



**DESIRE MENTAL HEALTH
CLINIC
NEW ORLEANS, LOUISIANA**

ORIGINAL COST STUDY

**COMPUTED AS OF
JUNE 30, 2013**

L. T. Annum

APPRAISAL SERVICES, INC.

FINANCIAL AND VALUATION CONSULTANTS

ATLANTA • CHICAGO



REPORT LETTER

L. T. Annum

L. T. Annum

Appraisal Services, Inc.

7035 N. Keeler Avenue
Suite 100
Lincolnwood, Illinois 60712
Voice: 847-840-8025
Fax: 847-983-8029
ASaltzman@LTAnnum.com
www.LTAnnum.com

June 15, 2014

State of Louisiana Department of Health and Hospitals
Office of the Secretary, Fiscal Department
Bienville Building, 5th Floor, 544/Bin #23
628 North 4th Street
Baton Rouge, LA 70802

Attention: Mr. Thomas M. Schulze

Contract Number: PR00588-51

Gentleman:

In accordance with your request, we submit this property record report covering certain assets at

Desire Mental Health Clinic
New Orleans, Louisiana

This report has been prepared as of June 30, 2013 and includes the following location and asset accounts:

<u>Location</u>	<u>Location Description</u>
51	Desire Mental Health Clinic

<u>Account</u>	<u>Account Description *</u>
450	Land
451	Land Improvements
453	Buildings
455	Building Services
456	Fixed Equipment
457	Major Movable Equipment
461	Autos and Trucks

*All accounts might not be used
in this report

This report has been prepared for property record purposes and the computation of depreciation based on original cost.

With respect to the property record, original cost, and the computations made, the report is based on your June 30, 2012 report and the report of changes by you to June 30, 2013. These changes were incorporated into the June 30, 2012 property record and the enclosed represents a property record as of June 30, 2013.

The source codes used are as follows:

Source Codes:

LT10	Additions 2010
LT11	Additions 2011
LT12	Additions 2012
LT13	Additions 2013

Depreciation Calculations

Method One – June 30, 2013
Current Year

Method Two – June 30, 2014
Projection

This report contains all assets acquired through June 30, 2013.

All calculations are based on the period beginning July 1, 2012 and ending June 30, 2013.

Basis of Calculations

All calculations are based on the straight-line method. *L. T. Annum calculates straight-line based on unrecovered cost over remaining life.*

Estimated Lives

The estimated lives are those presently in use by the State of Louisiana Department of Health and Hospitals.

Estimated lives for the fiscal year additions are based on the estimated life in years as suggested in the American Hospital Association publication “Estimated Useful Lives of Depreciable Hospital Assets”. We have used the AHA Revised 2008 Edition for the June 30, 2013 additions.

Salvage Value

Salvage value has been considered. In general it has been the practice of the department to exhaust the usefulness of its assets before disposition. As a result, predictable salvage value is negligible and is generally exceeded by the cost of disposition. Occasionally an asset will be disposed of prior to the exhaustion of its useful life. In these instances, it is anticipated that the department will make the appropriate adjustment at the time such dispositions occur.

Disposals

In the section tabbed “Annual Changes”, there is a summary and a detailed listing of reported fiscal year disposals. The calculations for these items are in accord with current department practice of one – half years depreciation in the year acquired, one – half years depreciation in year of disposal.

The current year’s depreciation of these disposals should be added to the current year’s depreciation of active file for reporting current expenses. The calculated accumulated depreciation can be used for profit or loss computations.

Medicare Requirements

In our judgment, the results in this report are determined in conformity of the Medicare regulations and requirements.

The report is compiled in sections as follows:

Certificate

This letter outlining the services performed

A reconciliation of original cost (rollforward)

A reconciliation of accumulated depreciation (rollforward)

Summary

A summary of depreciation calculations by building within department within account within location, totaled account for June 30, 2013 and **Projected** for June 30, 2014.

Detail

The detail listing contains the detailed active assets supporting the summary, subtotaled by building within department within account within location

Annual Changes

A summary (totaled by building within department within account within location) and a detail listing (totaled by building within department within account within location) of the fiscal additions

A summary (totaled by building within department within account within location) and a detail listing (totaled by building within department within account within location) of the fiscal disposals

A detail listing (totaled by building within department within account within location) of the fiscal adjustments

A detail listing (totaled by building within department within account within location) of the fiscal transfers

We have made no investigation of the title to the assets appraised nor have we investigated any possible existing encumbrances against the assets.

A copy of this report and the data from which it was prepared will be retained in our files and are available for inspection upon request.

Thank you for this opportunity to be of service.

Very truly yours,

L. T. ANNUM APPRAISAL SERVICES

A handwritten signature in cursive script that reads "Allen Saltzman".

Allen Saltzman
Sr. Vice President



ORIGINAL COST ROLLFORWARD

L. T. Annum

**STATE OF LOUISIANA DEPARTMENT OF HEALTH AND HOSPITALS
DESIRE MENTAL HEALTH CLINIC, NEW ORLEANS, LOUISIANA**

**COST ROLLFORWARD ANALYSIS REPORT
AS OF JUNE 30, 2013**

ACCOUNT NUMBER	ACCOUNT NAME	BEGINNING BALANCE 6/30/2012	COST ADJUSTMENTS	POST AUDIT ADJUSTMENTS	TRANSFERS IN	TRANSFERS OUT	DISPOSALS	ADDITIONS	ROUNDING	ENDING BALANCE 6/30/2013
450	LAND	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
451	LAND IMPROVEMENTS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
453	BUILDINGS	170,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	170,000.00
4551	BUILDING SERVICES	23,069.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	23,069.00
4552	FIXED EQUIPMENT	10,099.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	10,099.00
457	MAJOR MOVABLE EQUIPMENT	51,901.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	51,901.00
461	AUTOS AND TRUCKS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	TOTAL	<u>255,069.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>255,069.00</u>

L. T. Annum



DEPRECIATION ROLLFORWARD

L. T. Annum

**STATE OF LOUISIANA DEPARTMENT OF HEALTH AND HOSPITALS
DESIRE MENTAL HEALTH CLINIC, NEW ORLEANS, LOUISIANA**

**DEPRECIATION ROLLFORWARD ANALYSIS REPORT
AS OF JUNE 30, 2013**

ACCOUNT NUMBER	ACCOUNT NAME	BEGINNING BALANCE 6/30/2012	COST ADJUSTMENTS	POST AUDIT ADJUSTMENTS	TRANSFERS IN	TRANSFERS OUT	DISPOSALS		ACTIVE FILE	TOTAL	ROUNDING	ENDING BALANCE 6/30/2013	NET BOOK VALUE	PROJECTED DEPRECIATION 6/30/2014
							ACCUM. DEPRECIATION	CURRENT YEAR DEPRECIATION	CURRENT YEAR DEPRECIATION	CURRENT YEAR DEPRECIATION				
450	LAND	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
451	LAND IMPROVEMENTS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
453	BUILDINGS	170,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	170,000.00	0.00	0.00
4551	BUILDING SERVICES	20,452.00	0.00	0.00	0.00	0.00	0.00	0.00	844.00	844.00	0.00	21,296.00	1,773.00	845.00
4552	FIXED EQUIPMENT	2,525.00	0.00	0.00	0.00	0.00	0.00	0.00	1,010.00	1,010.00	0.00	3,535.00	6,564.00	1,010.00
457	MAJOR MOVABLE EQUIPMENT	51,901.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	51,901.00	0.00	0.00
461	AUTOS AND TRUCKS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL		244,878.00	0.00	0.00	0.00	0.00	0.00	0.00	1,854.00	1,854.00	0.00	246,732.00	8,337.00	1,855.00



**SUMMARY OF
DEPRECIATION BY
ACCOUNT/DEPARTMENT
TOTAL BY ACCOUNT/
DEPARTMENT/ BUILDING**

L. T. Annum

Recap of Depreciation By Acct/Dept/Bldg

LTAR001 05/16/2014
6:58:30PM

Location: 51 DESIRE MENTAL HEALTH CLINIC			BOOK 07/2012 - 06/2013			PROJECTION 07/2013 - 06/2014		
			Original Cost	Current Deprec.	Accum. Deprec.	N. B. V.	Current Deprec.	Accum. Deprec.
Account: 453	BUILDINGS							
Dept: *								
01		170,000	0	170,000	0	0	170,000	0
Total Dept:	*	<u>170,000</u>	<u>0</u>	<u>170,000</u>	<u>0</u>	<u>0</u>	<u>170,000</u>	<u>0</u>
Total Account:	453 BUILDINGS	<u>170,000</u>	<u>0</u>	<u>170,000</u>	<u>0</u>	<u>0</u>	<u>170,000</u>	<u>0</u>

Recap of Depreciation By Acct/Dept/Bldg

LTAR001 05/16/2014
6:58:30PM

Location: 51 DESIRE MENTAL HEALTH CLINIC			BOOK 07/2012 - 06/2013			PROJECTION 07/2013 - 06/2014		
			Original Cost	Current Deprec.	Accum. Deprec.	N. B. V.	Current Deprec.	Accum. Deprec.
Account: 4551	BUILDING SERVICES							
Dept: *								
01		18,009	338	17,501	508	339	17,840	169
Total Dept:	*	18,009	338	17,501	508	339	17,840	169
Dept: 304		5,060	506	3,795	1,265	506	4,301	759
Total Dept:	304	5,060	506	3,795	1,265	506	4,301	759
Total Account:	4551 BUILDING SERVICES	23,069	844	21,296	1,773	845	22,141	928

Recap of Depreciation By Acct/Dept/Bldg

LTAR001 05/16/2014
6:58:30PM

Location: 51	DESIRE MENTAL HEALTH CLINIC	Original Cost	BOOK 07/2012 - 06/2013			PROJECTION 07/2013 - 06/2014		
			Current Deprec.	Accum. Deprec.	N. B. V.	Current Deprec.	Accum. Deprec.	N. B. V.
Account: 4552	FIXED EQUIPMENT							
Dept: 304								
01		10,099	1,010	3,535	6,564	1,010	4,545	5,554
Total Dept:	304	10,099	1,010	3,535	6,564	1,010	4,545	5,554
Total Account:	4552	10,099	1,010	3,535	6,564	1,010	4,545	5,554

Recap of Depreciation By Acct/Dept/Bldg

LTAR001 05/16/2014
6:58:30PM

Location: 51 DESIRE MENTAL HEALTH CLINIC				BOOK 07/2012 - 06/2013			PROJECTION 07/2013 - 06/2014		
				Original Cost	Current Deprec.	Accum. Deprec.	N. B. V.	Current Deprec.	Accum. Deprec.
Account: 457	MAJOR MOVEABLE EQUIPMENT								
Dept: 30A									
01			39,335	0	39,335	0	0	39,335	0
O&D			12,566	0	12,566	0	0	12,566	0
Total Dept:	30A		51,901	0	51,901	0	0	51,901	0
Total Account:	457	MAJOR MOVEABLE EQUIPMENT			0	51,901	0	0	51,901

Recap of Depreciation By Acct/Dept/Bldg

LTAR001 05/16/2014
6:58:30PM

Location:	51	DESIRE MENTAL HEALTH CLINIC	Original Cost	BOOK 07/2012 - 06/2013			PROJECTION 07/2013 - 06/2014		
				Current Deprec.	Accum. Deprec.	N. B. V.	Current Deprec.	Accum. Deprec.	N. B. V.
Total Location:	51	DESIRE MENTAL HEALTH CLINIC	255,069	1,854	246,732	8,337	1,855	248,587	6,482

Recap of Depreciation By Acct/Dept/Bldg

LTAR001 05/16/2014
6:58:30PM

	Original Cost	BOOK 07/2012 - 06/2013			PROJECTION 07/2013 - 06/2014		
		Current Deprec.	Accum. Deprec.	N. B. V.	Current Deprec.	Accum. Deprec.	N. B. V.
Grand Total:	255,069	1,854	246,732	8,337	1,855	248,587	6,482

Breakdown by depreciation method

	Original Cost	Current Depr.	Accum. Depr.	Original Cost	Current Depr.	Accum. Depr.
Straight Line:	255,069	1,854	246,732	255,069	1,855	248,587
SYD:						
Declining Balance:						
MCRS/ACRS%:						
Undefined:						



DETAIL LISTING

L. T. Annum

Detail Depreciation Report (St Date)										Loc: 51 DESIRE MENTAL HEALTH CLINIC					Bldg: 01					05/16/2014				
										Acct: 453 BUILDINGS					Floor:					6:55:46PM				
										Dept:					Room:					LTAD001				
Item #	Tag #	Qty	Description	Mfgr.	SC	Equip	Acq.	Original	Date	Cost	BOOK 07/2012 - 06/2013					PROJECTION 07/2013 - 06/2014								
											DC	Life	St.Date	Curr.	Accum.	DC	Life	St.Date	Curr.	Accum.				
Building: 01 Floor: Room:																								
2354	97000001	1	LEASEHOLD IMPROVEMENTS-ROOF		FD		01/1997	170000			10	1/1997		170000	10	1/1997			170000					
Total Building:		01								170000			170000			170000			170000					
Total Department:										170000			170000			170000			170000					
Total Account:		453	BUILDINGS								170000			170000			170000			170000				

L. T. Annum

Detail Depreciation Report (St Date)										Loc: 51 DESIRE MENTAL HEALTH CLINIC		Bldg: 01		05/16/2014					
										Acct: 4551 BUILDING SERVICES		Floor:		6:55:46PM					
										Dept:		Room:		LTAD001					
Item #	Tag #	Qty	Description Model #	Mfgr. Serial #	SC	Equip	Acq. Date	Original Cost	BOOK 07/2012 - 06/2013					PROJECTION 07/2013 - 06/2014					
									DC	Life	St.Date	Curr.	Accum.	DC	Life	St.Date	Curr.	Accum.	
Building: 01																			
Floor: Room:																			
2334	20000001	1	HEAT-VENT & AIR COND SYSTEM	TRANE			01/2000	5075	15	1/2000	338	4567	15	1/2000	339	4906			
2344	88000001	1	TELEPHONE SYSTEM		FD		01/1988	11334	10	1/1988		11334	10	1/1988		11334			
2351	96000001	1	HVAC SYSTEM				01/1996	1600	15	1/1996		1600	15	1/1996		1600			
Total Building: 01								18009			338	17501			339	17840			
Total Department:								18009			338	17501			339	17840			

L. T. Annum

Detail Depreciation Report (St Date)										Loc: 51 DESIRE MENTAL HEALTH CLINIC					Bldg: 05/16/2014																
										Acct: 4551 BUILDING SERVICES					Floor: 6:55:46PM																
										Dept: 304					Room: LTAD001																
Item #	Tag #	Qty	Description	Mfgr.	SC	Equip	Acq.	Original	Date	Cost	BOOK 07/2012 - 06/2013					PROJECTION 07/2013 - 06/2014															
											DC	Life	St.Date	Curr.	Accum.	DC	Life	St.Date	Curr.	Accum.											
Building: Floor: _____ Room: _____																															
3833	20603833	1	UPGRADE TO EXISTING UNIT AT COUNSELING CENTER INSTALLATION OF EXPANSION VALVE AND DAMPER ACTUATOR				10/2005	5060			10	1/2006	506	3795	10	1/2006	506	4301													
Total Building:										5060			506	3795			506	4301													
Total Department: 304										5060			506	3795			506	4301													
Total Account: 4551 BUILDING SERVICES										23069			844	21296			845	22141													

L. T. Annum

Detail Depreciation Report (St Date)										Loc: 51 DESIRE MENTAL HEALTH CLINIC					Bldg: 01					05/16/2014				
										Acct: 4552 FIXED EQUIPMENT					Floor:					6:55:46PM				
										Dept: 304					Room:					LTAD001				
Item #	Tag #	Qty	Description	Mfgr.	SC	Equip	Acq.	Original	Model #	Serial #	BOOK 07/2012 - 06/2013					PROJECTION 07/2013 - 06/2014								
											DC	Life	St.Date	Curr.	Accum.	DC	Life	St.Date	Curr.	Accum.				
Building: 01 Floor: Room:																								
3834		1	FIRE AND BURGLAR ALARM	BROADVIEW SECURITY INC	L10		02/2010	10099			10	1/2010	1010	3535	10	1/2010	1010	4545						
Total Building:		01								10099				1010	3535			1010	4545					
Total Department:		304								10099				1010	3535			1010	4545					
Total Account:		4552	FIXED EQUIPMENT							10099				1010	3535			1010	4545					

L. T. Annum

Detail Depreciation Report (St Date)						Loc: 51	DESIRE MENTAL HEALTH CLINIC	Bldg: 01	05/16/2014									
						Acct: 457	MAJOR MOVEABLE EQUIPMENT	Floor: 01	6:55:46PM									
						Dept: 30A		Room:	LTAD001									
Item #	Tag #	Qty	Description Model #	Mfgr. Serial #	SC	Equip	Acq. Date	Original Cost	BOOK 07/2012 - 06/2013					PROJECTION 07/2013 - 06/2014				
									DC	Life	St.Date	Curr.	Accum.	DC	Life	St.Date	Curr.	Accum.
Building: 01 Floor: 01 Room:																		
2335	80000001	1	TYPEWRITER 310		FD		01/1975	538	5	1/1975	538	5	1/1975	538				
2336	80000074	1	FLOOR MACH 396		FD		01/1977	511	10	1/1977	511	10	1/1977	511				
2337	82000001	1	V I T A S WORK SAMPLE SYS MD-C-33-000	VRI	FD		01/1982	8190	10	1/1982	8190	10	1/1982	8190				
2338	85000006	1	PROJECTOR MD-2592B	BELL & HOWELL SN-4339007	FD		01/1985	725	10	1/1985	725	10	1/1985	725				
2339	86000001	1	TW WHEELWRITER 3 MD-6746-001	IBM SN-169137	FD		01/1986	620	5	1/1986	620	5	1/1986	620				
2340	86000002	1	TABLE CONF 96X42 MD-496-T	ALMA	FD		01/1986	581	15	1/1986	581	15	1/1986	581				
2341	86000003	1	KILN MD-DX-1029	DUNCAN SN-K03228	FD		01/1986	800	15	1/1986	800	15	1/1986	800				
2343	86000005	1	POOL TABLE 4FT X 8FT MD-SANTA FE	BRUNSWICK	FD		01/1986	1350	10	1/1986	1350	10	1/1986	1350				
2345	88000002	1	COPIER W/SORTER & OTHER ACC MD-ZMR	KONICA SN-9965274	FD		01/1988	6177	5	1/1988	6177	5	1/1988	6177				
2346	93000001	1	SHREDDER PAPER MD-2601	MBM	FD		01/1993	1109	5	1/1993	1109	5	1/1993	1109				
2347	94000001	1	COUNTER TOP GRIDDLE/HOT PLATE MD-9202	COMSTOCK CASTLE	FD		01/1994	773	15	1/1994	773	15	1/1994	773				
2348	95000001	1	DESKJET PRINTER MD-1200C	HEWLETT-PACKAR D SN-SUSC00296	FD		01/1995	896	5	1/1995	896	5	1/1995	896				
2349	95000002	1	COMPUTER W/ASSEMBLY MODEL NV38633/200FS	BASE SN-79843292	FD		01/1995	4175	5	1/1995	4175	5	1/1995	4175				
2350	95000003	1	COMPUTER W/UPGRADES MD-486XX/66	BASE	FD		01/1995	4950	5	1/1995	4950	5	1/1995	4950				

L. T. Annum

Detail Depreciation Report (St Date)						Loc: 51	DESIRE MENTAL HEALTH CLINIC	Bldg: 01	05/16/2014									
						Acct: 457	MAJOR MOVEABLE EQUIPMENT	Floor: 01	6:55:46PM									
						Dept: 30A		Room:	LTAD001									
Item #	Tag #	Qty	Description Model #	Mfgr. Serial #	SC	Equip	Acq. Date	Original Cost	BOOK 07/2012 - 06/2013					PROJECTION 07/2013 - 06/2014				
									DC	Life	St.Date	Curr.	Accum.	DC	Life	St.Date	Curr.	Accum.
2352	96000002	1	FAX MACHINE MD-UF744	PANASONIC SN-1960100442	FD		01/1996	1274	5	1/1996		1274	5	1/1996		1274		
2353	96000003	1	LASER PRINTER	HP	FD		01/1996	1024	5	1/1996		1024	5	1/1996		1024		
2355	97000002	1	SHREDDER PAPER MD-B400	SHREDEX BRUTE SN-878925	FD		01/1997	997	5	1/1997		997	5	1/1997		997		
2356	97000003	1	COMPUTER W/ACCESSORIES MD-P5-166	GATEWAY	FD		01/1997	2422	5	1/1997		2422	5	1/1997		2422		
2357	97000004	1	COMPUTER W/ACCESSORIES MD-P5-166	GATEWAY	FD		01/1997	2223	5	1/1997		2223	5	1/1997		2223		
Total Building:		01							39335				39335				39335	
Building:		O&D																
Floor:		Room:																
2342	86000004	1	VAN 1985 12 PASS MD-B3L52	DODGE SN-FL302921	FD		01/1986	12566	4	1/1986		12566	4	1/1986		12566		
Total Building:		O&D							12566				12566				12566	
Total Department:		30A							51901				51901				51901	
Total Account:		457	MAJOR MOVEABLE EQUIPMENT						51901				51901				51901	
Total Location:		51	DESIRE MENTAL HEALTH CLINIC						255069			1854	246732			1855	248587	

L. T. Annum

