGENCY TRANSFERS	232,268,788	573,956	0	0	0
FEES & SELF-GENERATED	44,045,582	242,737	0	0	0
STATUTORY DEDICATIONS	9,914,533	0	0	0	0
INTERIM EMERGENCY BOARD	0	0	0	0	0
FEDERAL	45,832,825	332,774	0	0	0
TOTAL	396,932,666	1,149,467	0	0	0

3. If this action requires additional personnel, provide a detailed explanation below:

The total budget request of \$1,149,467 includes 51 FTEs -- nurses, therapists, pharmacist, technicians, custodians, health information processors and clerks. The current year costs reflect 2 months with an opening date of May 1, 2008.

4. Explain why this request can't be postponed for consideration in the agency's budget request for next fiscal year.

Over the past several years, the institution has maintained a census of 88% or higher for adult beds. This continues to place a tremendous burden on the facility to meet the service demand. The fact that most of our beds are semi-private compounds the problem. Therefore, in order to meet the demand for additional bed space, the request for the 2G Medical-Surgical 22 Bed Expansion is being submitted. The area 2G in the hospital has become vacant due to the move of outpatient services to the ACC Building.

5. Is this an after the fact BA-7, e.g., have expenditures been made toward the program this BA-7 is for? If yes, explain per PPM No.52.

No

APPENDIX B PERFORMANCE IMPACT OF MID-YEAR BUDGET ADJUSTMENT

1. Identify and explain the programmatic impact (positive or negative) that will result from the approval of this BA-7.

With approval of this BA-7, the demand for additional bed space to alleviate the congestion now being experienced will be addressed.

2. Complete the following information for each objective and related performance indicators that will be affected by this request. *(Note: Requested adjustments may involve revisions to existing objectives and performance indicators or creation of new objectives and performance indicators. Repeat this portion of the request form as often as necessary.)*

OBJECTIVE: To maintain a teaching hospital facility for the citizens of Louisiana.

LEVEL	PERFORMANCE INDICATOR NAME	PERFORMANCE STANDARD		
		CURRENT FY 2007-2008	ADJUSTMENT (+) OR (-)	REVISED FY 2007-2008
K	Inpatient Days	135,222	1,007	136,229
K	Number of beds available (excluding nursery)	427	22	449
K	Percentage Occupancy	88.90%	0	88.90%
K	Cost per adjusted patient day (including nursery)	1,366	0	1,366
K	Adjusted cost per discharge (including nursery)	10,895	0	10,895

JUSTIFICATION FOR ADJUSTMENT(S): Explain the necessity of the adjustment(s).

The cost per adjusted patient day and adjusted cost per discharge actuals are calculated after the annual cost cost report is filed.

3. Briefly explain any performance impacts other than or in addition to effects on objectives and performance indicators. *(For example: Are there any anticipated direct or indirect effects on program management or service recipients? Will this BA-7 have a positive or negative impact on some other program or agency?)*

Not applicable

4. If there are no performance impacts associated with this BA-7 request, then fully explain this lack of performance impact.

Not applicable

5. Describe the performance impacts of failure to approve this BA-7. *(Be specific. Relate performance impacts to objectives and performance indicators.)*

Not applicable

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PROGRAM LEVEL REQUEST FOR MID-YEAR BUDGET ADJUSTMENT

AGENCY NAME: LSU Board of Supervisors

DATE PREPARED: January 9, 2007

PROGRAM NAME: LSU

AGENCY BA-7 NUMBER: 5

MEANS OF FINANCING:				OUTYEAR PROJECTIONS			
	CURRENT EOB	REQUESTED ADJUSTMENT	REVISED EOB	YEAR ONE	YEAR TWO	YEAR THREE	YEAR FOUR
GENERAL FUND BY:							
Direct	\$659,609,765		\$659,609,765				
Interagency Transfers	\$402,883,923	\$573,956	\$403,457,879	2,669,713			
Fees & Self-Generated	\$342,508,004	\$242,737	\$342,750,741	1,129,075			
Statutory Dedications	\$66,695,188		\$66,695,188	0			
Interim Emergency Board	\$269,739		\$269,739	0			
FEDERAL FUNDS	\$68,040,998	\$332,774	\$68,373,772	1,547,875			
TOTAL MOF	\$1,540,007,617	\$1,149,467	\$1,541,157,084	\$5,346,663	\$0	\$0	\$0
EXPENDITURES:							
Salaries	\$0	\$534,227	\$534,227	\$3,273,327			
Other Compensation	\$0	\$0	\$0	\$0			
Related Benefits	\$0	\$165,610	\$165,610	\$1,063,831			
Travel	\$8,867,784	\$0	\$8,867,784	\$0			
Operating Services	\$129,472,152	\$2,750	\$129,474,902	\$159,893			
Supplies	\$130,011,707	\$50,500	\$130,062,207	\$596,962			
Professional Services	\$27,316,095	\$0	\$27,316,095	\$0			
Other Charges	\$1,153,372,215	\$0	\$1,153,372,215	\$0			
Debt Services	\$260,733	\$0	\$260,733	\$0			
Interagency Transfers	\$57,236,934	\$0	\$57,236,934	\$0			
Acquisitions	\$25,727,860	\$171,380	\$25,899,240	\$252,650			
Major Repairs	\$7,667,180	\$225,000	\$7,892,180				
UNALLOTTED	\$74,957	\$0	\$74,957				
TOTAL EXPENDITURES	\$1,540,007,617	\$1,149,467	\$1,541,157,084	\$5,346,663	\$0	\$0	\$0
OVER (OR UNDER)	\$0	\$0	\$0	(\$0)	\$0	\$0	\$0
POSITIONS							
Classified			0				
Unclassified			0				
TOTAL POSITIONS	0	0	0	0	0	0	0

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QUESTIONNAIRE ANALYSIS
LSUHSC-Shreveport
FY 2007-2008

(Please reference question numbers, provide detailed information and use continuation sheets as needed.)

GENERAL PURPOSE:

The purpose of this request is to increase spending authority from self-generated Interagency Transfers-Medicaid, Medicare and Commercial Insurance/Self Pay based on projected collections from the 22 Bed Expansion. This increase in spending authority from the designated revenue sources will allow LSUHSC-S to address the demand for additional bed space and in turn alleviate the congestion now being experienced. The projections for collections and expenditures reflect 2 months with an opening date of May 1, 2008.

LSU Health Sciences Center in Shreveport is currently licensed for 436 beds. Over the past several years, the institution has maintained a census of 88% or higher for adult beds. This places a tremendous burden on the facility to meet the service demand. The fact that most of the beds are semi-private compounds the problem. Therefore, in order to meet the increasing demand for additional bed space, LSUHSCS is requesting an increase in spending authority to add 22 Medical Surgical Beds on 2G. This area 2G in the Hospital is available due to the transfer of outpatient services to the ACC Building.

REVENUES:

IAT

Medicaid

Current Medicaid Claims Revenue Budget = \$91,002,701
Projected Revenue from 22 Bed Expansion = \$573,956
Revised Medicaid Claims Revenue Budget = \$91,576,657
[Revised Total IAT including UCC \$230,333,346]
excluding E.A. Conway Physicians Support of \$2,509,398

Self-Generated Revenues

Commercial Insurance/Self-Pay

Current CI/Self Pay Revenue Budget = \$37,110,112
Projected Revenue from 22 Bed Expansion = \$242,737
Revised CI/Self Pay Revenue Budget = \$37,352,849
[Revised Total Fees and Self-Generated \$44,288,319]

Medicare

Current Medicare Revenue Budget = \$45,832,825
Projected Revenue from 22 Bed Expansion = \$332,774
Revised Medicare Revenue Budget = \$46,165,599

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QUESTIONNAIRE ANALYSIS LSUHSC-Shreveport FY 2007-2008

EXPENDITURES

With the approval of this BA-7, FY 2007-2008 spending authority will be increased by \$1,149,467.

The \$1,149,467 will be used to cover projected expenditures associated with the 22 Bed Expansion on 2G in the hospital for 2 months with an opening date of May 1, 2008.

The expenditures include personnel costs, operating services, supplies, major repairs and equipment.

OTHER

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