

Auxiliary Enterprise Balances as of June 30, 2010
LSU Health Sciences Center, New Orleans

1) Fund Balances

- a. The estimated June 30, 2010 cash balance is \$9.3 million.
- b. Estimated June 30, 2010 assets are \$12.1 million
- c. Estimated June 30, 2010 liabilities are \$8.5 million
- d. The estimated June 30, 2010 operating fund balance is \$3.6.
- e. Estimated expenses over revenues were \$.2 million. Please see below for corrective actions.
- f. As is the case with previous fiscal years, the revenues of all auxiliary enterprises are pledged to support the retirement of 2000 Series revenue bond indebtedness for the Charity Nursing dorm project. The grand total of remaining principal and interest due through FY 30-31 is \$24.6 million. Within annual operating revenues, LSUHSC-NO is continually modernizing and renovating student housing units.

2) Debt Service

- a. Principal and interest due in FY 2010-11 from the Student Housing Auxiliary is \$572,957.
- b. Principal and interest due in FY 2010-11 from the Parking Auxiliary is \$162,210.

3) Variations Between Reported and Actual Uses of Balances

- a. No variation to report.

4) Correction Actions to Restore Profitability to Auxiliaries that lost money during FY 09-10.

- a. Expenses exceeded revenues in the Residence Hall auxiliary. However the loss was related to efforts to modernize and renovate the Residence Hall dorm building. Normal operating expenses were covered by normal recurring revenues.
- b. Corrective actions to limit losses in the Bookstore and Printing Services auxiliaries included reductions in staffing through attrition, non-renewal of student appointments and strict controls over expenditures. Revenues in Printing declined as a result of losing a forms management contract with LSU Interim Hospital. Some of the losses in the Bookstore may be a result of the expenditure freeze which impacted departmental purchases of office supplies.

