# COMPREHENSIVE ANNUAL FINANCIAL REPORT

**For The Year Ended**
**December 31, 2008**

**The Consolidated Government**
**of the City of Baton Rouge and**
**Parish of East Baton Rouge,**
**Louisiana**

**Prepared by**
**Finance Department**
**Marsha J. Hanlon, Director**

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**
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**Department of Finance**
**Accounting Division**

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Parish of East Baton Rouge

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June 22, 2009

The Honorable Mayor-President
and Members of the Metropolitan Council
City of Baton Rouge
Parish of East Baton Rouge
Baton Rouge, Louisiana 70802

Dear Mayor-President and Council Members:

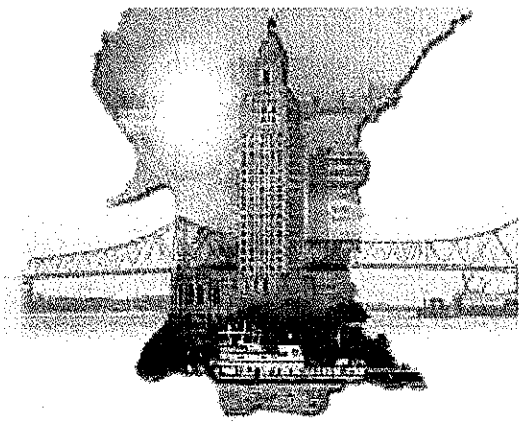
Pursuant to Louisiana State Statutes and The Plan of Government, I hereby issue the Comprehensive Annual Financial Report (CAFR) for the consolidated government of the City of Baton Rouge and Parish of East Baton Rouge (City-Parish) for the fiscal year ended December 31, 2008. The Accounting Division of the City-Parish Finance Department prepared this report in accordance with Generally Accepted Accounting Principles (GAAP). We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to set forth fairly the financial position and results of operations of the City-Parish as measured by the financial activities of its various funds and the entity-wide presentation; and that disclosures necessary to enable readers to gain an understanding of City-Parish financial affairs have been included. Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the local government.

The City-Parish financial statements have been audited by Postlethwaite & Netterville, APAC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and the disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Consolidated Government of the City of Baton Rouge, Parish of East Baton Rouge, Louisiana, financial statements for the fiscal year ended December 31, 2008, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first document of the financial section of this report.

The City-Parish is required to undergo an annual single audit in conformance with the provisions of the Single Audit Act of 1996 and the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Information related to this single audit, including the Schedule of Expenditures of Federal Awards, findings and recommendations, and the auditors' reports on the internal control structure and compliance with applicable laws and regulations, is presented immediately following the Statistical Section of this publication.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of *Management's Discussion and Analysis (MD&A)*. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City-Parish's MD&A can be found immediately following the report of the independent auditors.

## Profile of the Government



The Parish of East Baton Rouge was established as a division of government of the *West Florida Republic* in 810. The Parish later became a local governmental unit of the State of Louisiana and the United States when Louisiana was admitted to the Union in 1812. The City of Baton Rouge was incorporated as a municipality on July 6, 1817. These two government entities operated as separate local government units until January 1, 1949. At an election on August 12, 1947, the voters of both the parish and the city adopted the current Plan of Government (as amended) which consolidated the administration of most local government services for the city and the parish. Baton Rouge was one of the first consolidated forms of local government established in the United States. The elected Mayor-President serves as the leader of the executive branch of City-Parish government. The legislative branch is the elected Metropolitan Council, which is composed of 12 district representatives.

The City-Parish provides a full range of services to the general public, including police and fire protection, emergency medical services, public works, public health and social services, public transportation, planning and zoning, economic development, an airport, construction and maintenance of streets and infrastructure, libraries, general administrative services, sewage treatment, and solid waste collection and disposal.

A determination of the financial reporting entity to be included in this CAFR is made through the application of criteria established by the Governmental Accounting Standards Board (GASB), Statement 14. A complete explanation of the financial reporting entity is included in the Summary of Significant Accounting Policies in the Notes to the Financial Statements.

The City-Parish financial reporting entity consists of the following:

- The Primary Government - This is the City-Parish (all funds under the auspices of the Mayor-President and the Metropolitan Council).

- Legally separate component units - These units of government are legally separate from the City-Parish government but have a sufficiently close relationship with the government to warrant inclusion in the consolidated financial report.

The financial statements included in this CAFR are as follows:

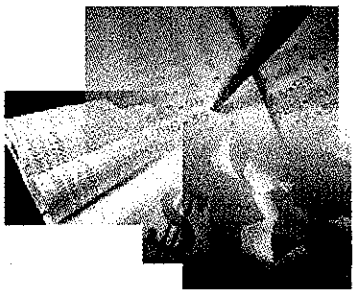
| Name of Organization | Type of Unit |
|---|---|
| The City-Parish | Primary Government |
| City of Baton Rouge and Parish of East Baton Rouge Employees' Retirement System | Blended Component Unit |
| District Attorney of the Nineteenth Judicial District | Discrete Component Unit |
| Nineteenth Judicial District Court | Discrete Component Unit |
| East Baton Rouge Parish Family Court | Discrete Component Unit |
| East Baton Rouge Parish Juvenile Court | Discrete Component Unit |
| Nineteenth Judicial District Indigent Defender Board | Discrete Component Unit |
| East Baton Rouge Parish Clerk of Court | Discrete Component Unit |
| Capital Region Planning Commission | Discrete Component Unit |
| Parish Fire Protection Districts | Discrete Component Units |
| Crime Prevention Districts | Discrete Component Units |
| Capital Area Transit System | Discrete Component Unit |

An explanation of the accounting policies of the City-Parish is contained in the Notes to the Financial Statements. The basis of accounting, fund structure, and other significant information on financial policies is explained in detail in the Notes to the Financial Statements.

Budgetary control is maintained by the encumbrance of appropriations with purchase orders prior to their release to vendors. Purchase orders that exceed appropriation balances are not released unless additional appropriations are made available. The annual operating budget, or financial plan, is proposed by the Mayor-President and enacted by the Metropolitan Council. Management control for the operating budget is maintained at the fund and department level. Additional details on the budget process are explained in the Notes to the Financial Statements.

Budget-to-actual comparisons are provided in this report for each individual governmental fund. For the General Fund, Library Board of Control Special Revenue Fund, and Grants Special Revenue Fund, this comparison is presented in Exhibits A-7 through A-9. The Capital Projects Fund budget statement is presented on a project length basis as legally adopted by the Metropolitan Council on Exhibit B-3. For other governmental funds, the annual budget comparison is presented in the Combining and Individual Fund Statements and Schedules, Exhibits B-4 through B-25.

Under The Plan of Government, the Finance Department is entrusted with maintaining accounting systems for the City, Parish, and districts over which the Metropolitan Council is the governing body, in accordance with the best-recognized practices in governmental accounting. It keeps the records for, and exercises financial and budgetary control over, each City-Parish department, office, and agency.



In developing and evaluating the accounting system of the City-Parish, the Finance Department considers the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and regarding the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of control should not exceed benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal and state financial assistance, the City-Parish government is responsible for ensuring that adequate internal controls are in effect. All internal control evaluations occur within the framework described. The Finance Department believes that the internal controls of the City-Parish adequately safeguard assets and provide reasonable assurance of the proper recording of financial transactions.

## FACTORS AFFECTING FINANCIAL CONDITION

### Economic Condition and Outlook

The City of Baton Rouge is the state capital and is part of the closest large Metropolitan Statistical Area (MSA) to New Orleans. Because of its proximity to New Orleans, the Baton Rouge MSA initially absorbed nearly a quarter million south Louisiana residents in the aftermath of Hurricane Katrina. Many of these individuals have chosen to make Baton Rouge their permanent home, and a large number of new businesses have relocated to the area.

Baton Rouge is located on the Mississippi River in the southeast region of the state and is a major center for commerce, industry, tourism, and many diverse cultural activities. The City is the principal home of two major state universities: Louisiana State University and Southern University. The Baton Rouge MSA has the largest concentration of chemical industry employment in the state and is the home of the nation's second largest refinery. It is also the home of one of the state's Fortune 500 firms, the Shaw Group.

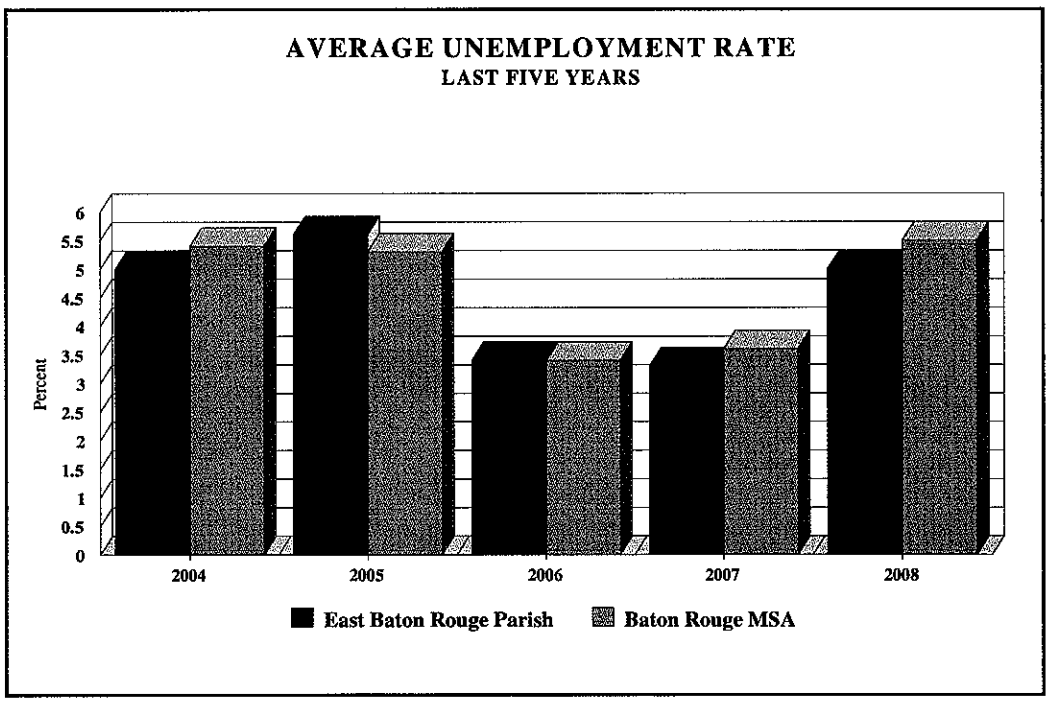
A number of significant companies engaged in oil refining, petrochemical processing, and wood products are found in the industrial corridor along the Mississippi River near Baton Rouge. These industries are major employers of Baton Rouge's labor force. Other important industries include government, construction, banking and financial services, insurance, real estate, and wholesale and retail trade.

The national recession has had a very limited affect on the area. According to the Louisiana Department of Labor, the annual average rate of local unemployment increased only 1.7% in East Baton Rouge Parish and 1.9% in the Baton Rouge MSA in 2008, as reflected in the following chart:

| | East Baton Rouge Parish | Baton Rouge MSA [1] |
|---|---|---|
| 2004 | 5.0 | 5.4 |
| 2005 | 5.6 | 5.3 |
| 2006 | 3.4 | 3.4 |
| 2007 | 3.3 | 3.6 |
| 2008 [2] | 5.0 | 5.5 |

[1] Metropolitan Statistical Area (includes East Baton Rouge, West Baton Rouge, Livingston, Ascension, Iberville, St. Helena, Pointe Coupee, East Feliciana, and West Feliciana).

[2] Preliminary Figures




The economy of East Baton Rouge Parish was strongly impacted by Hurricanes Katrina and Rita in 2005 and that impact continued through 2008. Baton Rouge was again impacted in 2008 by the significant damage resulting from Hurricane Gustav. Despite the losses resulting from Hurricane Gustav and the national economic recession, local economists have indicated that they foresee positive prospects for growth in the Baton Rouge economy. Dr. James A. Richardson, Alumni Professor of Economics at Louisiana State University, and Dr. Loren C. Scott, Professor Emeritus of Economics at Louisiana State University, issued *Louisiana Economic Outlook* (LEO) on Louisiana's major metropolitan statistical areas. Following is their predictions of economic growth in East Baton Rouge Parish and the Baton Rouge MSA for 2009-2010.

*...We estimate that in 2009, the Baton Rouge region will add 2,400 jobs (+.6 percent) and will follow that with an additional 6,800 jobs in 2010 (+1.8 percent). In percentage terms, this would make the Baton Rouge MSA the fourth fastest growing MSA in the state, behind Houma, Lake Charles, and Lafayette. In absolute terms, its growth will be the fastest in the state.*

*What is behind this rather optimistic outlook for the Baton Rouge region? Part of the answer lies in a still surging construction sector. However, unlike the New Orleans MSA, Baton Rouge has some other things going for it that will be adding permanent jobs in the future.*

*In last year's LEO we reported about $5.1 billion in construction projects either announced or underway in the Baton Rouge MSA. Normally, a $500 million dollars year would have been considered very good, so a factor of 10 higher was considered spectacular. Some of these projects have since been completed, but there have been enough new announcements that the value of underway/announced projects is now even larger at $6.5 billion.*

Dr. Richardson and Dr. Scott had the following comments on their prediction of sales and use tax revenue growth in East Baton Rouge Parish for 2009.

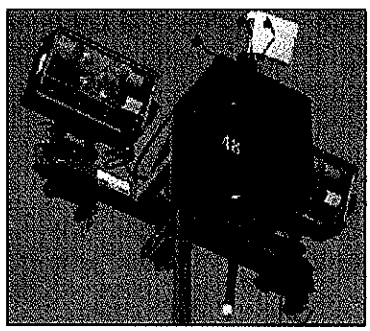
*...the Department of Finance is projecting a 3 to 4 percent growth rate for 2009 with this growth rate being applied to the adjusted 2008 sales tax base, which is related to growth in the normal sales tax base and not the actual sales tax base. The projected sales tax collections for 2009 will be $163,332,370 if the growth rate is 3 percent. The 3 percent projection is reasonable given the forecast for the Baton Rouge economy for 2009 and a national forecast that suggests a recession, but not a sustained recession.*

Revenue growth for the City-Parish seems to have stabilized in 2008, reflecting only small decreases from an all-time high revenue mark in 2006. General sales and use tax (2 percent) collections for General Fund operations and debt service dedications of the City and Parish combined were $164.4 million, net of several large enterprise zone adjustments, an increase of $1.0 million over 2007 revenues, (a 0.64 percent increase). Sales tax collections for the ½ percent sewerage tax and the ½ percent road and street improvement tax increased by 5.77 and 5.79 percent, respectively, during fiscal 2008. The general sales and use tax plays a significant role in financing the operations of the General Fund. Based primarily on the projections of Dr. Richardson and Dr. Scott, the City-Parish Metropolitan Council adopted the 2009 General Fund Budget with a sales and use tax growth rate of 3.0 percent over the adjusted sales tax base of 2008.

**Major Initiatives in 2008**

City-parish officials have made public safety of our citizens and visitors a top priority. During 2008, the Metropolitan Council approved the hiring of thirty additional police officers, twenty-two firemen, as well as twelve communications officers and various other support personnel. Police officers were granted a 7.5% pay increase during 2008 and fire personnel received a 3% increase.

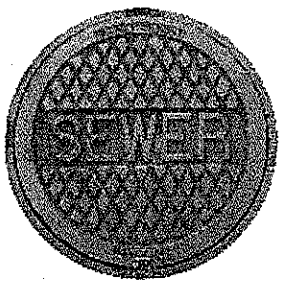
The City-Parish is currently implementing a Security Canopy Program to make our city safer, including a system of 130 cameras tied to critical infrastructure. Additionally a ShotSpotter gunshot detection system will be incorporated with the surveillance cameras to monitor areas of high crime. Gun shots can be detected within seconds and located within 40 feet of their origination. In its initial phase, the system monitors eight square miles. In those areas where the camera canopy is installed, video can be reviewed to determine if a crime has been committed, and video evidence is captured.



A program to install traffic-enforcement cameras at problem intersections to record vehicles that run red lights was initiated in 2008, and additional cameras will be installed in 2009. The goal of this program is to improve safety for the motoring public.

## Long-Term Financial Planning

### Sewer Improvement Program



The City-Parish entered into a consent decree with the United States Environmental Protection Agency (EPA) and the Louisiana Department of Environmental Quality (DEQ) relative to wastewater improvements in East Baton Rouge Parish on March 14, 2002. The consent decree requires the City-Parish to make various wastewater treatment plant and sanitary sewer infrastructure improvements in order to reduce sanitary sewer overflows in the sewer collection system and meet wastewater discharge permit requirements under wet weather conditions. The consent decree deadline for completing the Sewer Capital Improvements Program is December 31, 2014.

On July 10, 2007, EPA and DEQ formally approved the City-Parish's request to revise the original Remedial Measures Action Plan 2 (RMAP2) Sanitary Sewer Overflow Capital Improvements Program from a complex tunnel system with some rehabilitation and pump station upgrades to a program which emphasizes system-wide rehabilitation, conveyance and pumping upgrades and wet weather improvements to the South Wastewater Treatment Plant. This modified program will rely more on the rehabilitation of the sewer collection system, pump station and transmission improvements, the construction of a flow equalization basin at the South Wastewater Treatment Plant, and improvements to the South Wastewater Treatment Plant Facility.

The concept and cost for this modification has been analyzed by the sewer system's program manager; CH2M HILL, Inc. Their Program Delivery Plan (PDP) was delivered to the City-Parish in November 2007 and was updated in October 2008. CH2M HILL's estimated cost for completing the revised RMAP2 program is $1.2 billion. The PDP contains rehabilitation, capacity improvement, and storage/equalization projects planned through the program's deadline in 2014. The PDP also recommends the closure of the Central Wastewater Treatment Plant and routing its flows to the South Wastewater Treatment Plant. This recommendation has many positive aspects including eliminating a discharge point into the Mississippi River, removing a treatment plant from the downtown area, providing additional dry weather flows to the South Wastewater Treatment Plant which will assist in the biological treatment process, and generate long-term savings in operations and maintenance costs.

The objective of the Sanitary Sewer Improvement Program is to protect public health through the control of sanitary sewer overflows, improve customer service, provide capacity for future growth, and implement a long-term maintenance program to protect existing and future capital investments. A comprehensive financing model has been developed and is being utilized by the Finance Department to manage the finances of the Sanitary Sewer Improvement Program. The first annual 4% sewer user fee increase was implemented on January 1, 2004. Annual 4% sewer user fee increases will continue to be levied throughout the life of this program. In order to mitigate additional increases in the sewer user fee, the City-Parish will continue to seek low interest loans, federal grants, and state grants.

### One-Half Percent Road and Street Improvement Program

On October 15, 2005, the citizens of East Baton Rouge Parish approved an extension of the current one-half percent (½%) sales and use tax for road and street improvements. The proposition offered to voters extended the so-called "pot-hole" tax for an additional 23 years until 2030, and allowed for 70% of the proceeds to be used for the construction of new roads, widening of existing roads, intersection and signalization improvements, as well as other transportation improvements. In this new road construction program, called the "Green Light Plan", the long-term issuance of debt was authorized, which over time will allow for an accelerated road construction schedule and reduce rising costs of projects due to inflation.

Voters, through the referendum, dedicated 27% of the proceeds to the recurring road rehabilitation project, and 3% of the tax to the beautification and street enhancement projects. The road rehabilitation program functions with projects prioritized on a six-month basis. The beautification allocation includes projects such as new sidewalks, curb construction, repairs and improvements that meet the Americans with Disabilities Act, landscaping and maintenance of pedestrian routes to and from public facilities.

At December 31, 2008, twenty-nine projects were in an "active" status ranging from corridor survey/design study through construction. During 2008, two projects included in the Green Light Plan were completed: Veterans Memorial Boulevard Extension and Burbank Drive - Segment 2. Bids have been accepted and construction is underway on the following projects: Burbank Drive - Segment 1, North Harrell's Ferry Road, Downtown Signalization, and Lobdell Improvements.

It is anticipated that approximately 750 miles of additional City-Parish streets and roads will be rehabilitated during the next 25 years. Special attention will be given to projects which provide safe pedestrian routes to and from area schools and other public facilities.

It is estimated that over the 25-year period from January 1, 2006, through December 31, 2030, the tax along with the issuance of bonds and interest earnings will fund $755 million in road improvement projects. The remainder of the tax will provide $414 million for the rehabilitation and beautification components of the program.

## AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Baton Rouge and Parish of East Baton Rouge for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2007. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting by GFOA, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report with contents conforming to program standards. Such reports must satisfy both Generally Accepted Accounting Principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City-Parish has received this award each year for the 20-year period ending December 31, 2007. I believe our current report conforms to the Certificate of Achievement Program requirements, and we are submitting it to GFOA to determine its eligibility for a certificate.

In addition, the City-Parish also received the GFOA's Award for Distinguished Budget Presentation for its annual operating budget prepared for the fiscal year covered by this Comprehensive Annual Financial Report. This was the eighteenth consecutive year that the department received this award. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, an operations guide, a financial plan, and a communications device.

The preparation of this report on a timely basis could not have been accomplished without the dedicated services of a highly qualified staff. I also acknowledge the thorough, professional, and timely manner in which the audit was conducted by our independent auditors, Postlethwaite & Netterville, APAC. We thank the Mayor-President and the Metropolitan Council for their support of excellence in financial reporting and fiscal integrity.

Respectfully submitted,

Marsha J. Hanlon

Marsha J. Hanlon
Finance Director

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

# Certificate of Achievement for Excellence in Financial Reporting

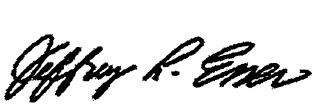
Presented to

## City of Baton Rouge - Parish of East Baton Rouge Louisiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2007

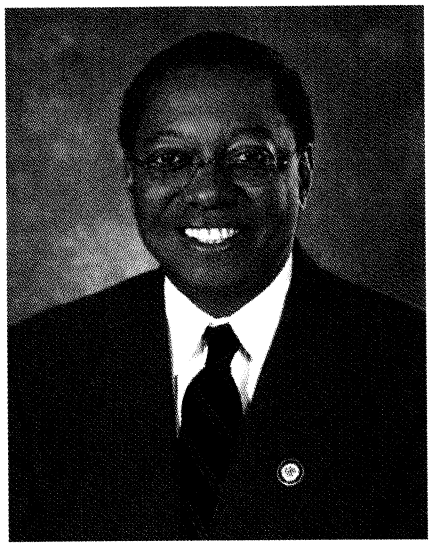
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President



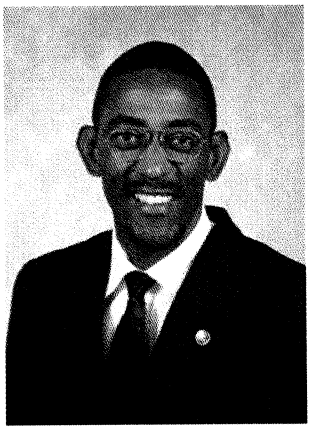
Executive Director

# CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
## PRINCIPAL OFFICIALS
## DECEMBER 31, 2008



Mayor-President
Melvin "Kip" Holden

District 1
Wayne Carter

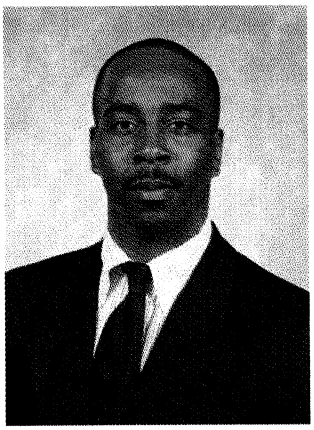


District 2
Ulysses Z. Addison, Jr.

District 3
Pat Culbertson

District 5
Charles Kelly

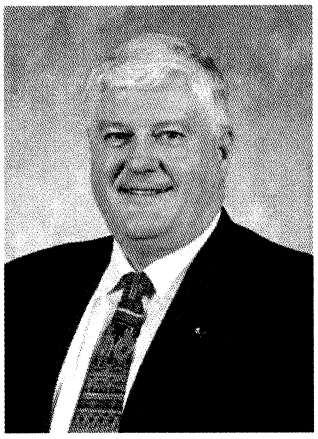
District 6
Martha J. Tassin



District 7
Byron Sharper

# CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
# PRINCIPAL OFFICIALS
# DECEMBER 31, 2008

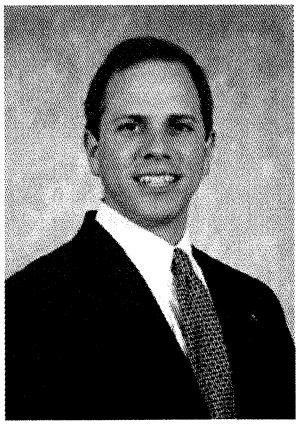
President Pro-Tempore
District 4
Joseph "Joe" Greco



District 8
J. Michael "Mike" Walker

District 9
Darrell P. Ourso

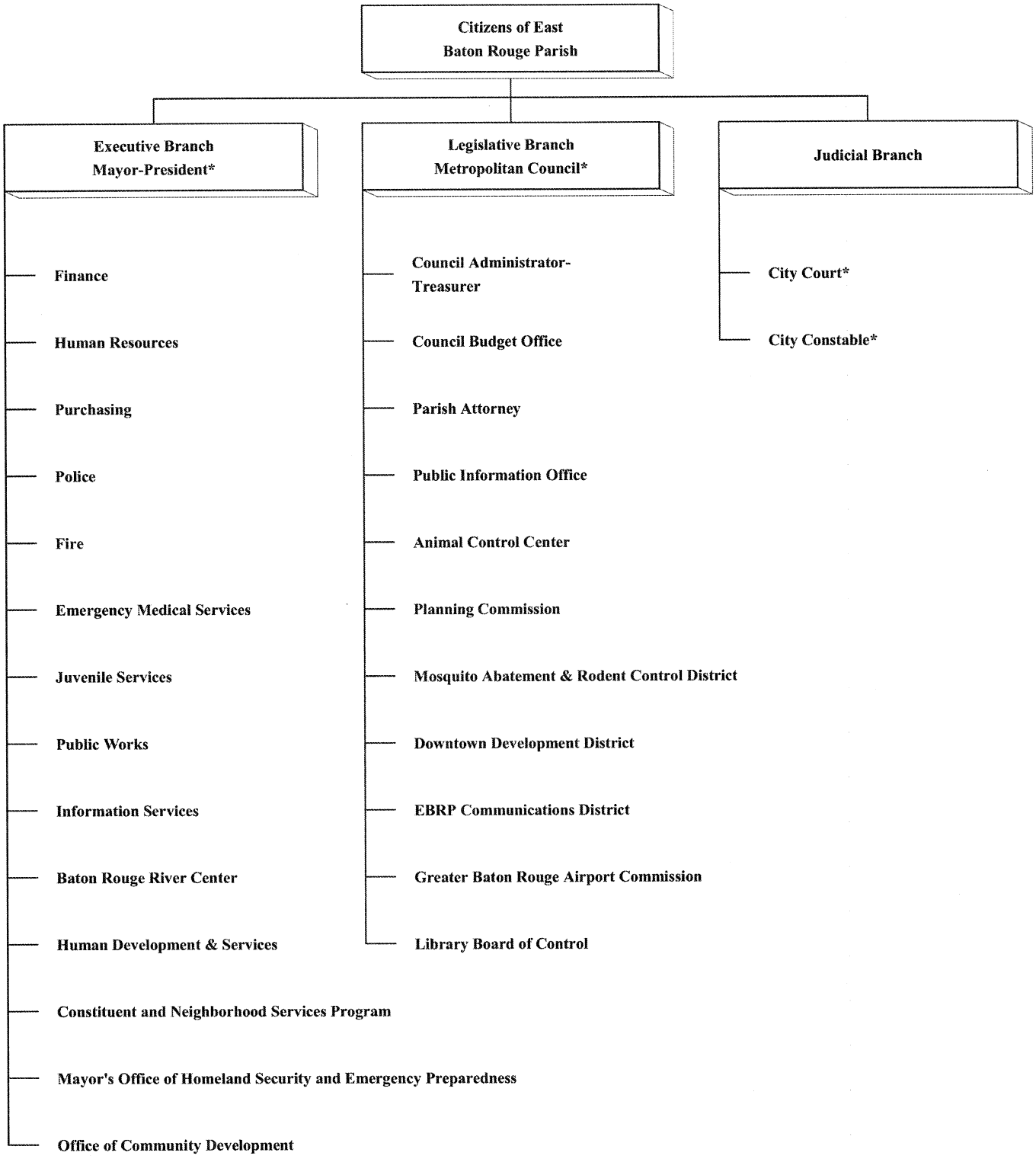
District 10
Lorri Burgess



District 11
David J. Boneno

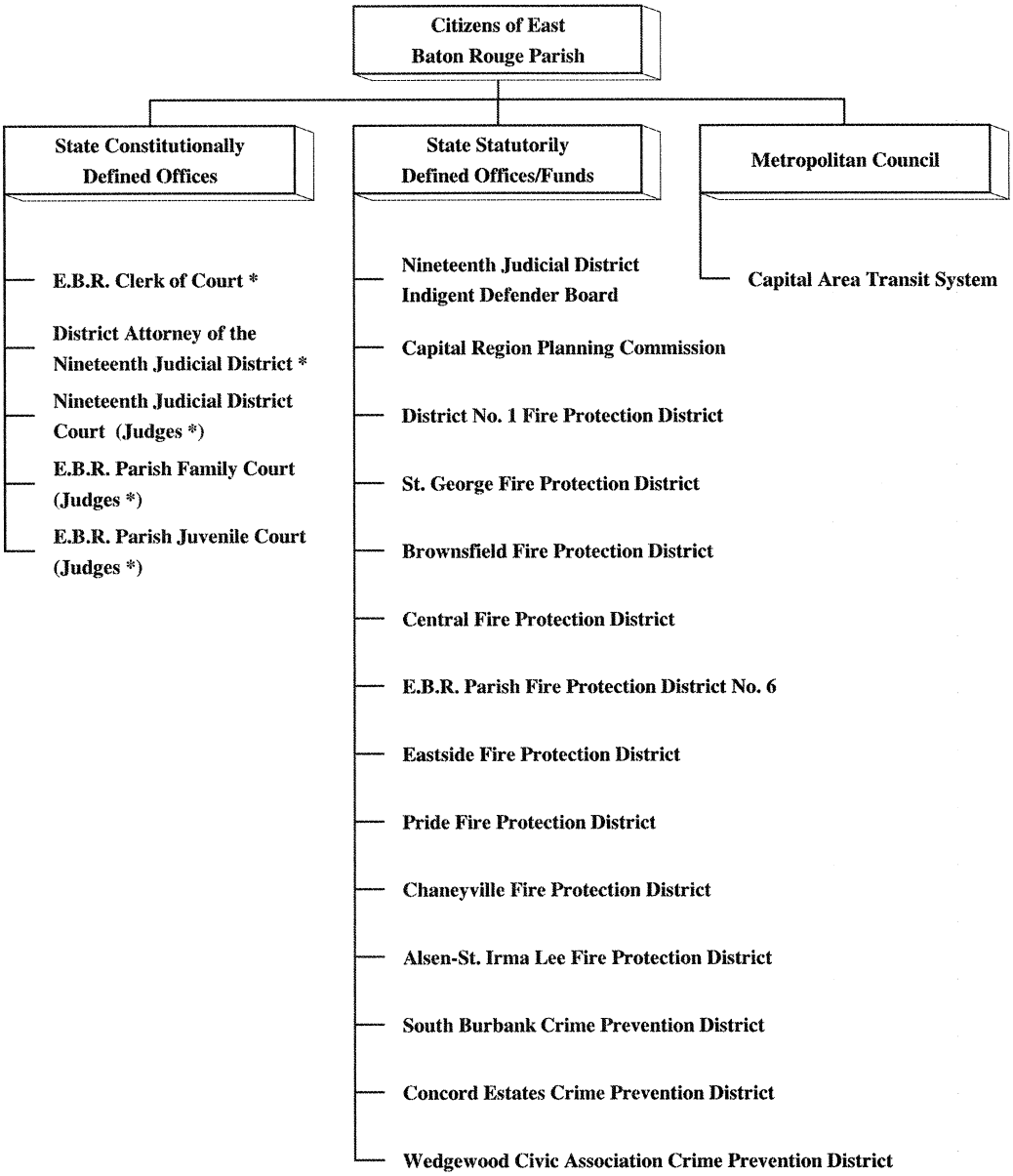
District 12
Mickey Skyring

## CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
## ORGANIZATIONAL CHART
## PRIMARY GOVERNMENT



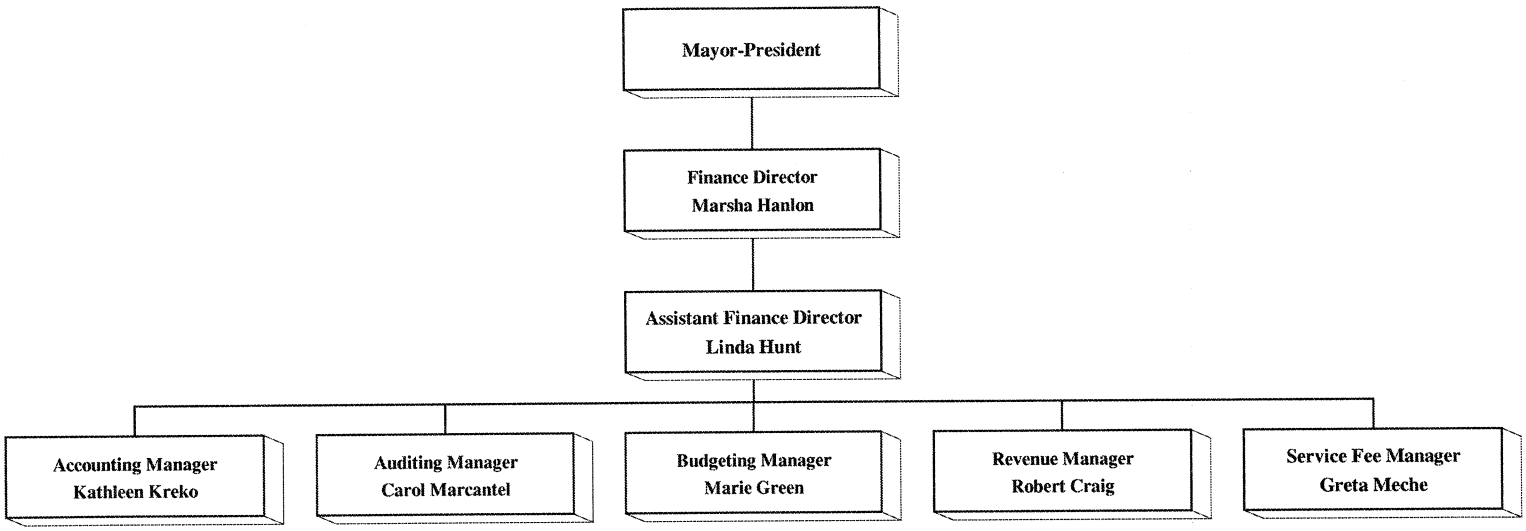

* Designates Elected Officials

## CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
## ORGANIZATIONAL CHART
## COMPONENT UNITS




*** Designates Elected Officials**

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**ORGANIZATIONAL CHART**
**FINANCE DEPARTMENT**



P&N Postlethwaite & Netterville

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# INDEPENDENT AUDITORS' REPORT

Honorable Mayor-President and Members
of the Metropolitan Council
City of Baton Rouge and Parish of East Baton Rouge
Baton Rouge, Louisiana

We have audited the accompanying financial statements of the governmental activities, the business type activities, the aggregate discretely presented component units, each major fund, the fiduciary fund, the budgetary comparison information, and the aggregate remaining fund information of the City of Baton Rouge and Parish of East Baton Rouge, Louisiana (City-Parish) as of and for the year ended December 31, 2008, which collectively comprise the City-Parish's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the City-Parish's non-major governmental, nonmajor enterprise, internal service funds, and selected non-major component units (fund level) contained within the accompanying combining and individual fund financial statements as of and for the year ended December 31, 2008 listed in the table of contents as exhibits B-1 through E-12. These financial statements are the responsibility of the City-Parish's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of certain component units discretely presented as described in note 1(a) to the financial statements which represent 97% and 89%, respectively, of the assets and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors, whose reports thereon were furnished to us, and our opinion, herein, insofar as it relates to the amounts included for these entities, is based upon the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinion.

In our opinion, based upon our audit and the reports of other auditors, the basic financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, the fiduciary fund, the budgetary comparison information, and the aggregate remaining fund information of the City of Baton Rouge-Parish of East Baton Rouge as of December 31, 2008, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principals generally accepted in the United States of America. Also, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, nonmajor enterprise, internal service fund, and selected non-major component units (fund level) of the City-Parish as of December 31, 2008, and the respective changes in financial position and where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.



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In accordance with *Government Auditing Standards*, we have also issued our report dated June 22, 2009, on our consideration of internal control over financial reporting of the City-Parish and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Management's Discussion and Analysis beginning on page 3 and the Schedules of Funding Progress and Employer Contributions of the City-Parish's Postemployment Benefit Plan, exhibit A-18, are not required parts of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The accompanying financial information listed in the Table of Contents as Supplementary Schedules, exhibits F-1 through G-3, is presented for purposes of additional analysis and is not a required part of the basic financial statements of the City-Parish. Exhibits F-1 through G-2 have been subjected to the auditing procedures applied in the audit of the basic financial statements and the combining and individual fund financial statements, and, in our opinion, are fairly stated in all material respects in relation to the financial statements taken as a whole. We have applied certain limited procedures to exhibit G-3, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplemental information. However, we did not audit the information and express no opinion on it.

The accompanying financial information in the Statistical Section, exhibits H-1 through H-22, is presented for purposes of additional analysis and is not a required part of the basic financial statements of the City-Parish. The information has not been audited by us, and accordingly, we express no opinion on this information.

Postlethwaite + Netterville

Baton Rouge, Louisiana
June 22, 2009

# CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE, LOUISIANA
## MANAGEMENT'S DISCUSSION AND ANALYSIS

As financial management of the City-Parish government, we offer readers of this financial statement an overview and analysis of the financial activities of the City of Baton Rouge, Parish of East Baton Rouge Consolidated Government. This narrative is designed to assist the reader in focusing on significant financial issues, identify changes in the government's financial position, identify any material deviations from the approved budget documents, and identify individual fund issues or concerns.

The Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes, and currently known facts. It should be read in conjunction with the Letter of Transmittal and the financial statements that begin with Exhibit A-1.

### FINANCIAL HIGHLIGHTS

- Assets of the City-Parish primary government exceeded its liabilities at the close of the most recent fiscal year by $1,569.9 million (*net assets*). Of this amount, $384.3 million (*unrestricted net assets)* may be used to meet the government's ongoing obligations to citizens and creditors.

- The primary government's total net assets increased by $61.4 million during 2008. Governmental activities' net assets increased $6.0 million during 2008, primarily as a result of the increase in capital assets from capital grants and donated infrastructure ($9.1 million), investment earnings ($15.8 million), additional property tax revenue ($5.9 million), and increases in operating grant revenues ($40.7 million), offset by increases in risk management expenses ($7.0 million), increases in public safety expenses related to Hurricane's Gustav and Ike ($49.3 million), increases in pay and personnel allotments for police and fire departments ($6.8 million), and other miscellaneous decreases ($2.4 million). Sales tax revenues collected in excess of debt service interest and operating expenses in the sewerage fund ($30.5 million), contributions from the federal and state governments, subdivision developers, and impact fees ($23.5 million), investment earnings ($12.7 million), and increased solid waste user fees ($6.8 million), offset by operating expenses resulting from other postemployment benefits ($4.3 million), an increase in solid waste collection costs ($1.5 million), increased debt service expenses ($1.5 million), the transfer of grantor required matching funds for hurricane expenses ($5.0 million), and other miscellaneous decreases ($5.8 million) resulted in a net increase in net assets in business-type activities.

- As of the close of the current fiscal year, the primary government's governmental funds reported combined ending fund balances of $504.1 million, a decrease of $25.6 million in comparison with the prior year. Approximately 18% of the fund balances, $88.3 million, is *available for spending* at the City-Parish's discretion (*unreserved, undesignated fund balance*).

- At December 31, 2008, unreserved fund balance for the General Fund was $75.0 million, or 30% of total 2008 General Fund expenditures.

### OVERVIEW OF THE FINANCIAL STATEMENTS

The City-Parish financial statements focus on the government as a whole (government-wide) and the major individual funds. Both perspectives (government-wide and major fund) allow the reader to address relevant questions, broaden a basis for comparison (year to year or government to government) and should enhance the City-Parish's accountability.

## Government-Wide Financial Statements

The government-wide financial statements (see Exhibits A-1 and A-2) are designed to be similar to those of private sector businesses in that all governmental and business-type activities are consolidated into columns which add to a total for the primary government. The statements combine all governmental funds' and internal service funds current financial resources with capital assets and long-term obligations. Also presented in the government-wide financial statements is a total column for the business-type activities of the primary government. Component units are separate legal governmental entities to which the City-Parish Metropolitan Council may be obligated to provide financial assistance and are presented as a separate column in the government-wide statements and as individual activities within the basic financial statements. All City-Parish component unit agencies except for five fire protection districts and one crime prevention district (see Exhibits E-1 through E-12) issue separate independently audited financial statements.

The Statement of Net Assets (Exhibit A-1) presents information on all the government's assets and liabilities, with the difference between the two reported as net assets. Over time, changes in net assets may serve as a useful indicator of whether the financial position of the City-Parish is improving or deteriorating.

The Statement of Activities (Exhibit A-2) presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows only in future fiscal periods. For example, uncollected taxes and earned but unused vacation leave result in cash flows for future periods. The focus of the Statement of Activities is on both the gross and net cost of various activities which are funded by the government's general tax and other revenues. This is intended to summarize information and simplify the user's analysis of the cost of various governmental services and/or subsidy to various governmental and business-type activities and component units.

The governmental activities reflect the City-Parish's basic services including public safety (fire, law enforcement, emergency medical services, emergency preparedness, communications), general government services (executive, legislative, judicial), health and welfare (mosquito control, animal control), sanitation (street-sweeping), transportation (street and road maintenance), culture and recreation (library), conservation and development (social programs), and interest and fiscal charges on long-term debt. These services are financed primarily with taxes. The business-type activities reflect private sector type operations (sewer utilities, airport, parking facility, convention center, solid waste collection and disposal) where the fee for service typically covers all or most of the cost of operations, including depreciation.

## Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives.

***Governmental Funds*** are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. The governmental major fund (see Exhibits A-3 through A-9) presentation is presented on a modified accrual basis. This is the manner in which the budget is typically developed excluding certain timing differences between the budget basis and the generally accepted accounting principle (GAAP) basis. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's current financing requirements. The City-Parish has presented the General Fund, Library Board of Control Special Revenue Fund, Grants Special Revenue Fund, and the Capital Projects Fund as major funds. All nonmajor governmental funds are presented in one column, titled other governmental funds. Combining financial statements of the nonmajor funds can be found in the combining and individual fund statements and schedules that follow the basic financial statements.

***Proprietary Funds*** encompass both enterprise and internal service funds on the fund financial statements. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The proprietary major fund (see Exhibits A-10 through A-12) presentation is presented on an accrual basis. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City-Parish's various functions. The government uses internal service funds to account for its equipment rental and replacement program and the Central Garage fleet maintenance and fuel activities. Because both of these services predominantly benefit governmental rather than business-type functions, they have been included within the governmental activities section in the government-wide financial statements. Combining statements of the nonmajor individual enterprise and internal service funds can be found in the combining and individual fund statements following the basic financial statements.

Fund financial statements also allow the City-Parish to present ***fiduciary funds***. While these funds represent a trust responsibility, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the government-wide financial statements.

While the total column on the business-type fund financial statements for enterprise funds (see Exhibit A-10) is the same as the business-type column at the government-wide financial statement, the governmental major funds total column requires a reconciliation to the government-wide financial statement because of the different measurement focus which is reflected on the page following each statement (see Exhibits A-4 and A-6). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financing sources and will show capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations into the governmental activities column in the government-wide statements.

## Capital Assets

General capital assets include land, improvements to land, easements, buildings, vehicles, machinery and equipment, infrastructure, and all other tangible assets that are used in operations and that have initial useful lives greater than two years and exceed the government's capitalization threshold (see Note 6, Exhibit A-17). The City-Parish has capitalized all purchased general capital assets. Donated infrastructure assets (those placed into the government's maintenance through contributions from private development) accepted into City-Parish maintenance since year 1980 have been capitalized.

## Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are a required part of the basic financial statements and can be found in Exhibit A-17 of this report.

## Other Information

The audited combining statements referred to earlier in connection with the nonmajor governmental and proprietary funds are presented in Exhibits B-1 through E-12.

Certain supplementary financial information can be found in Exhibits F-1 through G-3 of this report. These schedules and the statistical section (Exhibits H-1 through H-22) are included for additional information and analysis and do not constitute a part of the basic financial statements.

Also included in the report is the Office of Management and Budget A-133 Single Audit auditor reports, findings, and schedules. This information can be found under the Single Audit section.

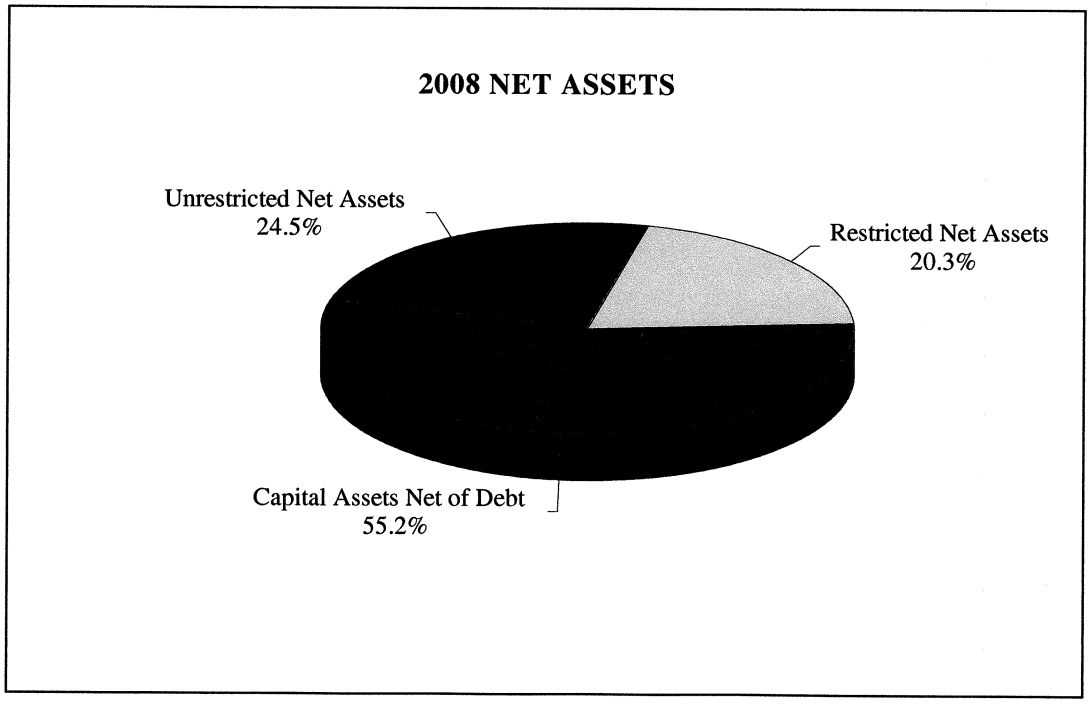
## Government-Wide Financial Analysis

The following table reflects the condensed Statement of Net Assets for 2008, with comparative figures from 2007:

City of Baton Rouge, Parish of East Baton Rouge
Condensed Statement of Net Assets
December 31, 2008 & 2007
(in millions)

| | Governmental Activities | | Business-Type Activities | | Total | |
|---|---|---|---|---|---|---|
| | 2008 | 2007 | 2008 | 2007 | 2008 | 2007 |
| Assets: | | | | | | |
| Current and Other Assets | $ 620.3 | $ 604.3 | $ 381.3 | $ 386.8 | $1,001.6 | $ 991.1 |
| Restricted Assets | -- | -- | 153.8 | 74.0 | 153.8 | 74.0 |
| Capital Assets | 558.5 | 510.1 | 672.6 | 658.3 | 1,231.1 | 1,168.4 |
| Total Assets | 1,178.8 | 1,114.4 | 1,207.7 | 1,119.1 | 2,386.5 | 2,233.5 |
| Liabilities: | | | | | | |
| Current Liabilities | 85.8 | 56.9 | 23.8 | 16.8 | 109.6 | 73.7 |
| Non-current Liabilities | 360.5 | 331.0 | 346.5 | 320.3 | 707.0 | 651.3 |
| Total Liabilities | 446.3 | 387.9 | 370.3 | 337.1 | 816.6 | 725.0 |
| Net Assets: | | | | | | |
| Invested in Capital Assets Net of Debt | 450.6 | 439.0 | 416.0 | 411.3 | 866.6 | 850.3 |
| Restricted | 229.0 | 211.6 | 90.0 | 37.1 | 319.0 | 248.7 |
| Unrestricted | 52.9 | 75.9 | 331.4 | 333.6 | 384.3 | 409.5 |
| Total Net Assets | $ 732.5 | $ 726.5 | $ 837.4 | $ 782.0 | $1,569.9 | $1,508.5 |

For more detailed information see Exhibit A-1, the Statement of Net Assets.

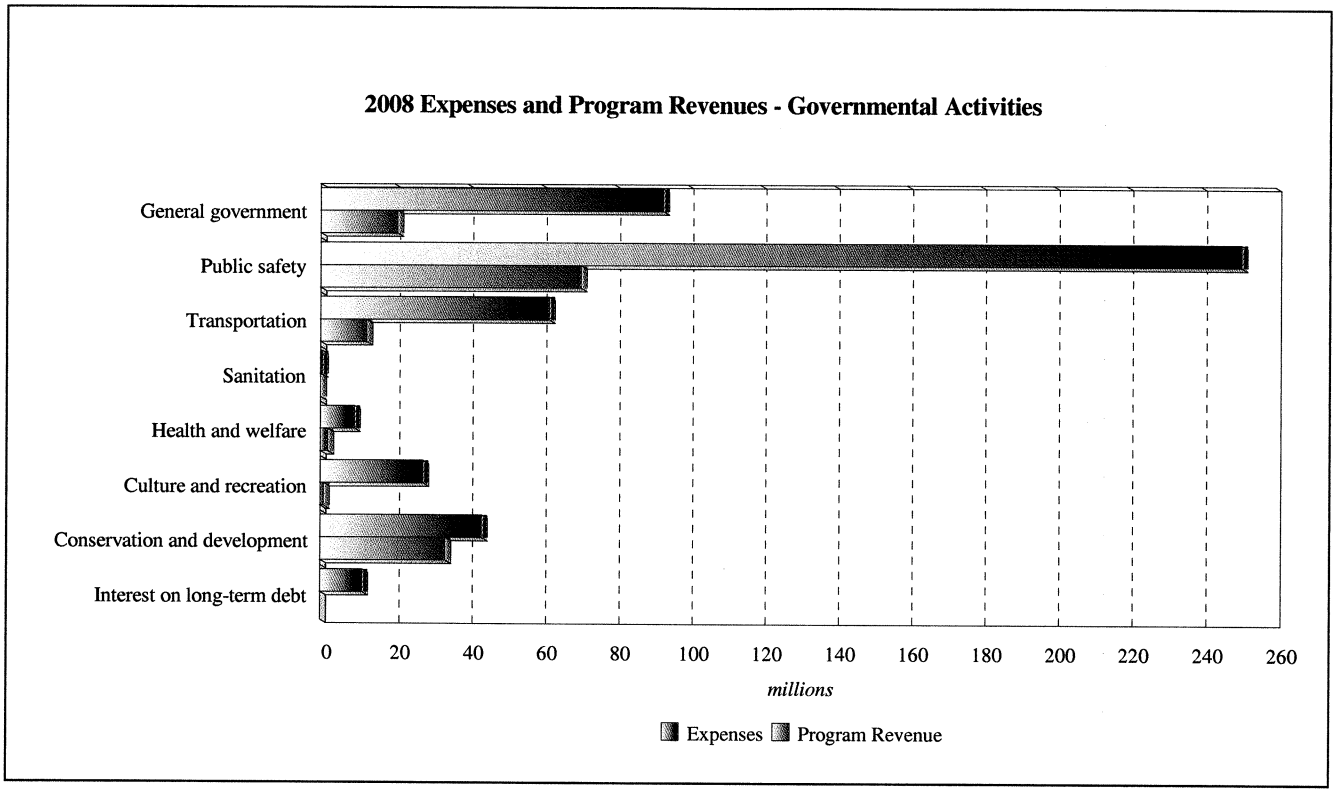


Approximately 55.2% ($866.6 million) of the City-Parish's net assets as of December 31, 2008, reflect the government's investment in capital assets (land, buildings, infrastructure, machinery and equipment) less any related outstanding debt used to acquire those assets. The City-Parish government uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Another 20.3% ($319.0 million) of the government's net assets is subject to external restrictions on how those assets may be used, such as a property tax approved by the electorate for specific purposes. The remaining 24.5% of net assets, referred to as *unrestricted* ($384.3 million), may be used to meet the ongoing obligations of the government to citizens and creditors.

The table below provides a summary of the changes in net assets for the year ended December 31, 2008, with comparative figures from 2007:

City of Baton Rouge, Parish of East Baton Rouge
Condensed Statement of Changes in Net Assets
For the Years Ended December 31, 2008 & 2007
(in millions)

| | Governmental Activities | | Business-Type Activities | | Total | |
|---|---|---|---|---|---|---|
| | 2008 | 2007 | 2008 | 2007 | 2008 | 2007 |
| Revenues: | | | | | | |
| Program Revenues: | | | | | | |
| Charges for Services | $ 44.3 | $ 50.3 | $135.6 | $129.5 | $ 179.9 | $ 179.8 |
| Operating Grants and Contributions | 87.9 | 52.1 | 0.3 | 0.6 | 88.2 | 52.7 |
| Capital Grants and Contributions | 9.1 | 38.6 | 23.4 | 23.7 | 32.5 | 62.3 |
| General Revenues: | | | | | | |
| Sales Taxes | 206.7 | 204.2 | 42.4 | 39.9 | 249.1 | 244.1 |
| Other Taxes | 135.8 | 128.5 | -- | -- | 135.8 | 128.5 |
| Grants and Contributions Not Restricted to Specific Programs | 5.3 | 4.7 | -- | -- | 5.3 | 4.7 |
| Other | 16.9 | 24.5 | 12.8 | 17.8 | 29.7 | 42.3 |
| Total Revenues | 506.0 | 502.9 | 214.5 | 211.5 | 720.5 | 714.4 |
| Expenses: | | | | | | |
| General Government | 93.4 | 87.8 | 0.7 | 0.7 | 94.1 | 88.5 |
| Public Safety | 251.0 | 189.1 | -- | -- | 251.0 | 189.1 |
| Transportation | 62.3 | 65.2 | 23.1 | 20.5 | 85.4 | 85.7 |
| Sanitation | 0.5 | 0.5 | 119.7 | 116.9 | 120.2 | 117.4 |
| Health and Welfare | 9.3 | 8.1 | -- | -- | 9.3 | 8.1 |
| Culture and Recreation | 27.9 | 27.5 | 15.8 | 15.7 | 43.7 | 43.2 |
| Conservation and Development | 44.0 | 45.5 | -- | -- | 44.0 | 45.5 |
| Interest on Long-Term Debt | 11.4 | 10.5 | -- | -- | 11.4 | 10.5 |
| Total Expenses | 499.8 | 434.2 | 159.3 | 153.8 | 659.1 | 588.0 |
| Increase in Net Assets Before Transfers and Special Item | 6.2 | 68.7 | 55.2 | 57.7 | 61.4 | 126.4 |
| Transfers | (0.2) | (9.8) | 0.2 | 9.8 | -- | -- |
| Increase In Net Assets | 6.0 | 58.9 | 55.4 | 67.5 | 61.4 | 126.4 |
| Net Assets, January 1 | 726.5 | 667.6 | 782.0 | 714.5 | 1,508.5 | 1,382.1 |
| Net Assets, December 31 | $732.5 | $726.5 | $837.4 | $782.0 | $1,569.9 | $1,508.5 |




The government's net assets increased $61.4 million during the current fiscal year.

*Governmental Activities'* net assets increased $6.0 million in 2008, primarily due to:

(1) Capital grants and contributions of $9.1 million were capitalized during the year from the following external sources: Capital grants from the State of Louisiana for transportation purposes ($5.4 million), donated infrastructure from developers and private sources ($3.0 million), and miscellaneous capital grants for public safety and conservation and development from the federal and state governments ($0.7 million).

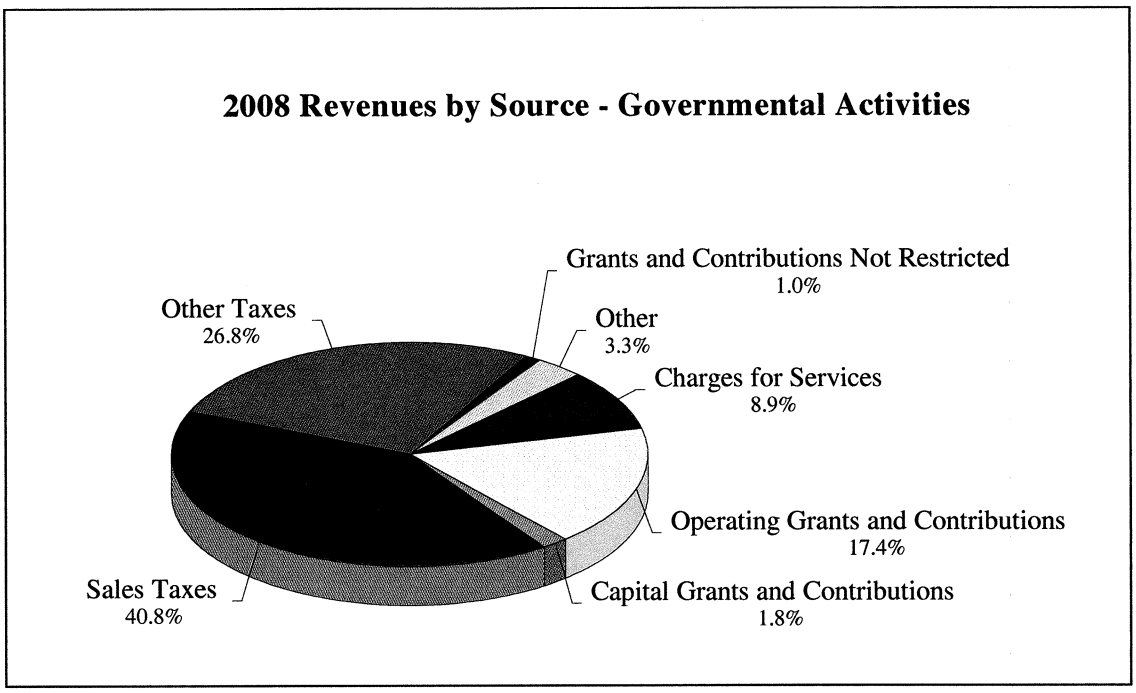
(2) Investment earnings of $15.8 million as a result of large cash balances due to the issuance of bonds and tax revenues collected in major capital improvement programs.

(3) An additional $5.9 million in property tax revenues primarily due to a reassessment of property values in 2008 and the rolling forward of millages in the Library Board of Control Fund, Emergency Medical Services Fund, Fire Pay Enhancement Fund and Downtown Development District.

(4) Increases in operating grant revenues for reimbursements and accrued funds receivable from FEMA for Hurricane's Gustav and Ike of $40.7 million.

(5) These increases were offset by the following increases in expenses:
- Increases in risk management expenses ($7.0 million) due to increases in health care costs for the City-Parish's self-insured employee health plan and increases in compromise settlements for claims and judgments.
- Increases in public safety expenses ($49.3 million) as a result of Hurricanes Gustav and Ike response and recovery.
- Increases in police and fire personnel allotments during 2008 in addition to pay increases of 7.5% for police and 3% for fire ($6.8 million).

(6) Other miscellaneous decreases in net assets ($2.4 million).




*Business-Type Activities*' net assets increased by $55.4 million in 2008. The increase in net assets is a result of revenues exceeding expenses for the year. An analysis of major revenues and expenses is as follows:

(1) Sales tax (non-operating) revenues collected in excess of debt service interest and operating expenses in the sewerage capital improvements program in the amount of $30.5 million.

(2) Enterprise fund contributions from external parties of $23.5 million from the following sources: airport grants from federal and state agencies ($14.3 million), sewer grants from the U.S. Environmental Protection Agency ($0.4 million), capital grants from the State of Louisiana for the Baton Rouge River Center ($2.7 million), contributions of infrastructure from private developers to the sewerage system ($0.5 million), and sewer impact fees ($5.6 million).

(3) Investment earnings of $12.7 million as a result of large cash balances invested from pay-as-you-go funds for the sewer construction program and the issuance of bonds.

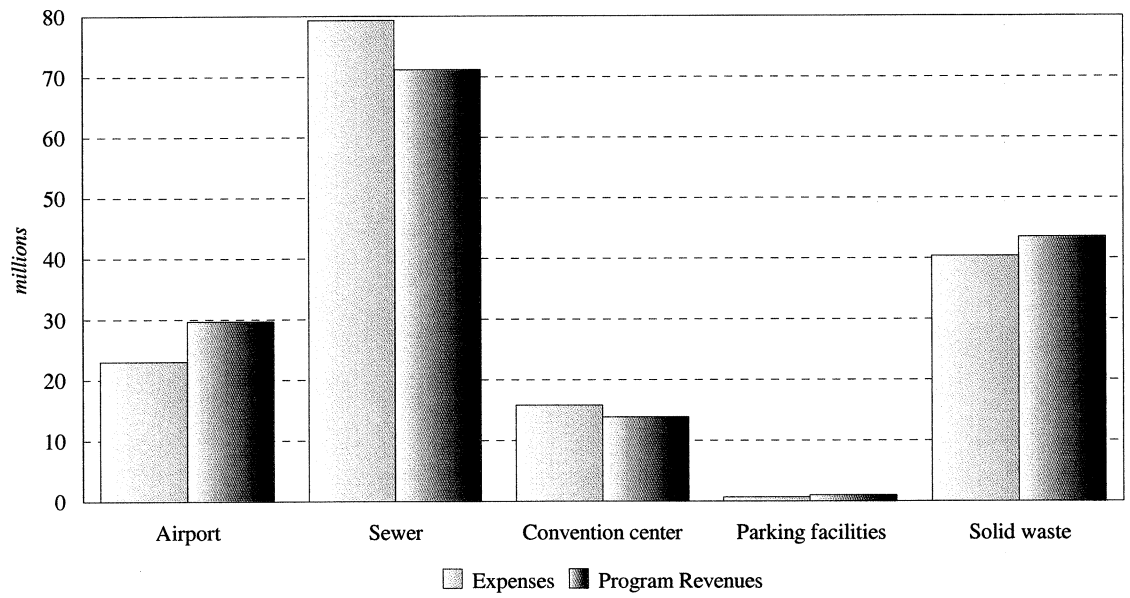
(4) Solid Waste user fees increased $6.8 million primarily as a result of an increase in the residential collection fee.

(5) These increases were offset by the following increases in expenses:
- Operating expenses as a result of Other Post Employment Benefits ($4.3 million). (See Note 8).
- An increase in operating expenses due to the amendment of the solid waste collection contract in 2008 ($1.5 million).
- Increased debt service expenses due to the issuance of bonds ($1.5 million).

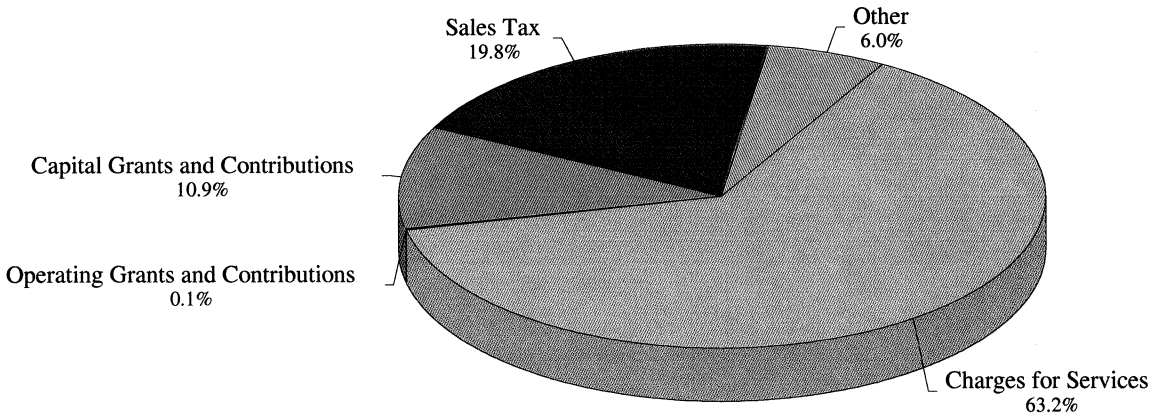
(6) Net assets in enterprise funds decreased due to the transfer of approximately $5.0 million to the Grants Fund to provide grantor required matching funds for Hurricanes Gustav and Ike expenses.

(7) Other miscellaneous decreases in net assets ($5.8 million) also offset the increases above.

## 2008 Expenses and Program Revenues - Business-Type Activities




## 2008 Revenues by Source - Business-Type Activities



## Financial Analysis of the Government's Funds

As noted earlier, the City-Parish uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

*Governmental Funds:* The focus of the City-Parish's governmental funds is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City-Parish's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the primary government's governmental funds reported combined ending fund balances of $504.1 million, a decrease of $25.6 million in comparison with the prior year. Approximately 29% of total governmental funds fund balance ($146.0 million) constitutes *unreserved fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed to: (1) liquidation of contracts and purchase orders of the prior period ($103.2 million), (2) payment of debt service ($21.8 million), (3) loans to low-income recipients ($3.8 million), (4) legal appropriations in the 2009 operating budget ($12.4 million), (5) continuing projects carried forward to the next fiscal year ($216.3 million), or (6) investment of inventories at December 31, 2008 ($0.6 million).

The General Fund is the chief operating fund of the Consolidated Government of the City of Baton Rouge, Parish of East Baton Rouge, Louisiana. At the end of the current fiscal year, unreserved and undesignated fund balance of the General Fund was $18.5 million, while total fund balance was $117.8 million. Compared with total fund balance of $126.4 million at the end of 2007, fund balance decreased approximately $8.6 million during 2008. Public safety expenditures increased approximately $7.7 million primarily due to the addition of new positions in both the police and fire departments, and a 7.5% pay raise for municipal police employees and a 3% raise for fire employees during 2008. Additionally, risk management expenditures increased due to the payment of large claim settlements on compromised judgements during 2008.

The Library Board of Control Fund collected revenues that exceeded expenditures by $14.8 million in 2008. The primary source of revenue for this fund is an 11.1 mill property tax, which provides funding for all operating expenses of the library system and a pay-as-you-go capital improvement program. Property tax revenue increased almost $3.2 million in 2008 primarily due to the reassessment of property values and the rolling forward of millages. All revenues remaining after operational expenditures are funded are applied to the capital improvement program. Excess property tax collections over operations are currently being accumulated to begin the next phase of construction, which includes the replacement of the main library and the addition of branches in the southern and eastern portions of the Parish.

During 2008, the City-Parish primary government incurred $49.3 million of expenditures related to Hurricanes Gustav and Ike, including costs for staff overtime, collection of debris, and usage of City-Parish vehicles and equipment. The government recognized revenues in the Grants Fund in the amount of $28.0 million related to these costs. At December 31, 2008, the Grants Fund reflected a deficiency of revenues under expenditures in the amount of $21.7 million primarily related to these hurricanes.

Fund balance in the Capital Projects Fund decreased ($16.8 million) in 2008. This was primarily due to outlays for the acquisition of right-of-way and construction of major street and intersection improvements ($44.2 million) funded by the 2006 Road and Street Improvement Bonds. These decreases were offset by the transfer of funds from the General Fund and Special Revenue Funds for improvements to fire stations, police stations, public buildings and infrastructure projects ($13.1 million) which were not completed during 2008 and investment earnings collected in the amount of $8.6 million. Also, approximately $5.7 million of the ½ cent road and street tax were collected in excess of current year pay-as-you-go capital outlay expenditures.

*Proprietary Funds:* The City-Parish's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Greater Baton Rouge Airport District were $11.4 million at December 31, 2008. Most of this major fund's assets are capital assets with an investment in capital assets net of related debt of over $191.5 million. The fund reported a net loss of $6.5 million before capital contributions and transfers for the year ended December 31, 2008. During 2008, the airport continued to experience a slight decrease in enplanements primarily due to the downturn in the economy. Also, the issuance of bonds increased debt service expenses contributing an additional $1.5 million to the net loss.

Unrestricted net assets of the Comprehensive Sewerage System Fund were $303.2 million at December 31, 2008. This fund encompasses all assets associated with sewerage operations, maintenance, and capital improvements held by the City, the Parish, the Consolidated Sewerage District, and the East Baton Rouge Parish Sewerage Commission. Net assets invested in capital assets, net of related debt totaled approximately $157.3 million, reflecting a heavy investment in capital assets. The fund realized a net income of approximately $38.3 million before government contributions and transfers for the year ended December 31, 2008. During 2008, sales tax (non-operating) revenues were collected in excess of debt service interest in the amount of $30.4 million. These revenues have been pledged as security on outstanding sewer sales tax revenue bonds and East Baton Rouge Sewerage Commission revenue bonds. Also, investment earnings increased net assets approximately $10.5 million due to large cash balances invested from pay-as-you-go funds and the prior year issuance of Sewer Bonds. Other postemployment benefits costs decreased net assets for this fund by $3.1 million.

Unrestricted net assets of the Solid Waste Collection and Disposal Fund were $10.7 million at December 31, 2008. Most of this major fund's assets are capital assets with an investment in capital assets net of related debt of $21.8 million. The fund reported a decrease in total net assets of $3.0 million for the year ended December 31, 2008. The primary source of revenue for this fund is the solid waste user fee which increased $6.8 million in 2008. This was Phase III of the three phases to have this service financed wholly by user fees by the year 2008. This increase in user fees was partially offset by an increase in expenses for the solid waste collection contract of approximately $1.5 million due to an amendment of the contract in 2008. Net assets also decreased as the result of a transfer of approximately $5.0 million to the Grants Fund to provide grantor required matching funds for Hurricanes Gustav and Ike. Other postemployment benefits costs decreased net assets for this fund by $0.4 million.

## General Fund Budgetary Highlights

The total difference between the original General Fund budget and the final amended budget was an increase in appropriations of $25.4 million. The majority of the additional appropriations were funded from 2007 excess funds in fund balance-undesignated. Designated fund balances generally were used as a source for the risk management appropriations and the community center allocations. Additional appropriations were made in the following areas:

| | (in millions) |
|---|---|
| Road and drainage capital improvements | $16.0 |
| Risk compromised judgements and claims settlements | 3.4 |
| Additional police officer positions | 2.7 |
| Other general fund departmental operational costs | 1.2 |
| Cooperative agreements with other governments and private business | 1.4 |
| Local match for Hurricanes Gustav and Ike | .6 |
| Additional appropriations for community centers | .1 |
| Total additional general fund appropriations | $25.4 |

Material differences between actual results and final amended budgeted amounts in the General Fund are as follows:

- Sales and use taxes were collected in excess of budget by approximately $4.5 million. The use of conservative budget estimates resulted in a positive growth to fund balance.

- Gaming admissions taxes were collected in excess of budget by approximately $3.7 million. Of the total projected $6 million in annual revenues, the first $4 million was dedicated for sewer rehabilitation projects and shown as a source of funds from fund balance in the 2008 budget. Estimated revenue of $2 million was included for 2008 as a source of funds for recurring operations.

- Gross receipts business taxes were collected in excess of budget by approximately $3.0 million primarily as a result of increases in electricity and gas costs.

- Approximately $34.0 million of the appropriations for departmental budgets were not spent during 2008. The Plan of Government allows for the carry-forward of funds that are allocated to one-time projects to subsequent years. These appropriations carried forward, in the amount of $30.5 million, are listed on the balance sheet as "reserved for continuing projects." The majority of these funds are appropriated to purchase needed police and fire vehicles and other public safety equipment, provide repairs and improvements to the parish prison, upgrade information services network systems and computers, provide for replacement of departmental office equipment, and provide funds for public works projects such as drainage, street improvements, traffic calming and repairs to City-Parish buildings.

## Capital Asset and Debt Administration

**Capital Assets:** The City of Baton Rouge, Parish of East Baton Rouge Consolidated Government's investment in capital assets for its governmental and business-type activities as of December 31, 2008, amounts to $1,231.1 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and system improvements, machinery and equipment, airport facilities, parking facilities, a convention center, a landfill, wastewater treatment facilities, roads, highways, bridges, and drainage systems. The total increase in the City-Parish's investment in capital assets for the current fiscal year was $62.7 million, a 9.5% increase for governmental activities and a 2.2% increase for business-type activities.

Major capital asset events during the current fiscal year included the following:

- Began purchase of right-of-way land and construction on approximately thirty major street or intersection improvements funded by the one-half percent sales and use tax dedicated for street and road improvements ($37.6 million).

- Completion and capitalization of several infrastructure projects:
  - Signal Synchronization System - Phase IV and V ($6.0 million)
  - Burbank Drive - Segment 1 ($9.7 million)
  - Burbank Drive - Segment 2 ($6.6 million)
  - Veterans Memorial Boulevard ($5.9 million)

- Capital improvements to the sewerage system, including upgrades to treatment plants and rehabilitation of major sewer lines ($25.7 million).

- Renovations and improvements to the Airport terminal building, runways, and other Airport improvements ($24.1 million).

- Depreciation expense of $33.1 million for governmental activities and $37.7 million for business-type activities offset the above increases.

City of Baton Rouge, Parish of East Baton Rouge
Capital Assets
(Net of Depreciation)
December 31, 2008 & 2007
(in millions)

| | Governmental Activities | | Business-Type Activities | | Total | |
|---|---|---|---|---|---|---|
| | 2008 | 2007 | 2008 | 2007 | 2008 | 2007 |
| Land | $104.3 | $ 92.5 | $ 80.0 | $ 77.6 | $ 184.3 | $ 170.1 |
| Buildings | 78.5 | 83.2 | 97.0 | 98.0 | 175.5 | 181.2 |
| Noise Mitigation Costs | -- | -- | 24.2 | 25.3 | 24.2 | 25.3 |
| Improvements (Other Than Buildings) and Infrastructure | 281.3 | 265.1 | 420.8 | 439.6 | 702.1 | 704.7 |
| Machinery and Equipment | 29.3 | 27.3 | 1.3 | 1.9 | 30.6 | 29.2 |
| Construction Work-In-Progress | 65.1 | 42.0 | 49.3 | 15.9 | 114.4 | 57.9 |
| Total | $558.5 | $510.1 | $672.6 | $658.3 | $1,231.1 | $1,168.4 |

Additional information on the City-Parish's capital assets can be found in Note 6, Exhibit A-17 of this report.

**Long-Term Debt:** At the end of the current fiscal year, the City-Parish had total bonded debt outstanding of $559.8 million. Of this amount, $68.2 million comprises debt backed by the full faith and credit of the government. The remainder of the debt represents bonds secured solely by specified revenue sources such as sales tax and user fees. There were no general obligation bonds outstanding for the City of Baton Rouge or the Parish of East Baton Rouge at the end of the fiscal year.

City of Baton Rouge, Parish of East Baton Rouge
Summary of Excess Revenue and Revenue Bonds
December 31, 2008 & 2007
(in millions)

| | Governmental Activities | | Business-Type Activities | | Total | |
|---|---|---|---|---|---|---|
| | 2008 | 2007 | 2008 | 2007 | 2008 | 2007 |
| Excess Revenue Contracts, Loans and Notes | $ 64.5 | $ 65.8 | $ 3.7 | $ 26.2 | $ 68.2 | $ 92.0 |
| Sales Tax Revenue Bonds | 165.9 | 172.7 | 325.7 | 280.9 | 491.6 | 453.6 |
| Total All Bonds, Contracts, Loans and Notes | $230.4 | $238.5 | $329.4 | $307.1 | $559.8 | $545.6 |

On April 17, 2008, the Parish of East Baton Rouge issued $93,440,000 of variable rate Revenue Refunding Bonds to current refund the Parish's $92.4 million Series 2006B Variable Rate Sales Tax Revenue Bonds (principal refunded - $92,240,000). Details on the results of the refunding on the entity-wide financial statements are included in Note 10(a)16.

On January 24, 2008, the City of Baton Rouge issued $1,885,000 Public Improvement Sales Tax Revenue Bonds, Series 2008 A-1 (AMT) and $47,205,000 Public Improvement Sales Tax Revenue and Refunding Bonds, Series 2008 A-2 (Non-AMT), for the purpose of (1) loaning the proceeds to the Greater Baton Rouge Airport District to enable the District to, in the case of the Series 2008 A-1 Bonds, acquire a loading bridge and to expand the ticket counter facilities located at the Baton Rouge Metropolitan Airport, and with respect to the Series 2008 A-2 Bonds, to make improvements to the Baton Rouge Metropolitan Airport and to refinance and restructure the District's Louisiana Community Development Authority Indebtedness, (2) paying the costs of issuance and (3) purchasing a reserve fund surety bond. The City also issued $9,505,000 Public Improvement Sales Tax Revenue Bonds, Series 2008B (Taxable) for the purpose of (1) loaning the proceeds to the District to enable the district to construct a portion of a parking garage facility to be located at the Baton Rouge Metropolitan Airport (2) paying the cost of issuance and (3) purchasing a reserve fund surety bond. The 2008 Bonds were issued as a combination of serial and term bonds that mature on August 1 of each year through 2037 with interest from 3.50 - 5.50 percent.

In 2008, the City-Parish borrowed additional funds from the Louisiana Local Government Environmental Facilities and Community Development Authority (LCDA) program for airport improvements ($994,539). Details of the loan agreements and outstanding amounts at December 31, 2008 are detailed in Note 10(a)14(a) and (b).

As of December 31, 2008, City-Parish bonds were rated by three of the major rating services as follows:

| | Underlying Ratings | | | Insured Ratings | | |
|---|---|---|---|---|---|---|
| | Moody's Investors Service | Standard and Poor's | Fitch Investors | Moody's Investors Service | Standard and Poor's | Fitch Investors |
| City of Baton Rouge (2%) Sales Tax Revenue Bonds | Aa3 | AA | AA | Aaa | AAA | AAA |
| Parish of East Baton Rouge (2%) Sales Tax Revenue Bonds | A1 | AA | AA | Aaa | AAA | AAA |
| Parish of East Baton Rouge Sewer Improvement (½%) Sales Tax Revenue Bonds | A3 | AA | A+ | Aaa | AAA | AAA |
| Parish of East Baton Rouge Road and Street Improvements (½%) Sales Tax Revenue Bonds | A2 | A+ | A+ | Aaa | AAA | AAA |
| East Baton Rouge Sewerage Commission Revenue Bonds | A1 | A+ | AA- | Aaa | AAA | AAA |

In March 2009, Standard and Poor's upgraded the underlying rating for the East Baton Rouge Sewerage Commission Revenue Bonds from "A+" to "AA-."

Additional information on debt administration can be found in Note 10 of the Notes to the Financial Statements including information concerning the computation of legal debt margins for different types of bonds.

## Economic Factors and Next Year's Budget and Rates

The City-Parish's General Fund receives over 55 percent of its revenues from the 2 percent general sales and use tax levied by the City of Baton Rouge or the Parish of East Baton Rouge; therefore, economic indicators are very important in forming the General Fund budget estimates. Dr. James A. Richardson and Dr. Loren C. Scott, expert economists, prepare an econometric model for Louisiana and its major metropolitan areas each year. Statistics on personal income growth and employment growth are generated. From these numbers, a range of potential sales and use tax growth is estimated. Based upon the advice of these experts, the 2009 operating budget assumes a 3.0 percent growth rate for sales and use tax revenues based on an adjusted sales tax base that excludes the post-Katrina surge.

The proposed budget for the year 2009 for all funds, exclusive of operating transfers between funds, totals $700.4 million, an increase of 3.01% from the year 2008. The public safety function represents nearly 51.2% of the 2009 budget. Major

changes in proposed public safety funding in the 2009 budget are: Thirty-nine new positions added to the Police Department during 2008, including thirty officers, as well as additional overtime pay for major events and specialized enforcement, and an increase in state supplemental pay recorded as on-behalf payments by the State. Funding is also included to purchase fifty police vehicles, ten fire department vehicles and various public safety equipment and tools.

## Requests For Information

This financial report is designed to provide a general overview of the finances of the City of Baton Rouge, Parish of East Baton Rouge, Louisiana, for all of those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Department of Finance, Accounting Division, P.O. Box 1471, Baton Rouge, Louisiana, 70821-1471.

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**STATEMENT OF NET ASSETS**
**DECEMBER 31, 2008**

EXHIBIT A - 1

| | Primary Government | | | |
|---|---|---|---|---|
| | Governmental Activities | Business-Type Activities | Total | Component Units |
| **ASSETS** | | | | |
| Cash and cash equivalents (Note 3) | $ 233,151,029 | $ 184,592,311 | $ 417,743,340 | $ 31,765,959 |
| Investments (Note 3) | 207,642,022 | 171,231,879 | 378,873,901 | 83,245,392 |
| Receivables - net (Note 13) | 72,282,133 | 15,072,695 | 87,354,828 | 4,774,407 |
| Due from other governments (Note 11) | 99,521,513 | 3,880,563 | 103,402,076 | 5,969,637 |
| Due from component units (Note 11) | 327,915 | -- | 327,915 | -- |
| Due from primary government (Note 11) | -- | -- | -- | 157,974 |
| Prepaid items | -- | 113,166 | 113,166 | 4,246 |
| Loans receivable | 3,798,686 | -- | 3,798,686 | -- |
| Inventory | 908,081 | 73,984 | 982,065 | 586,841 |
| Net pension asset | -- | -- | -- | 1,765,084 |
| Other assets | -- | -- | -- | 120,065 |
| Restricted assets: | | | | |
| Cash and cash equivalents (Note 3) | -- | 61,940,352 | 61,940,352 | 105,718 |
| Investments (Note 3) | -- | 90,912,851 | 90,912,851 | -- |
| Receivables - net (Note 13) | -- | 958,856 | 958,856 | -- |
| Investment in joint venture (Note 19) | -- | 2,286,458 | 2,286,458 | -- |
| Deferred bond issuance costs | 2,657,732 | 4,030,676 | 6,688,408 | 319,340 |
| Capital assets (Note 6): | | | | |
| Non-depreciable | 169,416,341 | 129,303,129 | 298,719,470 | 28,571,187 |
| Depreciable, net | 389,109,587 | 543,292,393 | 932,401,980 | 27,317,942 |
| Total assets | 1,178,815,039 | 1,207,689,313 | 2,386,504,352 | 184,703,792 |
| **LIABILITIES** | | | | |
| Accounts payable and other current liabilities | 49,369,453 | 15,437,954 | 64,807,407 | 6,351,013 |
| Due to other governments | 307,246 | 378,150 | 685,396 | 375,485 |
| Due to primary government (Note 11) | -- | -- | -- | 327,915 |
| Due to component units (Note 11) | 8,964 | -- | 8,964 | -- |
| Accrued payables | 12,868,993 | 6,711,821 | 19,580,814 | 1,325,005 |
| Unearned revenue | 2,903,251 | 1,327,115 | 4,230,366 | -- |
| Deposits and escrow accounts | 20,301,976 | -- | 20,301,976 | -- |
| Other liabilities | -- | -- | -- | 231,164 |
| Non-current liabilities (Note 10): | | | | |
| Due within one year | 25,450,024 | 17,356,504 | 42,806,528 | 3,276,013 |
| Due in more than one year | 335,089,679 | 329,100,598 | 664,190,277 | 124,504,341 |
| Total liabilities | 446,299,586 | 370,312,142 | 816,611,728 | 136,390,936 |
| **NET ASSETS** | | | | |
| Invested in capital assets, net of related debt | 450,561,214 | 415,957,051 | 866,518,265 | 15,020,285 |
| Restricted for (Note 14): | | | | |
| Capital projects | 115,756,816 | 12,758,313 | 128,515,129 | 16,159,267 |
| Debt service | 17,296,904 | 14,334,666 | 31,631,570 | 3,927,023 |
| Passenger facility charges | -- | 4,192,209 | 4,192,209 | -- |
| External legal constraints | 95,976,478 | 58,700,150 | 154,676,628 | 181,579 |
| Unrestricted | 52,924,041 | 331,434,782 | 384,358,823 | 13,024,702 |
| Total net assets | $ 732,515,453 | $ 837,377,171 | $ 1,569,892,624 | $ 48,312,856 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**STATEMENT OF ACTIVITIES**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

| | | Program Revenues | | |
|---|---|---|---|---|
| | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| **Function/Programs** | | | | |
| **Primary government:** | | | | |
| Governmental activities: | | | | |
| General government | $ 93,373,891 | $ 20,447,848 | $ 429,291 | $ 66,938 |
| Public safety | 250,980,870 | 19,553,528 | 50,962,445 | 373,450 |
| Transportation | 62,308,314 | 315,303 | 3,784,028 | 8,429,106 |
| Sanitation | 484,993 | 48,324 | -- | -- |
| Health and welfare | 9,260,506 | 741,311 | 1,243,467 | -- |
| Culture and recreation | 27,927,768 | 507,810 | 408,319 | -- |
| Conservation and development | 44,041,135 | 2,714,915 | 31,089,052 | 230,418 |
| Interest and fiscal charges on long-term debt | 11,429,102 | -- | -- | -- |
| Total governmental activities | 499,806,579 | 44,329,039 | 87,916,602 | 9,099,912 |
| Business-type activities: | | | | |
| Airport | 23,062,585 | 15,381,270 | 40,225 | 14,253,262 |
| Sewer | 79,325,098 | 64,719,926 | 14,184 | 6,467,280 |
| Convention center | 15,842,618 | 11,022,744 | 185,127 | 2,706,053 |
| Parking facilities | 686,567 | 973,310 | -- | -- |
| Solid waste collection and disposal | 40,361,556 | 43,461,505 | 66,413 | -- |
| Total business-type activities | 159,278,424 | 135,558,755 | 305,949 | 23,426,595 |
| Total primary government | $ 659,085,003 | $ 179,887,794 | $ 88,222,551 | $ 32,526,507 |
| **Component units:** | | | | |
| Judicial court services | $ 45,855,271 | $ 29,184,983 | $ 18,568,408 | $ -- |
| Fire protection districts | 19,173,158 | 2,128,622 | 2,047,690 | -- |
| Crime prevention districts | 225,788 | 167,701 | -- | -- |
| Mass transit | 17,247,540 | 4,959,009 | 723,514 | 983,129 |
| Total component units | $ 82,501,757 | $ 36,440,315 | $ 21,339,612 | $ 983,129 |

General revenues:
- Taxes:
  - Property
  - Gross receipts business
  - Sales
  - Occupancy
  - Occupational
  - Insurance premium
  - Gaming admissions
  - Interest and penalties - delinquent taxes
- Grants and contributions not restricted to specific programs
- Investment earnings
- Gain on sale of capital assets

Transfers (to) from other funds

Total general revenues and transfers

Change in net assets

Net Assets - beginning of year

Net Assets - end of year

The accompanying notes are an integral part of this statement.

| Net (Expense) Revenue and Changes in Net Assets | | | |
|---|---|---|---|
| Primary Government | | | |
| Governmental Activities | Business-type Activities | Total | Component Units |
| $ (72,429,814) | $ -- | $ (72,429,814) | $ -- |
| (180,091,447) | -- | (180,091,447) | -- |
| (49,779,877) | -- | (49,779,877) | -- |
| (436,669) | -- | (436,669) | -- |
| (7,275,728) | -- | (7,275,728) | -- |
| (27,011,639) | -- | (27,011,639) | -- |
| (10,006,750) | -- | (10,006,750) | -- |
| (11,429,102) | -- | (11,429,102) | -- |
| (358,461,026) | -- | (358,461,026) | -- |
| -- | 6,612,172 | 6,612,172 | -- |
| -- | (8,123,708) | (8,123,708) | -- |
| -- | (1,928,694) | (1,928,694) | -- |
| -- | 286,743 | 286,743 | -- |
| -- | 3,166,362 | 3,166,362 | -- |
| -- | 12,875 | 12,875 | -- |
| (358,461,026) | 12,875 | (358,448,151) | -- |
| -- | -- | -- | 1,898,120 |
| -- | -- | -- | (14,996,846) |
| -- | -- | -- | (58,087) |
| -- | -- | -- | (10,581,888) |
| -- | -- | -- | (23,738,701) |
| 83,989,694 | -- | 83,989,694 | 15,157,616 |
| 28,057,366 | -- | 28,057,366 | -- |
| 206,743,786 | 42,366,890 | 249,110,676 | -- |
| 2,442,541 | -- | 2,442,541 | 1,524,604 |
| 9,750,437 | -- | 9,750,437 | -- |
| 3,457,676 | -- | 3,457,676 | -- |
| 5,739,940 | -- | 5,739,940 | -- |
| 2,290,778 | -- | 2,290,778 | -- |
| 5,312,619 | -- | 5,312,619 | 11,858,297 |
| 15,829,492 | 12,720,057 | 28,549,549 | 6,807,230 |
| 1,044,156 | 104,394 | 1,148,550 | -- |
| (181,147) | 181,147 | -- | -- |
| 364,477,338 | 55,372,488 | 419,849,826 | 35,347,747 |
| 6,016,312 | 55,385,363 | 61,401,675 | 11,609,046 |
| 726,499,141 | 781,991,808 | 1,508,490,949 | 36,703,810 |
| $ 732,515,453 | $ 837,377,171 | $ 1,569,892,624 | $ 48,312,856 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**BALANCE SHEET**
**GOVERNMENTAL FUNDS**
**DECEMBER 31, 2008**

| | General Fund | Library Board of Control | Grants |
|---|---|---|---|
| **ASSETS** | | | |
| Cash and cash equivalents (Note 3) | $ 45,269,996 | $ 30,685,743 | $ -- |
| Investments (Note 3) | 43,494,704 | 29,482,380 | -- |
| Property taxes receivable - net (Note 4) | 9,713,434 | 15,373,719 | -- |
| Gross receipts business taxes receivable | 5,283,438 | -- | -- |
| Sales taxes receivable | 17,841,845 | -- | -- |
| Interest and penalties receivable on taxes | 182,400 | -- | -- |
| Accounts receivable - net (Note 13) | 1,581,710 | 6,180 | 64,069 |
| Accrued interest receivable | 411,719 | 242,221 | 27,315 |
| Special assessments receivable | 40,340 | -- | -- |
| Due from other funds (Note 11) | 24,507,717 | -- | -- |
| Due from other governments (Note 11) | 13,797,627 | 17,848,302 | 33,093,082 |
| Due from component units | 327,915 | -- | -- |
| Loans receivable | 200,000 | -- | 3,598,686 |
| Inventory | 563,920 | -- | -- |
| Total assets | $ 163,216,765 | $ 93,638,545 | $ 36,783,152 |
| **LIABILITIES AND FUND BALANCES** | | | |
| Liabilities: | | | |
| Accounts and contracts payable | $ 18,034,547 | $ 782,256 | $ 19,754,030 |
| Due to other funds (Note 11) | -- | 35,530,134 | 18,421,428 |
| Due to other governments | 124,305 | -- | -- |
| Due to component units | 8,964 | -- | -- |
| Accrued payables | 4,931,878 | 397,465 | 447,030 |
| Deferred revenue | 2,156,798 | 1,871,316 | 2,525,083 |
| Deposits and escrow accounts | 20,209,586 | 9,344 | 83,046 |
| Total liabilities | 45,466,078 | 38,590,515 | 41,230,617 |
| Fund balances: | | | |
| Reserved for: | | | |
| Encumbrances | 2,265,363 | 694,377 | 8,959,075 |
| Loans receivable | 200,000 | -- | 3,598,686 |
| Inventory | 563,920 | -- | -- |
| Debt service - principal | -- | -- | -- |
| Debt service - interest | -- | -- | -- |
| Subsequent year expenditures (Note 1) | 9,274,400 | -- | -- |
| Continuing projects (Note 1) | 30,452,931 | -- | 5,783,159 |
| Unreserved, designated, reported in: | | | |
| General Fund: | | | |
| Insurance | 33,656,373 | -- | -- |
| Special purposes | 7,299,810 | -- | -- |
| Gaming revenues | 1,450,070 | -- | -- |
| Budget stabilization | 14,093,700 | -- | -- |
| Capital Projects Fund: | | | |
| Arbitrage rebate | -- | -- | -- |
| Unreserved, Undesignated, reported in: | | | |
| General Fund | 18,494,120 | -- | -- |
| Special Revenue Funds | -- | 54,353,653 | (22,788,385) |
| Total fund balances | 117,750,687 | 55,048,030 | (4,447,465) |
| Total liabilities and fund balances | $ 163,216,765 | $ 93,638,545 | $ 36,783,152 |

The accompanying notes are an integral part of this statement.

| Capital Projects Fund | Other Governmental Funds | Total Governmental Funds |
|---|---|---|
| $ 111,778,761 | $ 37,992,587 | $ 225,727,087 |
| 109,266,747 | 25,398,191 | 207,642,022 |
| -- | 11,491,878 | 36,579,031 |
| -- | -- | 5,283,438 |
| 2,856,266 | 1,571,530 | 22,269,641 |
| -- | -- | 182,400 |
| 415,277 | 1,641,895 | 3,709,131 |
| 2,293,012 | 228,196 | 3,202,463 |
| 9,955 | -- | 50,295 |
| 35,530,134 | -- | 60,037,851 |
| 52,633 | 14,643,526 | 79,435,170 |
| -- | -- | 327,915 |
| -- | -- | 3,798,686 |
| -- | -- | 563,920 |
| $ 262,202,785 | $ 92,967,803 | $ 648,809,050 |
| | | |
| $ 8,148,955 | $ 2,098,183 | $ 48,817,971 |
| -- | 6,086,289 | 60,037,851 |
| -- | 182,941 | 307,246 |
| -- | -- | 8,964 |
| -- | 913,032 | 6,689,405 |
| 337,828 | 1,650,261 | 8,541,286 |
| -- | -- | 20,301,976 |
| 8,486,783 | 10,930,706 | 144,704,699 |
| | | |
| 85,811,167 | 5,436,531 | 103,166,513 |
| -- | -- | 3,798,686 |
| -- | -- | 563,920 |
| -- | 15,353,292 | 15,353,292 |
| -- | 6,458,090 | 6,458,090 |
| -- | 3,183,590 | 12,457,990 |
| 166,696,470 | 13,377,220 | 216,309,780 |
| | | |
| -- | -- | 33,656,373 |
| -- | -- | 7,299,810 |
| -- | -- | 1,450,070 |
| -- | -- | 14,093,700 |
| 1,208,365 | -- | 1,208,365 |
| -- | -- | 18,494,120 |
| -- | 38,228,374 | 69,793,642 |
| 253,716,002 | 82,037,097 | 504,104,351 |
| $ 262,202,785 | $ 92,967,803 | $ 648,809,050 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**RECONCILIATION OF THE GOVERNMENTAL FUNDS**
**BALANCE SHEET TO THE STATEMENT OF NET ASSETS**
**DECEMBER 31, 2008**

EXHIBIT A - 4

| | | |
|---|---|---|
| Fund balances - total governmental funds | | $ 504,104,351 |
| Amounts reported for governmental activities in the statement of net assets are different because: | | |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds | | |
| Governmental capital assets | 1,000,819,531 | |
| Less accumulated depreciation | (451,773,082) | 549,046,449 |
| Assets used in governmental activities that are not financial resources and, therefore, are not reported in the governmental funds | | |
| Deferred bond issuance costs | | 2,657,732 |
| Some revenues were collected more than sixty days after year-end and, therefore, are not available soon enough to pay for current-period expenditures. | | |
| Property tax revenue | 4,915,883 | |
| Louisiana revenue sharing | 722,152 | |
| Emergency Medical Services transport charges | 981,511 | |
| U.S. Health and Human Services | 400,000 | |
| La. Department of Transportation and Development | 5,625,415 | |
| La. Department of Military Affairs | 13,333,005 | |
| La. Department of Treasury | 40,897 | |
| Cities of Baker and Zachary | 687,026 | 26,705,889 |
| Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds. | | |
| Accrued interest payable | (6,127,781) | |
| Bonds payable | (230,394,576) | |
| Net deferred amount on refunding and premium | 840,282 | |
| Compensated absences payable | (21,169,045) | |
| Arbitrage payable | (1,208,365) | |
| Claims and judgments payable | (21,534,821) | |
| Employee benefits payable | (5,179,761) | |
| Net other post employment benefit obligation | (81,726,105) | (366,500,172) |
| Internal service funds are used by management to charge the costs of fleet management and maintenance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. | | 16,501,204 |
| Net assets of governmental activities | | $ 732,515,453 |

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**STATEMENT OF REVENUES, EXPENDITURES,**
**AND CHANGES IN FUND BALANCES**
**GOVERNMENTAL FUNDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

| | General Fund | Library Board of Control | Grants |
|---|---|---|---|
| **REVENUES** | | | |
| Taxes: | | | |
| Property | $ 22,501,722 | $ 33,943,782 | $ -- |
| Gross receipts business taxes | 28,057,366 | -- | -- |
| Sales | 153,405,378 | -- | -- |
| Occupancy | 1,368,460 | -- | -- |
| Occupational | 9,750,437 | -- | -- |
| Insurance premiums | 3,457,676 | -- | -- |
| Gaming admissions | 5,739,940 | -- | -- |
| Interest and penalties - delinquent | 2,290,778 | -- | -- |
| Licenses and permits | 3,799,295 | -- | -- |
| Intergovernmental revenues | 12,765,213 | -- | 64,475,672 |
| Charges for services | 19,267,454 | 88,155 | -- |
| Fines and forfeits | 2,342,771 | 332,298 | -- |
| Investment earnings | 3,098,482 | 1,921,665 | 141,598 |
| Miscellaneous revenues | 8,910,526 | 69,617 | 2,605,901 |
| Total revenues | 276,755,498 | 36,355,517 | 67,223,171 |
| **EXPENDITURES** | | | |
| Current: | | | |
| General government | 70,221,997 | -- | 457,221 |
| Public safety | 133,837,871 | -- | 52,440,369 |
| Transportation | 26,098,758 | -- | 10,000 |
| Sanitation | 695,552 | -- | -- |
| Health and welfare | 1,852,508 | -- | 1,144,406 |
| Culture and recreation | 1,761,088 | 21,494,554 | 236,198 |
| Conservation and development | 4,684,220 | -- | 33,908,471 |
| Debt service: | | | |
| Principal retirement | -- | -- | -- |
| Interest and fiscal charges | -- | -- | -- |
| Bond issuance costs | -- | | -- |
| Capital outlay | -- | 25,378 | 688,740 |
| Intergovernmental | 14,246,829 | -- | -- |
| Total expenditures | 253,398,823 | 21,519,932 | 88,885,405 |
| Excess (deficiency) of revenues over (under) expenditures | 23,356,675 | 14,835,585 | (21,662,234) |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers in (Note 12) | 2,617,824 | -- | 5,990,387 |
| Transfers out (Note 12) | (35,405,556) | (3,494,720) | -- |
| Issuance of long-term debt | -- | -- | -- |
| Payment to refunded bond escrow agent | -- | -- | -- |
| Proceeds of capital asset disposition | 750,955 | 3,014 | 7,170 |
| Total other financing sources and uses | (32,036,777) | (3,491,706) | 5,997,557 |
| Net change in fund balances | (8,680,102) | 11,343,879 | (15,664,677) |
| Fund balances, January 1 | 126,430,789 | 43,704,151 | 11,217,212 |
| Fund balances, December 31 | $ 117,750,687 | $ 55,048,030 | $ (4,447,465) |

The accompanying notes are an integral part of this statement.

| Capital Projects Fund | Other Governmental Funds | Total Governmental Funds |
|---|---|---|
| $ -- | $ 26,317,580 | $ 82,763,084 |
| -- | -- | 28,057,366 |
| 17,544,938 | 35,961,000 | 206,911,316 |
| -- | 1,074,081 | 2,442,541 |
| -- | -- | 9,750,437 |
| -- | -- | 3,457,676 |
| -- | -- | 5,739,940 |
| -- | -- | 2,290,778 |
| -- | 455,398 | 4,254,693 |
| 5,247,638 | 3,691,348 | 86,179,871 |
| -- | 12,283,971 | 31,639,580 |
| -- | 394,344 | 3,069,413 |
| 8,645,883 | 1,840,655 | 15,648,283 |
| 1,396,361 | 175,967 | 13,158,372 |
| 32,834,820 | 82,194,344 | 495,363,350 |
| | | |
| -- | 1,272,530 | 71,951,748 |
| -- | 28,829,236 | 215,107,476 |
| -- | 16,291,068 | 42,399,826 |
| -- | -- | 695,552 |
| -- | 5,536,595 | 8,533,509 |
| -- | -- | 23,491,840 |
| -- | 1,851,083 | 40,443,774 |
| -- | 15,541,900 | 15,541,900 |
| -- | 12,378,023 | 12,378,023 |
| 4,541 | 526,771 | 531,312 |
| 73,623,867 | 716,028 | 75,054,013 |
| 750,000 | 1,247,200 | 16,244,029 |
| 74,378,408 | 84,190,434 | 522,373,002 |
| | | |
| (41,543,588) | (1,996,090) | (27,009,652) |
| | | |
| 23,963,232 | 8,058,047 | 40,629,490 |
| (2,585) | (1,902,634) | (40,805,495) |
| 750,000 | 93,440,000 | 94,190,000 |
| -- | (93,414,951) | (93,414,951) |
| -- | 950 | 762,089 |
| 24,710,647 | 6,181,412 | 1,361,133 |
| (16,832,941) | 4,185,322 | (25,648,519) |
| 270,548,943 | 77,851,775 | 529,752,870 |
| $ 253,716,002 | $ 82,037,097 | $ 504,104,351 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 6

| | | |
|---|---|---|
| Net change in fund balances - total governmental funds | | $ (25,648,519) |
| Amounts reported for governmental activities in the statement of activities are different because: | | |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. | | |
| Capital outlay | 75,054,013 | |
| Depreciation expense | (29,563,728) | 45,490,285 |
| The net effect of various miscellaneous transactions involving capital assets, such as sales, trade-ins, and donations, is to increase net assets. | | 1,443,046 |
| Because some revenues will not be collected for several months after year-end, they are not considered "available" revenues in the governmental funds. | | |
| Property tax revenue | 1,226,610 | |
| Motor vehicle sales tax audit | (167,530) | |
| Louisiana revenue sharing | (56,513) | |
| Emergency Medical Services transport charges | 981,511 | |
| U.S. Health and Human Services | 288,255 | |
| La. Department of Transportation and Development | 201,715 | |
| La. Department of Military Affairs | 12,726,597 | |
| La. Department of Treasury | 40,897 | 15,241,542 |
| The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. | | |
| Long-term debt issued | (94,190,000) | |
| Bond issuance costs | 531,312 | |
| Payment to refunded bond escrow agent | 93,414,951 | |
| Amortization of bond issuance costs | (259,455) | |
| Amortization of amount on refunding | 128,837 | |
| Principal payments | 15,541,900 | |
| Adjustment for debt recorded in business type activities | (5,472,751) | 9,694,794 |
| Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. | | |
| Net other post employment benefit obligation | (42,010,809) | |
| Accrued interest payable | (846,496) | |
| Compensated absences payable | (2,381,178) | |
| Claims and judgments payable | 3,582,596 | |
| Employee benefits payable | (451,371) | |
| Arbitrage payable | 1,015,039 | (41,092,219) |
| Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities. | | 887,383 |
| Change in net assets of governmental activities | | $ 6,016,312 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**GENERAL FUND**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 7

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General property taxes | $ 21,756,390 | $ 21,756,390 | $ 22,501,722 | $ 745,332 |
| Gross receipts business taxes | 23,974,550 | 25,087,352 | 28,057,366 | 2,970,014 |
| General sales and use taxes | 147,513,900 | 148,927,654 | 153,405,378 | 4,477,724 |
| Occupancy taxes | 850,000 | 850,000 | 1,368,460 | 518,460 |
| Occupational taxes | 9,600,000 | 9,850,000 | 9,750,437 | (99,563) |
| Insurance premiums taxes | 3,430,000 | 3,430,000 | 3,457,676 | 27,676 |
| Gaming admissions taxes | 2,000,000 | 2,000,000 | 5,739,940 | 3,739,940 |
| Interest and penalties - delinquent taxes | 1,747,000 | 1,747,000 | 2,290,778 | 543,778 |
| Total taxes | 210,871,840 | 213,648,396 | 226,571,757 | 12,923,361 |
| Licenses and permits: | | | | |
| Use of streets: | | | | |
| Public conveyances | 9,000 | 9,000 | 15,679 | 6,679 |
| Bicycle registration fees | 55,000 | 55,000 | 45,245 | (9,755) |
| Occupational and professional: | | | | |
| Air conditioning and heating | 33,000 | 33,000 | 38,035 | 5,035 |
| Electrical contractors | 30,000 | 30,000 | 40,940 | 10,940 |
| Plumbers | 22,000 | 22,000 | 30,019 | 8,019 |
| House moving | 650 | 650 | 350 | (300) |
| Garbage collectors | 21,800 | 21,800 | 22,200 | 400 |
| Classified employees | 110,000 | 110,000 | 125,325 | 15,325 |
| Waiter / waitress | 200 | 200 | 75 | (125) |
| Retail clerks | 71,500 | 71,500 | 78,305 | 6,805 |
| Entertainers | 5,500 | 5,500 | 6,850 | 1,350 |
| Liquor and beer | 495,000 | 495,000 | 498,828 | 3,828 |
| Restaurant | 20,550 | 20,550 | 21,270 | 720 |
| Gaming | 5,000 | 5,000 | 11,200 | 6,200 |
| Chauffeurs | 1,600 | 1,600 | 2,025 | 425 |
| Second hand dealers | 500 | 500 | 1,040 | 540 |
| Construction permits: | | | | |
| Air conditioning and heating | 330,000 | 330,000 | 333,004 | 3,004 |
| Electrical | 535,000 | 535,000 | 492,669 | (42,331) |
| Building | 2,150,000 | 2,150,000 | 1,516,400 | (633,600) |
| Plumbing and gas | 450,000 | 450,000 | 350,240 | (99,760) |
| House moving | 4,000 | 4,000 | 1,700 | (2,300) |
| Fence | 500 | 500 | 990 | 490 |
| Special events | 15,500 | 15,500 | 22,400 | 6,900 |
| Alarm user | 110,000 | 110,000 | 101,160 | (8,840) |
| Other permits | 31,200 | 31,200 | 43,346 | 12,146 |
| Total licenses and permits | 4,507,500 | 4,507,500 | 3,799,295 | (708,205) |
| Intergovernmental revenues: | | | | |
| State grants: | | | | |
| Public safety: | | | | |
| Traffic signal maintenance | 583,160 | 583,160 | 605,120 | 21,960 |
| Department of Military Affairs | 75,000 | 75,000 | 155,268 | 80,268 |
| Juvenile meal reimbursement | 60,000 | 60,000 | 56,463 | (3,537) |
| Transportation: | | | | |
| Street maintenance | 299,380 | 299,380 | 174,810 | (124,570) |
| Health and welfare: | | | | |
| Summer food program | -- | -- | 14,994 | 14,994 |

The accompanying notes are an integral part of this statement.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**GENERAL FUND**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 7
(Continued)

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES (continued)** | | | | |
| Intergovernmental revenues (continued): | | | | |
| State grants (continued): | | | | |
| Culture and recreation: | | | | |
| Hotel/motel sales tax | $ 692,860 | $ 692,860 | $ 172,121 | $ (520,739) |
| State shared revenues: | | | | |
| Beer taxes | 450,000 | 450,000 | 448,539 | (1,461) |
| Insurance company taxes | 760,000 | 760,000 | 762,894 | 2,894 |
| Louisiana revenue sharing | 1,162,500 | 1,162,500 | 1,211,267 | 48,767 |
| Mineral royalties | 90,000 | 90,000 | 262,441 | 172,441 |
| Severance taxes | 775,000 | 775,000 | 922,990 | 147,990 |
| On-behalf payments for salaries and benefits | 7,529,470 | 7,335,949 | 7,372,751 | 36,802 |
| Retiree drug subsidy | -- | -- | 604,099 | 604,099 |
| Payments in lieu of taxes - Federal government | -- | -- | 1,456 | 1,456 |
| Total intergovernmental revenues | 12,477,370 | 12,283,849 | 12,765,213 | 481,364 |
| Charges for services: | | | | |
| General government: | | | | |
| City court civil fees | 1,540,000 | 1,540,000 | 1,397,775 | (142,225) |
| Judiciary court costs | 1,100,000 | 1,100,000 | 1,170,439 | 70,439 |
| City court school fees | 180,000 | 180,000 | 170,120 | (9,880) |
| City court bench warrant fees | 1,000,000 | 1,000,000 | 1,045,673 | 45,673 |
| City court miscellaneous fees | 350,000 | 350,000 | 354,858 | 4,858 |
| City court credit card payment fees | 80,000 | 80,000 | 108,149 | 28,149 |
| City court expungement | 30,000 | 30,000 | 47,639 | 17,639 |
| City court home incarceration monitoring | 10,000 | 10,000 | 13,586 | 3,586 |
| City constable civil fees | 540,000 | 540,000 | 604,608 | 64,608 |
| Fiscal management fees | 6,200,000 | 6,200,000 | 7,048,173 | 848,173 |
| Fiscal management fees - inventory | 30,800 | 30,800 | 183,191 | 152,391 |
| Fiscal management fees - auction facility | 82,720 | 82,720 | 63,573 | (19,147) |
| Sales tax collection charges | 2,100,000 | 2,100,000 | 2,136,431 | 36,431 |
| Occupancy tax collection charges | 12,000 | 12,000 | 12,000 | -- |
| NSF check fees | 3,200 | 3,200 | 1,807 | (1,393) |
| Advertising | 16,000 | 16,000 | 16,869 | 869 |
| Central Transition District | 650,000 | 650,000 | 712,078 | 62,078 |
| Board of adjustment fees | 6,000 | 6,000 | 7,631 | 1,631 |
| Sale of construction codes and plans | 15,000 | 15,000 | 40,495 | 25,495 |
| Pre-trial diversion fees | 410,000 | 410,000 | 372,514 | (37,486) |
| Notice of intent | 70,000 | 70,000 | 55,554 | (14,446) |
| Adjudicated property | 25,000 | 25,000 | 49,250 | 24,250 |
| Zoning fees | 100,000 | 100,000 | 102,240 | 2,240 |
| Planning assistance | 223,000 | 223,000 | 132,594 | (90,406) |
| Planning advertising fees | 45,000 | 45,000 | 35,700 | (9,300) |
| Miscellaneous | 27,100 | 27,100 | 47,493 | 20,393 |
| Public safety: | | | | |
| Subdivision inspection, testing and plan review | 40,000 | 40,000 | 19,870 | (20,130) |
| Flood determination fees | 34,000 | 34,000 | 29,695 | (4,305) |
| Commercial and residential plan review | 460,000 | 460,000 | 363,040 | (96,960) |
| Sale of reports and photos | 300,000 | 300,000 | 276,598 | (23,402) |
| Sobriety test | 20,000 | 20,000 | 23,632 | 3,632 |
| False alarm fees | 50,000 | 50,000 | 51,800 | 1,800 |
| Reimbursements for overtime | 288,000 | 288,000 | 533,726 | 245,726 |
| Traffic Safety Fees | 1,538,460 | 1,538,460 | 1,247,289 | (291,171) |

The accompanying notes are an integral part of this statement.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**GENERAL FUND**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 7
(Continued)

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES (continued)** | | | | |
| Charges for services (continued): | | | | |
| Public safety (continued): | | | | |
| Prison medical charges | $ 66,670 | $ 66,670 | $ 67,086 | $ 416 |
| Coroners report fee | 150,000 | 182,000 | 236,056 | 54,056 |
| Juvenile services fees | 1,100 | 1,100 | 260 | (840) |
| Miscellaneous | 7,000 | 7,000 | 7,906 | 906 |
| Transportation: | | | | |
| Parking meters | 250,000 | 250,000 | 312,103 | 62,103 |
| Sanitation: | | | | |
| Weed cutting charges | 20,000 | 20,000 | 48,324 | 28,324 |
| Culture and recreation: | | | | |
| Summer programs: | | | | |
| North Baton Rouge Community Center | 12,000 | 14,390 | 14,390 | -- |
| Riverfront docking fees | 6,140 | 6,140 | 3,350 | (2,790) |
| Conservation and development: | | | | |
| Rent/utilities: | | | | |
| Leo S. Butler Community Center | 15,000 | 15,000 | 22,259 | 7,259 |
| North Baton Rouge Community Center | -- | 858 | 14,618 | 13,760 |
| Dr. Martin Luther King, Jr. Community Center | -- | -- | 26,361 | 26,361 |
| Chaneyville Community Center | -- | -- | 5,105 | 5,105 |
| Rent/donations: | | | | |
| Delmont Community Center | -- | -- | 33,546 | 33,546 |
| Total charges for services | 18,104,190 | 18,139,438 | 19,267,454 | 1,128,016 |
| Fines and forfeits: | | | | |
| City court criminal fines and forfeitures | 300,000 | 300,000 | 298,935 | (1,065) |
| City court forfeitures | 75,000 | 75,000 | 65,094 | (9,906) |
| City court traffic fines | 1,700,000 | 1,700,000 | 1,871,165 | 171,165 |
| Parish parking fines | 50,000 | 50,000 | 26,781 | (23,219) |
| Alcoholic Beverage Control Board fines | 56,000 | 56,000 | 80,796 | 24,796 |
| Total fines and forfeits | 2,181,000 | 2,181,000 | 2,342,771 | 161,771 |
| Investment earnings | 2,100,000 | 2,100,000 | 3,098,482 | 998,482 |
| Miscellaneous revenues: | | | | |
| Rentals: | | | | |
| Land | 19,000 | 19,000 | 21,206 | 2,206 |
| Buildings | 284,380 | 284,380 | 293,527 | 9,147 |
| Oil, gas and mineral royalties | 100,000 | 100,000 | 146,186 | 46,186 |
| Airport note | 406,460 | 406,460 | 406,459 | (1) |
| East Baton Rouge sewerage commission | 6,992,330 | 6,992,330 | 6,992,327 | (3) |
| Emergency Operations Recoveries | 10,000 | 10,000 | 3,533 | (6,467) |
| Condemnations | 90,000 | 90,000 | 123,946 | 33,946 |
| Juvenile detention meals | 1,600 | 1,600 | 9,479 | 7,879 |
| Confiscated funds - police | 265,000 | 177,000 | 169,811 | (7,189) |
| Police - miscellaneous revenues | 400,000 | 400,000 | 394,134 | (5,866) |
| Juvenile detention reimbursement | 90,000 | 90,000 | 253,429 | 163,429 |
| Donations and Contributions | 40,000 | 55,776 | 78,776 | 23,000 |
| Other | 26,500 | 26,500 | 17,713 | (8,787) |
| Total miscellaneous revenues | 8,725,270 | 8,653,046 | 8,910,526 | 257,480 |
| Total revenues | 258,967,170 | 261,513,229 | 276,755,498 | 15,242,269 |

The accompanying notes are an integral part of this statement.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**GENERAL FUND**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 7
(Continued)

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General government: | | | | |
| Metropolitan council | $ 906,509 | $ 960,359 | $ 887,432 | $ 72,927 |
| Council administrator | 1,754,771 | 1,718,054 | 1,705,637 | 12,417 |
| Council budget office | 199,620 | 205,480 | 200,638 | 4,842 |
| Parish attorney | 7,299,983 | 7,281,151 | 6,890,795 | 390,356 |
| Public information office | 362,236 | 362,236 | 326,526 | 35,710 |
| Planning commission | 1,677,891 | 1,737,891 | 1,620,580 | 117,311 |
| City court - administration | 8,149,538 | 8,149,624 | 7,928,358 | 221,266 |
| City constable | 2,274,707 | 2,249,528 | 2,219,080 | 30,448 |
| Justice of peace and ward constables | 73,230 | 73,230 | 62,153 | 11,077 |
| Sheriff - costs of court | 200,000 | 200,000 | 177,574 | 22,426 |
| Registrar of voters | 678,225 | 745,024 | 720,605 | 24,419 |
| Mayor - president | 1,751,075 | 1,929,401 | 1,787,026 | 142,375 |
| Finance | 9,438,165 | 9,397,960 | 7,775,304 | 1,622,656 |
| Collection of funds | 2,923,000 | 2,379,220 | 2,288,212 | 91,008 |
| Information services | 3,792,181 | 3,620,459 | 3,545,120 | 75,339 |
| Computerized systems | 994,746 | 1,137,754 | 564,436 | 573,318 |
| Purchasing | 968,227 | 968,227 | 898,465 | 69,762 |
| Human resources | 3,114,878 | 3,137,698 | 3,085,346 | 52,352 |
| Risk management | 4,430,500 | 7,743,309 | 8,337,613 | (594,304) |
| Municipal fire and police civil service board | 57,870 | 61,940 | 60,983 | 957 |
| Public works - administration, engineering, warehouse, citizen service center, and building maintenance | 18,239,073 | 18,717,248 | 18,509,024 | 208,224 |
| Priority Building Improvements | 2,370,889 | 5,280,889 | 1,222,164 | 4,058,725 |
| Miscellaneous Public Works Projects | 7,064,326 | 10,904,899 | 584,753 | 10,320,146 |
| Capital area legal services | 44,000 | 44,000 | 44,000 | -- |
| Municipal associations | 115,010 | 115,010 | 112,336 | 2,674 |
| Total general government | 78,880,650 | 89,120,591 | 71,554,160 | 17,566,431 |
| Public safety: | | | | |
| Sheriff - correctional institution | 7,068,584 | 9,049,569 | 7,897,209 | 1,152,360 |
| E.B.R. Parish Coroner | 1,142,488 | 1,278,878 | 1,236,821 | 42,057 |
| Police | 74,924,619 | 72,876,818 | 68,173,376 | 4,703,442 |
| Fire | 42,236,082 | 41,985,864 | 40,096,388 | 1,889,476 |
| Emergency medical services | 3,414,510 | 3,414,510 | 3,224,487 | 190,023 |
| Juvenile services | 4,699,272 | 4,671,559 | 4,264,715 | 406,844 |
| Emergency preparedness | 501,621 | 536,833 | 449,021 | 87,812 |
| Public works - inspection and traffic engineering | 10,132,405 | 9,309,139 | 9,152,551 | 156,588 |
| Demolition program | 645,368 | 645,368 | 185,441 | 459,927 |
| Crimestoppers | 14,000 | 39,000 | 39,000 | -- |
| Total public safety | 144,778,949 | 143,807,538 | 134,719,009 | 9,088,529 |
| Transportation: | | | | |
| Public works - highway division | 22,706,767 | 22,356,224 | 21,428,436 | 927,788 |
| Street lighting | 4,765,000 | 4,765,000 | 4,582,759 | 182,241 |
| Federal urban system | 150,000 | 150,000 | -- | 150,000 |
| Street maintenance | 95,580 | 95,580 | 95,580 | -- |
| Total transportation | 27,717,347 | 27,366,804 | 26,106,775 | 1,260,029 |

The accompanying notes are an integral part of this statement.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**GENERAL FUND**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 7
(Continued)

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **EXPENDITURES (continued)** | | | | |
| Current (continued): | | | | |
| Sanitation: | | | | |
| Public works - waste management | $ 683,520 | $ 709,520 | $ 695,552 | $ 13,968 |
| Health and welfare: | | | | |
| Health unit | 509,000 | 502,230 | 498,725 | 3,505 |
| Council on Aging projects | 916,300 | 916,054 | 916,054 | -- |
| Crisis Care Center | 252,600 | 252,717 | 252,717 | -- |
| Baton Rouge Area Alcohol and Drug Center | 163,000 | 163,000 | 162,912 | 88 |
| O'Brien House | 22,100 | 22,100 | 22,100 | -- |
| Total health and welfare | 1,863,000 | 1,856,101 | 1,852,508 | 3,593 |
| Culture and recreation: | | | | |
| Community Centers Summer Programs | 13,005 | 16,253 | 16,253 | -- |
| Louisiana Arts and Science Museum | 843,000 | 843,000 | 842,912 | 88 |
| Arts Council of Greater Baton Rouge | 332,500 | 342,500 | 342,452 | 48 |
| Baton Rouge Symphony Association | 95,000 | 105,000 | 105,000 | -- |
| U.S.S. Kidd | 229,500 | 229,500 | 229,451 | 49 |
| Baton Rouge Center for World Affairs | 85,000 | 115,000 | 115,000 | -- |
| Opera Louisiane's Young Artist Program | 47,130 | 47,130 | 47,130 | -- |
| Knock Knock Children's Museum | 100,000 | 100,000 | 62,890 | 37,110 |
| Total culture and recreation | 1,745,135 | 1,798,383 | 1,761,088 | 37,295 |
| Conservation and development: | | | | |
| Economic Development Program | 1,112,042 | 2,457,042 | 1,818,666 | 638,376 |
| Urban Restoration Projects | 435,800 | 435,800 | -- | 435,800 |
| Baton Rouge Film Commission | 152,363 | 152,363 | 132,187 | 20,176 |
| Community centers | 1,242,556 | 1,346,329 | 1,175,393 | 170,936 |
| Human Development and Services | 723,945 | 717,995 | 692,932 | 25,063 |
| Baton Rouge Area Chamber | 500,000 | 500,000 | 500,000 | -- |
| Score Chapter 141-Baton Rouge | 20,000 | 20,000 | 20,000 | -- |
| Earth Day | 23,000 | 23,000 | 23,000 | -- |
| Cooperative Extension Service | 60,667 | 60,666 | 58,580 | 2,086 |
| Veterans Service Office | 57,980 | 57,980 | 55,630 | 2,350 |
| Big Buddy Program | 59,000 | 59,000 | 59,000 | -- |
| Greater Baton Rouge Food Bank | 23,000 | 86,376 | 86,376 | -- |
| CAFC/Children's Coalition | 25,000 | 25,000 | 25,000 | -- |
| Downtown Merchants Association | 40,000 | 40,000 | 40,000 | -- |
| City Year Louisiana | 25,000 | 25,000 | 25,000 | -- |
| Teach for America | 5,000 | 5,000 | 5,000 | -- |
| Total conservation and development | 4,505,353 | 6,011,551 | 4,716,764 | 1,294,787 |
| Capital outlay | 4,116,724 | 4,626,173 | -- | 4,626,173 |
| Intergovernmental expenditures: | | | | |
| Equivalent three mills on industrial area assessment | 114,790 | 114,790 | 114,271 | 519 |
| District Attorney of the Nineteenth Judicial District | 3,899,681 | 3,989,686 | 3,899,684 | 90,002 |
| Nineteenth Judicial District Court | 4,722,460 | 4,722,460 | 4,664,805 | 57,655 |
| E.B.R. Parish Family Court | 815,810 | 815,810 | 815,810 | -- |

The accompanying notes are an integral part of this statement.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**GENERAL FUND**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 7
(Continued)

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **EXPENDITURES (continued)** | | | | |
| Intergovernmental expenditures (continued): | | | | |
| E.B.R. Parish Juvenile Court | $ 938,104 | $ 938,104 | $ 936,662 | $ 1,442 |
| E.B.R. Parish Clerk of Court | 499,000 | 595,920 | 581,762 | 14,158 |
| Brownsfield Fire Protection District | 17,100 | 17,100 | 17,100 | -- |
| E.B.R. Parish Fire Protection District No. 6 | 75,000 | 75,000 | 75,000 | -- |
| Eastside Fire Protection District | 70,430 | 71,297 | 71,297 | -- |
| Pride Fire Protection District | 20,000 | 20,000 | 20,000 | -- |
| Chaneyville Fire Protection District | 37,750 | 37,750 | 37,750 | -- |
| Alsen-St. Irma Lee Fire Protection District | 25,800 | 25,800 | 25,800 | -- |
| Capital Region Planning Commission | 49,250 | 49,250 | 49,252 | (2) |
| Capital Area Transit System | 2,949,030 | 2,949,137 | 2,949,137 | -- |
| Total intergovernmental expenditures | 14,234,205 | 14,422,104 | 14,258,330 | 163,774 |
| Total expenditures | 278,524,883 | 289,718,765 | 255,664,186 | 34,054,579 |
| Excess (deficiency) of revenues over (under) expenditures | (19,557,713) | (28,205,536) | 21,091,312 | 49,296,848 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers in: | | | | |
| Emergency Medical Services Fund | 90,000 | 90,000 | 90,000 | -- |
| State and Local Government Securities Debt Service Fund | -- | 10,444 | 10,444 | -- |
| Solid Waste Collection and Disposal Fund | 2,517,380 | 2,517,380 | 2,517,380 | -- |
| Total transfers in | 2,607,380 | 2,617,824 | 2,617,824 | -- |
| Transfers out: | | | | |
| Downtown Development District | (150,000) | (150,000) | (150,000) | -- |
| Animal Control Center Fund | (1,562,750) | (1,562,750) | (1,562,750) | -- |
| Grants Fund | (80,380) | (876,458) | (876,458) | -- |
| Taxable Refunding Bonds Fund | (5,244,270) | (5,244,270) | (5,243,259) | 1,011 |
| Excess Revenue and Limited Tax Fund | (436,000) | (436,000) | (420,853) | 15,147 |
| Capital Projects Fund | (7,841,080) | (19,974,932) | (19,974,932) | -- |
| Baton Rouge River Center | (1,468,830) | (1,468,830) | (1,398,779) | 70,051 |
| Greater Baton Rouge Parking Authority | (252,730) | (552,730) | (552,730) | -- |
| Comprehensive Sewerage System Fund | (4,000,000) | (5,150,000) | (5,150,000) | -- |
| Solid Waste Collection and Disposal Fund | (420,000) | (245,000) | (75,795) | 169,205 |
| Total transfers out | (21,456,040) | (35,660,970) | (35,405,556) | 255,414 |
| Proceeds of capital asset disposition | 215,000 | 253,273 | 750,955 | 497,682 |
| Total other financing sources and uses | (18,633,660) | (32,789,873) | (32,036,777) | 753,096 |
| Net change in fund balances | (38,191,373) | (60,995,409) | (10,945,465) | 50,049,944 |
| Fund balances, January 1 | 126,430,789 | 126,430,789 | 126,430,789 | -- |
| Fund balances, December 31 | $ 88,239,416 | $ 65,435,380 | $ 115,485,324 | $ 50,049,944 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**LIBRARY BOARD OF CONTROL SPECIAL REVENUE FUND**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES-BUDGET AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 8

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General property taxes | $ 30,052,030 | $ 30,052,030 | $ 33,943,782 | $ 3,891,752 |
| Charges for services: | | | | |
| Library - copy machine | 51,000 | 51,000 | 88,155 | 37,155 |
| Fines and forfeits: | | | | |
| Fines | 360,000 | 360,000 | 332,298 | (27,702) |
| Investment earnings | 1,800,000 | 1,800,000 | 1,921,665 | 121,665 |
| Miscellaneous revenues: | | | | |
| Donations | 5,000 | 5,000 | 3,851 | (1,149) |
| Other income | 5,000 | 5,000 | 65,766 | 60,766 |
| Total miscellaneous revenues | 10,000 | 10,000 | 69,617 | 59,617 |
| Total revenues | 32,273,030 | 32,273,030 | 36,355,517 | 4,082,487 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Culture and recreation: | | | | |
| Operations | 25,333,087 | 25,655,417 | 22,188,931 | 3,466,486 |
| Capital outlay | 692,448 | 370,118 | 25,378 | 344,740 |
| Total expenditures | 26,025,535 | 26,025,535 | 22,214,309 | 3,811,226 |
| Excess (deficiency) of revenues over (under) expenditures | 6,247,495 | 6,247,495 | 14,141,208 | 7,893,713 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers out: | | | | |
| Grants Fund | -- | (1,800) | (1,800) | -- |
| Capital Projects Fund | (3,492,920) | (3,492,920) | (3,492,920) | -- |
| Total transfers out | (3,492,920) | (3,494,720) | (3,494,720) | -- |
| Proceeds of capital asset disposition | -- | -- | 3,014 | 3,014 |
| Total other financing sources and uses | (3,492,920) | (3,494,720) | (3,491,706) | 3,014 |
| Net change in fund balances | 2,754,575 | 2,752,775 | 10,649,502 | 7,896,727 |
| Fund balances, January 1 | 43,704,151 | 43,704,151 | 43,704,151 | -- |
| Fund balances, December 31 | $ 46,458,726 | $ 46,456,926 | $ 54,353,653 | $ 7,896,727 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**GRANTS SPECIAL REVENUE FUND**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 9

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Intergovernmental revenues: | | | | |
| Federal grants: | | | | |
| Department of Justice | $ 1,402,852 | $ 1,387,529 | $ 775,131 | $ (612,398) |
| Department of Transportation | 26,043 | 26,043 | -- | (26,043) |
| Department of Health and Human Services | 16,867,472 | 16,214,970 | 13,018,495 | (3,196,475) |
| Department of Housing and Urban Development | 34,785,627 | 34,437,566 | 10,990,604 | (23,446,962) |
| Environmental Protection Agency | 331,770 | 331,770 | 155,200 | (176,570) |
| National Endowment for the Arts | 20,000 | 20,000 | 20,000 | -- |
| State grants: | | | | |
| Department of Health and Hospitals | 94,080 | 94,080 | -- | (94,080) |
| Highway Safety Commission | 985,351 | 982,364 | 289,596 | (692,768) |
| Commission on Law Enforcement | 447,890 | 441,299 | 323,108 | (118,191) |
| Office of Homeland Security and Emergency Prepardness | 64,067,803 | 63,218,001 | 29,633,133 | (33,584,868) |
| Department of Public Safety and Corrections | 52,139 | 52,139 | 206,367 | 154,228 |
| Office of the Governor | 51,594 | 49,834 | 38,834 | (11,000) |
| Louisiana State Supreme Court | 68,659 | 71,611 | 56,493 | (15,118) |
| Department of Revenue | 2,248 | 2,230 | 2,230 | -- |
| Louisiana Housing Finance Agency | 11,060 | 500 | 500 | -- |
| Department of Culture, Recreation and Tourism | 406,157 | 406,157 | 202,928 | (203,229) |
| Louisiana Department of Treasury | 137,523 | 137,524 | 131,455 | (6,069) |
| Department of Social Services | 999,808 | 985,850 | 556,192 | (429,658) |
| Department of Labor | 8,971,585 | 8,839,470 | 5,103,895 | (3,735,575) |
| Department of Education | 3,799,233 | 3,253,380 | 2,206,863 | (1,046,517) |
| Department of Economic Development | 116,300 | 138,655 | 89,862 | (48,793) |
| Office of Community Development | 22,000 | 22,000 | 22,000 | -- |
| Other grants: | | | | |
| Capital Region Planning Commission | 68,840 | 58,256 | 17,264 | (40,992) |
| Entergy | 35,000 | 35,000 | 22,021 | (12,979) |
| Baton Rouge Area Foundation | 5,000 | 5,000 | 5,000 | -- |
| Louisiana Association of Community Action Partner | 557,929 | 717,057 | 328,222 | (388,835) |
| Target Corporation | 977 | 977 | 550 | (427) |
| East Baton Rouge Parish Mortgage Finance Authority | 90,000 | 90,000 | 90,000 | -- |
| Arts Council of Greater Baton Rouge | 7,720 | 7,720 | 7,720 | -- |
| Capital Area United Way | 19,149 | 19,149 | 19,149 | -- |
| Police Interoperable Communications Technology Program - other agencies contributions | 264,124 | 264,124 | 162,860 | (101,264) |
| Total intergovernmental revenues | 134,715,933 | 132,310,255 | 64,475,672 | (67,834,583) |
| Investment earnings | -- | 105,974 | 141,598 | 35,624 |
| Miscellaneous revenues: | | | | |
| Program income (Housing and Urban Development) | 900,000 | 930,706 | 930,706 | -- |
| Insurance Reimbursement - Hurricane Gustav | 3,661,100 | 3,661,100 | 7,780 | (3,653,320) |
| Condemnations (Housing and Urban Development) | -- | 177 | 177 | -- |
| Headstart - in kind contributions | 2,097,374 | 1,663,200 | 1,663,200 | -- |
| Other | -- | 2,719 | 4,038 | 1,319 |
| Total miscellaneous revenues | 6,658,474 | 6,257,902 | 2,605,901 | (3,652,001) |
| Total revenues | 141,374,407 | 138,674,131 | 67,223,171 | (71,450,960) |

The accompanying notes are an integral part of this statement.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**GRANTS SPECIAL REVENUE FUND**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 9
(Continued)

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General government: | | | | |
| Governor's Safe and Drug Free Schools and Communities | 29,875 | 29,874 | 29,449 | 425 |
| General Appropriation Act-City Constable | -- | 33,454 | 33,454 | -- |
| Louisiana State Uniform Construction Code Award | 210,229 | 210,229 | 141,665 | 68,564 |
| City Constable - DARE | 286,511 | 272,515 | 174,659 | 97,856 |
| City Constable Electronic Equipment | 852 | 852 | 852 | -- |
| Louisiana Commission on Law Enforcement-Info Sharing | 8,245 | 7,773 | 7,773 | -- |
| Adjudicated Properties Geospatial Database | 90,000 | 90,000 | 90,000 | -- |
| Total general government | 625,712 | 644,697 | 477,852 | 166,845 |
| Public safety: | | | | |
| FEMA-Metropolitan Medical Response System | 205,455 | 205,455 | -- | 205,455 |
| FEMA-Hurricane Katrina | 71,575 | -- | -- | -- |
| FEMA-Hurricane Rita | 1,629,836 | -- | -- | -- |
| FEMA-Hurricane Gustav - Debris | 49,828,965 | 50,060,793 | 50,060,793 | -- |
| FEMA-Hurricane Gustav - Emergency Protective Measures | 6,841,048 | 6,841,048 | 5,782,848 | 1,058,200 |
| FEMA-Hurricane Gustav - Roads and Bridges | 247,990 | 247,990 | 247,990 | -- |
| FEMA-Hurricane Gustav - Buildings and Equipment | 4,890,598 | 4,658,770 | 272,205 | 4,386,565 |
| FEMA-Hurricane Gustav - Vector Control | 940,803 | 940,803 | 900,146 | 40,657 |
| Community Policing Unit Grant | 880,796 | 880,796 | 543,025 | 337,771 |
| Police Bulletproof Vest Program Grant | 18,902 | 18,902 | 12,600 | 6,302 |
| Edward Byrne Memorial Justices Assistance Grant | 31,532 | 31,532 | 3,049 | 28,483 |
| Project Safe Neighborhoods-Anti Gang Act | 253,375 | 253,375 | 106,112 | 147,263 |
| Mental Health Planning Grant | 11,523 | -- | -- | -- |
| Project Safe Neighborhood | 121,383 | 121,383 | 51,572 | 69,811 |
| East Baton Rouge Parish Jail Diversion Program | 382,499 | 61,020 | 61,020 | -- |
| State and Local Domestic Preparedness Equipment Program | 597,975 | 597,975 | 183,162 | 414,813 |
| Title IV-E Reimbursements | 379,678 | 344,378 | 272,639 | 71,739 |
| Citizen Corps Council | 22,844 | 24,008 | 24,008 | -- |
| Regional Bioterrorism and Emergency Response Planning | 9,373 | 9,373 | 9,373 | -- |
| Urban Areas Security Initiative Grant | 3,164,497 | 2,405,906 | 1,029,030 | 1,376,876 |
| Metropolitan Medical Response System Grant | 759,336 | 769,716 | 210,945 | 558,771 |
| Hazard Mitigation Planning Grant | 150,000 | 209,585 | 172,085 | 37,500 |
| Interoperable Emergency Communications Grant | 31,162 | 31,162 | -- | 31,162 |
| Region II State Homeland Security | 17,763 | 17,763 | 17,763 | -- |
| Families In Need of Services | 143,900 | 143,865 | 94,058 | 49,807 |
| Juvenile and Underage Drinking Enforcement Task Force | 2,248 | 2,231 | 2,231 | -- |
| Local Government Assistance Program - Eastside | 22,000 | 22,000 | 22,000 | -- |
| Juvenile Accountability Incentive Block Grant | 128,671 | 126,991 | 99,893 | 27,098 |
| Law Enforcement Terrorism Prevention Program | 107,636 | 107,563 | 91,976 | 15,587 |
| Targeted Violent Offender Program | 129,657 | 115,299 | 42,047 | 73,252 |
| Juvenile Detention Alternatives Initiative | 17,764 | 14,764 | -- | 14,764 |
| Reduce Underage Drinking | 284,953 | 280,091 | 130,819 | 149,272 |
| Operation Crossroads | 327,029 | 324,171 | 170,649 | 153,522 |
| Capital Region Planning Commission Transportation Planning | 38,256 | 38,256 | 2,491 | 35,765 |
| Non-grant funds: | | | | |
| Multi-Jurisdictional Investigative Narcotics Task Force Program Income | 40,815 | 42,248 | 32,491 | 9,757 |
| Total public safety | 72,731,837 | 69,949,212 | 60,649,020 | 9,300,192 |

The accompanying notes are an integral part of this statement.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**GRANTS SPECIAL REVENUE FUND**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 9
(Continued)

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **EXPENDITURES (continued)** | | | | |
| Current (continued): | | | | |
| Transportation: | | | | |
| Capital Area Transit | $ 32,553 | $ 32,553 | $ -- | $ 32,553 |
| Capital Region Planning Commission | | | | |
| Transportation Planning Study | 20,000 | 20,000 | 10,000 | 10,000 |
| Mass transit local assistance | 250,000 | 250,000 | -- | 250,000 |
| Total transportation | 302,553 | 302,553 | 10,000 | 292,553 |
| Health and welfare: | | | | |
| Summer Food Program | 1,050,000 | 1,029,655 | 1,029,655 | -- |
| Low Income Housing Energy Assistance Program | 417,603 | 507,023 | 65,732 | 441,291 |
| Low Income Housing Energy Assistance Program | | | | |
| Client Education Grant | 44,358 | 44,358 | 16,891 | 27,467 |
| Temporary Assistance to Needy Families | 11,172 | -- | -- | -- |
| Federal Emergency Management Agency | | | | |
| Emergency Shelter | 19,149 | 19,149 | 19,149 | -- |
| Non-grant funds: | | | | |
| Health Insurance | 468 | 468 | -- | 468 |
| Weatherization Assistance Program | 640 | 640 | -- | 640 |
| Summer Food Program | 21,991 | 22,029 | 21,353 | 676 |
| Temporary Assistance to Needy Families | 96,660 | 107,832 | -- | 107,832 |
| Total health and welfare | 1,662,041 | 1,731,154 | 1,152,780 | 578,374 |
| Culture and recreation: | | | | |
| The Big Read-One Book/One Community | 25,000 | 25,000 | 25,000 | -- |
| State Aid to Public Libraries | 406,157 | 406,157 | 202,928 | 203,229 |
| Decentralized Arts Funding Grant | 7,720 | 7,720 | 7,720 | -- |
| Target | 977 | 978 | 550 | 428 |
| Total culture and recreation | 439,854 | 439,855 | 236,198 | 203,657 |
| Conservation and development: | | | | |
| Environmental Protection Agency | | | | |
| Brownsfield Pilot Program | 331,770 | 331,770 | 230,528 | 101,242 |
| Section 8 Operating Reserve | 350,981 | 350,981 | -- | 350,981 |
| Sharlo Terrace II | 162,812 | 128,001 | 1,444 | 126,557 |
| Section 8 Voucher Program | 3,043,118 | 2,892,994 | 1,943,797 | 949,197 |
| Katrina Disaster Housing Assistance Program | 39,223 | 58,503 | 57,480 | 1,023 |
| Headstart | 11,696,293 | 11,667,279 | 9,875,181 | 1,792,098 |
| Headstart Food Program | 2,525,409 | 2,045,278 | 998,761 | 1,046,517 |
| Temporary Assistance to Needy Families | 225,000 | 178,408 | 178,408 | -- |
| Community Services Block Grant | 1,345,800 | 1,457,628 | 1,219,085 | 238,543 |
| Delmont Service Center Sweep Grant | 21,719 | 19,960 | 19,960 | -- |
| Louisiana Job Employment Training | 813,572 | 799,614 | 414,386 | 385,228 |
| Community Development Emergency Shelter Grants | 186,236 | 186,236 | 182,786 | 3,450 |
| Jewel J. Newman Center Treasury Grants | 100,000 | 100,000 | 89,531 | 10,469 |
| Workforce Investment Act: | | | | |
| Administration | 371,322 | 369,271 | 369,271 | -- |
| Adult Program | 1,780,896 | 1,710,718 | 720,823 | 989,895 |
| Youth Program | 2,190,682 | 2,173,782 | 1,229,054 | 944,728 |
| Dislocated Workers Program | 1,769,986 | 847,781 | 532,442 | 315,339 |
| Strategies to Empower People | 244,597 | 241,169 | 176,825 | 64,344 |
| Hurricane Katrina | -- | (3,883) | (3,883) | -- |
| National Emergency Reserve | 151,785 | 151,785 | 151,785 | -- |

The accompanying notes are an integral part of this statement.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**GRANTS SPECIAL REVENUE FUND**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 9
(Continued)

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **EXPENDITURES (continued)** | | | | |
| Current (continued): | | | | |
| Conservation and development (continued): | | | | |
| Workforce Investment Act (continued): | | | | |
| National Emergency Grant - Hurricane Gustav | $ 1,116,517 | $ 1,116,517 | $ 28,874 | $ 1,087,643 |
| Transfer Funds Adult | -- | 750,000 | 750,000 | -- |
| Weatherization Assistance Program | 424,537 | 510,460 | 159,442 | 351,018 |
| Small and Emerging Business Development Program | 171,252 | 164,107 | 76,898 | 87,209 |
| Emergency Preparedness Entergy Grant | 39,576 | 39,576 | 32,672 | 6,904 |
| Non-grant funds: | | | | |
| Headstart Programs | 31,921 | 35,765 | 3,095 | 32,670 |
| Rental Rehabilitation Local Funds | 631,012 | 680,495 | 298 | 680,197 |
| Head Start - In Kind Services | 2,097,374 | 1,663,200 | 1,663,200 | -- |
| Louisiana Job Employment Training | 53,994 | 53,994 | 6,772 | 47,222 |
| Community Development Block Grant: | | | | |
| Public Improvements, Facilities | 40,715 | 40,715 | -- | 40,715 |
| Demolition and Clearance | 465,634 | 465,634 | -- | 465,634 |
| Public Services | 1,594,479 | 1,762,378 | 912,998 | 849,380 |
| Relocation Assistance | 55,000 | 55,000 | -- | 55,000 |
| Housing Rehabilitation | 6,587,538 | 6,593,340 | 3,267,911 | 3,325,429 |
| Economic Development | 37,680 | 37,680 | 37,680 | -- |
| Planning | 10,000 | 10,000 | -- | 10,000 |
| Program Administration | 4,257,886 | 4,210,016 | 1,295,046 | 2,914,970 |
| Contingencies | 265,352 | 68,782 | -- | 68,782 |
| Community Development Home Program: | | | | |
| Construction of Housing | 56,488 | 56,488 | -- | 56,488 |
| Direct Home Ownership Assistance | 6,001,062 | 6,001,062 | 3,279,162 | 2,721,900 |
| Housing Rehabilitation | 598,923 | 598,923 | -- | 598,923 |
| Program Administration | 4,556,361 | 4,705,372 | 2,018,174 | 2,687,198 |
| Community Housing Development Organization | 3,189,396 | 3,189,396 | 884,895 | 2,304,501 |
| Continuum of Care - Supportive Housing Program: | | | | |
| Public Services | 2,965,579 | 2,791,828 | 2,786,057 | 5,771 |
| Program Administration | 132,463 | 123,808 | 79,496 | 44,312 |
| Housing Opportunities for Persons with AIDS Program: | | | | |
| Public Services | 2,831,751 | 2,831,751 | 1,709,215 | 1,122,536 |
| Program Administration | 1,073,005 | 1,073,004 | 293,826 | 779,178 |
| Ryan White HIV/AIDS Treatment Grant | 4,717,598 | 4,386,446 | 3,928,389 | 458,057 |
| Total conservation and development | 71,354,294 | 69,723,012 | 41,601,764 | 28,121,248 |
| Capital outlay | 6,121,564 | 6,097,365 | 1,418,247 | 4,679,118 |
| Total expenditures | 153,237,855 | 148,887,848 | 105,545,861 | 43,341,987 |
| Excess (deficiency) of revenues over (under) expenditures | (11,863,448) | (10,213,717) | (38,322,690) | (28,108,973) |

The accompanying notes are an integral part of this statement.

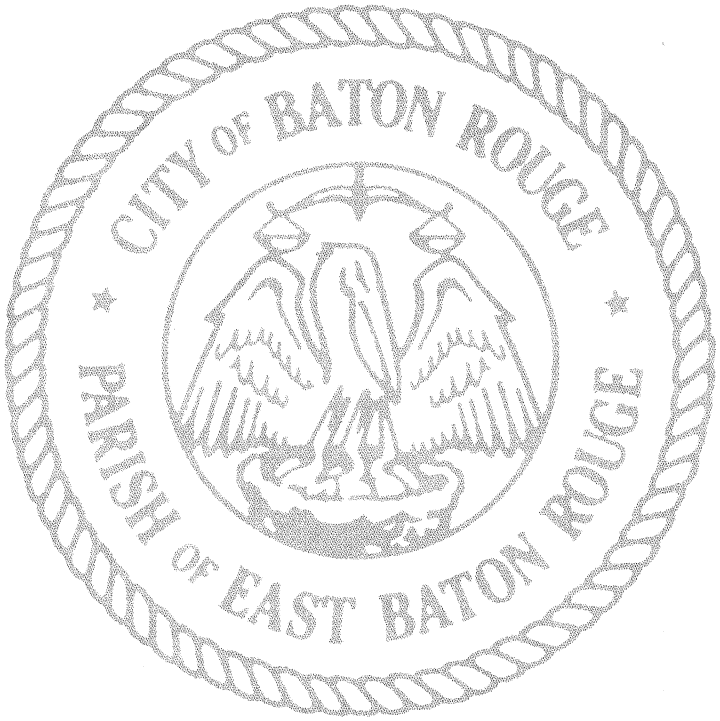
Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**GRANTS SPECIAL REVENUE FUND**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 9
(Continued)

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers in: | | | | |
| General Fund | 843,753 | 876,458 | 876,458 | -- |
| City Constable Court Costs Fund | 5,861 | 5,861 | 5,861 | -- |
| Library Board of Control Fund | 1,800 | 1,800 | 1,800 | -- |
| East Baton Rouge Parish Communications District | 6,147 | 6,147 | 6,147 | -- |
| Emergency Medical Services Fund | 36,881 | 36,881 | 36,881 | -- |
| Greater Baton Rouge Airport District | 19,066 | 19,066 | 19,066 | -- |
| Comprehensive Sewerage System Fund | 54,290 | 54,290 | 54,290 | -- |
| Solid Waste Collection and Disposal Fund | 4,984,742 | 4,984,742 | 4,984,742 | -- |
| Central Garage Fund | 5,142 | 5,142 | 5,142 | -- |
| Total transfers in | 5,957,682 | 5,990,387 | 5,990,387 | -- |
| Proceeds of capital asset disposition | -- | 7,170 | 7,170 | -- |
| Total other financing sources and uses | 5,957,682 | 5,997,557 | 5,997,557 | -- |
| Net change in fund balances | (5,905,766) | (4,216,160) | (32,325,133) | (28,108,973) |
| Fund balances, January 1 | 7,671,246 | 7,671,246 | 7,671,246 | -- |
| Fund balances, December 31 | $ 1,765,480 | $ 3,455,086 | $ (24,653,887) | $ (28,108,973) |

The accompanying notes are an integral part of this statement.


CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**STATEMENT OF NET ASSETS**
**PROPRIETARY FUNDS**
**DECEMBER 31, 2008**

| | Business-type Activities - Enterprise Funds | | |
|---|---|---|---|
| | **Greater Baton Rouge Airport District** | **Comprehensive Sewerage System** | **Solid Waste Collection and Disposal** |
| **ASSETS** | | | |
| Current assets: | | | |
| Cash and cash equivalents | $ 7,291,833 | $ 160,554,820 | $ 10,374,284 |
| Investments | 7,005,878 | 154,258,552 | 9,967,449 |
| Sales taxes receivable | -- | 4,353,957 | -- |
| Accounts receivable - net | 257,815 | 4,802,842 | 3,378,741 |
| Accrued interest receivable | 58,188 | 1,392,012 | 92,229 |
| Special assessments receivable | -- | 53,392 | -- |
| Due from other governments (Note 11) | 2,458,525 | 381,165 | -- |
| Prepaid items | -- | -- | -- |
| Inventory | -- | -- | -- |
| Total current assets | 17,072,239 | 325,796,740 | 23,812,703 |
| Noncurrent assets: | | | |
| Restricted assets: | | | |
| Cash and cash equivalents | 27,639,529 | 28,469,000 | -- |
| Investments | 5,597,707 | 79,712,019 | -- |
| Accounts receivable - net | 168,129 | -- | -- |
| Accrued interest receivable | 19,923 | 727,441 | -- |
| Total restricted assets | 33,425,288 | 108,908,460 | -- |
| Investment in joint venture (Note 19) | -- | -- | -- |
| Deferred bond issuance costs | 1,157,060 | 2,873,616 | -- |
| Capital assets (Note 6): | | | |
| Land | 58,455,744 | 10,575,507 | 9,174,358 |
| Buildings | 88,894,991 | -- | -- |
| Noise mitigation costs | 28,106,475 | -- | -- |
| Improvements (other than buildings) | 111,200,640 | 697,974,605 | 28,022,794 |
| Equipment | 3,243,199 | 7,788,785 | 58,222 |
| Construction work in progress | 20,924,944 | 28,273,076 | -- |
| Total capital assets | 310,825,993 | 744,611,973 | 37,255,374 |
| Accumulated depreciation | (79,784,835) | (370,121,032) | (15,406,064) |
| Net capital assets | 231,041,158 | 374,490,941 | 21,849,310 |
| Total noncurrent assets | 265,623,506 | 486,273,017 | 21,849,310 |
| Total assets | 282,695,745 | 812,069,757 | 45,662,013 |

The accompanying notes are an integral part of this statement.

| Business-type Activities - Enterprise Funds | | Governmental Activities Internal Service Funds |
|---|---|---|
| Other Enterprise Total | Total | |
| $ 6,371,374 | $ 184,592,311 | $ 7,423,942 |
| -- | 171,231,879 | -- |
| -- | 4,353,957 | -- |
| 668,810 | 9,108,208 | -- |
| 14,709 | 1,557,138 | 24,223 |
| -- | 53,392 | -- |
| 1,040,873 | 3,880,563 | -- |
| 113,166 | 113,166 | -- |
| 73,984 | 73,984 | 344,161 |
| 8,282,916 | 374,964,598 | 7,792,326 |
| | | |
| 5,831,823 | 61,940,352 | -- |
| 5,603,125 | 90,912,851 | -- |
| -- | 168,129 | -- |
| 43,363 | 790,727 | -- |
| 11,478,311 | 153,812,059 | -- |
| | | |
| 2,286,458 | 2,286,458 | -- |
| | | |
| -- | 4,030,676 | -- |
| | | |
| 1,833,500 | 80,039,109 | 47,568 |
| 81,226,658 | 170,121,649 | 2,213,798 |
| -- | 28,106,475 | -- |
| 6,297,222 | 843,495,261 | 7,190 |
| 1,045,845 | 12,136,051 | 28,306,616 |
| 66,000 | 49,264,020 | -- |
| 90,469,225 | 1,183,162,565 | 30,575,172 |
| (45,255,112) | (510,567,043) | (21,095,693) |
| 45,214,113 | 672,595,522 | 9,479,479 |
| | | |
| 58,978,882 | 832,724,715 | 9,479,479 |
| | | |
| 67,261,798 | 1,207,689,313 | 17,271,805 |

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**STATEMENT OF NET ASSETS**
**PROPRIETARY FUNDS**
**DECEMBER 31, 2008**

| | Business-type Activities - Enterprise Funds | | |
|---|---|---|---|
| | **Greater Baton Rouge Airport District** | **Comprehensive Sewerage System** | **Solid Waste Collection and Disposal** |
| **LIABILITIES** | | | |
| Current liabilities: | | | |
| Accounts and contracts payable | $ 5,075,475 | $ 6,463,048 | $ 2,959,681 |
| Due to other governments | -- | 378,150 | -- |
| Accrued salaries payable | 139,512 | 493,571 | 29,884 |
| Accrued interest payable | 1,157,528 | 4,795,372 | -- |
| Unearned revenue | -- | 53,762 | -- |
| Obligations payable (Note 10) | 223,333 | 5,727,058 | -- |
| Bonds payable (Note 10) | 1,060,000 | 8,110,000 | 188,500 |
| Compensated absences payable | 352,885 | 1,389,263 | 42,656 |
| Total current liabilities | 8,008,733 | 27,410,224 | 3,220,721 |
| Noncurrent liabilities: | | | |
| Obligations payable (Note 10) | 3,967,084 | 9,961,104 | -- |
| Loans payable | 200,000 | -- | -- |
| Bonds payable (Note 10) | 59,929,539 | 237,705,000 | 556,375 |
| Net deferred amount on refunding and premiums (Note 10) | 563,895 | (2,683,432) | -- |
| Landfill closure and postclosure care liability (Note 17) | -- | -- | 8,595,074 |
| Net other postemployment benefit obligation | 1,612,433 | 6,080,027 | 696,241 |
| Total noncurrent liabilities | 66,272,951 | 251,062,699 | 9,847,690 |
| Total liabilities | 74,281,684 | 278,472,923 | 13,068,411 |
| **NET ASSETS** | | | |
| Invested in capital assets, net of related debt | 191,548,847 | 157,344,781 | 21,849,310 |
| Restricted for capital projects | 1,280,002 | -- | -- |
| Restricted for debt service | -- | 14,334,666 | -- |
| Restricted Passenger Facility Charges | 4,192,209 | -- | -- |
| Restricted for external legal constraints | -- | 58,700,150 | -- |
| Unrestricted | 11,393,003 | 303,217,237 | 10,744,292 |
| Total net assets | $ 208,414,061 | $ 533,596,834 | $ 32,593,602 |

The accompanying notes are an integral part of this statement.

| Business-type Activities - Enterprise Funds | | Governmental Activities Internal Service Funds |
|---|---|---|
| Other Enterprise Total | Total | |
| $ 939,750 | $ 15,437,954 | $ 551,482 |
| -- | 378,150 | -- |
| 95,954 | 758,921 | 51,807 |
| -- | 5,952,900 | -- |
| 1,273,353 | 1,327,115 | -- |
| -- | 5,950,391 | -- |
| 164,000 | 9,522,500 | -- |
| 98,809 | 1,883,613 | 167,312 |
| 2,571,866 | 41,211,544 | 770,601 |
| -- | 13,928,188 | -- |
| -- | 200,000 | -- |
| 1,773,500 | 299,964,414 | -- |
| -- | (2,119,537) | -- |
| -- | 8,595,074 | -- |
| 143,758 | 8,532,459 | -- |
| 1,917,258 | 329,100,598 | -- |
| 4,489,124 | 370,312,142 | 770,601 |
| 45,214,113 | 415,957,051 | 9,479,479 |
| 11,478,311 | 12,758,313 | -- |
| -- | 14,334,666 | -- |
| -- | 4,192,209 | -- |
| -- | 58,700,150 | -- |
| 6,080,250 | 331,434,782 | 7,021,725 |
| $ 62,772,674 | $ 837,377,171 | $ 16,501,204 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS**
**PROPRIETARY FUNDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

| | Business-type Activities - Enterprise Funds | | |
|---|---|---|---|
| | Greater Baton Rouge Airport District | Comprehensive Sewerage System | Solid Waste Collection and Disposal |
| **OPERATING REVENUES** | | | |
| Charges for services | $ 11,920,922 | $ 64,694,832 | $ 43,303,874 |
| Miscellaneous revenues | 372,681 | 25,094 | 157,631 |
| Total operating revenues | 12,293,603 | 64,719,926 | 43,461,505 |
| **OPERATING EXPENSES** | | | |
| Personal services | 3,404,720 | 11,547,450 | 984,661 |
| Employee benefits | 1,980,907 | 7,619,928 | 787,032 |
| Supplies | 527,931 | 2,818,013 | 211,001 |
| Contractual services | 5,872,203 | 19,704,680 | 36,544,525 |
| Landfill closure and postclosure care expense | -- | -- | 624,990 |
| Cost of materials | -- | -- | -- |
| Depreciation | 8,346,723 | 25,057,470 | 1,163,898 |
| Management fee | -- | -- | -- |
| Total operating expenses | 20,132,484 | 66,747,541 | 40,316,107 |
| Operating income (loss) | (7,838,881) | (2,027,615) | 3,145,398 |
| **NONOPERATING REVENUES (EXPENSES)** | | | |
| Taxes pledged as securities for revenue bonds | -- | 42,366,890 | -- |
| Operating grants | 40,225 | 14,184 | 66,413 |
| Net income (loss) from joint venture | -- | -- | -- |
| Passenger facility charges (Note 16) | 1,797,713 | -- | -- |
| Customer facility charges | 1,289,954 | -- | -- |
| Investment earnings | 1,179,612 | 10,459,733 | 677,626 |
| Interest expense | (2,888,838) | (11,882,106) | (45,449) |
| Bond issuance costs | (41,263) | (695,451) | -- |
| Gain (loss) on disposition of capital assets | 3,365 | 97,509 | -- |
| Total nonoperating revenues (expenses) | 1,380,768 | 40,360,759 | 698,590 |
| Income (loss) before contributions and transfers | (6,458,113) | 38,333,144 | 3,843,988 |
| Capital contributions | 14,253,262 | 6,467,280 | -- |
| Transfers in | -- | 5,150,000 | 655,116 |
| Transfers out | (19,066) | (54,290) | (7,502,122) |
| Change in net assets | 7,776,083 | 49,896,134 | (3,003,018) |
| Total net assets - January 1 | 200,637,978 | 483,700,700 | 35,596,620 |
| Total net assets - December 31 | $ 208,414,061 | $ 533,596,834 | $ 32,593,602 |

The accompanying notes are an integral part of this statement.

| Business-type Activities - Enterprise Funds | | Governmental Activities Internal Service Funds |
|---|---|---|
| Other Enterprise Total | Total | |
| $ 11,501,652 | $ 131,421,280 | $ 19,650,093 |
| 341,789 | 897,195 | -- |
| 11,843,441 | 132,318,475 | 19,650,093 |
| 2,556,926 | 18,493,757 | 1,326,768 |
| 531,594 | 10,919,461 | 598,773 |
| 1,051,407 | 4,608,352 | 199,595 |
| 8,916,418 | 71,037,826 | 3,285,268 |
| -- | 624,990 | -- |
| -- | -- | 10,417,601 |
| 3,097,886 | 37,665,977 | 3,522,360 |
| 308,135 | 308,135 | -- |
| 16,462,366 | 143,658,498 | 19,350,365 |
| (4,618,925) | (11,340,023) | 299,728 |
| -- | 42,366,890 | -- |
| 185,127 | 305,949 | -- |
| 152,613 | 152,613 | -- |
| -- | 1,797,713 | -- |
| -- | 1,289,954 | -- |
| 403,086 | 12,720,057 | 181,209 |
| (66,819) | (14,883,212) | -- |
| -- | (736,714) | -- |
| 3,520 | 104,394 | 411,588 |
| 677,527 | 43,117,644 | 592,797 |
| (3,941,398) | 31,777,621 | 892,525 |
| 2,706,053 | 23,426,595 | -- |
| 1,951,509 | 7,756,625 | -- |
| -- | (7,575,478) | (5,142) |
| 716,164 | 55,385,363 | 887,383 |
| 62,056,510 | 781,991,808 | 15,613,821 |
| $ 62,772,674 | $ 837,377,171 | $ 16,501,204 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**STATEMENT OF CASH FLOWS**
**PROPRIETARY FUNDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

| | Business-type Activities - Enterprise Funds | | |
|---|---|---|---|
| | Greater Baton Rouge Airport District | Comprehensive Sewerage System | Solid Waste Collection and Disposal |
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | | |
| Receipts from customers | $ 12,184,829 | $ 64,807,063 | $ 43,218,911 |
| Payments to suppliers for goods and services | (6,610,150) | (22,161,351) | (36,338,366) |
| Payments to employees for services and benefits | (4,331,093) | (15,958,942) | (1,505,784) |
| Other operating receipts | -- | 25,094 | -- |
| Net cash provided by (used for) operating activities | 1,243,586 | 26,711,864 | 5,374,761 |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | | |
| Receipts from general property taxes | -- | 307 | -- |
| Receipts from general sales and use taxes | -- | 41,958,531 | -- |
| Operating grants received | 40,225 | 14,184 | 66,413 |
| Transfers in from other funds | -- | 5,150,000 | 655,116 |
| Transfers out to other funds | (19,066) | (54,290) | (7,502,122) |
| Net cash provided by (used for) noncapital financing activities | 21,159 | 47,068,732 | (6,780,593) |
| **CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:** | | | |
| Proceeds from sale of debt | 60,181,614 | -- | -- |
| Proceeds from capital grants | 14,785,678 | -- | -- |
| Proceeds from sale of capital assets | 3,365 | 98,500 | -- |
| Passenger facility charges | 1,908,100 | -- | -- |
| Customer facility charges | 1,293,776 | -- | -- |
| Acquisition and construction of capital assets | (22,119,260) | (22,833,474) | (265,839) |
| Principal paid on bonds, obligations and capital leases | (23,441,338) | (13,016,501) | (711,000) |
| Interest paid on bonds, obligations and capital leases | (2,942,375) | (13,408,478) | (45,449) |
| Loans from other funds | 200,000 | -- | -- |
| Repayment of loans from other funds | (262,280) | -- | -- |
| Capital contributed by other governments | -- | 10,555 | -- |
| Capital contributed from impact fees | -- | 5,554,719 | -- |
| Net cash provided by (used for) capital and related financing activities | 29,607,280 | (43,594,679) | (1,022,288) |
| **CASH FLOWS FROM INVESTING ACTIVITIES:** | | | |
| Purchase of investments | (12,603,585) | (233,970,571) | (9,967,449) |
| Proceeds from sales and maturities of investments | 9,739,150 | 216,629,414 | 13,881,907 |
| Cash received from joint venture activity | -- | -- | -- |
| Cash paid for expenses of joint venture | -- | -- | -- |
| Interest received on investments | 1,211,710 | 11,578,881 | 735,080 |
| Net cash provided by (used for) investing activities | (1,652,725) | (5,762,276) | 4,649,538 |

The accompanying notes are an integral part of this statement.

| Business-type Activities - Enterprise Funds | | Governmental Activities Internal Service Funds |
|---|---|---|
| Other Enterprise Total | Total | |
| $ 12,185,855 | $ 132,396,658 | $ 19,650,636 |
| (10,166,772) | (75,276,639) | (13,864,085) |
| (2,959,579) | (24,755,398) | (1,953,318) |
| -- | 25,094 | -- |
| (940,496) | 32,389,715 | 3,833,233 |
| -- | 307 | -- |
| -- | 41,958,531 | -- |
| 185,127 | 305,949 | -- |
| 1,951,509 | 7,756,625 | -- |
| -- | (7,575,478) | (5,142) |
| 2,136,636 | 42,445,934 | (5,142) |
| -- | 60,181,614 | -- |
| -- | 14,785,678 | -- |
| 3,520 | 105,385 | 420,974 |
| -- | 1,908,100 | -- |
| -- | 1,293,776 | -- |
| (1,471,408) | (46,689,981) | (5,318,119) |
| (153,000) | (37,321,839) | -- |
| (66,819) | (16,463,121) | -- |
| -- | 200,000 | -- |
| -- | (262,280) | -- |
| 2,133,761 | 2,144,316 | -- |
| -- | 5,554,719 | -- |
| 446,054 | (14,563,633) | (4,897,145) |
| (5,603,125) | (262,144,730) | -- |
| 6,517,215 | 246,767,686 | -- |
| 188,417 | 188,417 | -- |
| (89,022) | (89,022) | -- |
| 437,007 | 13,962,678 | 214,518 |
| 1,450,492 | (1,314,971) | 214,518 |

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**STATEMENT OF CASH FLOWS**
**PROPRIETARY FUNDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

| | Business-type Activities - Enterprise Funds | | |
|---|---|---|---|
| | Greater Baton Rouge Airport District | Comprehensive Sewerage System | Solid Waste Collection and Disposal |
| Net increase (decrease) in cash and cash equivalents (Note 1) | $ 29,219,300 | $ 24,423,641 | $ 2,221,418 |
| Cash and cash equivalents, January 1 | 5,712,062 | 164,600,179 | 8,152,866 |
| Cash and cash equivalents, December 31 | $ 34,931,362 | $ 189,023,820 | $ 10,374,284 |
| Classified as: | | | |
| Current assets | $ 7,291,833 | $ 160,554,820 | $ 10,374,284 |
| Restricted assets | 27,639,529 | 28,469,000 | -- |
| Totals | $ 34,931,362 | $ 189,023,820 | $ 10,374,284 |
| **Reconciliation of operating income to net cash provided by (used for) operating activities:** | -- | | |
| Operating income (loss) | $ (7,838,881) | $ (2,027,615) | $ 3,145,398 |
| Adjustments to reconcile operating income (loss) to net cash provided by(used for) operating activities: | | | |
| Depreciation | 8,346,723 | 25,057,470 | 1,163,898 |
| Landfill closure and postclosure care expense | -- | -- | 624,990 |
| Increase (decrease) in compensated absences payable | 24,683 | (12,810) | (82,361) |
| Increase (decrease) in net other post employment benefit obligation | 813,289 | 3,094,307 | 353,168 |
| Change in assets and liabilities: | | | |
| Decrease (increase) in accounts receivable | 72,307 | 633,224 | (242,594) |
| Decrease (increase) in prepaid items | -- | -- | -- |
| Decrease (increase) in inventory | -- | -- | -- |
| Increase (decrease) in accounts and contracts payable | (210,016) | (159,653) | 417,160 |
| Increase (decrease) in accrued salaries payable | 35,481 | 126,941 | (4,898) |
| Increase (decrease) in unearned revenue | -- | -- | -- |
| Total adjustments | 9,082,467 | 28,739,479 | 2,229,363 |
| Net cash provided by (used for) operating activities | $ 1,243,586 | $ 26,711,864 | $ 5,374,761 |
| **Non cash investing, capital, and financing activities:** | | | |
| Gain in fair value of investments | $ 78,111 | $ 2,119,453 | $ 92,229 |
| Loss on disposal of capital assets | -- | (991) | -- |
| Contributions of capital assets | -- | 912,561 | -- |
| Amortization of joint venture | -- | -- | -- |

The accompanying notes are an integral part of this statement.

| Business-type Activities - Enterprise Funds | | Governmental Activities Internal Service Funds |
|---|---|---|
| Other Enterprise Total | Total | |
| $ 3,092,686 | $ 58,957,045 | $ (854,536) |
| 9,110,511 | 187,575,618 | 8,278,478 |
| $ 12,203,197 | $ 246,532,663 | $ 7,423,942 |
| $ 6,371,374 | $ 184,592,311 | $ 7,423,942 |
| 5,831,823 | 61,940,352 | -- |
| $ 12,203,197 | $ 246,532,663 | $ 7,423,942 |
| $ (4,618,925) | $ (11,340,023) | $ 299,728 |
| 3,097,886 | 37,665,977 | 3,522,360 |
| -- | 624,990 | -- |
| 19,013 | (51,475) | (28,310) |
| 73,962 | 4,334,726 | -- |
| 76,591 | 539,528 | 543 |
| (69,590) | (69,590) | -- |
| (23,387) | (23,387) | (53,150) |
| 202,525 | 250,016 | 91,529 |
| 35,966 | 193,490 | 533 |
| 265,463 | 265,463 | -- |
| 3,678,429 | 43,729,738 | 3,533,505 |
| $ (940,496) | $ 32,389,715 | $ 3,833,233 |
| $ 58,072 | $ 2,347,865 | $ 24,223 |
| -- | (991) | (9,386) |
| -- | 912,561 | -- |
| (62,500) | (62,500) | -- |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**STATEMENT OF FIDUCIARY NET ASSETS**
**FIDUCIARY FUNDS**
**DECEMBER 31, 2008**

EXHIBIT A - 13

| | Pension Trust Fund |
|---|---|
| **ASSETS** | |
| Cash and cash equivalents | $ 20,383,238 |
| Receivables: | |
| Employee contributions | 1,684,747 |
| Employer contributions | 800,512 |
| Interest and dividends | 580,891 |
| Pending trades | 38,136,576 |
| Other contributions | 956,484 |
| Total receivables | 42,159,210 |
| Investments, at fair value | |
| Fixed income - domestic | 243,636,058 |
| Fixed income - international | 15,576,494 |
| Equity securities - domestic | 250,413,182 |
| Equity securities - international | 163,800,048 |
| Real estate investments | 51,124,345 |
| Total investments | 724,550,127 |
| Securities lending collateral: | |
| Short term securities - securities lending program | 4,147,518 |
| Capital assets: | |
| Land | 550,628 |
| Buildings | 706,345 |
| Equipment | 41,962 |
| Accumulated depreciation | (676,009) |
| Total capital assets | 622,926 |
| Total assets | 791,863,019 |
| **LIABILITIES** | |
| Accrued expenses and benefits payable | 1,017,013 |
| Pending Trade Payables | 53,259,491 |
| Securities lending obligations: | |
| Obligations held-securities lending program | 4,147,518 |
| Total liabilities | 58,424,022 |
| **NET ASSETS** | |
| Held in trust for pension benefits | $ 733,438,997 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS**
**FIDUCIARY FUNDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT A - 14

| | Pension Trust Fund |
|---|---|
| **ADDITIONS** | |
| Contributions: | |
| Employee | $ 12,863,784 |
| Employer | 26,244,658 |
| Severance contributions from employee | 1,043,625 |
| Total contributions | 40,152,067 |
| Investment income: | |
| *From investment activities* | |
| Net appreciation (depreciation) in fair value of investments | (304,510,708) |
| Interest | 5,540,589 |
| Dividends | 175,872 |
| Total investment income | (298,794,247) |
| Less: investment expense | 3,527,268 |
| Net income from investing activities | (302,321,515) |
| *From securities lending activities* | |
| Securities lending income | 36,063 |
| Less: Borrower rebate, fees, and expenses | 14,138 |
| Net income from securities lending activities | 21,925 |
| Total net investment income | (302,299,590) |
| Total additions | (262,147,523) |
| **DEDUCTIONS** | |
| Benefit payments | 67,586,649 |
| Refunds and withdrawals | 2,092,580 |
| Administrative expenses | 1,359,073 |
| Total deductions | 71,038,302 |
| Change in net assets | (333,185,825) |
| Net assets - beginning of year | 1,066,624,822 |
| Net assets - end of year | $ 733,438,997 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF NET ASSETS**
**ALL DISCRETELY PRESENTED COMPONENT UNITS**
**DECEMBER 31, 2008**

| | Governmental Fund Types | | | |
|---|---|---|---|---|
| | District Attorney of the Nineteenth Judicial District | Nineteenth Judicial District Court (1) | E.B.R. Parish Family Court | E.B.R. Parish Juvenile Court |
| **ASSETS** | | | | |
| Cash and cash equivalents | $ 3,629,809 | $ 15,000,961 | $ 378,848 | $ 605,780 |
| Investments | -- | 82,815,412 | -- | -- |
| Property taxes receivable - net (Note 4) | -- | -- | -- | -- |
| Accounts receivable | 183,587 | 52,256 | -- | 106 |
| Accrued interest receivable | -- | 391,544 | -- | 3,351 |
| Due from other governments | -- | 779,447 | -- | 148,235 |
| Due from primary government (Note 11) | -- | -- | -- | -- |
| Prepaid items | -- | -- | -- | -- |
| Inventory | -- | -- | -- | -- |
| Net pension asset | -- | -- | -- | -- |
| Other assets | -- | 25,359 | -- | -- |
| Restricted assets: | | | | |
| Cash and cash equivalents | -- | -- | -- | -- |
| Deferred bond issuance costs | -- | 319,340 | -- | -- |
| Capital assets: (Note 6) | | | | |
| Land | -- | -- | -- | -- |
| Buildings | -- | -- | -- | -- |
| Equipment | 1,911,460 | 886,648 | 202,856 | 404,763 |
| Equipment under capital leases | -- | -- | -- | -- |
| Construction work in progress | -- | 27,462,260 | -- | -- |
| Accumulated depreciation | (1,150,380) | (695,799) | (181,109) | (362,018) |
| Total assets | $ 4,574,476 | $ 127,037,428 | $ 400,595 | $ 800,217 |
| **LIABILITIES** | | | | |
| Accounts payable and other current liabilities | $ 96,698 | $ 2,830,001 | $ 1,224 | $ 31,820 |
| Due to other governments | -- | -- | -- | -- |
| Due to primary government (Note 11) | 143,961 | -- | -- | -- |
| Accrued payables | 134,712 | 83,922 | -- | 14,373 |
| Other liabilities | 164,632 | -- | -- | -- |
| Non-current liabilities: (Note 10) | | | | |
| Due within one year | -- | -- | 10,000 | -- |
| Due in more than one year: | | | | |
| Bonds and notes payable | -- | 100,000,000 | -- | -- |
| Deferred premium on bonds | -- | 2,718,755 | -- | -- |
| Compensated absences payable | -- | 561,629 | 81,135 | 178,222 |
| Net other postemployment benefit obligation | 1,673,969 | 1,927,377 | 260,356 | 517,853 |
| Obligation under capital leases | -- | -- | -- | -- |
| Claims and judgments payable | -- | -- | -- | -- |
| Total liabilities | 2,213,972 | 108,121,684 | 352,715 | 742,268 |
| **NET ASSETS** | | | | |
| Invested in capital assets, net of related debt | 761,080 | -- | 21,747 | 42,745 |
| Restricted for: | | | | |
| Capital projects | -- | 16,159,267 | -- | -- |
| Debt service | -- | 3,927,023 | -- | -- |
| External legal constraints | -- | -- | -- | 75,861 |
| Unrestricted | 1,599,424 | (1,170,546) | 26,133 | (60,657) |
| Total net assets | $ 2,360,504 | $ 18,915,744 | $ 47,880 | $ 57,949 |

(1) As of June 30, 2008
(2) As of September 30, 2008
The accompanying notes are an integral part of this statement.

Continued

| Governmental Fund Types | | | | | | |
|---|---|---|---|---|---|---|
| Nineteenth Judicial District Indigent Defender Board | E.B.R. Parish Clerk of Court (1) | District No. 1 Fire Protection District | St. George Fire Protection District (2) | Brownsfield Fire Protection District | Central Fire Protection District | Eastside Fire Protection District |
| $ 1,482,925 | $ 7,260,720 | $ -- | $ 847,826 | $ -- | $ 247,982 | $ 524,240 |
| -- | -- | -- | -- | -- | -- | -- |
| -- | -- | 90,497 | 75,246 | 209,354 | 745,417 | 694,390 |
| 445,992 | 870,289 | -- | -- | -- | 88,719 | 70,610 |
| -- | -- | -- | -- | -- | -- | -- |
| -- | -- | -- | 277,035 | 375,109 | 1,444,352 | 1,082,803 |
| 8,964 | -- | 149,010 | -- | -- | -- | -- |
| -- | -- | -- | -- | -- | -- | 4,246 |
| -- | -- | -- | -- | -- | -- | -- |
| -- | -- | -- | -- | -- | -- | -- |
| 13,930 | 31,156 | -- | 49,620 | -- | -- | -- |
| -- | -- | -- | -- | -- | -- | -- |
| -- | -- | -- | -- | -- | -- | -- |
| -- | -- | -- | 289,532 | 18,592 | 264,018 | 469,785 |
| -- | -- | -- | 3,459,800 | 91,523 | 2,036,026 | 3,722,767 |
| 274,041 | 8,702,343 | -- | 6,710,391 | 333,339 | 2,355,223 | 1,702,138 |
| -- | -- | -- | -- | -- | -- | 705,038 |
| -- | -- | -- | -- | -- | -- | -- |
| (186,492) | (5,279,203) | -- | (2,872,014) | (372,142) | (1,988,846) | (1,752,192) |
| $ 2,039,360 | $ 11,585,305 | $ 239,507 | $ 8,837,436 | $ 655,775 | $ 5,192,891 | $ 7,223,825 |
| $ 1,060,645 | $ 1,129,906 | $ 1 | $ 166,905 | $ 23,440 | $ 13,499 | $ 21,647 |
| -- | -- | -- | -- | -- | -- | -- |
| -- | -- | 1,676 | -- | 152,044 | -- | -- |
| -- | 730,379 | -- | 206,595 | -- | 85,705 | 69,319 |
| -- | -- | -- | -- | -- | -- | 62,485 |
| -- | -- | -- | 1,297,330 | 11,708 | 222,223 | 274,859 |
| -- | -- | -- | 1,910,823 | -- | 1,055,553 | 1,513,750 |
| -- | -- | -- | -- | -- | -- | -- |
| -- | 643,389 | -- | 169,973 | -- | 119,168 | 285,874 |
| -- | 828,969 | -- | 1,556,120 | 110,666 | -- | -- |
| -- | -- | -- | 1,305,834 | -- | -- | 511,730 |
| -- | -- | -- | -- | -- | -- | -- |
| 1,060,645 | 3,332,643 | 1,677 | 6,613,580 | 297,858 | 1,496,148 | 2,739,664 |
| 87,549 | 3,423,140 | -- | 3,698,722 | 71,312 | 1,388,645 | 2,547,197 |
| -- | -- | -- | -- | -- | -- | -- |
| -- | -- | -- | -- | -- | -- | -- |
| -- | -- | -- | -- | -- | -- | -- |
| 891,166 | 4,829,522 | 237,830 | (1,474,866) | 286,605 | 2,308,098 | 1,936,964 |
| $ 978,715 | $ 8,252,662 | $ 237,830 | $ 2,223,856 | $ 357,917 | $ 3,696,743 | $ 4,484,161 |

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF NET ASSETS**
**ALL DISCRETELY PRESENTED COMPONENT UNITS**
**DECEMBER 31, 2008**

| | Governmental Fund Types | | | |
|---|---|---|---|---|
| | E.B.R. Parish Fire Protection District No. 6 | Chaneyville Fire Protection District | Pride Fire Protection District | Alsen-St. Irma Lee Fire Protection District |
| **ASSETS** | | | | |
| Cash and cash equivalents | $ 229,589 | $ -- | $ 37,465 | $ 179,619 |
| Investments | -- | -- | -- | -- |
| Property taxes receivable - net (Note 4) | 487,516 | -- | 16,521 | 218,636 |
| Accounts receivable | 54,519 | -- | -- | -- |
| Accrued interest receivable | -- | -- | 214 | 840 |
| Due from other governments | 474,244 | 83,816 | 86,292 | 45,727 |
| Due from primary government (Note 11) | -- | -- | -- | -- |
| Prepaid items | -- | -- | -- | -- |
| Inventory | -- | -- | -- | -- |
| Net pension asset | -- | -- | -- | -- |
| Other assets | -- | -- | -- | -- |
| Restricted assets: | | | | |
| Cash and cash equivalents | -- | -- | -- | -- |
| Deferred bond issuance costs | -- | -- | -- | -- |
| Capital assets: (Note 6) | | | | |
| Land | 43,000 | -- | 15,000 | 9,000 |
| Buildings | 493,238 | 109,334 | 140,853 | 256,496 |
| Equipment | 726,812 | 183,989 | 325,483 | 467,487 |
| Equipment under capital leases | 534,526 | -- | -- | -- |
| Construction work in progress | -- | -- | -- | -- |
| Accumulated depreciation | (1,066,509) | (293,323) | (273,521) | (631,926) |
| Total assets | $ 1,976,935 | $ 83,816 | $ 348,307 | $ 545,879 |
| **LIABILITIES** | | | | |
| Accounts payable and other current liabilities | $ 53,390 | $ 9,128 | $ 1,651 | $ 7,276 |
| Due to other governments | -- | -- | -- | -- |
| Due to primary government (Note 11) | -- | 30,043 | -- | -- |
| Accrued payables | -- | -- | -- | -- |
| Other liabilities | -- | -- | -- | -- |
| Non-current liabilities: (Note 10) | | | | |
| Due within one year | 35,467 | -- | -- | 881 |
| Due in more than one year: | | | | |
| Bonds and notes payable | -- | -- | -- | -- |
| Deferred premium on bonds | -- | -- | -- | -- |
| Compensated absences payable | 11,682 | -- | -- | -- |
| Net other postemployment benefit obligation | -- | -- | -- | 12,310 |
| Obligation under capital leases | 62,900 | -- | -- | -- |
| Claims and judgments payable | -- | -- | -- | -- |
| Total liabilities | 163,439 | 39,171 | 1,651 | 20,467 |
| **NET ASSETS** | | | | |
| Invested in capital assets, net of related debt | 632,700 | -- | 207,815 | 101,057 |
| Restricted for: | | | | |
| Capital projects | -- | -- | -- | -- |
| Debt service | -- | -- | -- | -- |
| External legal constraints | -- | -- | -- | -- |
| Unrestricted | 1,180,796 | 44,645 | 138,841 | 424,355 |
| Total net assets | $ 1,813,496 | $ 44,645 | $ 346,656 | $ 525,412 |

(1) As of June 30, 2008
(2) As of September 30, 2008
The accompanying notes are an integral part of this statement.

| Governmental Fund Types | | | | Proprietary Fund Type | |
|---|---|---|---|---|---|
| South Burbank Crime Prevention District | Concord Estates Crime Prevention District | Wedgewood Crime Prevention District | Capital Region Planning Commission (1) | Capital Area Transit System | Totals |
| $ 168,418 | $ 9,261 | $ 3,102 | $ 87,242 | $ 1,072,172 | $ 31,765,959 |
| -- | -- | -- | 429,980 | -- | 83,245,392 |
| -- | -- | -- | -- | -- | 2,537,577 |
| -- | -- | -- | 12,882 | 61,040 | 1,840,000 |
| 841 | 40 | -- | -- | -- | 396,830 |
| 135,804 | 4,441 | 18,274 | 185,286 | 828,772 | 5,969,637 |
| -- | -- | -- | -- | -- | 157,974 |
| -- | -- | -- | -- | -- | 4,246 |
| -- | -- | -- | -- | 586,841 | 586,841 |
| -- | -- | -- | -- | 1,765,084 | 1,765,084 |
| -- | -- | -- | -- | -- | 120,065 |
| -- | -- | -- | -- | 105,718 | 105,718 |
| -- | -- | -- | -- | -- | 319,340 |
| -- | -- | -- | -- | -- | 1,108,927 |
| -- | -- | -- | -- | -- | 10,310,037 |
| -- | -- | -- | 213,896 | 18,236,986 | 43,637,855 |
| -- | -- | -- | -- | -- | 1,239,564 |
| -- | -- | -- | -- | -- | 27,462,260 |
| -- | -- | -- | (186,525) | (10,577,515) | (27,869,514) |
| $ 305,063 | $ 13,742 | $ 21,376 | $ 742,761 | $ 12,079,098 | $ 184,703,792 |
| $ 35,580 | $ -- | $ -- | $ 12,520 | $ 855,682 | $ 6,351,013 |
| -- | -- | -- | -- | 375,485 | 375,485 |
| -- | -- | 191 | -- | -- | 327,915 |
| -- | -- | -- | -- | -- | 1,325,005 |
| -- | -- | -- | 4,047 | -- | 231,164 |
| -- | -- | -- | -- | 1,423,545 | 3,276,013 |
| -- | -- | -- | -- | -- | 104,480,126 |
| -- | -- | -- | -- | -- | 2,718,755 |
| -- | -- | -- | 52,416 | 395,592 | 2,499,080 |
| -- | -- | -- | 118,676 | -- | 7,006,296 |
| -- | -- | -- | -- | 5,017,398 | 6,897,862 |
| -- | -- | -- | -- | 902,222 | 902,222 |
| 35,580 | -- | 191 | 187,659 | 8,969,924 | 136,390,936 |
| -- | -- | -- | 27,371 | 2,009,205 | 15,020,285 |
| -- | -- | -- | -- | -- | 16,159,267 |
| -- | -- | -- | -- | -- | 3,927,023 |
| -- | -- | -- | -- | 105,718 | 181,579 |
| 269,483 | 13,742 | 21,185 | 527,731 | 994,251 | 13,024,702 |
| $ 269,483 | $ 13,742 | $ 21,185 | $ 555,102 | $ 3,109,174 | $ 48,312,856 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF ACTIVITIES**
**ALL DISCRETELY PRESENTED COMPONENT UNITS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

| | Judicial Court Services | | | | |
|---|---|---|---|---|---|
| | District Attorney of the Nineteenth Judicial District | Nineteenth Judicial District Court (1) | E.B.R. Parish Family Court | E.B.R. Parish Juvenile Court | Nineteenth Judicial District Indigent Defender Board |
| **EXPENSES** | $ 10,898,639 | $ 11,300,585 | $ 1,695,366 | $ 2,192,864 | $ 4,718,458 |
| **PROGRAM REVENUES:** | | | | | |
| Charges for services | 2,162,121 | 9,774,887 | 89,963 | 546,014 | 3,410,335 |
| Operating grants and contributions | 7,312,187 | 7,075,597 | 1,437,082 | 1,298,400 | 1,445,142 |
| Capital grants and contributions | -- | -- | -- | -- | -- |
| Net program (expenses) revenue | (1,424,331) | 5,549,899 | (168,321) | (348,450) | 137,019 |
| **GENERAL REVENUES:** | | | | | |
| Taxes: | | | | | |
| Property | -- | -- | -- | -- | -- |
| Occupancy | -- | -- | -- | -- | -- |
| Grants and contributions not restricted to specific programs | -- | 860,427 | -- | 5,319 | -- |
| Investment earnings | 83,388 | 5,418,836 | 10,957 | 19,743 | 28,609 |
| Total general revenues | 83,388 | 6,279,263 | 10,957 | 25,062 | 28,609 |
| Change in net assets | (1,340,943) | 11,829,162 | (157,364) | (323,388) | 165,628 |
| Net assets, beginning | 3,701,447 | 7,086,582 | 205,244 | 381,337 | 813,087 |
| Net assets, ending | $ 2,360,504 | $ 18,915,744 | $ 47,880 | $ 57,949 | $ 978,715 |

(1) Period ending June 30, 2008
(2) Period ending September 30, 2008

The accompanying notes are an integral part of this statement.

Continued

| Judicial Court Services | | Fire Protection Districts | | | | |
|---|---|---|---|---|---|---|
| E.B.R. Parish Clerk of Court (1) | Total Judicial Court Services | District No. 1 Fire Protection District | St. George Fire Protection District (2) | Brownsfield Fire Protection District | Central Fire Protection District | Eastside Fire Protection District |
| $ 15,049,359 | $ 45,855,271 | $ 10,594 | $ 12,287,563 | $ 713,126 | $ 2,468,743 | $ 1,885,020 |
| 13,201,663 | 29,184,983 | 47,688 | 1,034,460 | 131,905 | 363,642 | 233,083 |
| -- | 18,568,408 | -- | 1,338,682 | 50,997 | 231,021 | 235,444 |
| -- | -- | -- | -- | -- | -- | -- |
| (1,847,696) | 1,898,120 | 37,094 | (9,914,421) | (530,224) | (1,874,080) | (1,416,493) |
| -- | -- | 200,738 | 10,046,506 | 473,130 | 1,509,203 | 1,740,270 |
| -- | -- | -- | -- | -- | | -- |
| 193,334 | 1,059,080 | -- | 614,766 | 125,874 | 397,418 | 125,234 |
| 1,021,733 | 6,583,266 | (2) | 113,525 | 1,922 | 24,647 | 14,699 |
| 1,215,067 | 7,642,346 | 200,736 | 10,774,797 | 600,926 | 1,931,268 | 1,880,203 |
| (632,629) | 9,540,466 | 237,830 | 860,376 | 70,702 | 57,188 | 463,710 |
| 8,885,291 | 21,072,988 | -- | 1,363,480 | 287,215 | 3,639,555 | 4,020,451 |
| $ 8,252,662 | $ 30,613,454 | $ 237,830 | $ 2,223,856 | $ 357,917 | $ 3,696,743 | $ 4,484,161 |

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF ACTIVITIES**
**ALL DISCRETELY PRESENTED COMPONENT UNITS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

| | Fire Protection Districts | | | | |
|---|---|---|---|---|---|
| | E.B.R. Parish Fire Protection District No. 6 | Chaneyville Fire Protection District | Pride Fire Protection District | Alsen-St. Irma Lee Fire Protection District | Total Fire Protection Districts |
| **EXPENSES** | $ 1,240,776 | $ 152,263 | $ 129,738 | $ 285,335 | $ 19,173,158 |
| **PROGRAM REVENUES:** | | | | | |
| Charges for services | 206,474 | 43,815 | 50,842 | 16,713 | 2,128,622 |
| Operating grants and contributions | 143,299 | 47,551 | 696 | -- | 2,047,690 |
| Capital grants and contributions | -- | -- | -- | -- | -- |
| Net program (expenses) revenue | (891,003) | (60,897) | (78,200) | (268,622) | (14,996,846) |
| **GENERAL REVENUES:** | | | | | |
| Taxes: | | | | | |
| Property | 848,092 | -- | 65,048 | 274,629 | 15,157,616 |
| Occupancy | -- | -- | -- | -- | -- |
| Grants and contributions not restricted to specific programs | 155,941 | 51,462 | 33,745 | 32,943 | 1,537,383 |
| Investment earnings | 18,827 | 459 | 1,727 | 7,926 | 183,730 |
| Total general revenues | 1,022,860 | 51,921 | 100,520 | 315,498 | 16,878,729 |
| Change in net assets | 131,857 | (8,976) | 22,320 | 46,876 | 1,881,883 |
| Net assets, beginning | 1,681,639 | 53,621 | 324,336 | 478,536 | 11,848,833 |
| Net assets, ending | $ 1,813,496 | $ 44,645 | $ 346,656 | $ 525,412 | $ 13,730,716 |

(1) Period ending June 30, 2008
(2) Period ending September 30, 2008

The accompanying notes are an integral part of this statement.

| Crime Prevention | | | | Mass Transit | | | |
|---|---|---|---|---|---|---|---|
| South Burbank Crime Prevention District | Concord Estates Crime Prevention District | Wedgewood Crime Prevention District | Total Crime Prevention Districts | Capital Region Planning Commission (1) | Capital Area Transit System | Total Mass Transit | Total All Component Units |
| $ 200,167 | $ 5,186 | $ 20,435 | $ 225,788 | $ 940,150 | $ 16,307,390 | $ 17,247,540 | $ 82,501,757 |
| 138,844 | 5,525 | 23,332 | 167,701 | 204,613 | 4,754,396 | 4,959,009 | 36,440,315 |
| -- | -- | -- | -- | 631,373 | 92,141 | 723,514 | 21,339,612 |
| -- | -- | -- | -- | -- | 983,129 | 983,129 | 983,129 |
| (61,323) | 339 | 2,897 | (58,087) | (104,164) | (10,477,724) | (10,581,888) | (23,738,701) |
| -- | -- | -- | -- | -- | -- | -- | 15,157,616 |
| -- | -- | -- | -- | -- | 1,524,604 | 1,524,604 | 1,524,604 |
| -- | -- | -- | -- | -- | 9,261,834 | 9,261,834 | 11,858,297 |
| 8,103 | 304 | -- | 8,407 | 25,539 | 6,288 | 31,827 | 6,807,230 |
| 8,103 | 304 | -- | 8,407 | 25,539 | 10,792,726 | 10,818,265 | 35,347,747 |
| (53,220) | 643 | 2,897 | (49,680) | (78,625) | 315,002 | 236,377 | 11,609,046 |
| 322,703 | 13,099 | 18,288 | 354,090 | 633,727 | 2,794,172 | 3,427,899 | 36,703,810 |
| $ 269,483 | $ 13,742 | $ 21,185 | $ 304,410 | $ 555,102 | $ 3,109,174 | $ 3,664,276 | $ 48,312,856 |

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**NOTES TO THE FINANCIAL STATEMENTS**
**DECEMBER 31, 2008**

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## NOTE 1 - Summary of Significant Accounting Policies

The Consolidated Government of the City of Baton Rouge, Parish of East Baton Rouge, Louisiana, is both a municipality (home rule charter) and a parish government (political subdivision of the State of Louisiana). The City of Baton Rouge is located wholly within the boundaries of the parish. The parish (approximately 472 square miles) is located in the southeastern portion of the State bordered by the Mississippi River on the west, approximately 80 miles northwest of New Orleans. The City-Parish is governed by a Mayor-President and 12 single-district Metropolitan Council members.

### a. Financial Reporting Entity

The Consolidated Government of the City of Baton Rouge, Parish of East Baton Rouge serves as the financial reporting entity for both the municipality (City of Baton Rouge) and for the Parish (East Baton Rouge Parish). The financial reporting entity consists of: (1) the primary government (all funds under the auspices of the Mayor-President and the Metropolitan Council), (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, established criteria for determining which component units should be considered part of the City of Baton Rouge, Parish of East Baton Rouge for financial reporting purposes. The basic criteria are as follows:

1. Legal status of the potential component unit including the right to incur its own debt, levy its own taxes and charges, expropriate property in its own name, sue and be sued, and the right to buy, sell and lease property in its own name.

2. Whether the City-Parish governing authority (Metropolitan Council or Mayor-President) appoints a majority of board members of the potential component unit.

3. Fiscal interdependency between the City-Parish and the potential component unit.

4. Imposition of will by the City-Parish on the potential component unit.

5. Financial benefit/burden relationship between the City-Parish and the potential component unit.

Based on the previous criteria, City-Parish management has included the following component units in the financial reporting entity:

**Blended Component Units**

The Employees' Retirement System of the City of Baton Rouge and Parish of East Baton Rouge (CPERS), a cost-sharing multiple-employer pension plan, is reported as a fiduciary fund in the Basic Financial Statements of the City of Baton Rouge, Parish of East Baton Rouge. The retirement system, a separate legal entity, was created in accordance with The Plan of Government in 1949. This retirement system exists for the sole benefit of current and former (primary government, component units, and related organizations) City-Parish employees who are members of the system. The system is governed by a seven-member board of trustees. Four members of the seven-member board are elected by the employees who participate in the system. The system is funded by the investment of contributions received from the City-Parish primary government, some of the government's component units, and related organizations, and member employees who are obligated to make the contributions to the system based upon actuarial valuations. The City-Parish does not serve as trustee for the retirement system. The fiscal year for CPERS is the calendar year. The separately issued audit report on the retirement system can be obtained at the following address: Jeffrey R. Yates, Retirement Administrator; P.O. Box 1471, Baton Rouge, LA 70821-1471.

**NOTE 1 - Summary of Significant Accounting Policies (Continued)**

**a. Financial Reporting Entity (Continued)**

**Discrete Component Units**

Capital Area Transit System (CATS) - CATS is a political subdivision which functions under the provisions of an operating agreement with the City of Baton Rouge and Parish of East Baton Rouge. Any property acquired by the system is for the use and benefit of the City-Parish. Metropolitan Council approval is required for all transportation fare changes and operating subsidies. Operating subsidies are provided through a federal grant and by local matching funds appropriated by the Metropolitan Council. CATS's financial statements for the period ended December 31, 2008, are discretely presented in the basic financial statements.

The Louisiana State Constitution mandates that parish governments fund a significant portion of the operational budgets of certain legally separate state constitutionally defined parish officials. These budgets are adopted as part of the City-Parish budget process. These officials also have certain statutorily defined sources of funds that are used for operating and/or capital purposes. These agencies have been discretely presented in the City-Parish Comprehensive Annual Financial Report (CAFR):

District Attorney of the Nineteenth Judicial District (for the period ended December 31, 2008)
Nineteenth Judicial District Court (for the period ended June 30, 2008)
E.B.R. Parish Clerk of Court (for the period ended June 30, 2008)
E.B.R. Parish Family Court (for the period ended December 31, 2008)
E.B.R. Parish Juvenile Court (for the period ended December 31, 2008)
Nineteenth Judicial District Indigent Defender Board (for the period ended December 31, 2008)

Capital Region Planning Commission - The Capital Region Planning Commission is a private non-profit government agency that administers federal funding from the U.S. Department of Transportation. A majority of the commissioners are appointed by the City-Parish governing authority. The Metropolitan Council also approves grant budgets and pass-through funding to the Commission. The Commission's financial statements for the year ended June 30, 2008, are included in the discrete component unit columns of the basic financial statements.

Parish Fire Protection Districts - Parish Fire Protection Districts (including District No. 1 Fire Protection District, St. George Fire Protection District, Brownsfield Fire Protection District, Central Fire Protection District, Eastside Fire Protection District, E.B.R. Parish Fire Protection District No. 6, Chaneyville Fire Protection District, Pride Fire Protection District, and Alsen-St. Irma Lee Fire Protection District) are established pursuant to State Statutes. The Metropolitan Council appoints a majority of the board members of each fire protection district. The Council has the right to approve the fire protection districts' tax rates and charges. Although the City-Parish has issued debt in the past on behalf of one or more of the fire protection districts, each district is legally responsible for the debt it incurs. The Metropolitan Council has the right to approve all fire protection district budgets if they so choose. The fiscal year for all fire protection districts is the calendar year except St. George Fire Protection District whose fiscal year end is September 30, 2008.

The Louisiana State Legislature statutorily authorized three crime prevention districts within East Baton Rouge Parish within the last few years. These districts held an election with the approval of the Metropolitan Council and the voting majority passed a crime prevention user fee to provide additional law enforcement within the districts. The fees are collected by the East Baton Rouge Parish Sheriff for the exclusive use of the district(s). In accordance with state statutes, all of the crime prevention budgets must be approved by the Metropolitan Council. The South Burbank Crime Prevention District, Concord Estates Crime Prevention District, and Wedgewood Crime Prevention District are reported as discrete component unit columns of the basic financial statements.

**NOTE 1 - Summary of Significant Accounting Policies (Continued)**

**a. Financial Reporting Entity (Continued)**

**Discrete Component Units (Continued)**

District No. 1 Fire Protection District, Brownsfield Fire Protection District, Chaneyville Fire Protection District, Pride Fire Protection District, Alsen - St. Irma Lee Fire Protection District and Concord Estates Crime Prevention District do not have separately issued audit reports. Fiscal agency services for these legally separate discrete component units are provided by the City-Parish financial management system. In accordance with agreements between these districts and the Metropolitan Council, individual fund financial statements for these six nonmajor component units are included in the Combining and Individual Fund Statements and Schedules section of this report. (see Exhibits E-1 through E-12.)

Separately issued financial statements of all other City-Parish discretely presented component units can be obtained at the Office of the Legislative Auditor of the State of Louisiana, 1600 North Third Street, P.O. Box 94397, Baton Rouge, LA 70804-9397 or at the following administrative offices:

District Attorney Hillar Moore, III
222 St. Louis Street, Fifth Floor
Baton Rouge, LA 70802

Nineteenth Judicial District Court
JoAnn Bruce, Judicial Administrator
222 St. Louis Street, Sixth Floor
Baton Rouge, LA 70802

Capital Region Planning Commission
Don Neisler, Executive Director
333 North 19th Street
P.O. Box 3355
Baton Rouge, LA 70821

Nineteenth Judicial District Indigent
Defender Board
Michael Mitchell
333 St. Louis Street
Baton Rouge, LA 70802

East Baton Rouge Parish Family Court
Ronnie Bullion, Judicial Administrator
222 St. Louis Street, Seventh Floor
Baton Rouge, LA 70802

East Baton Rouge Parish Juvenile Court
Donna Carter, Judicial Administrator
8333 Veterans Memorial Boulevard
Baton Rouge, LA 70807

East Baton Rouge Parish Clerk of Court
Doug Welborn
222 St. Louis Street, First Floor
Baton Rouge, LA 70802

Central Fire Protection District
11646 Sullivan Road
Baton Rouge, LA 70818

South Burbank Crime Prevention District
David Vercher
8686 Bluebonnet Boulevard
Baton Rouge, LA 70810

St. George Fire Protection District
13686 Perkins Road
Baton Rouge, LA 70810

Capital Area Transit System
Gary D. Owens, CFO
2250 Florida Boulevard
Baton Rouge, LA 70802-3125

E.B.R. Parish Fire Protection District No. 6
7878 Prescott Road
Baton Rouge, LA 70812

Eastside Fire Protection District
15094 Old Hammond Highway
Baton Rouge, LA 70816-1243

**NOTE 1 - Summary of Significant Accounting Policies (Continued)**

**a. Financial Reporting Entity (Continued)**

**Related Organizations**

City-Parish officials are also responsible for appointing members of the boards of other organizations. City-Parish's accountability does not extend beyond making the appointments. The following agencies are related organizations to City-Parish government. Each organization's financial statements can be obtained at their respective administrative offices listed as follows:

Gas Utility Service District
Arlene Norwood, Office Manager
10633 Zachary-Deerford Road
Zachary, LA 70791-9304

East Baton Rouge Housing Authority
Joseph F. Johnson, Executive Director
4731 North Boulevard
Baton Rouge, LA 70806

Baton Rouge Recreation and Park Commission (BREC)
Mike Proctor, Finance Director
6201 Florida Boulevard
Baton Rouge, LA 70806

The following three agencies are non-profit corporations established pursuant to State Statutes to finance debt for various public purposes within East Baton Rouge Parish. The Metropolitan Council appoints the board members of each respective agency. Each agency is fiscally independent from the City-Parish, issues its debt, approves its budgets, and sets its rates and charges. The primary government has no authority to remove board members, designate management, or approve or modify rates. The City-Parish is not obligated in any manner for the debt issues of these agencies. Financial statements for these agencies can be obtained at the following addresses:

Hospital Service District No. 1
Michael Zimmerman, Chief Financial Officer
Lane Memorial Hospital
6300 Main Street
Zachary, LA 70791

Industrial Development Board
(No Financial Transactions)

East Baton Rouge Mortgage Finance Authority
Astrid Clements, Chairwoman
8555 United Plaza Boulevard
Suite 207, Four United Plaza
Baton Rouge, LA 70809-2251

**b. Basis of Presentation**

The City-Parish's **basic financial statements** consist of the government-wide statements on all of the non-fiduciary activities of the primary government and its component units and the fund financial statements (individual major fund and combined nonmajor fund). The statements are prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units. Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide financial statements and the proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the GASB. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The City-Parish has elected not to follow subsequent private-sector guidance.

GOVERNMENT-WIDE FINANCIAL STATEMENTS:

The government-wide financial statements include the statement of net assets and the statement of activities for all non-fiduciary activities of the primary government and the total for its component units. As a general rule, the effect of interfund activity has been removed from these statements. Exceptions to the general rule are payments between the enterprise funds to other various functions of government for charges such as sewer fees and contributions between the primary government and its component units which are reported as external transactions. The government-wide presentation focuses primarily on the sustainability of the City-Parish as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

**NOTE 1 - Summary of Significant Accounting Policies (Continued)**

**b. Basis of Presentation (Continued)**

GOVERNMENT-WIDE FINANCIAL STATEMENTS (Continued):

*Governmental Activities* represent programs which normally are supported by taxes and intergovernmental revenues.

*Business-Type Activities* are financed in whole or in part by fees charged to external parties for goods and services.

The primary government is reported separately from the legally separate component units as detailed in section (a) of this note.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Indirect costs are not allocated by function for financial reporting in this statement; however, certain indirect costs have been directly allocated as administrative fees to grants and special fund programs. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues. This includes externally dedicated resources such as a restricted property tax.

FUND FINANCIAL STATEMENTS:

Emphasis of fund financial reporting is on the major fund level in either the governmental or business-type categories. Nonmajor funds (by category) or fund type are summarized into a single column in the basic financial statements.

The daily accounts and operations of the City-Parish are organized on the basis of individual funds, each of which is considered a separate accounting entity. The operations of each fund, both major and nonmajor, are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds of the primary government are grouped into generic fund types and three broad fund categories as follows:

Governmental Activities Presented as Governmental Funds in the Fund Financial Statements:

General Fund -- The General Fund is the general operating fund of the City and Parish. The General Fund accounts for all financial resources except those required to be accounted for in other funds. The General Fund is always a major fund.

Special Revenue Funds -- Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes. The two special revenue funds reported as major funds in the fund financial statements are as follows:

The Library Board of Control Fund accounts for the special property tax levy required to fund the operation, maintenance and expansion of the East Baton Rouge Parish Library System.

The Grants Fund accounts for the receipts and disbursements of Federal and State grants.

Debt Service Funds -- Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. There are no debt service fund major funds.

Capital Projects Fund -- The Capital Projects Fund is used to account for financial resources used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds) and is reported as a major fund.

**NOTE 1 - Summary of Significant Accounting Policies (Continued)**

**b. Basis of Presentation (Continued)**

FUND FINANCIAL STATEMENTS (Continued):

Proprietary Funds:

Enterprise Funds -- Enterprise funds are used to account for operations: (a) that are financed and operated similarly to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. Enterprise funds are presented in the business-type activities column in government-wide financial statements and the major funds section of the basic financial statements. The three enterprise funds reported as major funds in the fund financial statements are as follows:

The Greater Baton Rouge Airport District Fund accounts for the operation of the Baton Rouge Metropolitan Airport, a commercial and general aviation facility principally financed by air carrier fees and airport related services.

The Comprehensive Sewerage System Fund accounts for the provision of sewer services and sewer treatment services to the residents of the entire parish. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, and billing and collection of a user fee.

The Solid Waste Collection and Disposal Fund accounts for solid waste collection and disposal services and operation of the landfill.

Internal Service Funds -- Two internal service funds are used by the government to account for: (1) financing the replacement of motorized equipment, and (2) to maintain and supply fuel for motorized vehicles and heavy equipment to various departments or agencies of the City-Parish, or to other governments, on a cost-reimbursement basis. The internal service fund totals are presented as part of the proprietary fund financial statements. Since the principal users of the internal service funds are the City-Parish governmental activities, financial statements of internal service funds are consolidated into the governmental activities column when presented at the government-wide level. To the extent possible, the cost of these services are reflected in the appropriate functional activity.

Fiduciary Fund:

Trust Funds – The City-Parish Employees' Retirement System (CPERS) Pension Trust Fund (a blended component unit) is used to account for the accumulation of contributions for a defined-benefit cost-sharing multiple-employer pension plan to provide retirement benefits to qualified employees. The pension trust fund is presented in the basic financial statements section. Since by definition these assets are being held for the benefit of employees and cannot be used to address activities or obligations of this government, these funds are not incorporated into the government-wide statements.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**NOTE 1 - Summary of Significant Accounting Policies (Continued)**

**c. Basis of Accounting and Measurement Focus**

GOVERNMENT-WIDE FINANCIAL STATEMENTS:

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized in the year for which they are levied.

FUND FINANCIAL STATEMENTS:

All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other uses) in net current assets. Governmental funds are maintained on the modified accrual basis of accounting.

Governmental fund revenues resulting from exchange transactions are recognized in the fiscal year in which the exchange takes place and meets the government's availability criteria (susceptible to accrual). Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. Charges for services, fines and forfeits, and most governmental miscellaneous revenues, including investment earnings are recorded as earned since they are measurable and available. The City-Parish definition of available means expected to be received within sixty days of the end of the fiscal year.

Nonexchange transactions, in which the City-Parish receives value without directly giving value in return, includes sales tax, property tax, special assessments, grants, entitlements, and donations. Property taxes are recognized as revenues in the calendar year of the tax levy if collected soon enough to meet the availability criteria. Sales tax and gross receipts business tax revenues are recognized when the underlying transaction occurs and meets the availability criteria. Anticipated refunds of such taxes are recorded as fund liabilities and reductions of revenue when they are measurable and valid. Special Assessments are recognized as revenues only to the extent that individual installments are considered current assets in the governmental fund types. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied, subject to the availability criteria. Eligibility requirements include timing requirements, which specify the year when the resources can be used.

Expenditures are recognized in the accounting period in which the related fund liability is incurred, if measurable, except for the following: (1) principal and interest on long-term debt are recorded when due, and (2) claims and judgments, group health claims, arbitrage payable, net other post-employment benefit obligation and compensated absences are recorded as expenditures in the governmental fund type when paid with expendable available financial resources. Allocations of costs such as depreciation and amortization are not recognized in the governmental funds.

All proprietary funds and pension trust funds are accounted for on an economic resources measurement focus. Proprietary funds are maintained on the accrual basis of accounting wherein revenues are recognized in the accounting period in which they are earned and become measurable, and expenses are recognized in the period incurred, if measurable. Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place.

**d. Budgetary Data**

BUDGET POLICIES AND BUDGETARY ACCOUNTING:

The Plan of Government for the City-Parish outlines procedures for adopting a budget for the General, Special Revenue, and Debt Service Funds of the primary government:

**NOTE 1 - Summary of Significant Accounting Policies (Continued)**

**d. Budgetary Data (Continued)**

BUDGET POLICIES AND BUDGETARY ACCOUNTING (Continued):

The Finance Department compiles for the Mayor-President estimates of revenues and requests for appropriations of the annual budget. No later than November 5, the Mayor-President's budget is submitted to the Metropolitan Council for possible revision and adoption. The Council conducts public hearings on the budget, which must be adopted by December 15, to become effective January 1. In no event shall the total appropriations exceed total anticipated revenues taking into account the estimated surplus or deficit at the end of the current fiscal year.

Budgets for the Capital Projects Fund do not necessarily follow the time schedule for other funds, since capital projects may be started and completed at any time during the year. However, the capital project budget must be submitted to the Council for adequate public hearing and adoption on a project-length basis.

Annual operating budgets are adopted for the following governmental funds: General, Special Revenue, and Debt Service. All annual appropriations lapse at fiscal year-end. The General Fund, Library Board of Control, and Grants Fund annual budgets are presented in the basic financial statements. Nonmajor governmental fund budget presentations appear in the Combining and Individual Fund Statements and Schedules. The original budget column on all budget presentations include the adjustments necessary to bring forward appropriations for both unspent projects of a continuing nature and legal encumbrances at the end of the last fiscal year.

Budgets of the General, Special Revenue, and Debt Service Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP) except for the following deviations: (1) On the budget basis, encumbrances are considered expendable from current appropriations and are reported as expenditures in order to reserve appropriations. (2) Housing and Urban Development (HUD) loans to program recipients are reported as expenditures on the budget basis to facilitate reporting in accordance with federal regulations. The loans are recorded as "loans receivable" on the GAAP basis with a corresponding reservation of fund balance.

In accordance with The Plan of Government, appropriations, in addition to those contained in any current expenditure budget, shall be made only on the recommendation of the Mayor-President, and only if the Director of Finance certifies that there is available an unappropriated cash surplus sufficient to meet such appropriations. Appropriations at year-end normally lapse, except for those projects of a continuing nature which remain open until the projects are completed or abandoned and are shown on the Balance Sheet as Fund Balance-Reserved for Continuing Projects. Such appropriations for continuing projects carried forward from 2007 to 2008 totaled $20,200,296 for the General Fund, and $6,202,589 for the Grants Fund, which are included in the original budget column. The level of budget control is at the fund, department or project level, and expenditures/encumbrances may not exceed appropriations. Should additional appropriations be required, interdivisional transfers may be authorized by the Mayor-President. At year-end, interdepartmental transfers may be made at the request of the Mayor-President with approval of the Council. Additional appropriations from fund balance or increases in estimated revenues must be approved by the Council. In accordance with The Plan of Government, if the Mayor-President shall at any time ascertain that there will not be for the parish, the city, or the districts, sufficient funds to meet total appropriations, it shall be his duty to revise appropriations.

Formal budgetary integration is used for management control in the accounting records during the year for the governmental fund types. The Capital Projects Fund project appropriations are initiated by project budgets rather than annual budgets, and accountability is controlled on the project-life basis.

ENCUMBRANCES:

Encumbrances representing purchase orders, contracts or other commitments are recorded in budgetary funds to reserve portions of applicable appropriations. Encumbrances are part of the budgetary process and are included in actual expenditures when a comparison with budget is necessary. Encumbrances at year-end are not considered expenditures in the financial statements presented on the GAAP basis.

**NOTE 1 - Summary of Significant Accounting Policies (Continued)**

**e. Assets, Liabilities, and Fund Equity**

CASH, CASH EQUIVALENTS, AND INVESTMENTS:

Cash and cash equivalents for the primary government includes the payroll cash account, cash for insurance, cash for juror and witness fees, cash on hand, petty cash, cash for East Baton Rouge Sewerage Commission, cash for all sinking funds and debt service reserve funds on all City and Parish Public Improvement Sales Tax Revenue Bonds, and each individual fund's share of the consolidated cash account.

A single consolidated bank account has been established in a local bank into which monies are deposited and from which most disbursements are made. In addition, investment purchases are charged and maturities are deposited to the consolidated bank account. The purpose of this consolidation is to reduce administrative costs and provide a single cash balance available for the maximization of investment earnings. Each fund shares in the investment earnings according to its average cash and investments balance, prorated between funds. Cash is transferred from those funds with available cash resources to cover any negative cash balances in other funds at year-end. In addition, an imprest bank account is used for disbursements of payrolls, and separate accounts have been established for certain restricted funds as required by the bond indentures for related bond issues.

The investment policies of the City-Parish are governed by State Statutes and bond covenants. Additional details on authorized investments of City-Parish primary government and component unit funds are disclosed in Note 3(b).

Cash, Cash Equivalents and Investments for the Employees' Retirement System are not included in the City-Parish's consolidated bank account. This retirement system is a blended component unit of the City-Parish primary government and operates a separate bank account and controls its own disbursements and investments.

For purposes of the Statement of Cash Flows, cash equivalents for each fund include demand deposit account balances, repurchase agreements, certificates of deposit and U.S. government securities with maturities of three months or less from date purchased.

Investments are reported at fair value except for: (1) short-term and money market investments, consisting primarily of U.S. treasury or agency obligations with a maturity of one year or less at time of purchase, which are reported at amortized cost and (2) the Louisiana Asset Management Pool (LAMP) investment, which is a local government 2a7-like pool administered by a non-profit corporation organized under State of Louisiana law, which is permitted to be carried at amortized cost.

Securities traded in a national or international exchange are valued at the last reported sales price at current exchange rates. Unrealized gains and losses on investments recorded at fair value are included in investment income.

RESTRICTED ASSETS:

Certain bond proceeds and debt service sinking funds of the Comprehensive Sewerage System and the Greater Baton Rouge Airport District Enterprise Funds are legally restricted as to purpose. These assets have been classified as restricted assets on the Statement of Net Assets since the use of these funds is limited by applicable bond resolutions. In addition, the Greater Baton Rouge Airport District Fund shows a net asset restriction for unappropriated passenger facility charges.

INVENTORIES AND PREPAID ITEMS:

Inventories are stated at cost using the average price method. In the primary government's governmental fund types, inventoried items are recorded as expenditures when consumed, rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

**NOTE 1 - Summary of Significant Accounting Policies (Continued)**

**e. Assets, Liabilities, and Fund Equity (Continued)**

INTERFUND RECEIVABLES AND PAYABLES:

Short-term cash borrowing between funds bears interest at the prevailing consolidated cash rate of return and is considered temporary in nature. These amounts are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

ACCOUNTS RECEIVABLE:

Accounts receivable are reported net of an allowance for uncollectibles in business-type activities. Major accounts receivable are recorded for: (1) sewer user fees in the Comprehensive Sewerage System Enterprise Fund; (2) airline landing fees, rentals, and miscellaneous charges for services in the Greater Baton Rouge Airport Authority Enterprise Fund; and (3) waste disposal fees at the landfill recorded in the Solid Waste Collection and Disposal Enterprise Fund. Uncollectible revenues are estimated at approximately ½ percent for the sewer user and solid waste collection fees with uncollectibles written off on a monthly basis. At December 31, 2008, an uncollectible allowance of 7.04 percent has been recorded for the Greater Baton Rouge Airport District. Uncollectible amounts for solid waste disposal fees are historically immaterial and no allowance is recorded.

CAPITAL ASSETS:

Capital assets, which include land and land improvements, buildings, equipment, noise mitigation costs, and infrastructure assets (streets, roads, bridges, canals and sewer and drainage systems) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capitalization thresholds are defined by the City-Parish in the official accounting policies and procedures as follows:

- Movable capital assets with a cost of $5,000 or more per unit and a useful life of at least two years.
- Land and land improvements purchased with a minimal value of $50,000.
- Buildings and building improvements with a value of $100,000 that extend the useful life of a building.
- Individual purchased infrastructure improvements with a value of $100,000.
- Donated infrastructure systems with a value of $500,000.

All assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add value to the asset or materially extend its useful life are not capitalized. Major outlays for capital assets and improvements are capitalized at completion of construction projects. For capitalization purposes, projects are considered substantially complete when 80% of the project has been constructed. At this point the project costs are moved out of construction work in progress and capitalized.

Depreciation on all capital assets, excluding land and improvements, is calculated on the straight-line method over the following estimated useful lives:

| Type of Capital Assets | Number of Years |
|---|---|
| Buildings and Building Improvements | 25-40 |
| Runways and Improvements | 25 |
| Noise Mitigation Costs | 25 |
| Land Improvements-Structure | 10 |
| Furniture | 10 |
| Machinery and Equipment | 5-10 |
| Automobiles | 3 |
| Infrastructure | 25 |

**NOTE 1 - Summary of Significant Accounting Policies (Continued)**

**e. Assets, Liabilities, and Fund Equity (Continued)**

CAPITAL ASSETS (Continued):

All infrastructure assets purchased by the primary government since 1960 are recorded as capital assets and depreciated accordingly. All donated infrastructure accepted into the City-Parish's maintenance program since 1980 has been capitalized and depreciated in accordance with the above capitalization policy.

The City-Parish capitalizes interest cost (net of interest earned) during the construction phase of major capital projects of proprietary funds in accordance with FASB Statements No. 34, *Capitalization of Interest Cost*, and No. 62, *Capitalization of Interest Cost in Situations Involving Certain Tax-Exempt Borrowings and Certain Gifts and Grants.* The objectives of capitalizing interest are: (a) to obtain a measure of acquisition cost that more closely reflects the enterprise's total investment in the asset, and (b) to charge a cost that relates to the acquisition of a resource that will benefit future periods against the revenues of the period benefitted. The amount of interest cost capitalized on major capital projects acquired/constructed with proceeds of restricted tax-exempt debt includes all interest cost of the borrowing less any interest earned on related interest-bearing investments acquired with proceeds of the related tax-exempt borrowing from the date of the borrowing until the assets are ready for their intended use. Interest cost capitalized for the period ending December 31, 2008, is disclosed by project in Note 6, Changes in Capital Assets.

LONG-TERM DEBT:

In the government-wide statement of net assets and in the proprietary fund types' financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums, discounts, issuance costs, and gains (losses) on refunding are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable is reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums, discounts, and bond issuance costs during the current financial period. The face amount of the debt issue is reported as "other financing sources." Premiums received on debt issuances are reported as "other financing sources" and discounts on debt are reported as "other financing uses."

Excess revenue contracts, loans, and notes are obligations of the general government and payment of these debts is normally provided by transfers from the General Fund to a debt service fund. However, if the debt is intended to be repaid by an enterprise fund it is recorded as a proprietary long-term debt.

Sales tax revenue bonds are secured by sales tax revenues. For those issues not associated with enterprise fund operations, payment of the debt is provided by sales tax revenue recognized in the appropriate debt service fund. Sales tax revenue bond issues associated with enterprise funds are accounted for in the relevant enterprise fund.

COMPENSATED ABSENCES:

All City-Parish primary government classified and non-classified regular employees earn vacation leave in varying amounts according to the employee's number of years of continuous service up to a maximum of five year's accrual.

All City-Parish primary government classified and non-classified regular employees earn sick leave in varying amounts according to the employee's number of years of continuous service. Sick leave is accumulated without time limitations. Sick leave is payable only upon death or retirement.

Payments for accrued sick and vacation leave are limited to a combined 120 days under all circumstances except death. Upon death, the maximum accrued leave payable is 120 days sick leave and the equivalent of two years of accrued vacation. Vacation and sick leave may also be converted into time worked for retirement purposes. Per Metropolitan Council Ordinance 85011 effective January 1, 1988, the Employees' Retirement System assumed partial liability for separation

**NOTE 1 - Summary of Significant Accounting Policies (Continued)**

**e. Assets, Liabilities, and Fund Equity (Continued)**

COMPENSATED ABSENCES (Continued):

benefits (accrued sick and vacation leave) for employees who retire or who die. At December 31, 2008, the City-Parish retains approximately 20.5% of the total liability for accumulated sick and vacation leave per calculations performed by an outside actuary consultant.

City-Parish employees of certain job classifications may accrue compensatory time in lieu of overtime payment up to 30 days for regular employees and 60 days for public safety employees. Compensatory leave is paid by the City-Parish upon termination, resignation, retirement or death, up to the maximum accrual amounts. City-Parish retains 100% of the compensatory leave liability as of December 31, 2008.

GASB Statement No. 16, *Accounting for Compensated Absences*, requires governments to accrue compensated absences only to the extent it is probable that the employer will compensate employees for benefits through cash payments conditioned on the employees' termination or retirement. The City-Parish has recorded the following liabilities as of December 31, 2008, for certain salary-related benefits associated with the payment of compensated absences:

1. The actuarially determined percentage of accrued vacation for each employee valued at the employees' current rate of pay.

2. Using the "termination pay method," the value of the City-Parish's liability for sick leave as of December 31, 2008, is limited to 1/3 of the accumulated sick leave accrued at year-end for DROP participants. No sick leave is recorded in the financial statements for active employees since the amount applicable under GASB Statement No. 16 is immaterial.

3. A total of 100% of the compensatory leave for each employee valued at the employees' current rate of pay.

4. Applicable percentages of retirement contribution, social security, and Medicare have been added to the above accrued leave.

In the government-wide financial statements and the proprietary fund types fund statements, the total compensated absences liability is recorded as an expense and a long-term obligation and allocated on a functional basis. A current liability is recorded for the value of one year's accrual of leave in the proprietary funds fund statements. In accordance with GASB Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*, (issued in March of 2000), no compensated absences liability is recorded at December 31, 2008, in the governmental fund financial statements.

Details of the compensated absences liability for the City-Parish discrete component units can be found in the separately issued audit reports of each component unit.

MUNICIPAL SOLID WASTE LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS:

Municipal Solid Waste Landfill (MSWLF) Closure and Postclosure Care Costs are accounted for in accordance with guidelines recommended by Section L10 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

The Solid Waste Collection and Disposal Enterprise Fund recognizes (based on MSWLF use) that portion of the estimated total current cost of MSWLF closure and postclosure care as an expense and as a liability in each period that it accepts solid waste. A complete explanation of the liability and its calculation is referenced in Note 17.

## NOTE 1 - Summary of Significant Accounting Policies (Continued)

### e. Assets, Liabilities, and Fund Equity (Continued)

RESERVES AND DESIGNATIONS OF EQUITY:

Some portions of fund balance in the governmental fund types are reserved to indicate that a portion of equity is legally restricted to a specific future use or is not available for appropriation or expenditure in future years. "Reserved for Continuing Projects" are those portions of incomplete projects where appropriations are carried forward to the following year. "Reserved for Subsequent Year Expenditures" is fund balance that the Metropolitan Council legally appropriated before year-end for use in the 2009 budget. Designated portions of fund balance indicate tentative future spending plans, which may be changed and are subject to subsequent authorization before expenditures can be made. All designations are made for specific indicated purposes included in the title and require a council appropriation in subsequent years.

NET ASSETS:

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any debt proceeds used for the acquisition, construction, or improvements of those assets. Net assets are reported as restricted when there are limitations imposed on their use by external parties such as creditors, grantors, laws or regulations of other governments.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed. Details of restricted net assets at year-end are presented in Note 14.

The City-Parish adopted *GASB Statement No. 46, Net Assets Restricted by Enabling Legislation* during fiscal 2004. This statement established and clarified requirements related to restrictions of net assets resulting from enabling legislation.

ACCOUNTING ESTIMATES:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make certain estimates and assumptions. Those estimates affect the reported amounts of assets and liabilities and disclosure of assets and liabilities at the date of the financial statements. They may also affect the reported amounts of revenues and expenses of proprietary funds and the government-wide financial statements during the reporting period. Actual results could differ from these estimates.

## NOTE 2 - Stewardship, Compliance, and Accountability

### a. Expenditures Exceeding Appropriations (Non-GAAP Budgetary Basis)

Excess of expenditures and encumbrances over appropriations in individual major funds or departments within the funds occurred as follows:

| | Final Budget | Actual Amounts (Budgetary Basis) | Variance With Final Budget Positive (Negative) |
|---|---|---|---|
| General Fund: | | | |
| Risk management | | | |
| Over expenditure in employee health claims | $7,743,309 | $8,337,613 | $ (594,304) |

Health insurance claims paid during 2008 on the City-Parish self insurance program for employees/retirees exceeded employee premiums, causing the general fund risk management budget to be over expended.

Actual general fund licenses and permits revenues were $708,205 less than budgeted revenues of $4.5 million during 2008, as a result of the slight slow-down in new construction permits as compared to the growth in years 2005 through 2007. (See statistical schedule, Exhibit H-21.)

## NOTE 2 - Stewardship, Compliance, and Accountability (Continued)

### b. Budgetary - GAAP Reporting Reconciliation

Annual budgets are adopted for the major and the nonmajor governmental funds. Budgetary comparisons presented in this report are on the budgetary basis.

As discussed in Note 1(d) certain adjustments are necessary to compare actual data on a GAAP versus budget basis. Adjustments reconciling the excess (deficit) of revenues and other financing sources over (under) expenditures and other uses at year end on the GAAP basis to the budgetary basis are as follows:

| | General Fund | Library Board of Control | Grants Fund | Nonmajor Governmental Funds |
|---|---|---|---|---|
| Net change in fund balances (Budget Basis) | $(10,945,465) | $10,649,502 | $(32,325,133) | $(1,251,209) |
| Adjustments: | | | | |
| To adjust for encumbrances | 2,265,363 | 694,377 | 16,607,736 | 5,436,531 |
| To adjust for U.S. Housing and Urban Development loans receivable | -- | -- | 52,720 | -- |
| Net change in fund balances (GAAP Basis) | $ (8,680,102) | $11,343,879 | $(15,664,677) | $ 4,185,322 |

The budgetary basis accounts for encumbrances as expenditures in the year in which the funds are encumbered. However, on the GAAP basis, expenditures for encumbered funds are recognized when the obligation is incurred. Therefore, a timing difference exists between budgetary practices and GAAP. In accounting for grant funds, fund balance is not reserved for the grantor portion of encumbrances. Accordingly, grant encumbrances must be added to the reserve for encumbrances in calculating the adjustment necessary to reconcile GAAP basis to budgetary basis. For the Grants Fund, the adjustment for encumbrances is calculated as follows:

| | |
|---|---|
| Reserve for encumbrances | $ 8,959,075 |
| Grant encumbrances | 7,648,661 |
| Total encumbrances | $16,607,736 |

## NOTE 3 - Cash, Cash Equivalents, and Investments

The City-Parish maintains a consolidated cash management pool that is available for use by all funds except the Employees' Retirement System Pension Trust Fund. Each fund type's portion of the consolidated cash pool is displayed on the Statement of Net Assets as "Cash and cash equivalents" or "Investments." The City-Parish primary government and all discretely presented component units adopted Governmental Accounting Standards Board Statement No. 40, *Deposit and Investment Risk Disclosures,* during 2004.

### a. Deposits - Primary Government

Deposits (including demand deposit accounts and certificates of deposits) at December 31, 2008, for the City-Parish primary government are summarized on the following page:

**NOTE 3 - Cash, Cash Equivalents, and Investments (Continued)**

**a. Deposits - Primary Government (Continued)**

1. Primary government excluding Employees' Retirement System Pension Trust Fund:

| Carrying Amount | Bank Balance |
|---|---|
| $397,564,365 | $413,545,597 |

Certificates of deposit with a maturity of 90 days or more are classified on the Statement of Net Assets as "Investments" ($365,986,142). The remaining carrying amount of $31,578,223 is classified as "Cash and cash equivalents."

The City-Parish's bank balance of deposits at December 31, 2008, is not exposed to any custodial credit risk. Custodial credit risk is the risk that in the event of a bank failure, the City-Parish's deposits may not be returned.

The carrying amount of deposits does not include a cash on hand balance of $3,080,237 which is not on deposit with a financial institution. Cash on hand includes petty cash and cash received but not yet deposited at year-end.

2. Employees' Retirement System Pension Trust Fund:

At December 31, 2008, the carrying amount of the Retirement System's cash was $7,732,306 and the bank balance was $7,887,797. The Retirement System's deposits at December 31, 2008, are not exposed to any custodial credit risk.

**b. Cash Equivalents and Investments - Primary Government**

The City-Parish is authorized by LRS 39:1211-1245 and 33:2955 to invest temporarily idle monies in the following:

1. United States Treasury Bonds
2. United States Treasury Notes
3. United States Treasury Bills
4. Obligations of U.S. Government Agencies, including such instruments as Federal Home Loan Bank bonds, Government National Mortgage Association bonds, or a variety of "Federal Farm Credit" bonds.
5. Fully collateralized certificates of deposit issued by qualified commercial banks and savings and loan associations located within the State of Louisiana.
6. Fully collateralized repurchase agreements.
7. Fully collateralized interest-bearing checking accounts.
8. Mutual or Trust Fund institutions which are registered with the Securities and Exchange Commission under the Security Act of 1933 and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the United States Government or its agencies.
9. Any other investment allowed by state statute for local governments.
10. Louisiana Asset Management Pool (LAMP).

Proceeds from the issuance of sales tax revenue bonds for the City of Baton Rouge and Parish of East Baton Rouge are invested according to guidelines set forth in the bond resolutions. Authorized investments from the proceeds of the issuance of the City's 1997, 1998A, 2001A, 2005B (Taxable), 2007A, 2008A-1, 2008A-2 and 2008B (Taxable) Public Improvement Sales Tax Revenue Bonds are government securities, certificates of deposit collateralized by government securities, and bonds issued by any state or political subdivision, provided that the bonds are rated in one of Moody's Investors Service or Standard and Poor's Corporation's two highest rating categories. All of the qualified investments must have maturities of five years or less at the time of investment.

**NOTE 3 - Cash, Cash Equivalents, and Investments (Continued)**

**b. Cash Equivalents and Investments - Primary Government (Continued)**

Proceeds from the issuance of the Parish's 1999, 2005A, and 2005B Public Improvement Sales Tax Revenue Bonds, the East Baton Rouge Sewerage Commission's 2006A and 2006B Revenue Bonds and the Road and Street Improvement 2006A and 2008A Sales Tax Revenue Bonds are authorized to be invested in direct obligations of the United States of America, time certificates of deposit secured by direct obligations of the United States of America, and obligations issued or guaranteed by the federal government.

City-Parish investments for the primary government at December 31, 2008, are itemized as follows:

1. Primary Government excluding Employees' Retirement System Pension Trust Fund:

| Investment Type | Amortized Cost/ Fair Value |
|---|---|
| U.S. Agency Securities | $108,039,742 |
| Repurchase Agreements | 94,617,240 |
| Louisiana Asset Management Pool (LAMP) | 347,020,482 |
| Total | $549,677,464 |

Investments with a maturity of less than 90 days ($445,025,232) are classified on the Statement of Net Assets as "Cash and cash equivalents," $103,800,610 is classified on the Statement of Net Assets as "Investments." The remaining amount of $851,622 is included in "Receivables - net" on the Statement of Net Assets. In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, investments in U.S. Treasury or Agency obligations that have a remaining maturity at time of purchase of one year or less, and investments in 2a7-like pools are stated at amortized cost which is not materially different from fair value. All other investments are shown at fair value.

| | | Investment Maturities (in Years) | |
|---|---|---|---|
| Investment Type | Fair Value | Less Than 1 | 1-5 |
| U.S. Agency Securities | $108,039,742 | $108,039,742 | $ -- |
| Repurchase Agreements | 94,617,240 | 93,036,000 | 1,581,240 |
| Total | $202,656,982 | $201,075,742 | $1,581,240 |

As a means of limiting its exposure to fair value losses arising from interest rates, the City-Parish's investment policy limits investments to securities with less than one year from the date of purchase unless the investment is matched to a specific cash flow. The City-Parish may collateralize its repurchase agreements using longer dated investments not to exceed 10 years to maturity. Reserve funds may be invested in securities with maturities exceeding one year if the maturity of such investments are made to coincide as nearly as practicable with the expected use of the funds.

Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City-Parish has a written policy for custodial credit risk. The City-Parish's investment policy requires the application of the prudent-person rule. The policy states, *all investments made shall be with judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived. However, under all circumstances, the overriding concern shall be safety of the principal amounts invested.* The City-Parish's investment policy limits investments to those discussed earlier in this section. The City-Parish's investments in U. S. Agency Securities were rated AAA by Standard & Poor's and Fitch Ratings, and Aaa by Moody's Investors Service. The City-Parish's investment policy requires that investments be diversified by security type and institution. With the exception of U.S. Treasury securities and authorized pools, no more than 50% of the City-Parish total investment portfolio will be invested in a single security type or with a single financial institution. U. S. Agency Securities are invested in the Federal

**NOTE 3 - Cash, Cash Equivalents, and Investments (Continued)**

**b. Cash Equivalents and Investments - Primary Government (Continued)**

1. Primary Government excluding Employees' Retirement System Pension Trust Fund:(Continued)

Home Loan Mortgage Corporation Securities, Federal Home Loan Bank Securities and Federal National Mortgage Association Securities, which are 10.73%, 6.27% and 2.53% of the City-Parish total investment, respectively. LAMP has a Standard & Poor's Rating of AAAm.

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City-Parish will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City-Parish's investment policy requires that all repurchase agreement investments be fully collateralized and held by an independent third party in the name of the City-Parish. Also, the investment policy requires that all security transactions entered into will seek to be fully collateralized and not subject to custodial credit risk. Investments in external investment pools, mutual funds, and other pooled investments are not exposed to custodial credit risk because they are not evidenced by securities that exist in physical or book entry form.

LAMP, a local government investment pool, is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana, which was formed by an initiative of the State Treasurer in 1993. While LAMP is not required to be a registered investment company under the Investment Company Act of 1940, its investment policies are similar to those established by Rule 2a7, which governs registered money market funds. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high-quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. The fair value of investments is determined on a weekly basis to monitor any variances between amortized cost and fair value. For purposes of determining participants' shares, investments are valued at amortized cost. The fair value of the participant's position is the same as the value of the pool shares. LAMP is designed to be highly liquid to give its participants immediate access to their account balances. The $347,020,482 invested in LAMP is held by the Parish's Consolidated Cash pool ($299,500,000), the East Baton Rouge Sewerage Commission ($9,345,079) the City Sales Tax Bonds Debt Service Fund ($10,535,874) and the Airport Construction Funds ($27,639,529).

2. Employees' Retirement System Pension Trust Fund:

Section 9.15 of The Plan of Government of the Parish of East Baton Rouge and the City of Baton Rouge authorizes the Retirement Board to have custody of, and invest the assets of the Pension Trust. As fiduciaries of the Pension Trust, the Board developed and adopted *The Total Plan Statement of Investment Policies and Objectives*, in which are set forth the guidelines for investing the Retirement System's assets. The document sets forth permissible investments summarized as follows:

| | |
|---|---|
| Currency Investments – | Foreign Exchange Futures, Forwards, Swaps (applies to global or non-US managers for hedging purposes) |
| Equity Investments – | common stocks, convertible bonds, preferred stocks |
| Fixed Income Investments – | bonds, mortgages and mortgage-backed securities, asset-backed securities, cash-equivalent securities, money market funds, bank short-term investment funds and short-term extendable portfolio funds, equity real estate (only under specific authorization) |

**NOTE 3 - Cash, Cash Equivalents, and Investments (Continued)**

**b. Cash Equivalents and Investments - Primary Government (Continued)**

2. Employees' Retirement System Pension Trust Fund (Continued):

Additionally, the Retirement System may authorize an agent to participate in securities lending transactions on its behalf. Investment in derivatives and reverse repurchase agreements are not specifically authorized under the Board's investment policy. However, in the case of commingled or mutual accounts, the prospectus of Declaration of Trust takes precedence over the investment policy.

Equity securities shall not exceed 5 percent of cost and 7 percent of market value in any one company, and fixed income shall not exceed 2.5 percent of cost and 3 percent of market value. However, the direct debt of the federal government shall not be restricted as a percentage of the portfolio.

No investments in any one organization represent 5 percent or more of the net assets available for pension benefits. There are no investments in loans to, or lease with, parties related to the Plan. Although the Board continued its contractual relationships with outside third party investment managers during 2008, final oversight of investments and investment performances for both the original CPERS trust and PGT remains with the Board.

Purchases and sales of investments are recorded on a trade date basis. The Retirement System's Statement of Investment Policies and Objectives prohibits the use of securities that use any form of leverage, or in which interest or principal position is tied to any prohibited type of investment.

CPERS utilizes various investment instruments, which by nature are exposed to a variety of risk levels and risk types, such as interest rate, credit and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term, and that such changes could materially affect the amounts reported in the Statement of Plan Net Assets.

The fair value of the Retirement System's investments as of December 31, 2008 is:

| | Fair Value |
|---|---|
| U.S. Treasury Bonds | $ 5,770,701 |
| U.S. Agency Notes | 3,983,189 |
| Mortgaged Backed Securities | 67,709,609 |
| Corporate Bonds | 19,636,325 |
| Asset Backed Securities | 4,087,454 |
| International Equities | 161,135,258 |
| Short-Term Investment Fund | 12,650,932 |
| Domestic Equities | 397,009,480 |
| Emerging Markets Equity | 18,241,284 |
| Equity Real Estate Fund | 51,124,345 |
| Total | $741,348,577 |

The fair value of $728,697,645 is classified on the Statement of Fiduciary Net Assets as "Investments" and "Securities lending collateral." $12,650,932 is classified on the Statement of Fiduciary Net Assets as "Cash and Cash equivalents."

**NOTE 3 - Cash, Cash Equivalents, and Investments (Continued)**

**b. Cash Equivalents and Investments - Primary Government (Continued)**

2. Employees' Retirement System Pension Trust Fund (Continued):

Interest rate risk is the risk applicable to debt instruments with fair values that are sensitive to changes in interest rate. One indicator of the measure of interest rate risk is the dispersion of maturity dates of debt instruments. The following table shows the Retirement System's domestic fixed-income investments and maturities in actively managed accounts at December 31, 2008:

| | | Investments Maturities (in Years) | | | |
|---|---|---|---|---|---|
| | Fair Value | Less Than One | 1-5 | 5-10 | >10 |
| U.S. Treasuries | $ 5,770,701 | $ -- | $ 887,980 | $ 2,173,498 | $ 2,709,223 |
| U.S. Agencies | 3,983,189 | -- | 1,350,675 | 1,643,658 | 988,856 |
| Mortgage Backed Securities | 67,709,609 | 15,437,979 | 1,527,235 | 482,754 | 50,261,641 |
| Corporate Bonds | 19,636,325 | 3,363,661 | 7,902,132 | 4,826,971 | 3,543,561 |
| Asset Backed Securities | 4,087,454 | -- | 796,170 | 2,259,208 | 1,032,076 |
| Total | $101,187,278 | $18,801,640 | $12,464,192 | $11,386,089 | $58,535,357 |

*Note: The above schedule does not include Core-Plus and Absolute Return fixed-income strategies managed in pooled accounts. Assets in the Core-Plus fund had a December 31, 2008, fair market value of $83,038,654 and carried an average quality rating of AA-. On the same date, the Absolute Return fund had a fair market value of $78,350,281 and carried an average quality rating of A-.*

The Retirement System requires that debt obligations be investment grade at time of purchase (BBB/Baa or higher as rated by Standard & Poor's and/or Moody's respectively). Securities that are later downgraded below investment grade are required to be liquidated unless the investment manager and the investment consultant deem it in the System's best interest to continue to hold the securities.

The following table is provided for use in determining the Retirement System's level of exposure to credit risk as of December 31, 2008. The "not rated" designation is applicable to medium term notes in default.

| S&P/Moody Rating | Fair Value at 12/31/08 |
|---|---|
| Government | $ 9,947,033 |
| Agency/AAA | 53,359,507 |
| AAA | 18,687,957 |
| AA | 1,826,934 |
| A | 13,088,212 |
| BBB | 4,162,742 |
| BB | 52,088 |
| NR (not rated) | 62,805 |
| | $101,187,278 |

The Retirement System's *Total Plan Statement of Investment Policies and Objectives* limits the concentration in any one issue to 7 percent of fair value. At December 31, 2008, the System had exposure of less than 5 percent in any single investment issue.

**NOTE 3 - Cash, Cash Equivalents, and Investments (Continued)**

**b. Cash Equivalents and Investments - Primary Government (Continued)**

2. Employees' Retirement System Pension Trust Fund (Continued):

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or deposit. CPERS' investment policy restricts equity investments to securities that are US dollar denominated and are registered with the SEC. Although foreign exchange futures, forward, and swaps are permissable for those managers with non-US or global mandates, at December 31, 2008, CPERS had no investments allocated in foreign currencies in non-pooled accounts of either fixed income or equity managers.

The System has authorized JPMorgan/Chase Bank to act as agent in lending the System's actively managed securities to approved broker-dealers (borrowers) through a Securities Lending Agreement for Non-ERISA Accounts. The terms of the agreement require the borrowers to deliver collateral against each loan for no less than a.) 102% of the market value of the loaned securities if the loaned securities were not foreign securities, b.) 105% of the market value of the loaned securities if the loaned securities were foreign securities, or c.) approved letters of credit.

JPMorgan/Chase Bank managed cash collateral received on the securities loaned in a separate collateral account for the System. The income generated from the collateral is allocated among the bank, the borrower, and the System in accordance with the contract. The System also receives non-cash collateral including U.S. Treasuries, government sponsored enterprises and federal agencies, mortgage backed securities (MBS), corporate bonds, asset backed securities (ABS), money market instruments, municipal securities, and private label mortgage backed securities and collateralized mortgage obligations (CMO). However, the System does not have the ability to pledge or sell these non-cash securities; even in the event of default. Both the System and the borrowers maintain the right to terminate securities lending transactions. Therefore, the securities loaned did not generally match the duration of the investments made with cash collateral.

In December of 2008, the System imposed a restriction on JPMorgan/Chase whereby the securities lending limit was capped at $5,000,000 until further notice. In the event of a failure or default on the part of a borrower, the agent contractually agrees to act in the best interest of the System in executing loan collateral on behalf of the System. There were no security defaults in 2007, however in 2008, two names in the pool of securities held as collateral did default - Lehman Brothers and Sigma Finance Corporation. To protect the interest of its clients, in September of 2008, JPMorgan/Chase categorized the collateral security holdings and placed them in three newly created funds. The Active Fund is comprised of securities that continued to be traded and experienced no or little illiquidity. The great majority of CPERS' holdings are traded from this fund, and the investments of any new securities lending clients are designated exclusively for this fund. The Segregated Fund was created for securities that were under liquidity pressure in the investment market. Some of these securities had been downgraded, but there had been no defaults. These securities are predominantly Asset-Backed securities and debt of various insurance providers. A large percentage of these obligations have matured and paid the face amount to the holders. The others continue to pay down principal and interest but maturity dates are regularly extended beyond the original stated maturity dates at the time of issuance. The Liquidating Fund contains the non-performing or illiquid securities that have defaulted on the original obligation. At December 31, 2008, these consisted of only Lehman Brothers and Sigma Finance Corporation and CPERS' portion of these losses, classified by JPMorgan as unrealized losses, was less than $100,000.

At December 31, 2008, the System had no credit risk exposure to borrowers because the amounts the System owed the borrowers exceeded the amounts the borrowers owed the System. The collateral held was valued at $4,721,706 and the market value of the securities on loan was $4,628,870. The cash portion of the collateral is reflected in the Statement of Plan Net Assets.

The table on the following page shows the December 31, 2008, fair value of the securities loaned and the fair value of the collateral held, categorized by security type. Cash collateral of $4,147,518 consists of Equity Short-Term Securities and Government Short-Term Securities.

**NOTE 3 - Cash, Cash Equivalents, and Investments (Continued)**

**b. Cash Equivalents and Investments - Primary Government (Continued)**

2. Employees' Retirement System Pension Trust Fund (Continued):

| Security Type | Fair Value of Securities Loaned at 12/31/2008 | Fair Value of Collateral Held at 12/31/2008 |
|---|---|---|
| Equity Short-Term Securities | $ 768,006 | $ 783,857 |
| Government Short-Term Securities | 3,298,640 | 3,363,661 |
| Government Tri-Party | 562,224 | 574,188 |
| Total | $4,628,870 | $4,721,706 |

**c. Deposits - Discretely Presented Component Units**

The discretely presented component unit agencies are required to invest idle funds within the same state statute as the primary government. Component unit deposits (including demand deposit accounts and certificates of deposits) at their respective year ends, are categorized below:

| | Carrying Amount | Bank Balance |
|---|---|---|
| District Attorney of the Nineteenth Judicial District | $ 3,629,809 | $ 3,629,809 |
| Nineteenth Judicial District Court | 15,000,961 | 15,123,696 |
| E.B.R. Parish Family Court | 378,848 | 378,848 |
| E.B.R. Parish Juvenile Court | 605,480 | 605,480 |
| Nineteenth Judicial District Indigent Defender Board | 1,482,925 | 1,482,925 |
| E.B.R. Parish Clerk of Court | 7,258,445 | 7,258,445 |
| St. George Fire Protection District | 847,826 | 994,965 |
| Central Fire Protection District | 247,982 | 291,262 |
| District 6 Fire Protection District | 229,589 | 240,050 |
| Eastside Fire Protection District | 524,240 | 538,869 |
| Pride Fire Protection District | 37,465 | 37,465 |
| Alsen-St. Irma Lee Fire Protection District | 179,619 | 179,619 |
| South Burbank Crime Prevention District | 168,418 | 168,418 |
| Concord Estates Crime Prevention District | 9,261 | 9,261 |
| Wedgewood Crime Prevention District | 3,102 | 3,102 |
| Capital Region Planning Commission | 87,242 | 92,815 |
| Capital Area Transit System | 1,177,890 | 1,510,045 |
| Total Component Units | $31,869,102 | $32,545,074 |

The following component unit deposits were exposed to custodial credit risk as explained in section (a) of this note above:

| Uninsured and collateral held by pledging bank's trust department not in agency's name: | |
|---|---|
| Nineteenth Judicial District Court | $14,923,696 |
| E.B.R. Parish Juvenile Court | 218,473 |
| St. George Fire Protection District | 894,965 |
| Central Fire Protection District | 41,262 |
| Eastside Fire Protection District | 288,869 |
| Total | $16,367,265 |

**NOTE 3 - Cash, Cash Equivalents, and Investments (Continued)**

**c. Deposits - Discretely Presented Component Units (Continued)**

Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the component unit agency that the fiscal agent has failed to pay deposited funds upon demand.

At December 31, 2008, there were no certificates of deposit with a maturity of 90 days or more classified on the Statement of Net Assets as "Investments". The carrying amount of $31,866,000 is classified as "Cash and cash equivalents."

The carrying amounts of deposits do not include a cash on hand balance for E.B.R. Parish Juvenile Court ($300) and Clerk of Court ($2,275) which are not on deposit with a financial institution. Cash on hand includes petty cash and cash received but not yet deposited at year-end.

**d. Investments - Discretely Presented Component Units**

Investments for component units include a fair value amount of $429,980 in securities held by Capital Region Planning Commission and $82,815,412 in securities held by the Nineteenth Judicial District Court..

**e. Cash, Cash Equivalents and Investments Summary**

1. The following is a reconciliation of the carrying amount of deposits and investments to restricted and unrestricted "Cash and cash equivalents" and "Investments" on the Statement of Net Assets.

A. Primary government excluding Employees' Retirement System Pension Trust Fund

| | |
|---|---|
| Cash and cash equivalents: | |
| Deposits | $ 31,578,223 |
| Cash on hand | 3,080,237 |
| Louisiana Asset Management Pool | 347,020,482 |
| Investments | 98,004,750 |
| Sub-total cash and cash equivalents | 479,683,692 |
| Investments: | |
| Deposits | 365,986,142 |
| Investments | 103,800,610 |
| Sub-total investments | 469,786,752 |
| Cash, cash equivalents and investments, December 31, 2008 | $949,470,444 |

Summary of "Cash and cash equivalents" and "Investments" for the Primary Government on the Statement of Net Assets

| | |
|---|---|
| Current Assets - Cash and cash equivalents | $417,743,340 |
| Restricted Assets - Cash and cash equivalents | 61,940,352 |
| Total cash and cash equivalents | 479,683,692 |
| Current Assets - Investments | 378,873,901 |
| Restricted Assets - Investments | 90,912,851 |
| Total investments | 469,786,752 |
| Total cash and cash equivalents and investments | $949,470,444 |

**NOTE 3 - Cash, Cash Equivalents, and Investments (Continued)**

**e. Cash, Cash Equivalents and Investments Summary (Continued)**

1. Reconciliation of the carrying amount of deposits and investments to restricted and unrestricted (Continued)

B. Component units:

| | |
|---|---|
| Cash and cash equivalents: | |
| Deposits | $ 31,869,102 |
| Cash on hand | 2,575 |
| Sub-total cash and cash equivalents | 31,871,677 |
| Investments | 83,245,392 |
| Cash, cash equivalents and investments, December 31, 2008 | $115,117,069 |

Summary of "Cash and cash equivalents" and "Investments" for Component Units on the Statement of Net Assets:

| | |
|---|---|
| Current Assets - Cash and cash equivalents | $ 31,765,959 |
| Restricted Assets - Cash and cash equivalents | 105,718 |
| Total cash and cash equivalents | 31,871,677 |
| Current Assets - Investments | 83,245,392 |
| Total cash and cash equivalents and investments | $115,117,069 |

2. The following is a reconciliation of the carrying amount of deposits and investments to "Cash and cash equivalents" and "Investments" for CPERS pension trust fund on the Statement of Fiduciary Net Assets.

| | |
|---|---|
| Cash and cash equivalents: | |
| Deposits | $ 7,732,306 |
| Investments | 12,650,932 |
| Sub-total | 20,383,238 |
| Investments | 728,697,645 |
| Cash, cash equivalents and investments, December 31, 2008 | $749,080,883 |

**NOTE 4 - Property Taxes**

The 1974 Louisiana Constitution (Article 7 Section 18) provided that land and improvements for residential purposes be assessed at 10% of fair market value; other property and electric cooperative properties, excluding land, are to be assessed at 15%; and public service properties, excluding land, are to be assessed at 25% of fair market value. Fair market value is determined by the elected assessor of the parish on all property subject to taxation except public service properties, which are valued by the Louisiana Tax Commission (LRS 47:1957). The correctness of assessments by the assessor is subject to review and certification by the Louisiana Tax Commission. The assessor is required to reappraise all property subject to taxation at intervals of not more than four years. Year 2008 was a reassessment year.

The Sheriff of East Baton Rouge Parish, as provided by State Law (LRS 33:1435), is the official tax collector of general property taxes levied by the Parish and Parish Special Districts. By agreement, the Sheriff is also the tax collector for City property taxes for which he receives a commission of 4.5% of total taxes collected for the City. December tax collections remitted to the City-Parish by the Sheriff in January are reported as "Due From Other Governments."

**NOTE 4 - Property Taxes (Continued)**

The 2008 property tax calendar is as follows:

| | |
|---|---|
| Levy date | July 23, 2008 |
| Millage rates adopted | July 23,2008 |
| Tax bills mailed | November 28, 2008 |
| Due date | December 31, 2008 |
| Lien date | January 1, 2009 |

State Law requires the Sheriff to collect property taxes in the calendar year in which the assessment is made. Property taxes become delinquent January 1 of the following year. If taxes are not paid by the due date, taxes bear interest at the rate of one and one-fourth percent per month until the taxes are paid (LRS 47:2101). After notice is given to the delinquent taxpayers, the Sheriff is required by the Constitution of the State of Louisiana to sell the least quantity of property necessary to settle the taxes and interest owed (LRS 47:2181).

Property taxes are considered measurable each year following the filing of the tax rolls by the Assessor with the Louisiana Tax Commission. Accordingly, the entire tax roll less an estimate for uncollectible taxes is recorded as taxes receivable in the current budgeted year. Uncollectible taxes are those taxes which based on past experience will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll.

*At the governmental fund level*, property taxes that are measurable and available (receivable within the current period and collected within the current period or within 60 days thereafter to be used to pay liabilities of the current period) are recognized as revenue in the year of levy. Property taxes that are measurable, but not available, are recorded, net of estimated uncollectible amounts, as deferred revenues in the year of levy. Such deferred revenues are recognized as revenue in the fiscal year in which they become available.

*At the entity-wide level,* property taxes are recognized in the year of the levy net of uncollectible amounts.

**a. Property taxes receivable and estimated uncollectible taxes by fund type for the Primary Government are as follows:**

| | Property Taxes Receivable | Estimated Uncollectible Property Taxes | Net Property Taxes Receivable |
|---|---|---|---|
| General Fund | $10,141,800 | $ 428,366 | $ 9,713,434 |
| Library Board of Control Fund | 16,189,470 | 815,751 | 15,373,719 |
| Nonmajor Governmental Funds | 12,040,611 | 548,733 | 11,491,878 |
| Total | $38,371,881 | $1,792,850 | $36,579,031 |

**b. Property taxes receivable and estimated uncollectible taxes for the Component Units are as follows:**

| | Property Taxes Receivable | Estimated Uncollectible Property Taxes | Net Property Taxes Receivable |
|---|---|---|---|
| District No. 1 Fire Protection District | $ 99,035 | $ 8,538 | $ 90,497 |
| St George Fire Protection District | 637,427 | 562,181 | 75,246 |
| Brownsfield Fire Protection District | 229,057 | 19,703 | 209,354 |
| Central Fire Protection District | 876,961 | 131,544 | 745,417 |
| Eastside Fire Protection District | 763,090 | 68,700 | 694,390 |
| E.B.R. Parish Fire Protection District No. 6 | 525,688 | 38,172 | 487,516 |
| Pride Fire Protection District | 19,288 | 2,767 | 16,521 |
| Alsen-St. Irma Lee Fire Protection District | 223,572 | 4,936 | 218,636 |
| Total | $3,374,118 | $836,541 | $2,537,577 |

## NOTE 5 - Federal and State Financial Assistance

### a. Grants From Other Governments and Private Developers

Federal and State grant programs represent an important source of funding to finance housing, employment, construction, and social programs which are beneficial to the City and the Parish. These funds are recorded in the Special Revenue, Capital Projects, and Enterprise Funds. A grant appropriation is recorded when an approved contract is authorized with the funding agency through the "Grants Review Process." Receivables are established when eligible expenditures are incurred. The grants normally specify the purpose for which funds may be used and federal grants are audited annually in accordance with Office of Management and Budget Circular A-133 under the "Single Audit Concept." The grant programs are also subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any material contingent liability for reimbursement which may arise as the result of these audits is recorded in accordance with FASB Statement No. 5, *Accounting for Contingencies*. During 2008, the following amounts under various grants and entitlements are recorded as revenues, subsidies, or contributions in the accompanying fund financial statements:

| | Federal and State Operating Grants and Capital Contributions | Private Capital Contributions |
|---|---|---|
| **Primary Government:** | | |
| Governmental activities: | | |
| Grants Fund | $64,475,672 | $ -- |
| Capital Projects Fund | 5,247,638 | -- |
| Nonmajor governmental funds | 3,613,243 | -- |
| Business-type activities: | | |
| Greater Baton Rouge Airport District | 14,293,487 | -- |
| Comprehensive Sewerage System Fund | 395,349 | 6,086,115 |
| Solid Waste Collection and Disposal Fund | 66,413 | -- |
| Nonmajor business-type funds | 2,891,180 | -- |
| Total primary government | $90,982,982 | $6,086,115 |
| **Component Units:** | | |
| District Attorney of the Nineteenth Judicial District | $ 1,079,983 | $ -- |
| E.B.R. Parish Juvenile Court | 60,496 | -- |
| Nineteenth Judicial District Indigent Defender Board | 1,334,272 | -- |
| St. George Fire Protection District | 690,874 | -- |
| Brownsfield Fire Protection District | 30,597 | -- |
| Central Fire Protection District | 146,021 | -- |
| Eastside Fire Protection District | 73,699 | -- |
| Pride Fire Protection District | 696 | -- |
| Chaneyville Fire Protection District | 61,263 | -- |
| Capital Region Planning Commission | 631,373 | -- |
| Capital Area Transit System | 5,599,517 | -- |
| Total component units | $ 9,708,791 | $ -- |

**NOTE 5 - Federal and State Financial Assistance (Continued)**

**b. On-Behalf Payments for Salaries and Benefits**

GASB Statement No. 24, *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance* requires the City-Parish to report and disclose in the financial statements on-behalf salary and fringe benefit payments made by the State of Louisiana to certain groups of City-Parish employees.

Supplementary salary payments are made by the state directly to certain groups of employees. City-Parish is not legally responsible for these salaries. Therefore, the basis for recognizing the revenue and expenditure (expense) payments is the actual contribution made by the state. For 2008, the state paid supplemental salaries to the following groups of employees of the primary government: fire and law enforcement employees, city court judges, and employees of the Registrar of Voters' Office. The state also paid supplemental salaries for employees of the Nineteenth Judicial District Attorney, judges' salaries and benefits for the three court systems and state supplemental salaries of the parish fire protection district component units.

LRS 33:7392 provides for a percentage of property taxes collected in East Baton Rouge Parish to be remitted to the State Municipal Employees' Retirement System (MERS). The statute further provides for MERS to distribute a pro-rata share of these funds back to the City-Parish Employees' Retirement System. On-behalf payments recorded as revenues and expenditures (expenses) in the 2008 financial statements are as follows:

| | State Supplemental Salaries | MERS Contribution | Total 2008 On-Behalf Payments |
|---|---|---|---|
| Primary Government: | | | |
| Governmental activities | $ 6,583,665 | $799,678 | $ 7,383,343 |
| Business-type activities | 131,421 | -- | 131,421 |
| Total primary government | 6,715,086 | 799,678 | 7,514,764 |
| Component Units: | | | |
| District Attorney of the Nineteenth Judicial District | 2,367,870 | -- | 2,367,870 |
| Nineteenth Judicial District Court | 2,409,940 | -- | 2,409,940 |
| E.B.R. Parish Family Court | 602,485 | -- | 602,485 |
| E.B.R. Parish Juvenile Court | 301,242 | -- | 301,242 |
| St. George Fire Protection District | 428,611 | -- | 428,611 |
| Brownsfield Fire Protection District | 20,400 | -- | 20,400 |
| Central Fire Protection District | 85,000 | -- | 85,000 |
| E.B.R. Parish Fire Protection District No. 6 | 68,298 | -- | 68,298 |
| Eastside Fire Protection District | 16,403 | -- | 16,403 |
| Total component units | 6,300,249 | -- | 6,300,249 |
| Total on-behalf payments | $13,015,335 | $799,678 | $13,815,013 |

## NOTE 6 - Capital Assets

**a. Primary government capital asset activity for the year ended December 31, 2008, was as follows:**

| | Balance 1/1/2008 | Increases | Decreases | Adjustments | Balance 12/31/2008 |
|---|---|---|---|---|---|
| **Governmental Activities:** | | | | | |
| Capital assets not being depreciated: | | | | | |
| Land and right-of-way | $ 92,546,925 | $11,711,679 | $ -- | $ -- | $ 104,258,604 |
| Construction work in progress | 41,959,362 | 29,470,643 | -- | (6,272,268) | 65,157,737 |
| Total capital assets not being depreciated | 134,506,287 | 41,182,322 | -- | (6,272,268) | 169,416,341 |
| Capital assets being depreciated: | | | | | |
| Buildings | 203,403,443 | 884,896 | -- | -- | 204,288,339 |
| Improvements (other than buildings) and infrastructure | 532,719,219 | 24,264,762 | -- | 7,836,335 | 564,820,316 |
| Equipment and equipment under lease | 88,452,585 | 13,739,401 | (9,366,467) | 44,188 | 92,869,707 |
| Total capital assets being depreciated | 824,575,247 | 38,889,059 | (9,366,467) | 7,880,523 | 861,978,362 |
| Less accumulated depreciation for: | | | | | |
| Building | (120,175,542) | (5,656,667) | -- | -- | (125,832,209) |
| Improvements (other than buildings) and infrastructure | (267,634,953) | (15,845,679) | -- | -- | (283,480,632) |
| Equipment and equipment under lease | (61,164,065) | (11,583,742) | 9,227,561 | (35,688) | (63,555,934) |
| Total accumulated depreciation | (448,974,560) | (33,086,088) | 9,227,561 | (35,688) | (472,868,775) |
| Total capital assets being depreciated, net | 375,600,687 | 5,802,971 | (138,906) | 7,844,835 | 389,109,587 |
| Total governmental activities capital assets, net | $ 510,106,974 | $46,985,293 | $ (138,906) | $ 1,572,567 | $ 558,525,928 |
| **Business-Type Activities:** | | | | | |
| Capital assets not being depreciated: | | | | | |
| Land and right-of-way | $ 77,602,116 | $ 2,436,993 | $ -- | $ -- | $ 80,039,109 |
| Construction work in progress | 15,860,033 | 35,770,007 | -- | (2,366,020) | 49,264,020 |
| Total capital assets not being depreciated | 93,462,149 | 38,207,000 | -- | (2,366,020) | 129,303,129 |
| Capital assets being depreciated: | | | | | |
| Buildings | 165,281,333 | 3,440,440 | -- | 1,399,876 | 170,121,649 |
| Noise mitigation | 28,106,475 | -- | -- | -- | 28,106,475 |
| Improvements (other than buildings) and infrastructure | 832,360,074 | 9,643,587 | -- | 1,491,600 | 843,495,261 |
| Equipment | 12,790,388 | 173,770 | (828,107) | -- | 12,136,051 |
| Total capital assets being depreciated | 1,038,538,270 | 13,257,797 | (828,107) | 2,891,476 | 1,053,859,436 |

**NOTE 6 - Capital Assets (Continued)**

**a. Primary government capital asset activity (Continued)**

| | Balance 1/1/2008 | Increases | Decreases | Adjustments | Balance 12/31/2008 |
|---|---|---|---|---|---|
| **Business-Type Activities (Continued):** | | | | | |
| Capital assets being depreciated (Continued): | | | | | |
| Less accumulated depreciation for: | | | | | |
| Buildings | $ (67,290,198) | $ (5,860,641) | $ -- | $ -- | $ (73,150,839) |
| Noise mitigation costs | (2,827,944) | (1,124,259) | -- | -- | (3,952,203) |
| Improvements (other than buildings) and infrastructure | (392,744,285) | (29,906,774) | -- | -- | (422,651,059) |
| Equipment | (10,865,755) | (774,303) | 807,116 | 20,000 | (10,812,942) |
| Total accumulated depreciation | (473,728,182) | (37,665,977) | 807,116 | 20,000 | (510,567,043) |
| Total capital assets being depreciated, net | 564,810,088 | (24,408,180) | (20,991) | 2,911,476 | 543,292,393 |
| Total business-type activities capital assets, net | $ 658,272,237 | $ 13,798,820 | $ (20,991) | $ 545,456 | $ 672,595,522 |

The adjustments column includes the capitalization of $1,572,567 in governmental activities and $545,456 in business-type activities of donated assets from private sources. The adjustments column also includes $6,272,268 in governmental activities and $2,366,020 in business-type activities of prior year construction work in progress that was capitalized as assets during 2008.

**b. Depreciation expense was charged to functions of the primary government as follows:**

| | |
|---|---|
| **Governmental Activities:** | |
| Governmental fund-types: | |
| General government | $ 1,520,982 |
| Public safety | 9,317,062 |
| Transportation | 16,049,969 |
| Health and welfare | 193,798 |
| Culture and recreation | 1,920,333 |
| Conservation and development | 561,584 |
| Internal service fund capital assets are charged to the various functions based on their usage of the assets | 3,522,360 |
| Total depreciation expense - governmental activities | $33,086,088 |
| **Business-Type Activities:** | |
| Airport | $ 8,346,723 |
| Sewer | 25,057,470 |
| Solid Waste Collection and Disposal | 1,163,898 |
| Nonmajor business-type activities | 3,097,886 |
| Total depreciation expense - business-type activities | $37,665,977 |

**NOTE 6 - Capital Assets (Continued)**

**c. Construction work in progress for the governmental activities of the primary government is composed of the following:**

| | Project Authorization | Capitalized to Date | Balance in Construction Work In Progress 12/31/2008 | Committed | Estimated Required Future Financing |
|---|---|---|---|---|---|
| Capital Projects Fund: | | | | | |
| Miscellaneous Capital Improvements | | | | | |
| Branch Libraries | $ 52,848,966 | $ 3,778,404 | $ 2,290,702 | $ 4,408,451 | None |
| Capital Improvement | | | | | |
| Roads, Streets, Drainage, Other | 94,512,417 | 37,675,340 | 3,434,744 | 481,605 | None |
| Road and Street Improvement | | | | | |
| Pay-As-You-Go Dedicated Tax | 218,879,481 | 110,880,258 | 14,992,415 | 33,580,422 | None |
| Bonded Dedicated Sales Tax | 141,912,610 | 29,205,243 | 35,515,325 | 43,422,066 | 150,000,000 |
| LA DOTD Grants Capital Projects | 78,786,186 | 61,534,605 | 5,009,130 | 2,338,682 | None |
| Judicial Building Project | 2,500,000 | -- | 2,338,022 | -- | None |
| Downtown Signage/Visitor's Amenities Program | 1,593,113 | 1,194,682 | -- | 87,748 | None |
| General Capital Expenditures | 33,698,709 | 25,688,938 | 1,013,588 | 670,061 | None |
| Other Governmental Funds: | | | | | |
| Parish Transportation Bridges | 10,581,713 | 4,137,816 | 563,811 | 56,692 | None |
| Total | $635,313,195 | $274,095,286 | $65,157,737 | $85,045,727 | |

Included in governmental activities construction work in progress is $2,338,022 in engineering cost on the construction of the new Nineteenth Judicial District Court building. Louisiana Public Facilities Authority issued debt in the amount of $100,000,000 to provide for the construction of the project. The debt is recorded and being serviced in the Nineteenth Judicial District Court component unit statements. In accordance with the legal documents, the building will be capitalized and maintained by the City-Parish upon completion.

**d. Construction work in progress at December 31, 2008, for primary government enterprise funds is composed of the following:**

| | Project Authorization | Expended to Date | Capitalized | Balance in Construction Work in Progress 12/31/08 |
|---|---|---|---|---|
| Greater Baton Rouge Airport District: | | | | |
| Runways and apron improvements | $ 31,954,821 | $ 5,153,989 | $ -- | $ 5,153,989 |
| Plank road and blount road relocation | 9,279,528 | 7,992,946 | -- | 7,992,946 |
| Airport parking garage-phase III | 12,338,385 | 6,655,689 | -- | 6,655,689 |
| Sound reduction program-phase XII | 3,000,000 | 363,797 | -- | 363,797 |
| Rotunda and terminal renovations | 11,000,000 | 176,207 | -- | 176,207 |
| Landscaping project | 1,500,000 | 70,130 | -- | 70,130 |
| Loading bridges | 1,000,000 | 16,081 | -- | 16,081 |
| Miscellaneous project costs | 746,000 | 496,105 | -- | 496,105 |
| Total | 70,818,734 | 20,924,944 | -- | 20,924,944 |

**NOTE 6 - Capital Assets (Continued)**

**d. Construction work in progress at December 31, 2008, for primary government enterprise funds (Continued)**

| | Project Authorization | Expended to Date | Capitalized | Balance in Construction Work in Progress 12/31/08 |
|---|---|---|---|---|
| Comprehensive Sewerage System Fund: | | | | |
| South wastewater treatment plant ballasted flocculation unit | $ 53,272,503 | $ 7,321,255 | $ 298,774 | $ 7,022,481 |
| Central wastewater treatment plant | 3,860,000 | 123,695 | -- | 123,695 |
| Rehabilitation construction | 48,515,555 | 5,499,495 | 1,725,159 | 3,774,336 |
| Sanitary sewer overflow corrective action plan | 150,423,539 | 18,689,226 | 1,746,514 | 16,942,712 |
| Telemetry system | 1,354,027 | 217,272 | -- | 217,272 |
| Rehabilitation of pump stations | 3,438,791 | 192,580 | -- | 192,580 |
| Total | 260,864,415 | 32,043,523 | 3,770,447 | 28,273,076 |
| Nonmajor business -type activities: | | | | |
| Baton Rouge River Center Fund: | | | | |
| Miscellaneous building improvements | 66,000 | 66,000 | -- | 66,000 |
| Total-all enterprise funds | $331,749,149 | $53,034,467 | $3,770,447 | $49,264,020 |

Total construction period interest costs of $168,291 were capitalized in 2008 in the Comprehensive Sewerage System Fund. Construction period interest costs of $2,841,407 from the current and previous fiscal years remain in Construction Work in Progress at December 31, 2008. These costs cannot be capitalized because they have been allocated to projects that are not substantially complete.

EPA Consent Decree

During 2001, the City-Parish entered into a Consent Decree with U.S. Environmental Protection Agency (EPA) to remedy violations of the Clean Water Act and National Pollution Discharge Elimination System (NPDES) permits issued to the City-Parish for its sewerage treatment plants. The Consent Decree requires the City-Parish to achieve and maintain compliance with its NPDES permits and the Clean Water Act. The Consent Decree requires the City-Parish to complete a construction program to reduce sanitary sewer overflows by December 31, 2014.

In July 2007, EPA and DEQ formally approved the City-parish's request to revise the original Remedial Measures Action Plan 2 (RMAP2) Sanitary Sewer Overflow Capital Improvements Program from a complex tunnel system with some rehabilitation and pump station upgrades to a program which emphasizes system wide rehabilitation, conveyance and pumping upgrades and wet weather improvements to the South Wastewater Treatment Plan. In August 2005, the City-Parish had presented this alternate plan to EPA and DEQ. The modified program will rely more on the rehabilitation of the sewer collection system, pump station and transmission improvements, the construction of a flow equalization basin at the South Wastewater Treatment Plant, and improvements to the South Wastewater Treatment Plant Facility.

The concept and cost for this modification has been analyzed by the sewer system's program manager; CH2M HILL, Inc., their Program Delivery Plan (PDP) was delivered to the City-Parish in November 2007, and was updated in October 2008. CH2M HILL's estimated cost for completing the revised RMAP2 is $1.2 billion. The deadline is 2014. The PDP also recommends the closure of the Central Wastewater Treatment Plant, and routing its flows to the South Wastewater Treatment. This recommendation has many positive aspects including eliminating a discharge point into the Mississippi River, removing a treatment plant for the downtown area, providing additional dry weather flows to the South Wastewater Treatment Plant which will assist in the biological treatment process, and providing long-term savings in operations and maintenance costs.

**NOTE 6 - Capital Assets (Continued)**

**e. A summary of changes in capital assets for component units is as follows:**

| | Balance Beginning of Year | Additions | Adjustments and Deletions | Balance End of Year |
|---|---|---|---|---|
| District Attorney of the Nineteenth Judicial District | | | | |
| Equipment | $ 1,768,592 | $ 369,829 | $ (226,961) | $ 1,911,460 |
| Less: accumulated depreciation | (1,171,065) | | | (1,150,380) |
| Total District Attorney of the Nineteenth Judicial District | $ 597,527 | | | $ 761,080 |
| Nineteenth Judicial District Court | | | | |
| Equipment | $ 869,792 | $ 22,941 | $ (6,085) | $ 886,648 |
| Construction work in progress | 890,813 | 26,571,447 | -- | 27,462,260 |
| Total | 1,760,605 | 26,594,388 | (6,085) | 28,348,908 |
| Less: accumulated depreciation | (652,642) | | | (695,799) |
| Total Nineteenth Judicial District Court | $ 1,107,963 | | | $ 27,653,109 |
| E.B.R. Parish Family Court | | | | |
| Equipment | $ 183,181 | $ 19,675 | $ -- | $ 202,856 |
| Less: accumulated depreciation | (172,148) | | | (181,109) |
| Total E.B.R. Parish Family Court | $ 11,033 | | | $ 21,747 |
| E.B.R. Parish Juvenile Court | | | | |
| Equipment | $ 394,749 | $ 14,609 | $ (4,595) | $ 404,763 |
| Less: accumulated depreciation | (345,869) | | | (362,018) |
| Total E.B.R. Parish Juvenile Court | $ 48,880 | | | $ 42,745 |
| Nineteenth Judicial District Indigent Defender Board | | | | |
| Equipment | $ 241,971 | $ 32,070 | $ -- | $ 274,041 |
| Less: accumulated depreciation | (162,042) | | | (186,492) |
| Total Nineteenth Judicial District Indigent Defender Board | $ 79,929 | | | $ 87,549 |
| E.B.R. Parish Clerk of Court | | | | |
| Equipment | $ 8,413,540 | $ 288,803 | $ -- | $ 8,702,343 |
| Less: accumulated depreciation | (4,580,753) | | | (5,279,203) |
| Total E.B.R. Parish Clerk of Court | $ 3,832,787 | | | $ 3,423,140 |
| St. George Fire Protection District | | | | |
| Land | $ 289,532 | $ -- | $ -- | $ 289,532 |
| Buildings | 3,445,729 | 14,071 | -- | 3,459,800 |
| Equipment | 5,007,767 | 2,448,939 | (746,315) | 6,710,391 |
| Total | 8,743,028 | 2,463,010 | (746,315) | 10,459,723 |
| Less: accumulated depreciation | (2,935,722) | | | (2,872,014) |
| Total St. George Fire Protection District | $ 5,807,306 | | | $ 7,587,709 |

**NOTE 6 - Capital Assets (Continued)**

**e. A summary of changes in capital assets for component units (Continued):**

| | Balance Beginning of Year | Additions | Adjustments and Deletions | Balance End of Year |
|---|---|---|---|---|
| Brownsfield Fire Protection District | | | | |
| Land | $ 18,592 | $ -- | $ -- | $ 18,592 |
| Buildings | 91,523 | -- | -- | 91,523 |
| Equipment | 324,491 | 8,848 | -- | 333,339 |
| Total | 434,606 | 8,848 | -- | 443,454 |
| Less: accumulated depreciation | (362,861) | | | (372,142) |
| Total Brownsfield Fire Protection District | $ 71,745 | | | $ 71,312 |
| Central Fire Protection District | | | | |
| Land | $ 264,018 | $ -- | $ -- | $ 264,018 |
| Buildings | 2,030,686 | 5,340 | -- | 2,036,026 |
| Equipment | 2,386,388 | 12,403 | (43,568) | 2,355,223 |
| Total | 4,681,092 | 17,743 | (43,568) | 4,655,267 |
| Less: accumulated depreciation | (1,788,109) | | | (1,988,846) |
| Total Central Fire Protection District | $ 2,892,983 | | | $ 2,666,421 |
| E.B.R. Parish Fire Protection District No. 6 | | | | |
| Land | $ 43,000 | $ -- | $ -- | $ 43,000 |
| Buildings | 493,238 | -- | -- | 493,238 |
| Equipment | 717,494 | 32,783 | (23,465) | 726,812 |
| Equipment under capital leases | 534,526 | -- | -- | 534,526 |
| Total | 1,788,258 | 32,783 | (23,465) | 1,797,576 |
| Less: accumulated depreciation | (1,010,913) | | | (1,066,509) |
| Total E.B.R. Parish Fire Protection District No. 6 | $ 777,345 | | | $ 731,067 |
| Eastside Fire Protection District | | | | |
| Land | $ 469,785 | $ -- | $ -- | $ 469,785 |
| Buildings | 3,516,455 | 206,312 | -- | 3,722,767 |
| Equipment | 1,646,824 | 91,515 | (36,201) | 1,702,138 |
| Equipment under capital leases | 705,038 | -- | -- | 705,038 |
| Total | 6,338,102 | 297,827 | (36,201) | 6,599,728 |
| Less: accumulated depreciation | (1,503,218) | | | (1,752,192) |
| Total Eastside Fire Protection District | $ 4,834,884 | | | $ 4,847,536 |
| Pride Fire Protection District | | | | |
| Land | $ 15,000 | $ -- | $ -- | $ 15,000 |
| Buildings | 140,853 | -- | -- | 140,853 |
| Equipment | 362,909 | -- | (37,426) | 325,483 |
| Total | 518,762 | -- | (37,426) | 481,336 |
| Less: accumulated depreciation | (268,842) | | | (273,521) |
| Total Pride Fire Protection District | $ 249,920 | | | $ 207,815 |

**NOTE 6 - Capital Assets (Continued)**

**e. A summary of changes in capital assets for component units (Continued):**

| | Balance Beginning of Year | Additions | Adjustments and Deletions | Balance End of Year |
|---|---|---|---|---|
| Chaneyville Fire Protection District | | | | |
| Buildings | $ 109,334 | $ -- | $ -- | $ 109,334 |
| Equipment | 183,989 | -- | -- | 183,989 |
| Total | 293,323 | -- | -- | 293,323 |
| Less: accumulated depreciation | (292,907) | | | (293,323) |
| Total Chaneyville Fire Protection District | $ 416 | | | $ -- |
| Alsen-St. Irma Lee Fire Protection District | | | | |
| Land | $ 9,000 | $ -- | $ -- | $ 9,000 |
| Buildings | 256,496 | -- | -- | 256,496 |
| Equipment | 467,487 | -- | -- | 467,487 |
| Total | 732,983 | -- | -- | 732,983 |
| Less: accumulated depreciation | (599,690) | | | (631,926) |
| Total Alsen-St. Irma Lee Fire Protection District | $ 133,293 | | | $ 101,057 |
| Capital Region Planning Commission | | | | |
| Equipment | $ 196,627 | $ 19,603 | $ (2,334) | $ 213,896 |
| Less: accumulated depreciation | (174,486) | | | (186,525) |
| Total Capital Region Planning Commission | $ 22,141 | | | $ 27,371 |
| Capital Area Transit System | | | | |
| Equipment | $ 17,950,697 | $ 294,440 | $ (8,151) | $ 18,236,986 |
| Less: accumulated depreciation | (9,042,232) | | | (10,577,515) |
| Total Capital Transportation Corporation | $ 8,908,465 | | | $ 7,659,471 |
| Total component units capital assets | $ 54,440,116 | $30,453,628 | $(1,135,101) | $ 83,758,643 |
| Less: total accumulated depreciation | (25,063,499) | | | (27,869,514) |
| Total component units capital assets, net | $ 29,376,617 | | | $ 55,889,129 |

**NOTE 7 - Employees' Retirement Systems**

**a. Primary Government**

**1. Plan Description and Provisions**

The City of Baton Rouge and Parish of East Baton Rouge Employees' Retirement System (CPERS), a separate legal entity, administers a cost-sharing multiple-employer defined benefit pension plan. The participating local government employers include:

City of Baton Rouge, Parish of East Baton Rouge
District Attorney of the Nineteenth Judicial District
Nineteenth Judicial District Court

**NOTE 7 - Employees' Retirement Systems (Continued)**

**a. Primary Government (Continued)**

**1. Plan Description and Provisions (Continued)**

Participating local government employers (Continued)

E.B.R. Parish Family Court
E.B.R. Parish Juvenile Court
St. George Fire Protection District
Brownsfield Fire Protection District
Central Fire Protection District
E.B.R. Parish Fire Protection District No. 6
Eastside Fire Protection District
East Baton Rouge Recreation and Park Commission (BREC) * *Related Organization under GASB 14

The CPERS Retirement Plan is reported as a blended component unit of City-Parish as defined by Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*. Since the Retirement System is part of the City-Parish's reporting entity, its financial statements are included as a Fiduciary Fund (pension trust fund) in the basic financial statements of the primary government.

The Retirement System was created by The Plan of Government and is governed by a seven member Board of Trustees. The board is responsible for administering the assets of the system and for making policy decisions regarding investments. The trustees are members of the Retirement System, except as noted below, and are selected in the following manner: 1) two are elected from non-police and non-fire department employees; 2) one trustee each is elected from the Police and Fire Departments; 3) two people with business and accounting experience are appointed by the Metropolitan Council; 4) one is appointed by the Mayor-President. The two trustees appointed by the Metropolitan Council and the one appointed by the Mayor-President may or may not be members of the Retirement System. This is dependent on whether or not the appointees are City-Parish employees. All administrative expenses of the Retirement System are paid from funds of the system.

The Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. All CPERS trust accounts are administered by the CPERS Board. The financial report may be obtained by writing to:

Jeffrey R. Yates
Retirement Administrator
Employees' Retirement System
P.O. Box 1471
Baton Rouge, LA 70821-1471

The Retirement System reports its financial activities under the provisions of GASB Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans.* All required disclosures are included in their separately issued report. The primary government (City-Parish), as stated previously, reports the Retirement System as a Pension Trust Fund and has adopted the reporting requirements for an employer under GASB Statement No. 25 and GASB Statement No. 27, *Accounting for Pensions by State and Local Government Employers.*

Any person who becomes a regular full-time employee of the Primary Government, excluding commissioned law enforcement officers and elected City Court Judges, becomes a member of the Retirement System as a condition of employment. An employee's benefit rights vest after the employee has been a member of the Retirement System for 10 years (Ordinance 10779).

**NOTE 7 - Employees' Retirement Systems (Continued)**

**a. Primary Government (Continued)**

**1. Plan Description and Provisions (Continued)**

Benefit payments are classified into two distinct categories which are full retirement benefits and minimum eligibility benefits. The service requirements and benefits granted for each category are:

1. Full retirement benefits -
   a. Granted with 25 years of service, regardless of age.
   b. Defined as 3% of average compensation times the number of years of service.

2. Minimum eligibility benefits -
   a. Granted with 20 years of service regardless of age, or at age 55 with 10 years of service.
   b. Defined as 2.5% of average compensation times the number of years of service.

Average compensation is determined by the highest average compensation in 36 successive months. In the case of interrupted service, the periods immediately before and after the interruption may be joined to produce 36 successive months. Benefits paid to employees shall not exceed 90% of average compensation. Benefits are reduced by 3% for each year below age 55, if service is less than 25 years.

**2. Summary of Significant Accounting Policies**

Basis of Accounting

The financial statements of the Retirement System are prepared using the accrual basis of accounting. Contributions from participating plan employers and their employees are recognized when due, pursuant to formal commitments, as well as statutory or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

The investments of the Retirement System are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value.

**3. Concentrations of Investments**

The Retirement System has no investments in any one organization representing 5% or more of the net assets available for pension benefits except for obligations of the federal government. There are no investments in loans to or leases with parties related to the pension plan. The investment activity of the Retirement System is subject to an investment policy adopted by the Board of Trustees and to oversight by the Board.

**4. Funding Policy**

The Plan of Government requires that the Retirement System be funded on an actuarially sound basis. Under the current plan, both employee and employer contributions are set by the CPERS board on an annual basis to properly fund the system. In 2008, employees made a mandatory contribution of 9.5% of gross earnings, while the employer contributed 18.68% of active payroll. The total employer contributions to CPERS for the primary government and component units for the year ended December 31, 2008, 2007, and 2006 were $22,511,874, and $21,745,887, and $20,144,500, respectively, and were equal to the CPERS Board required contributions for each year. The City-Parish has no net pension obligation with respect to CPERS under GASB Statement No. 27 at December 31, 2008.

**NOTE 7 - Employees' Retirement Systems (Continued)**

**a. Primary Government (Continued)**

**5. Police Guarantee Trust Account**

The police guarantee trust account was established as part of CPERS on February 26, 2000, by the City-Parish and the City of Baton Rouge and Parish of East Baton Rouge Employees' Retirement System (CPERS) as the result of the voluntary transfer of 637 public safety employees from CPERS to the Municipal Police Employees' Retirement System (MPERS). As a part of the transfer agreement, each officer signed a "Police Guarantee Agreement" with CPERS whereby each officer receives the same benefit he/she would have received if they had remained with CPERS. The CPERS Board of Trustees established a Police Guarantee Account to administer benefits to the transferred officers. The benefits paid from the trust will equal the difference between the benefit the employee would have received from CPERS if the transfer had not taken place, and the benefit actually paid by MPERS.

**6. Municipal Police Employees' Retirement System (MPERS)**

*Plan Description:* The City-Parish contributes to the Municipal Police Employees' Retirement System (MPERS) Pension Plan, a cost sharing multiple-employer defined benefit pension plan administered by the MPERS Board of Trustees. MPERS covers any full-time public safety officer employed by a participating municipality of the State of Louisiana and engaged in law enforcement, empowered to make arrests, providing said officer does not have to pay social security. Section 5 of this note describes the transfer of 637 public safety officers from CPERS to MPERS, effective February 26, 2000. All new public safety officers hired by the City-Parish after February 26, 2000, are required to join MPERS as a condition of employment. MPERS benefits are established by state statutes and may be amended at the discretion of the State Legislature. MPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Board of Trustees of the Municipal Police Employees' Retirement System, 7722 Office Park Blvd., Suite 200, Baton Rouge, Louisiana 70809-7601.

*Funding Policy:* Contributions for all members and employers are established by state statute and may be amended by state statute when necessary. During 2008, Plan members continued to contribute 7.5% of earned compensation while employers contributed 13.75% from January through June, and 9.50% from July through December. Earned compensation in the MPERS system excludes certain overtime, but includes state supplemental pay. The City-Parish's contributions to MPERS for the years ended December 31, 2008, 2007, and 2006, were $4,430,722, $4,842,112, and $5,096,307, respectively, and were equal to the statutorily required contributions for each year. The City-Parish had no net pension obligation with respect to MPERS under GASB Statement No. 27 at December 31, 2008.

**7. Louisiana State Employees' Retirement System (LASERS)**

*Plan Description:* The City-Parish contributes to the Louisiana State Employees' Retirement System (LASERS) Pension Plan, a cost sharing multiple-employer defined benefit plan administered by the LASERS Board of Trustees. LASERS is a statewide public retirement system for the benefit of state employees. All elected City Court Judges are participating members. The system provides retirement and disability benefits, an annual cost-of-living adjustment, and death benefits to plan members and beneficiaries. The system was established and provided for within Louisiana Revised Statute Title 11 Chapter 401. LASERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to Louisiana State Employees' Retirement System, P.O. Box 44213, Baton Rouge, Louisiana 70804-4213.

*Funding Policy:* Contributions for all members and employers are established by state statute and may be amended by state statute when necessary. During 2008, Plan members contributed 11.50% of earned compensation while employers contributed 20.40% from January through June and 18.5% from July through December . The City-Parish's contributions to LASERS for the year ended December 31, 2008, 2007, and 2006 were $80,412, $77,999, and $70,999, respectively, and were equal to the statutorily required contributions for each year. The City-Parish had no net pension obligation with respect to LASERS under GASB Statement No. 27 at December 31, 2008.

**NOTE 7 - Employees' Retirement Systems (Continued)**

**b. Component Units**

**1. Capital Area Transit System Pension Plan**

*Plan Description:* Employees of Capital Area Transit System (CATS) are members of the Capital Area Transit System Pension Trust Fund ("Plan"), a defined-benefit single employer pension plan. The Plan is administered by a local actuarial consulting company under the direction of a Board of Trustees. CATS issues a Comprehensive Annual Financial Report (CAFR) which includes the financial statements and required supplementary information for CATS's Pension Trust Fund. CATS has adopted the reporting provisions of GASB Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, and has implemented GASB Statement No. 27, *Accounting for Pensions by State and Local Government Employers*. CATS's financial reports may be obtained by writing to: Capital Area Transit System, Gary Owens, Chief Financial Officer, 2250 Florida Boulevard, Baton Rouge, LA 70802-3125. Because CATS issues its own CAFR with detailed disclosures on the operations of its Pension Trust Fund and because said fund is immaterial to the Primary Government, the City-Parish has chosen to provide limited disclosure in accordance with the reporting provisions of GASB Statement No. 25, No. 27 and No. 50. CATS pension trust fund is not reported in the fiduciary fund statements included as a basic financial statement of the primary government.

*Summary of Significant Accounting Policies*: The financial statements of CATS's Pension Trust Fund are prepared using the accrual basis of accounting. Contributions from CATS and their employees are recognized in the period in which employees provide services to the entity. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. CATS's Pension Trust Fund investments, consisting of mutual funds, are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

The System's annual pension cost and net pension asset for the year ended December 31, 2008, was as follows:

| | |
|---|---|
| Annual required contribution | $ 291,917 |
| Interest on net pension asset | (116,794) |
| Adjustment to annual required contribution | 146,189 |
| Annual pension cost | 321,312 |
| Contributions made | (417,912) |
| Increase (decrease) in net pension asset | 96,600 |
| Net pension asset beginning of year | 1,668,484 |
| Net pension asset end of year | $1,765,084 |

Trend Information for the Capital Area Transit System's Pension Trust Fund

| Fiscal Year Ending | Annual Pension Cost (APC) | Percentage of APC Contributed | Net Pension Asset |
|---|---|---|---|
| 12/31/08 | $321,312 | 130.0% | $1,765,084 |
| 12/31/07 | 304,276 | 149.0 | 1,668,484 |
| 12/31/06 | 205,790 | 198.1 | 1,519,231 |

**NOTE 7 - Employees' Retirement Systems (Continued)**

**b. Component Units (Continued)**

**2. District Attorney of the Nineteenth Judicial District Defined-Benefit Pension Plans**

Louisiana District Attorneys' Retirement System (LDARS)
*Plan Description:* The district attorney and assistant attorneys, whose salaries are paid by the State of Louisiana and the Office of the District Attorney, are members of the Louisiana District Attorneys' Retirement System. This retirement system is a multiple employer cost sharing, defined-benefit, statewide public employee retirement system administered and controlled by a separate board of trustees. The Louisiana District Attorneys' Retirement System (LDARS) provides retirement benefits as well as disability and survivor benefits. Benefits are established and amended by state statute. The LDARS issues a publicly available financial report that includes financial statements and required supplementary information for the LDARS. That report may be obtained by writing to the Louisiana District Attorneys' Retirement System, 1645 Nicholson Drive, Baton Rouge, Louisiana 70802, or by calling (225) 267-4824.

*Funding Policy:* Plan members are required to contribute 7.0% of their annual covered salary and the district attorney is required to contribute at an actuarially determined rate. Member contributions and employer contributions for the LDARS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. There were no employer contributions required for 2008, 2007, or 2006.

**3. Nineteenth Judicial District Court Pension Plans**

Louisiana State Employees' Retirement System (LASERS)
*Plan Description:* The employees of the Commissioners' offices, whose salaries are paid from appropriations from the State of Louisiana, are members of the Louisiana State Employees' Retirement System ("System"), a cost-sharing, multiple-employer defined-benefit public employee retirement system (PERS). The System is a statewide public retirement system for the benefit of state employees which is administered and controlled by a separate board of trustees. The system provides retirement and disability benefits, an annual cost-of-living adjustment, and death benefits to plan members and beneficiaries. The system was established and provided for within Louisiana Revised Statute Title 11 Chapter 401. The Louisiana State Employees' Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to Louisiana State Employees' Retirement System, P.O. Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling 1.800.256.3000.

*Funding Policy:* Plan members are required by state statute to contribute 7.5% , 8% for employees hired after July 1, 2006, of gross salary to which District Court added a 20.4%, 19.1% and 17.8% contribution as an employer's match for the years ended June 30, 2008, 2007, and 2006, respectively. The contribution requirements of plan members and the District Court are established and may be amended by the system's Board of Trustees. The Commissioners' offices statutory and actual contributions for the years ending June 30, 2008, 2007, and 2006 were $121,536, $93,097, and $77,167, respectively.

Louisiana Clerk of Court Retirement and Relief Fund
*Plan Description:* Other court employees, whose salaries are expenditures of the Judicial Expense Fund are members of the Louisiana Clerk of Court Retirement and Relief Fund, a multiple-employer, cost sharing public employee retirement system, controlled and administered by a separate Board of Trustees. See section b(5) of this note for further disclosure on this multiple-employer cost-sharing PERS.

*Funding Policy:* The Nineteenth Judicial District Court was required to contribute 11.75%, 16.75% and 15.75% of annual covered payroll for the years ended June 30, 2008, 2007, and 2006, respectively. The amount of employer contributions to the system for the years ended June 30, 2008, 2007 and 2006, were $501,321, $693,264, and $244,247, respectively, which was equal to the required contributions for each year.

## NOTE 7 - Employees' Retirement Systems (Continued)

### b. Component Units (Continued)

#### 4. Nineteenth Judicial District Indigent Defender Board Pension Plan

The Board established a pension plan in 1992. Substantially all of the employees of the Nineteenth Judicial District Indigent Defender Board are members of this plan. This defined contribution plan is invested in American Funds, a mutual fund account held at A.G. Edwards. Each participant is fully-vested at the time of the contribution and will receive his/her individual fund at the time of retirement. The Board contributes 7.7% of each participant's salary. Contributions during the year ended December 31, 2008, were 100% funded in the amount of $197,671.

#### 5. East Baton Rouge Parish Clerk of Court Pension Plan

Louisiana Clerk of Court Retirement and Relief Fund

*Plan Description:* Substantially all Clerk of Court employees participate in the Louisiana Clerk of Courts Retirement and Relief Fund ("Fund"), a multiple-employer (cost-sharing), defined-benefit public employee retirement system (PERS), controlled and administered by a separate Board of Trustees. Employees who retire at or after age 55 with at least 12 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 3% of their final-average salary for each year of credited service prior to July 1, 1999, and 3.33% for each year of credited service after June 30, 1999, not to exceed 100% of their final average salary. The system also provides death and disability benefits. Benefits are established and amended by state statute. The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana Clerks of Court Retirement and Relief Fund, 11745 Bricksome Avenue, Suite B1, Baton Rouge, LA 70816.

*Funding Policy:* Plan members are required by state statute to contribute 8.25% of their annual covered salary and the E.B.R. Clerk of Court is required to contribute at an actuarially determined rate. The employer required contribution rates were 11.75% , 16.75%, and 15.75%, of annual covered payroll for the years ended June 30, 2008, 2007, and 2006, respectively. Contributions to the system also include one-fourth of 1% of the taxes shown to be collectible by the tax rolls of each parish. The contribution requirements of plan members and the Clerk are established and may be amended by state statute. As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Clerk's Contributions to the System for the years ended June 30, 2008, 2007, and 2006, were $802,549, $1,024,856, and $974,942, respectively, and were equal to the required contributions for each year.

Effective July 1, 1999, the East Baton Rouge Parish Clerk of Court could elect to pay all or a portion of the 8.25% employee retirement contribution which would otherwise be deducted from the employees' salaries. This election can be changed annually by the Clerk. The East Baton Rouge Parish Clerk of Court elected to implement this policy for the years ended June 30, 2008, 2007, and 2006. The contributions to the System under this election were $545,921, $492,575, and $486,523, respectively.

## NOTE 8 - Other Postemployment Benefits (OPEB)

All classified and unclassified employees of the City-Parish primary government, and certain employees of the District Attorney of the Nineteenth Judicial District, the Nineteenth Judicial District Court, EBR Parish Family Court, EBR Parish Juvenile Court, Brownsfield Fire Protection District and Alsen-St. Irma Lee Fire Protection discretely presented component units may at their option participate in the employees' group life, health, and dental insurance programs sponsored by the government and administered by the City-Parish Human Resources Department along with outside third-party insurance providers or administrative agents. Both employee/retiree premiums and the employer contribution toward the premiums are set each year in the Metropolitan Council approved budget.

**NOTE 8 - Other Postemployment Benefits (OPEB) (Continued)**

Plan description:
The City-Parish OPEB Plan is a single-employer defined benefit "substantive plan" as understood by past practices of the employer and its employees. Although no written plan or trust currently exists or is sanctioned by law, the OPEB plan is reported based on communications to plan members.

Retirees may continue coverage in accordance with Parish Resolution 10179 adopted by the Parish Council on December 13, 1972 and amended by Metropolitan Council Resolution 42912 adopted November 12, 2003. Based on current practices, upon retirement, a totally vested employee may continue his coverage paying the same premiums and receiving the same benefits as active employees. The government pays the following percentages of scheduled premiums:

| Years of Service | Vested Percentage |
|---|---|
| Fewer than 10 | 25% |
| 10-15 years | 50% |
| 15-20 year | 75% |
| Over 20 years | 100% |

Funding policy:
The contribution requirements of the employees/retirees and the participating City-Parish employers are established in the annual operating budget and may be amended in subsequent years. During 2008, the health/dental plan was funded with employees and retirees contributing 25%-48% of the health and dental premium and the City-Parish contributing 52%-75% of the health and dental premium, dependent upon the number of family members covered. One hundred percent of required premiums on the $3,000 retiree life insurance policy is funded by the employer. Effective January 1, 2003, the employer portion of pay-as-you-go OPEB insurance premiums are allocated over all employers and funds that participate in the OPEB Plan.

The employer contribution to the OPEB plan for 2008 totaled $12,556,568; or approximately 8.42% of gross payroll as approved by the Metropolitan Council in the 2008 operating budget. There is no retiree contribution to the OPEB plan other than the retiree share of insurance premiums paid monthly which totaled $4,759,298 for 2008.

Annual OPEB Cost and Net OPEB Obligation:
The City-Parish's annual OPEB cost (expense) was calculated based on the *annual required contribution* of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over the actuarial amortization period. Since 2007 was the initial year of implementation for GASB 45, there are only two years of trend information available. The ARC was calculated as part of the January 1, 2008, actuarial valuation performed by an outside actuary consultant. The following table shows the components of the government's annual OPEB cost for the year and the amount actually contributed to the plan during the year:

| | Governmental Activities | Business-type Activities | Total Primary Government | City-Parish Plan Component Units | Total OPEB Plan |
|---|---|---|---|---|---|
| Annual required contribution (ARC) | $ 52,883,334 | $ 5,456,566 | $ 58,339,900 | $ 2,919,743 | $ 61,259,643 |
| Interest on net OPEB obligation | 1,591,727 | 164,236 | 1,755,963 | 87,881 | 1,843,844 |
| Adjustment to ARC | (1,624,600) | (167,628) | (1,792,228) | (89,696) | (1,881,924) |
| Annual OPEB cost (expense) | 52,850,461 | 5,453,174 | 58,303,635 | 2,917,928 | 61,221,563 |
| Less: Contributions made | (10,839,652) | (1,118,448) | (11,958,100) | (598,468) | (12,556,568) |
| Increase in net OPEB obligation | 42,010,809 | 4,334,726 | 46,345,535 | 2,319,460 | 48,664,995 |
| Net OPEB obligation-beginning of year | 39,715,296 | 4,197,733 | 43,913,029 | 2,183,071 | 46,096,100 |
| Net OPEB obligation-end of year | $ 81,726,105 | $ 8,532,459 | $ 90,258,564 | $ 4,502,531 | $ 94,761,095 |

**NOTE 8 - Other Postemployment Benefits (OPEB) (Continued)**

The Plan's OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2008 and the preceding year were as follows:

| Fiscal Year Ending | Annual OPEB Cost | Percentage of Annual OPEB Cost Contributed | Increase (Decrease) to net OPEB Obligation | Net OPEB Obligation |
|---|---|---|---|---|
| 12/31/08 | $61,221,563 | 20.5% | $48,664,995 | $94,761,095 |
| 12/31/07 | 58,196,806 | 21.0 | 46,096,100 | |

Funding status and funding progress:
As of January 1, 2008, the most recent actuarial valuation date, the plan was zero percent funded. The actuarial accrued liability for benefits was $865.4 million, resulting in an unfunded actuarial accrued liability (UAAL) of $865.4 million. The ratio of UAAL to the covered payroll amount of $153 million was 565.5 percent. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revisionand actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions:
Projections of benefits for financial reporting purposes are based on the substantive plan and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and the plan members at that date. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with long-term perspective of the calculations.

The individual entry age-normal cost method was used for the January 1, 2008, actuarial valuation. Because the government currently finances OPEB using a pay-as-you-go approach, the discount rate is based on the historical (and expected investments that are expected to be used in financing the payment of benefits). The actuarial assumptions included a four percent investment rate of return, compounded annually. Life expectancies were based on the 1994 Group Annuity Mortality Table set forward two years. Turnover rates were based on the government's historical data and modified based on years of employment. Probabilities of disability were calculated in accordance with the Eleventh Actuarial Valuation of the Railroad Retirement System with adjustments for fire and police.

Both historical retiree claim costs and year 2008 retiree health insurance premiums were used as the basis for calculation of the present value of total benefits to be paid. In addition to a general inflation rate of 3.75 percent, the plan assumed a medical inflation rate of eight percent beginning in 2005, decreasing one percent per year through 2013. The actuarial valuation also assumes that (1) eighty percent of employees are assumed to be married at retirement; (2) female spouses are assumed to be three years younger than males; (3) eighty percent of employees married at retirement will elect spouse's coverage; (4) zero percent of employees will have dependent children at retirement; and (5) one hundred percent of employees will elect medicare coverage when they are first eligible.

The amortization method for the plan is a level percentage of payroll with a thirty-year open amortization. The expected long-term payroll growth rate was estimated at 2.5 percent, compounded annually. The remaining amortization period at January 1, 2008, was thirty years.

## NOTE 9 - Risk Management

### a. Types of Risk

The City-Parish is self-insured for unemployment compensation, workers' compensation, general liability, automobile liability, and police liability, including liability for probation officers and constables.

For fire and extended coverage, the City-Parish is self-insured for buildings and contents owned by the City-Parish with a combined value of less than $1,000,000 and carries an insurance policy for losses with a combined $1,000,000 deductible. There were no settlements that exceeded insurance coverage for the past three years.

### b. Accounting for Risk

In accordance with GASB Statement No. 10 *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues* and the 2008 *Codification of Governmental Accounting and Financial Reporting Standards* of the Governmental Accounting Standards Board, the City-Parish accounts for and reports risk management activities in the General Fund within the constraints of the modified accrual basis of accounting.

Claims paid under the City-Parish self-insurance risk program are recorded as expenditures against the General Fund. Annual fees based on reduced market premiums are charged to special revenue funds and proprietary fund types, with corresponding credits to General Fund expenditures. Long-term obligations that are not expected to be liquidated with expendable available financial resources are reported in the Government-wide Statement of Net Assets under governmental activities. In order to provide for a method of paying judgments and claims in a manner to permit reasonably current payments, encourage compromise, reduce or eliminate interest and court costs, and permit budgeting without risk of reducing funds needed for necessary services and programs, the City-Parish Metropolitan Council adopted a compromised judgements "only" policy on November 26, 2002. The policy was designed to minimize the effect of increasing judgements against the City of Baton Rouge and Parish of East Baton Rouge, to balance the claims of each individual against the needs of the public interest and common good of the parish, and to avoid overburdening the local economy and its taxpaying citizens with new or increased taxes that are already needed for essential programs and services.

There were no major changes in outside insurance coverage for the year ended December 31, 2008.

### c. Contingent Liabilities - Claims and Judgments

The City-Parish is a defendant in various tort claims and lawsuits involving general liability, automobile liability, personnel suits, and contractual matters. In accordance with FASB Statement No. 5, *Accounting for Contingencies,* litigation and other claims against the City-Parish for which there is at least a reasonable possibility of loss are estimated by the Parish Attorney as of the balance sheet date.

The estimated amount of liability is based on current Louisiana laws and judgments rendered in similar matters. FASB No. 5 requires the accrual of a loss contingency if it is probable that an asset has been impaired or a liability incurred, whether or not it has been reported, and that the amount of loss can be reasonably estimated. In accordance with GASB Statement No. 30, *Risk Financing Omnibus*, claims liabilities are based on an estimated ultimate cost of settling the claims, considering the effects of inflation, recent claim settlement trends and other social and economic factors, including the effects of specific incremental claim adjustment expenses, salvage and subrogation.

An amount of $21,534,821 has been recorded as a long-term obligation on the Government-wide Statement of Net Assets for estimated claims and judgments for risk management purposes. Incremental claim costs as required by GASB Statement No. 30, account for approximately 2% of that total. Subject to the aforementioned policy, it is the government's practice to pay claims and judgments against the City-Parish from available financial resources of the General Fund.

**NOTE 9 - Risk Management (Continued)**

**d. Employee Benefits**

The City-Parish maintains a premium plan for the group health and dental programs, providing medical and dental coverage to those City-Parish employees who choose to participate. During 2008 , the minimum premium plan was funded with employees and retirees contributing 25%-48% of the premium and the City-Parish contributing 52%-75% of the premium, dependent upon the number of family members covered. As of January 1, 2007, the dental plan is a fully insured plan and underwritten by a third party insurer. Premiums are paid jointly by the employee and the government.

The government's health plan is a self insured program with a third party administrator. The government's share of the health and dental premium in the self-insured program is charged to individual budget accounts. Claims paid by the government in excess of the premium base for any given year are covered 100% by the General Fund. Any surplus of premiums over claims within a single fiscal year are recognized as "transfers in" to the General Fund and increase Fund Balance Designated for Insurance.

The value of self-insured claims incurred but not reported or paid as of December 31, 2008, for group health are estimated by the government's third party health care provider as follows:

| | |
|---|---|
| Self-funded medical | $5,179,761 |

This amount has been included in the Government-wide Statement of Net Assets for December 31, 2008.

**e. Changes in Liabilities for Claims**

The following is a reconciliation of changes in long-term claims payable for the years ended December 31, 2008, 2007, and 2006:

| | 2008 | 2007 | 2006 |
|---|---|---|---|
| Claims and judgments payable: | | | |
| Beginning balance | $ 25,117,417 | $29,174,425 | $31,745,318 |
| Additions: | | | |
| Claims incurred and new estimates | 4,256,793 | 2,444,137 | 11,031,871 |
| Deductions: | | | |
| Claims paid | (4,827,223) | (1,991,720) | (4,306,208) |
| Claims dismissed and changes in estimates | (3,012,166) | (4,509,425) | (9,296,556) |
| Ending balance | $ 21,534,821 | $25,117,417 | $29,174,425 |
| | | | |
| Employee benefits payable: | | | |
| Beginning balance | $ 4,728,390 | $ 4,477,326 | $ 4,194,142 |
| Additions: | | | |
| Claims incurred | 51,712,547 | 46,932,033 | 45,452,636 |
| Deductions: | | | |
| Claims paid | (51,261,176) | (46,680,969) | (45,169,452) |
| Ending balance | $ 5,179,761 | $ 4,728,390 | $ 4,477,326 |

**f. Insurance Designation**

The City-Parish maintains a practice of designating a portion of General Fund fund balance for self-insurance purposes. The amount designated for insurance at December 31, 2008, was determined as follows:

| | |
|---|---|
| Insurance Designation, January 1, 2008 | $34,291,342 |
| Less: Appropriations from Insurance Designation for risk management purposes | (1,630,327) |
| Plus: Additional amount designated for insurance by authority of the Budget Ordinance | 9,795 |
| Interest earned on designated funds during 2008 | 985,563 |
| Insurance Designation, December 31, 2008 | $33,656,373 |

## NOTE 10 - Long-Term Debt

### a. Primary Government

#### 1. Summary of Changes in Long-Term Debt

Following is a summary of changes in long-tem debt for the primary government for year 2008:

| | Balance 1/1/08 | Additions | Reductions | Balance 12/31/08 | Due Within One Year |
|---|---|---|---|---|---|
| Governmental Activities: | | | | | |
| Excess revenue contracts, loans and notes | $ 65,815,055 | $ 750,000 | $ 2,101,900 | $ 64,463,155 | $ 2,092,555 |
| Deferred premium on bonds | 1,858,659 | -- | 404,362 | 1,454,297 | -- |
| Deferred amount on refunding | (173,019) | (2,397,085) | (275,525) | (2,294,579) | -- |
| Revenue bonds payable, gross | 198,050,000 | 93,440,000 | 105,680,000 | 185,810,000 | 12,035,000 |
| Less: Intragovernment payable | (25,351,330) | -- | (5,472,751) | (19,878,579) | (5,950,391) |
| Compensated absences payable | 18,983,489 | 8,102,724 | 5,749,856 | 21,336,357 | 11,140,806 |
| Claims and judgments payable (Note 9) | 25,117,417 | 4,256,793 | 7,839,389 | 21,534,821 | 952,293 |
| Employee benefits payable (Note 9) | 4,728,390 | 51,712,547 | 51,261,176 | 5,179,761 | 5,179,761 |
| Arbitrage payable for governmental activities | 2,223,404 | -- | 1,015,039 | 1,208,365 | -- |
| Net other postemployment benefit obligation | 39,715,296 | 52,850,462 | 10,839,653 | 81,726,105 | -- |
| Total governmental activities | $330,967,361 | $208,715,441 | $179,143,099 | $360,539,703 | $25,450,024 |
| Business-Type Activities: | | | | | |
| Excess revenue contracts, loans and notes | $ 26,221,463 | $ 994,539 | $ 23,539,088 | $ 3,676,914 | $ 352,500 |
| Revenue bonds payable | 255,525,000 | 58,595,000 | 8,310,000 | 305,810,000 | 9,170,000 |
| Net deferred amount on refunding and premiums | (3,127,101) | 592,074 | (415,490) | (2,119,537) | -- |
| Revenue bonds payable from City issues | 25,351,330 | -- | 5,472,751 | 19,878,579 | 5,950,391 |
| Loans payable | 2,262,280 | 200,000 | 2,262,280 | 200,000 | -- |
| Landfill closure and postclosure care liability (Note 17) | 7,970,084 | 624,990 | -- | 8,595,074 | -- |
| Compensated absences payable | 1,935,088 | 547,646 | 599,121 | 1,883,613 | 1,883,613 |
| Net other postemployment benefit obligation | 4,197,733 | 5,453,174 | 1,118,448 | 8,532,459 | -- |
| Total business-type activities | $320,335,877 | $ 67,007,423 | $ 40,886,198 | $346,457,102 | $17,356,504 |

Internal service funds serve predominantly the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year end, $167,312 of compensated absences for internal service funds is included in the above amount. Also, for the governmental activities, compensated absences, employee benefits payable, and obligation under capital leases are liquidated by the governmental fund in which the liability is incurred. Claims and judgments payable are liquidated by the General Fund.

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**2. Schedule of Bonds Payable**

The following is a schedule of bonds payable for the primary government at December 31, 2008:

| | Interest Dates | Issue Date | Final Maturity Date | Original Authorized and Issued | Outstanding |
|---|---|---|---|---|---|
| **Governmental Activities:** | | | | | |
| Excess revenue contracts, loans and notes | | | | | |
| City of Baton Rouge: | | | | | |
| 2002A Fixed Rate Taxable Refunding | 01/15-07/15 | 05/17/2002 | 01/01/2029 | $ 25,900,000 | $ 22,065,000 |
| 2002B Fixed Rate Taxable Refunding | 01/15-07/15 | 10/01/2002 | 01/15/2029 | 47,550,000 | 41,340,000 |
| LA Community Development 2000A Program | | | | | |
| Baton Rouge Convention and Visitors | Monthly | 09/01/2007 | 11/30/2029 | 750,000 | 741,100 |
| Parish of East Baton Rouge: | | | | | |
| LA Community Development Authority (LCDA) | | | | | |
| 1999 Program | Monthly | 08/11/99 | 05/31/2018 | 7,643,873 | 317,055 |
| Total excess revenue contracts, loans and notes | | | | 81,843,873 | 64,463,155 |
| Revenue bonds | | | | | |
| City of Baton Rouge: | | | | | |
| 1997 Public Improvement Sales Tax | 02/01-08/01 | 10/01/1997 | 08/01/2017 | 19,325,000 | 215,000 |
| 1998A Public Improvement Sales Tax | 02/01-08/01 | 11/01/1998 | 08/01/2016 | 94,450,000 | 15,485,000 |
| 2001A Public Improvement Sales Tax | 02/01-08/01 | 08/15/2001 | 08/01/2026 | 23,625,000 | 19,990,000 |
| 2007A Public Improvement Sales Tax | 02/01-08/01 | 03/28/2007 | 08/01/2018 | 30,395,000 | 30,185,000 |
| Less: debt recorded in business-type activities | | | | (103,245,452) | (19,878,579) |
| Parish of East Baton Rouge: | | | | | |
| 1998C Public Improvement Sales Tax | 02/01-08/01 | 11/01/1998 | 08/01/2008 | 4,600,000 | -- |
| Road and Street Improvement | | | | | |
| 2006A Sales Tax Bonds | 02/01-08/01 | 05/03/2006 | 08/01/2015 | 32,760,000 | 26,495,000 |
| 2006B Sales Tax Bonds (Variable) | 02/01-08/01 | 05/03/2006 | 08/01/2030 | 92,240,000 | -- |
| 2008A Sales Tax Bonds (Variable) | 02/01-08/01 | 04/17/2008 | 08/01/2030 | 93,440,000 | 93,440,000 |
| Total revenue bonds | | | | 287,589,548 | 165,931,421 |
| Total governmental activities | | | | 369,433,421 | 230,394,576 |
| **Business-Type Activities:** | | | | | |
| Excess revenue contracts, loans and notes | | | | | |
| City of Baton Rouge: | | | | | |
| LCDA loan (Airport) 2001 | Monthly | 10/04/2001 | 11/30/2029 | 9,000,000 | -- |
| LCDA loan (Airport) 2004 | Monthly | 04/08/2004 | 11/30/2029 | 12,274,417 | -- |
| Parish of East Baton Rouge: | | | | | |
| LCDA loan 1999 Program | Monthly | 08/11/1999 | 05/31/2018 | 9,096,185 | 3,676,914 |
| Total excess revenue contracts, loans and notes | | | | 30,370,602 | 3,676,914 |

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**2. Schedule of Bonds Payable (Continued)**

| | Interest Dates | Issue Date | Final Maturity Date | Original Authorized and Issued | Outstanding |
|---|---|---|---|---|---|
| **Business-Type Activities (Continued):** | | | | | |
| Revenue bonds | | | | | |
| City of Baton Rouge: | | | | | |
| Airport: | | | | | |
| 2005B Public Improvement Sales Tax (Taxable) | 02/01-08/01 | 04/19/2005 | 08/01/2029 | $ 2,100,000 | $ 1,910,000 |
| 2008A-1 Public Improvement Sales Tax | 02/01-08/01 | 01/24/2008 | 08/01/2012 | 1,885,000 | 1,625,000 |
| 2008A-2 Public Improvement Sales Tax | 02/01-08/01 | 01/24/2008 | 08/01/2037 | 47,205,000 | 47,205,000 |
| 2008B Public Improvement Sales Tax (Taxable) | 02/01-08/01 | 01/24/2008 | 08/01/2022 | 9,505,000 | 9,255,000 |
| Revenue bonds payable from City issues | | | | 103,245,452 | 19,878,579 |
| Parish of East Baton Rouge: | | | | | |
| Sewer sales tax revenue bonds: | | | | | |
| 1999 Public Improvement Sales Tax | 02/01-08/01 | 08/01/1999 | 02/01/2024 | 43,000,000 | 1,250,000 |
| 2005A Public Improvement Sales Tax | 02/01-08/01 | 05/05/2005 | 02/01/2024 | 33,255,000 | 32,895,000 |
| 2005B Public Improvement Sales Tax | 02/01-08/01 | 11/03/05 | 02/01/2014 | 25,855,000 | 20,050,000 |
| Sewerage Commission | | | | | |
| 2006 A/B Revenue Refunding bonds | 02/01-08/01 | 08/17/06 | 02/01/2036 | 196,930,000 | 191,620,000 |
| Total revenue bonds | | | | 462,980,452 | 325,688,579 |
| Total business-type activities | | | | 493,351,054 | 329,365,493 |
| Total all bonds, contracts, loans and notes | | | | $862,784,475 | $559,760,069 |

The City-Parish is in compliance with all legal debt covenants at December 31, 2008.

**3. Changes in Bonds Payable**

| **Governmental Activities:** | Outstanding January 1, 2008 | Issued | Retired | Outstanding December 31, 2008 |
|---|---|---|---|---|
| Excess revenue contracts, loans and notes | | | | |
| City of Baton Rouge: | | | | |
| 2002A Fixed Rate Taxable Refunding | $ 22,695,000 | $ -- | $ 630,000 | $ 22,065,000 |
| 2002B Fixed Rate Taxable Refunding | 42,400,000 | -- | 1,060,000 | 41,340,000 |
| LA Community Development 2000A Program Baton Rouge Convention and Visitors | -- | 750,000 | 8,900 | 741,100 |
| Parish of East Baton Rouge: | | | | |
| LCDA 1999 Program | 720,055 | -- | 403,000 | 317,055 |
| Total excess revenue contracts, loans and notes | 65,815,055 | 750,000 | 2,101,900 | 64,463,155 |
| Revenue bonds | | | | |
| City of Baton Rouge: | | | | |
| 1997 Public Improvement Sales Tax | 420,000 | -- | 205,000 | 215,000 |
| 1998A Public Improvement Sales Tax | 24,050,000 | -- | 8,565,000 | 15,485,000 |
| 2001A Public Improvement Sales Tax | 20,635,000 | -- | 645,000 | 19,990,000 |
| 2007A Public Improvement Sales Tax | 30,395,000 | -- | 210,000 | 30,185,000 |
| Less: debt recorded in business-type activities | (25,351,330) | -- | (5,472,751) | (19,878,579) |

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**3. Changes in Bonds Payable (Continued)**

| | Outstanding January 1, 2008 | Issued | Retired | Outstanding December 31, 2008 |
|---|---|---|---|---|
| **Governmental Activities: (Continued)** | | | | |
| Revenue bonds (Continued) | | | | |
| Parish of East Baton Rouge: | | | | |
| 1998C Public Improvement Sales Tax | $ 620,000 | $ -- | $ 620,000 | $ -- |
| Road and Street Improvement | | | | |
| 2006A Sales Tax Bonds | 29,690,000 | -- | 3,195,000 | 26,495,000 |
| 2006B Sales Tax Bonds (Variable) | 92,240,000 | -- | 92,240,000 | -- |
| 2008A Sales Tax Bonds (Variable) | -- | 93,440,000 | -- | 93,440,000 |
| Total revenue bonds | 172,698,670 | 93,440,000 | 100,207,249 | 165,931,421 |
| Total governmental activities | 238,513,725 | 94,190,000 | 102,309,149 | 230,394,576 |
| **Business-Type Activities:** | | | | |
| Excess revenue contracts, loans and notes | | | | |
| City of Baton Rouge: | | | | |
| LCDA loan (Airport) 2001 | 8,174,800 | -- | 8,174,800 | -- |
| LCDA loan (Airport) 2004 | 11,726,017 | -- | 11,726,017 | -- |
| Parish of East Baton Rouge: | | | | |
| LCDA loan 1999 Program | 6,320,646 | 994,539 | 3,638,271 | 3,676,914 |
| Total excess revenue contracts, loans and notes | 26,221,463 | 994,539 | 23,539,088 | 3,676,914 |
| Revenue bonds | | | | |
| City of Baton Rouge: | | | | |
| 2005B Public Improvement Sales Tax (Airport -Taxable) | 1,960,000 | -- | 50,000 | 1,910,000 |
| 2008A-1 Public Improvement Sales Tax | -- | 1,885,000 | 260,000 | 1,625,000 |
| 2008A-2 Public Improvement Sales Tax | -- | 47,205,000 | -- | 47,205,000 |
| 2008B Public Improvement Sales Tax (Taxable) | -- | 9,505,000 | 250,000 | 9,255,000 |
| Revenue bonds payable from City issues | 25,351,330 | -- | 5,472,751 | 19,878,579 |
| Parish of East Baton Rouge: | | | | |
| Sewer sales tax revenue bonds: | | | | |
| 1999 Public Improvement Sales Tax | 2,425,000 | -- | 1,175,000 | 1,250,000 |
| 2005A Public Improvement Sales Tax | 33,020,000 | -- | 125,000 | 32,895,000 |
| 2005B Public Improvement Sales Tax | 22,830,000 | -- | 2,780,000 | 20,050,000 |
| Sewerage Commission: | | | | |
| 2006 A/B Revenue Refunding Bonds | 195,290,000 | -- | 3,670,000 | 191,620,000 |
| Total revenue bonds | 280,876,330 | 58,595,000 | 13,782,751 | 325,688,579 |
| Total business-type activities | 307,097,793 | 59,589,539 | 37,321,839 | 329,365,493 |
| Total all bonds, contracts, loans and notes | $545,611,518 | $153,779,539 | $139,630,988 | $559,760,069 |

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**4. Interest Requirements to Maturity**

The following is a summary of bonded debt at December 31, 2008, and interest requirements to maturity:

| | Debt Payable 12/31/2008 | Interest Requirements to Maturity | Total |
|---|---|---|---|
| **Governmental Activities:** | | | |
| Excess revenue contracts, loans and notes | | | |
| City of Baton Rouge: | | | |
| 2002A Fixed Rate Taxable Refunding (5.65%)** | $ 22,065,000 | $ 15,007,951 | $ 37,072,951 |
| 2002B Fixed Rate Taxable Refunding (5.73%)** | 41,340,000 | 29,633,051 | 70,973,051 |
| LA Community Development 2000A Program | | | |
| Baton Rouge Convention and Visitors | 741,100 | 254,510 | 995,610 |
| Parish of East Baton Rouge: | | | |
| LCDA loan 1999 Program | 317,055 | 3,232 | 320,287 |
| Total excess revenue contracts, loans and notes | 64,463,155 | 44,898,744 | 109,361,899 |
| Revenue bonds | | | |
| City of Baton Rouge: | | | |
| 1997 City Sales Tax (4.79%)* | 215,000 | 10,212 | 225,212 |
| 1998A City Sales Tax (4.43%)** | 15,485,000 | 1,210,676 | 16,695,676 |
| 2001A City Sales Tax (4.85%)** | 19,990,000 | 10,046,959 | 30,036,959 |
| 2007A City Sales Tax (3.82%)** | 30,185,000 | 6,529,325 | 36,714,325 |
| Less: Debt recorded in business-type activities | (19,878,579) | (3,918,349) | (23,796,928) |
| Road and Street Improvement: | | | |
| 2006A Sales Tax Bonds (4.09%)** | 26,495,000 | 5,170,088 | 31,665,088 |
| 2008A Sales Tax Bonds (Variable) | 93,440,000 | 90,029,198 | 183,469,198 |
| Total revenue bonds | 165,931,421 | 109,078,109 | 275,009,530 |
| Total governmental activities | 230,394,576 | 153,976,853 | 384,371,429 |
| **Business-Type Activities:** | | | |
| Excess revenue contracts, loans and notes | | | |
| Parish of East Baton Rouge | | | |
| LCDA loan 1999 Program | 3,676,914 | 535,454 | 4,212,368 |
| Total excess revenue contracts, loans and notes | 3,676,914 | 535,454 | 4,212,368 |

During 1998, the City-Parish changed its policy for awarding competitive bids for sales tax revenue bonds from net interest cost to true interest cost.

*Net interest cost (NIC) ** True interest cost (TIC)

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**4. Interest Requirements to Maturity (Continued)**

| | Debt Payable 12/31/2008 | Interest Requirements to Maturity | Total |
|---|---|---|---|
| **Business-Type Activities (Continued):** | | | |
| Revenue bonds | | | |
| City of Baton Rouge: | | | |
| 2005B Public Improvement Sales Tax (Airport -Taxable) (5.65%)** | $ 1,910,000 | $ 1,408,948 | $ 3,318,948 |
| 2008A-1 Public Improvement Sales Tax (4.59%)** | 1,625,000 | 141,462 | 1,766,462 |
| 2008A-2 Public Improvement Sales Tax (4.59%)** | 47,205,000 | 44,559,670 | 91,764,670 |
| 2008B Public Improvement Sales Tax (Taxable) (4.59%)** | 9,255,000 | 3,975,927 | 13,230,927 |
| Revenue bonds payable from City issues | 19,878,579 | 3,918,349 | 23,796,928 |
| Parish of East Baton Rouge: | | | |
| Sewer sales tax revenue bonds: | | | |
| 1999 Public Improvement Sewer Sales Tax (5.69%)** | 1,250,000 | 32,812 | 1,282,812 |
| 2005A Public Improvement Sales Tax (4.45%)** | 32,895,000 | 15,893,049 | 48,788,049 |
| 2005B Public Improvement Sales Tax (3.81%)** | 20,050,000 | 3,152,500 | 23,202,500 |
| Sewerage Commission: | | | |
| 2006 A/B Revenue Refunding Bonds (4.65%)** | 191,620,000 | 143,393,900 | 335,013,900 |
| Total revenue bonds | 325,688,579 | 216,476,617 | 542,165,196 |
| Total business-type activities | 329,365,493 | 217,012,071 | 546,377,564 |
| Total all bonds, contracts, loans and notes | $559,760,069 | $370,988,924 | $930,748,993 |

During 1998, the City-Parish changed its policy for awarding competitive bids for sales tax revenue bonds from net interest cost to true interest cost.

*Net interest cost (NIC) ** True interest cost (TIC)

**5. Debt Service Requirements to Maturity**

The annual requirements to amortize all bonded debt outstanding, including principal and interest, are as follows:

**Governmental Activities:**

| Year | Excess Revenue Contracts, Loans and Notes | | | Revenue Bonds | | | Total Governmental Activities |
|---|---|---|---|---|---|---|---|
| | Principal | Interest | Total | Principal | Interest | Total | |
| 2009 | $ 2,092,555 | $ 3,506,706 | $ 5,599,261 | $ 6,084,609 | $ 8,733,336 | $ 14,817,945 | $ 20,417,206 |
| 2010 | 1,856,600 | 3,425,312 | 5,281,912 | 6,140,305 | 8,655,438 | 14,795,743 | 20,077,655 |
| 2011 | 1,942,500 | 3,339,168 | 5,281,668 | 9,209,008 | 8,575,458 | 17,784,466 | 23,066,134 |
| 2012 | 2,037,800 | 3,244,780 | 5,282,580 | 13,606,667 | 8,285,245 | 21,891,912 | 27,174,492 |
| 2013 | 2,139,900 | 3,142,651 | 5,282,551 | 7,168,750 | 7,599,426 | 14,768,176 | 20,050,727 |
| 2014-2018 | 12,520,000 | 13,827,371 | 26,347,371 | 35,406,248 | 32,277,886 | 67,684,134 | 94,031,505 |
| 2019-2023 | 16,277,800 | 9,876,010 | 26,153,810 | 33,610,834 | 22,415,885 | 56,026,719 | 82,180,529 |
| 2024-2028 | 21,835,300 | 4,427,431 | 26,262,731 | 38,660,000 | 11,224,705 | 49,884,705 | 76,147,436 |
| 2029-2030 | 3,760,700 | 109,315 | 3,870,015 | 16,045,000 | 1,310,730 | 17,355,730 | 21,225,745 |
| Total | $64,463,155 | $44,898,744 | $109,361,899 | $165,931,421 | $109,078,109 | $275,009,530 | $384,371,429 |

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**5. Debt Service Requirements to Maturity (Continued)**

**Business-Type Activities:**

| Year | Excess Revenue Contracts, Loans and Notes | | | Revenue Bonds | | | Total Business-Type Activities |
|---|---|---|---|---|---|---|---|
| | Principal | Interest | Total | Principal | Interest | Total | |
| 2009 | $ 352,500 | $ 90,738 | $ 443,238 | $ 15,120,391 | $ 15,587,055 | $ 30,707,446 | $ 31,150,684 |
| 2010 | 372,000 | 81,371 | 453,371 | 16,109,695 | 14,685,818 | 30,795,513 | 31,248,884 |
| 2011 | 388,000 | 71,606 | 459,606 | 14,060,992 | 9,542,910 | 23,603,902 | 24,063,508 |
| 2012 | 338,375 | 61,425 | 399,800 | 10,803,333 | 8,858,033 | 19,661,366 | 20,061,166 |
| 2013 | 204,500 | 55,059 | 259,559 | 11,291,250 | 20,739,104 | 32,030,354 | 32,289,913 |
| 2014-2018 | 2,021,539 | 175,255 | 2,196,794 | 47,348,752 | 55,362,736 | 102,711,488 | 104,908,282 |
| 2019-2023 | -- | -- | -- | 56,069,166 | 43,333,769 | 99,402,935 | 99,402,935 |
| 2024-2028 | -- | -- | -- | 56,660,000 | 29,031,707 | 85,691,707 | 85,691,707 |
| 2029-2033 | -- | -- | -- | 58,865,000 | 15,853,435 | 74,718,435 | 74,718,435 |
| 2034-2037 | -- | -- | -- | 39,360,000 | 3,482,050 | 42,842,050 | 42,842,050 |
| Total | $ 3,676,914 | $ 535,454 | $ 4,212,368 | $325,688,579 | $216,476,617 | $542,165,196 | $546,377,564 |

**6. Future Year Obligations**

Principal and interest requirements of various bond issues for the year 2009 are as follows:

| **Governmental Activities:** | Principal | Interest | Total Requirements |
|---|---|---|---|
| Excess revenue contracts, loans and notes | | | |
| City of Baton Rouge: | | | |
| 2002A Fixed Rate Taxable Refunding | $ 655,000 | $ 1,205,274 | $ 1,860,274 |
| 2002B Fixed Rate Taxable Refunding | 1,100,000 | 2,277,857 | 3,377,857 |
| LA Community Development 2000A Program | | | |
| Baton Rouge Convention and Visitors | 20,500 | 20,343 | 40,843 |
| Parish of East Baton Rouge: | | | |
| LCDA loan 1999 Program | 317,055 | 3,232 | 320,287 |
| Total excess revenue contracts, loans and notes | 2,092,555 | 3,506,706 | 5,599,261 |
| Revenue bonds | | | |
| City of Baton Rouge: | | | |
| 1997 City Sales Tax | 215,000 | 10,212 | 225,212 |
| 1998A City Sales Tax | 7,550,000 | 794,088 | 8,344,088 |
| 2001City Sales Tax | 695,000 | 938,724 | 1,633,724 |
| 2007A City Sales Tax | 220,000 | 1,429,625 | 1,649,625 |
| Less: Debt recorded in business-type activities | (5,950,391) | (1,484,036) | (7,434,427) |
| Road and Street Improvement | | | |
| 2006A Sales Tax Bonds | 3,355,000 | 1,196,547 | 4,551,547 |
| 2008A Sales Tax Bonds (Variable) | -- | 5,848,176 | 5,848,176 |
| Total revenue bonds | 6,084,609 | 8,733,336 | 14,817,945 |
| Total governmental activities | 8,177,164 | 12,240,042 | 20,417,206 |

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**6. Future Year Obligations (Continued)**

| **Business-Type Activities:** | Principal | Interest | Total Requirements |
|---|---|---|---|
| Excess revenue contracts, loans and notes | | | |
| Parish of East Baton Rouge: | | | |
| LCDA loan 1999 Program | $ 352,500 | $ 90,738 | $ 443,238 |
| Total excess revenue contracts, loans and notes | 352,500 | 90,738 | 443,238 |
| Revenue bonds | | | |
| City of Baton Rouge | | | |
| 2005B Public Improvement Sales Tax (Taxable-Airport) | 50,000 | 106,188 | 156,188 |
| 2008A-1 Public Improvement Sales Tax | 515,000 | 69,100 | 584,100 |
| 2008A-2 Public Improvement Sales Tax | -- | 2,131,662 | 2,131,662 |
| 2008B Public Improvement Sales Tax (Taxable) | 495,000 | 471,114 | 966,114 |
| Plus: Revenue bonds payable from City issues | 5,950,391 | 1,484,036 | 7,434,427 |
| Parish of East Baton Rouge: | | | |
| Sewer sales tax revenue bonds: | | | |
| 1999 Public Improvement Sewer Sales Tax | 1,250,000 | 32,812 | 1,282,812 |
| 2005A Public Improvement Sewer Sales Tax | 130,000 | 1,577,868 | 1,707,868 |
| 2005B Public Improvement Sewer Sales Tax | 2,915,000 | 929,625 | 3,844,625 |
| Sewerage Commission | | | |
| 2006 A/B Revenue Refunding Bonds | 3,815,000 | 8,784,650 | 12,599,650 |
| Total revenue bonds | 15,120,391 | 15,587,055 | 30,707,446 |
| Total business-type activities | 15,472,891 | 15,677,793 | 31,150,684 |
| Total all bonds, contracts, loans and notes | $23,650,055 | $27,917,835 | $51,567,890 |

**7. Legal Debt Margin - General Obligation Bonds**

Computation of legal debt margin for general obligation bonds payable from ad valorem tax is as follows:

**Governing Authority: City of Baton Rouge**

| Ad valorem taxes: | |
|---|---|
| Assessed valuation, 2008 tax rolls | $1,607,758,689 |
| Debt limit: 10% of assessed valuation (for any one purpose) | $ 160,775,869 |
| Debt limit: 15% of assessed valuation (for sewerage purposes) | 241,163,803 |
| Debt limit: 35% of assessed valuation (aggregate, all purposes) | 562,715,541 |

There are no outstanding bonds secured by ad valorem taxes of the City of Baton Rouge at this time.

**Governing Authority: Parish of East Baton Rouge**

| Ad valorem taxes: | |
|---|---|
| Assessed valuation, 2008 tax rolls | $3,810,975,559 |
| Debt limit: 10% of assessed valuation (for any one purpose) | $ 381,097,556 |
| Debt limit: 15% of assessed valuation (for sewerage purposes) | 571,646,334 |

There are no outstanding bonds secured by ad valorem taxes of the Parish of East Baton Rouge at this time.

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**7. Legal Debt Margin - General Obligation Bonds (Continued)**

**Governing Authority: East Baton Rouge Sewerage Commission**

| | |
|---|---|
| Ad valorem taxes: | |
| Assessed valuation, 2008 tax rolls | $3,810,975,559 |
| Debt limit: 15% of assessed valuation (for sewerage purposes) | $ 571,646,334 |

There are no outstanding bonds secured by ad valorem taxes of the East Baton Rouge Sewerage Commission at this time.

The Louisiana Constitution gives East Baton Rouge Parish, any municipal corporation in the parish and any sewerage district in the parish the power to incur debt and issue bonds for sewerage purposes up to a maximum of 15% of the assessed valuation of the taxable property in such subdivision. Louisiana Revised Statutes limit the Parish's bonded debt for other purposes to 10% of the assessed valuation of the taxable property for one purpose and 35% for all purposes.

Excess revenue contracts, loans and notes are secured by the excess of any general property tax and other revenues that were levied for operation of the General Fund. They are payable through excess revenues of the General Fund budget and required approval by the Louisiana State Bond Commission. The debt obligations are issued on the authority of the Metropolitan Council and do not require a referendum from taxpayers.

**8. 2% Sales Tax Revenue Bonds**

The City of Baton Rouge and the Parish of East Baton Rouge, each levy a two percent sales and use tax on goods and services within their respective taxing districts. Since 1989, both the City of Baton Rouge and the Parish of East Baton Rouge have authorized the issuance of Public Improvement Sales Tax Revenue Bonds secured by this sales tax for the purpose of constructing and improving public facilities, advance refunding outstanding parity bond issues when market rates made it advantageous, providing a debt service reserve for each respective issue, and paying the issuance costs thereof.

Act No. 328 of the 1988 Regular Session of the Louisiana Legislature, House Bill No. 1599, Section 8(a) imposes a limit on the debt service obligations that can be outstanding of 40% of the gross avails of the sales and use tax for both the city and the parish 2% sales and use tax. The legal debt calculation as of December 31, 2008, is as follows:

| | City | Parish |
|---|---|---|
| Actual 2008 Revenues | $ 96,587,846 | $ 67,829,818 |
| Debt Capacity Before Outstanding Bonds (40%) | 38,635,138 | 27,131,927 |
| Highest Annual Debt Service on Outstanding Bonds | 15,783,588 | -- |
| Debt Capacity | $ 22,851,550 | $ 27,131,927 |
| Interest factor for $1 of debt, 6%, 25 years | 0.078226718 | 0.078226718 |
| Additional Bond Capacity (25 Years at 6%) | $292,119,503 | $346,837,087 |

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**8. 2% Sales Tax Revenue Bonds (Continued)**

These bonds are paid through the City Sales Tax Revenue Bonds Debt Service Fund and the Parish Sales Tax Revenue Bonds Debt Service Fund. Sinking fund payments are made monthly with bond interest and/or principal payments due February 1 and August 1 of each year. As of December 31, 2008, the following issues are outstanding:

| Bond Issue | Outstanding 12/31/2008 | Primary Purpose of Issue |
|---|---|---|
| City of Baton Rouge: | | |
| $19,325,000; Series 1997 | $ 215,000 | Airport terminal development program and landfill improvements |
| $94,450,000; Series 1998A | 15,485,000 | Advance refunding parity bond issues and improvements to public buildings |
| $23,625,000; Series 2001A | 19,990,000 | Fund local match for the River Center expansion project and refund PFC note |
| $ 2,100,000; Series 2005B | 1,910,000 | Provide capital improvement funds for airport projects |
| $30,395,000; Series 2007A | 30,185,000 | Current and advance refunding parity bond issues |
| $ 1,885,000; Series 2008 A-1 | 1,625,000 | Provide capital improvement funds for airport projects |
| $47,205,000; Series 2008 A-2 | 47,205,000 | Provide and restructure prior District Indebtedness |
| $ 9,505,000; Series 2008B | 9,255,000 | Provide and restructure prior District Indebtedness |
| Total | $125,870,000 | |

Parish of East Baton Rouge:
As of 12/31/08, there are no Parish Sales Tax Revenue Bonds Outstanding

All of the above governmental fund type sales tax revenue bonds issued by the City of Baton Rouge and Parish of East Baton Rouge are complete parity bonds and are secured by the net revenues from the respective entity's two percent sales and use tax. Bonds payable on the 2005B, 2008A-1, 2008A-2 and 2008B issues are recorded in the Greater Baton Rouge Airport District Enterprise Fund.

**9. 1/2% Sewer Sales Tax Revenue Bonds**

In April 1988, the general electorate authorized an additional parish-wide one-half percent sales and use tax specifically for sewerage purposes. The Parish of East Baton Rouge is authorized to issue debt secured by this additional one-half percent sewer sales tax for the purpose of constructing sewerage related capital improvements, advance refunding outstanding parity bond issues when market rates make it advantageous, providing a debt service reserve for each respective issue, and paying the issuance costs thereof.

Louisiana Revised Statute 39:698.5 requires that the maturities of the bonds shall be so arranged that the total amount of principal and interest falling due in any year, together with principal and interest falling due in any year on all parity bonds theretofore issued, and then outstanding, shall never exceed 75% of the amount of sales tax revenues estimated by the governing authority to be received by it in the calendar year in which bonds are issued. Provided however, in the Fifth Amendatory Intergovernmental Agreement between the City of Baton Rouge, the Parish of East Baton Rouge, and the Greater Baton Rouge Consolidated Sewerage district, the Parish pledged the Sales Tax Revenues (after payment of Debt Service on the Outstanding Sales Tax Revenue Bonds) as security for and for the payment of debt service on the revenue bonds to be issued by the East Baton Rouge Sewerage Commission under the Agreement. The Parish is no longer authorized to issue additional 1/2% Sewer Sales Tax parity bonds.

| | |
|---|---|
| Anticipated revenues based on 2009 annual operating budget | $42,655,510 |
| Debt Capacity Before Outstanding Bonds (75%) | 31,991,632 |
| Less: 2009 Debt Service on Outstanding Bonds | (6,835,306) |
| Less: Sales Tax Collection Costs (based on 2009 budget) | (600,000) |
| Debt Capacity Pledged for E.B.R. Sewerage Commission Revenue Bonds | $24,556,326 |

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**9. 1/2% Sewer Sales Tax Revenue Bonds (Continued)**

These bonds are accounted for in the Comprehensive Sewerage System Enterprise Fund. Sinking fund payments are made monthly with bond interest and/or principal payments due February 1 and August 1 of each year. As of December 31, 2008, the following issues are outstanding:

| Bond Issue | Outstanding 12/31/2008 | Primary Purpose of Issue |
|---|---|---|
| Parish of East Baton Rouge: | | |
| Sewer Sales Tax Revenue Bonds: | | |
| $ 43,000,000; Series 1999 | $ 1,250,000 | Sewerage Capital Improvements Program |
| $ 33,255,000; Series 2005A | 32,895,000 | Advance Refunding Parity Bonds |
| $ 25,855,000; Series 2005B | 20,050,000 | Advance Refunding Parity Bonds |
| Total | $54,195,000 | |

All of the above proprietary fund sales tax revenue bonds issued by the Parish of East Baton Rouge are complete parity bonds and are secured by the net revenues from the special one-half percent sales and use tax dedicated to sewerage purposes.

**10. 1/2% Road and Street Sales Tax Revenue Bonds**

On October 15, 2005, East Baton Rouge Parish voters approved a 23 year extension of the one-half percent sales and use tax, previously set to expire on December 31, 2007, specifically for the purpose of public road and street repair within East Baton Rouge Parish. The Parish of East Baton Rouge is authorized to issue debt secured by this additional one-half percent road and street sales tax for the purpose of building new roads and widening existing roads, advance refunding outstanding parity bond issues when market rates make it advantageous, providing a debt service reserve for each respective issue, and paying the issuance costs thereof.

Louisiana Revised Statute 39:1430(A) requires that the annual debt service payments for revenue bonds secured by sales tax revenues may not be in excess of seventy-five percent (75%) for the sales tax revenues estimated by the governing authority to be received by it in the calendar year in which the bonds are issued.

| | |
|---|---|
| Anticipated revenues based on 2009 annual operating budget | $ 29,721,800 |
| Debt Capacity Before Outstanding Bonds (75%) | 22,291,350 |
| Highest Annual Debt Service on Outstanding Bonds | 8,523,497 |
| Debt Capacity | $ 13,767,853 |
| Interest factor for $1 of debt, 5.25%, 22 year | 0.077711526 |
| Additional Bond Capacity (22 Years at 5.25%) | $177,166,165 |

| Bond Issue | Outstanding 12/31/2008 | Primary Purpose of Issue |
|---|---|---|
| Parish of East Baton Rouge: | | |
| Road and Street Sales Tax Revenue Bonds: | | |
| $32,760,000; Series 2006A | $ 26,495,000 | Road and Street Capital Improvements Program |
| $93,440,000; Series 2008A | 93,440,000 | Road and Street Capital Improvements Program |
| Total | $119,935,000 | |

Highest Annual Debt Service on Outstanding Bonds was calculated using the fixed SWAP rate for the 2008A Variable Rate Bonds.

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**11. East Baton Rouge Sewerage Commission Bonds**

In the Fifth Amendatory Intergovernmental Agreement between the City of Baton Rouge, the Parish of East Baton Rouge, and the Greater Baton Rouge Consolidated Sewerage district, the Parish pledged the Sales Tax Revenues (after payment of Debt Service on the Outstanding Sales Tax Revenue Bonds) as security for and for the payment of debt service on the revenue bonds to be issued by the East Baton Rouge Sewerage Commission under the Agreement.

Louisiana Revised Statute 39:1430(A) requires that the annual debt service of revenue bonds secured by sales tax revenues may not be in excess of seventy-five percent (75%) of the amount of sales tax revenues estimated by the governing authority to be received by it in the calendar year in which the bonds are issued, plus additional funds made available from Sewer User Fees.

| | |
|---|---|
| Debt Capacity Provided by 1/2% Sewer Sales Tax Revenue Before Outstanding Bonds | $ 24,556,326 |
| Budgeted 2009 Sewer User Fees and Other Revenues | 68,988,000 |
| Less: Operating and Maintenance Expense | (45,745,270) |
| Debt Capacity Before Outstanding Bonds | 47,799,056 |
| Highest Annual Debt Service on Outstanding Bonds | 12,599,650 |
| Debt Capacity | $ 35,199,406 |
| Interest factor for $1 of debt, 5.5%, 30 year | 0.068805390 |
| Additional Bond Capacity (30 Years at 5.5%) | $511,579,195 |

| Bond Issue | Outstanding 12/31/2008 | Primary Purpose of Issue |
|---|---|---|
| East Baton Rouge Sewerage Commission: | | |
| $154,915,000; Series 2006A | $149,605,000 | Sewerage Capital Improvements Program |
| $ 42,015,000; Series 2006B | 42,015,000 | Sewerage Capital Improvements Program |
| Total | $191,620,000 | |

**12. Interest Rate Swaps**

**a. Multiple Pay-Fixed, Receive-Variable Interest Rate Swap Agreements effective May 3, 2006**

As a means to lower the Parish's borrowing costs, when compared against fixed-rate bonds at the time of issuance in May 2006, the Parish entered into two separate but substantially identical interest rate swaps with Citibank, N.A., New York ($46,120,000 notional amount) and Merrill Lynch Capital Services, Inc. ($46,120,000 notional amount) (collectively, the "Counterparties") in connection with its $92,240,000 Variable Rate Road and Street Improvement Sales Tax Revenue Bonds, Series 2006B. The intention of the swap agreements was to effectively change the Parish's interest rate on the 2006B Bonds to a synthetic fixed rate of 4.072%, excluding liquidity, remarketing, and other fees associated with the Bonds. Under the terms of the swap agreements effective May 3, 2006, the Parish pays a fixed rate of 4.072% and the Swap Counterparties will pay a variable rate based upon an index of 70% of one-month USD-LIBOR-BBA. Financial Guaranty Insurance Company (FGIC) provided a municipal bond insurance policy for the Series 2006B Bonds. FGIC was downgraded by the rating agencies and, as a result the variable interest rate on the Series 2006B Bonds increased significantly and was at a rate that was unacceptable to the Parish. To remedy the situation, the Parish decided to replace FGIC with a letter of credit. The only way to affect the change in the municipal bond insurer was to issue refunding bonds. On April 17, 2008, the Parish of East Baton Rouge issued $93,440,000 Variable Rate Road and Street Improvement Sales Tax Revenue Refunding Bonds, Series 2008A to current refund the Parish's Road and Street Improvement Sales Tax Revenue Bonds, Series 2006B. The Swap Agreements entered into to hedge exposure to variable interest rates on the Series 2006B Bonds, will remain in place and were amended to relate to the Series 2008A Bonds. The remaining balance of the Series 2008A Bonds, specifically $1,200,000 will not be hedged by the Swap Agreements. The bonds and the related swap agreements mature on August 1, 2030. Settlement payments on these swaps are made semiannually corresponding with the interest payment dates of the related bonds. As of December 31, 2008, the swaps had a combined negative fair value

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**12. Interest Rate Swaps (Continued)**

**a. Multiple Pay-Fixed, Receive-Variable Interest Rate Swap Agreements effective May 3, 2006 (Continued)**

of $26,320,929. This mark-to-market valuation was established by market quotations obtained by the Counterparties, representing estimates of the amounts that would be paid or received for replacement transactions.

As of December 31, 2008, the Parish was not exposed to credit risk on the swaps because the swaps had negative fair value. However, should interest rates change and the fair values of the swaps become positive, the Parish would be exposed to credit risk in the amount of the derivatives' fair value. The swap agreements require collateral to be posted in varying amounts depending on the counterparties credit rating. No collateral has been required to date. The swap counterparties as of December 31, 2008, are rated as follows:

| Counterparty | Moody's | Standard & Poor's |
|---|---|---|
| Citibank, N.A. | A2 | A |
| Merrill Lynch Capital Services, Inc. | A2 | A |

The Parish will receive from the counterparties 70% of one-month USD-LIBOR-BBA and will pay the bond rate to its bondholders set by the remarketing agent. The Parish is exposed to basis risk when its Series 2008A Bonds trade at a yield which exceeds 70% of one-month USD-LIBOR-BBA. At December 31, 2008, the variable rate on the bonds was 2.50% and 70% of one-month USD-LIBOR-BBA was 0.31%. When the Series 2008A Bonds trade higher than 70% of one-month USD-LIBOR-BBA, the Parish will experience an increase in debt service above the fixed rate on the swap agreements.

The derivative contract uses the International Swap Dealers Association Master Agreement, which includes standard termination events, including but not limited to failure to pay, bankruptcy, and rating downgrade. Either party may terminate the swap if the other party fails to perform under the terms of the contract. If either swap is terminated, the variable-rate bonds would no longer carry a synthetic interest rate. Also, if at the time of termination the swap has a negative fair value, the Parish would be liable to the counterparty for a payment equal to the swap's fair value.

Using interest rates as of December 31, 2008, debt service requirements of the variable-rate debt and net swap payments, assuming current interest rates remain the same for their term are as follows. As rates vary, variable-rate bond interest payments and net swap payments will vary.

| Year Ending December 31 | Variable-Rate Bonds Principal | Variable-Rate Bonds Interest* | Interest Rate Swaps, Net** | Total |
|---|---|---|---|---|
| 2009 | $ -- | $ 2,336,000 | $ 3,463,058 | $ 5,799,058 |
| 2010 | -- | 2,336,000 | 3,463,058 | 5,799,058 |
| 2011 | -- | 2,336,000 | 3,463,058 | 5,799,058 |
| 2012 | -- | 2,342,400 | 3,462,255 | 5,804,655 |
| 2013 | -- | 2,336,000 | 3,463,058 | 5,799,058 |
| 2014 - 2018 | 14,345,000 | 11,188,072 | 16,580,348 | 42,113,420 |
| 2019 - 2023 | 28,285,000 | 8,238,275 | 12,222,644 | 48,745,919 |
| 2024 - 2028 | 34,765,000 | 4,325,027 | 6,421,581 | 45,511,608 |
| 2029 - 2030 | 16,045,000 | 437,732 | 652,501 | 17,135,233 |
| Total | $93,440,000 | $35,875,506 | $53,191,561 | $182,507,067 |

* Computed using 12/31/08 variable rate (2.50%)
** Computed using (fixed swap rate (4.072%) - 70%of 12/31/08 LIBOR (0.31%)) x ($92,240,000 - annual reduction)

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**12. Interest Rate Swaps (Continued)**

**b. Multiple Pay-Fixed, Receive-Variable Interest Rate Forward Swap Agreements dated July 26, 2006, and effective August 1, 2009**

In order to protect against the potential of higher future interest rates in connection with its anticipated issuance of not to exceed $123,000,000 Variable Rate Road and Street Improvement Sales Tax Revenue Bonds (the "Bonds"), the Parish entered into two separate but substantially identical interest rate swaps with Citibank, N.A., New York ($55,000,000 notional amount) and Merrill Lynch Capital Services, Inc. ($55,000,000 notional amount) (collectively, the "Counterparties"). The intention of the swap agreements was to effectively change the Parish's interest rate on the Bonds to a synthetic fixed rate of 4.109%, excluding liquidity, remarketing, and other fees associated with the Bonds. Under the terms of the swap agreements dated July 26, 2006, the Parish will pay a fixed rate of 4.128% (which includes an adjustment from the synthetic fixed rate of 4.109% due to a combined up-front payment of $150,000 made on the Parish's behalf by the Counterparties) and the Swap Counterparties will pay a variable rate based upon an index of 70% of one-month USD-LIBOR-BBA. The anticipated bonds are expected to be structured with a maturity date which corresponds with the related swap agreements that mature on August 1, 2030. The notional amounts of the swaps were structured to correspond with the anticipated maturity schedule of the Bonds. Settlement payments on these swaps will be made semiannually corresponding with the interest payment dates of the related bonds. As of December 31, 2008, the swaps had a combined negative fair value of $25,123,840. This mark-to-market valuation was established by market quotations obtained by the Counterparties, representing estimates of the amounts that would be paid or received for replacement transactions.

As of December 31, 2008, the Parish was not exposed to credit risk on the swaps because the swaps had negative fair value. However, should interest rates change and the fair values of the swaps become positive, the Parish would be exposed to credit risk in the amount of the derivatives' fair value. The swap agreements require collateral to be posted in varying amounts depending on the counterparties credit rating. No collateral has been required to date.

The Parish will receive from the counterparties 70% of one-month USD-LIBOR-BBA and will pay the bond rate to its bondholders set by the remarketing agent. The Parish will be exposed to basis risk when its Bonds begin to trade at a yield which exceeds 70% of one-month USD-LIBOR-BBA. Should the Bonds trade higher than 70% of one-month USD-LIBOR-BBA, the Parish will experience an increase in debt service above the fixed rate on the forward swap agreements.

The derivative contract uses the International Swap Dealers Association Master Agreement, which includes standard termination events, including but not limited to failure to pay, bankruptcy, and rating downgrade. Either party may terminate the swap if the other party fails to perform under the terms of the contract. If either swap is terminated, the anticipated variable-rate bonds would not carry a synthetic fixed interest rate. Also, if at the time of termination the swap has a negative fair value, the Parish would be liable to the counterparty for a payment equal to the swap's fair value.

**c. Multiple Pay-Fixed, Receive-Variable Interest Rate Forward Swap Agreements dated July 26, 2006, and effective August 1, 2011**

In order to protect against the potential of higher future interest rates in connection with its anticipated issuance of $103,000,000 Variable Rate East Baton Rouge Sewerage Commission Revenue Bonds, Series 2011 (the "2011 Bonds"), and $90,000,000 Variable Rate East Baton Rouge Sewerage Commission Revenue Bonds, Series 2012 (the "2012 Bonds", and collectively the"Bonds"), the Commission entered into two separate but substantially identical interest rate swaps with Citibank, N.A., New York ($92,500,000 notional amount) and Merrill Lynch Capital Services, Inc. ($92,500,000 notional amount) (collectively, the "Counterparties"). The intention of the swap agreements was

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**12. Interest Rate Swaps (Continued)**

**c. Multiple Pay-Fixed, Receive-Variable Interest Rate Forward Swap Agreements dated July 26, 2006, and effective August 1, 2011 (Continued)**

to effectively change the Commission's interest rate on the Bonds to a synthetic fixed rate of 4.134%, excluding liquidity, remarketing, and other fees associated with the Bonds. Under the terms of the swap agreements dated July 26, 2006, the Commission will pay a fixed rate of 4.149% (which includes an adjustment from the synthetic fixed rate of 4.134% due to a combined up-front payment of $300,000 made on the Commission's behalf by the Counterparties) and the Swap Counterparties will pay a variable rate based upon an index of 70% of one-month USD-LIBOR-BBA. The anticipated bonds are expected to be structured with a maturity date which corresponds with the related swap agreements that mature on August 1, 2046. The notional amounts of the swaps were structured to correspond with the anticipated maturity schedule of the Bonds. Settlement payments on these swaps will be made semiannually corresponding with the interest payment dates of the related bonds. As of December 31, 2008, the swaps had a combined negative fair value of $75,798,270. This mark-to-market valuation was established by market quotations obtained by the Counterparties, representing estimates of the amounts that would be paid or received for replacement transactions.

As of December 31, 2008, the Commission was not exposed to credit risk on the swaps because the swaps had negative fair value. However, should interest rates change and the fair values of the swaps become positive, the Commission would be exposed to credit risk in the amount of the derivatives' fair value. The swap agreements require collateral to be posted in varying amounts depending on the counterparties credit rating. At December 31, 2008, since the negative fair value of the swaps exceeded the threshold set in the agreements, the Commission was required to post collateral of approximately $21,000,000 with each swap counterparty.

The Commission will receive from the counterparties 70% of one-month USD-LIBOR-BBA and will pay the bond rate to its bondholders set by the remarketing agent. The Commission will be exposed to basis risk when its Series 2011 or Series 2012 Bonds begin to trade at a yield which exceeds 70% of one-month USD-LIBOR-BBA. Should the Series 2011 or Series 2012 Bonds trade higher than 70% of one-month USD-LIBOR-BBA, the Commission will experience an increase in debt service above the fixed rate on the forward swap agreements.

The derivative contract uses the International Swap Dealers Association Master Agreement, which includes standard termination events, including but not limited to failure to pay, bankruptcy, and rating downgrade. Either party may terminate the swap if the other party fails to perform under the terms of the contract. If either swap is terminated, the anticipated variable-rate bonds would not carry a synthetic interest rate. Also, if at the time of termination the swap has a negative fair value, the Commission would be liable to the counterparty for a payment equal to the swap's fair value.

**d. Implementation of GASB Statement No. 53, Accounting and Financial Reporting for Derivative Instruments**

The City-Parish will be required to adopt GASB Statement No. 53 for the period ended December 31, 2010. The statement will require governments to measure and report most derivative instruments at fair value on their financial statements. Depending on economic conditions on the statement ending date the implementation of this Standard could significantly affect the financial statements.

**13. Obligations of Intragovernmental Agencies**

The City and the Parish have issued debt to fund certain enterprise operations on the strength of its general operating 2% sales tax revenues. In turn, the Greater Baton Rouge Airport District and the Comprehensive Sewerage System Fund have signed promissory notes to the General Fund to repay the debt service. The following obligations are recorded in proprietary funds in the government-wide and fund basic financial statements. An adjustment for the outstanding debt is shown as a reduction of governmental activities long-term debt in the government-wide financial statements.

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**13. Obligations of Intragovernmental Agencies (Continued)**

**a. Greater Baton Rouge Airport District - 2001 Passenger Facility Charge Obligation**

The Greater Baton Rouge Airport District is obligated under an Amended Intergovernmental Contract dated August 1, 2001, and the Passenger Facility Charge Note of $5,400,000 to make semi-annual payments to the City General Fund over a twenty-year period. Total principal paid prior to 2008 was $1,003,333. In 2008, a principal payment of $206,250 reduced the obligation payable to $4,190,417. Scheduled maturities and interest are as follows:

| | Principal | Interest | Total |
|---|---|---|---|
| 2009 | $ 223,333 | $ 191,959 | $ 415,292 |
| 2010 | 241,250 | 183,026 | 424,276 |
| 2011 | 258,333 | 173,220 | 431,553 |
| 2012 | 278,333 | 162,387 | 440,720 |
| 2013 and after | 3,189,168 | 787,864 | 3,977,032 |
| Total | $4,190,417 | $1,498,456 | $5,688,873 |

**b. East Baton Rouge Sewerage Commission**

On April 1, 1992, the City of Baton Rouge issued $85,000,000 in Public Improvement Sales Tax Revenue Bonds, Series 1992A (20 year term), for the purpose of providing funds to finance the acquisition of an undivided interest in the sewerage system owned and/or operated by the East Baton Rouge Sewerage Commission (the "Commission"). The Commission used the proceeds to refund the outstanding portion of the $27,000,000 Public Improvement Certificates of Indebtedness and to defease the callable portion of the $70,000,000 Sewer Revenue Bonds, Series 1987. The Commission, through an act of credit sale, repurchased the undivided interest in the sewerage system previously sold to the City of Baton Rouge for $76,999,452. This transaction is recorded as a long-term obligation in the Comprehensive Sewerage System Fund. Payments to the City by the Commission are required semi-annually over a 19 year period. These payments are recorded as miscellaneous revenues in the General Fund, and will fully offset the impact that the scheduled debt service payments on the $85,000,000 Public Improvement Sales Tax Revenue Bonds have on the General Fund. Total principal paid prior to 2008 was $56,044,789. In 2008, a $5,266,501 principal payment reduced the obligation payable to $15,688,162. Scheduled maturities and future interest payments are as follows:

| | Principal | Interest | Total |
|---|---|---|---|
| 2009 | $ 5,727,058 | $1,292,077 | $ 7,019,135 |
| 2010 | 6,228,445 | 820,396 | 7,048,841 |
| 2011 | 3,732,659 | 307,420 | 4,040,079 |
| Total | $15,688,162 | $2,419,893 | $18,108,055 |

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**14. Louisiana Community Development Authority Loans (LCDA)**

Chapter 10-D of Title 33 of the Louisiana Revised Statutes created the Louisiana Community Development Authority for the purpose of assisting political subdivisions of the state. The LCDA issues long-term bonds and then loans the proceeds to local governments for acquiring, financing and constructing certain infrastructure facilities of local government and other economic development projects. The interest rate on the City's and the Parish's LCDA loans fluctuate weekly with changes in the Securities Industry and Financial Markets Association (SIFMA) Municipal Swap Index. Principal and interest payments on all loans are paid monthly.

a. 1999 Program:

In 1999, the Metropolitan Council authorized the Parish to execute a loan agreement with the Louisiana Local Government Environmental Facilities and Community Development Authority (the "LCDA") for the purpose of providing funds for the construction of the Advanced Traffic Management Facility. A total of $7,643,873 was loaned to the Parish on the original 1999 program. A total of $7,326,818 has been repaid, leaving an outstanding balance on this loan of $317,055 as of December 31, 2008. Future debt service is budgeted over a 1 year period at 2.58%. This loan is serviced by the Excess Revenue and Limited Tax Debt Service Fund and is shown as a governmental activities debt in the entity-wide statement of net assets.

In 2004, the Parish borrowed additional funds on the 1999 LCDA program to aide in the construction of a new downtown parking facility. A total of $2,500,000 has been loaned to the Parish at December 31, 2008. Total principal repaid is $562,500, leaving an outstanding debt balance of $1,937,500 at year-end. This loan is serviced and recorded in the Greater Baton Rouge Parking Authority Nonmajor Enterprise Fund. Future debt service is budgeted over a 10 year period at 2.58%.

In 2006, the Parish borrowed additional funds on the 1999 LCDA program for the Greater Baton Rouge Airport District to provide funds for airport improvements. A total of $2,972,271 has been loaned to the Parish. This loan was prepaid in 2008 using proceeds of the City Sales Tax Bonds Series 2008.

In 2006, the Parish borrowed additional funds on the 1999 LCDA program to purchase garbage carts for residents to transition to automated garbage collection for East Baton Rouge Parish. A total of $2,629,375 has been loaned to the Parish at December 31, 2008. A total of $1,884,500 has been repaid, leaving an outstanding debt balance of $744,875 at year-end. This loan is serviced and recorded in the Solid Waste Collection Fund. Future debt service is calculated over a 4 year period at 2.58%.

In 2008, the Parish borrowed additional funds on the 1999 LCDA program for the Greater Baton Rouge Airport District to provide funds for airport improvements. A total of $994,539 has been loaned to the Parish at December 31, 2008. The loan is being repaid by the Airport District. Future debt service is budgeted over a 10 year period at 2.58%. The total LCDA authorization for the loan to the Airport is $3,000,000. Funds are drawn down as the expenses are made on airport projects.

b. 2000A Program:

In 2001, the City applied for a LCDA Loan for the Greater Baton Rouge Airport District to provide funds for airport improvements. A total of $9,000,000 has been loaned to the City. This loan was prepaid in 2008 using proceeds of the City Sales Tax Bonds Series 2008.

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**14. Louisiana Community Development Authority Loans (LCDA) (Continued)**

b. 2000A Program (Continued):

In 2004, the City applied for a LCDA Loan for the Greater Baton Rouge Airport District to provide funds for airport improvements. A total of $12,274,417 has been loaned to the City. This loan was prepaid in 2008 using proceeds of the City Sales Tax Bonds Series 2008.

In 2008, the City borrowed additional funds on the 2000A LCDA program to provide funds to the Baton Rouge Area Convention and Visitors Bureau, in order to finance the costs of renovating, equipping and improving the new headquarters building. A total of $750,000 has been loaned to the City at December 31, 2008. Future debt service is budgeted over a 21 year period at 2.78%. This loan is serviced by the Excess Revenue and Limited Tax Debt Service Fund and is shown as a governmental activities debt in the entity-wide statement of net assets. The Convention and Visitors Bureau is reimbursing the City for these debt payments.

**15. Governmental Funds Taxable Bonds**

In 2000, the City of Baton Rouge entered into a merger agreement with the State Municipal Police Employees' Retirement System (MPERS) effective February 26, 2000. The City offered a voluntary transfer to City law enforcement employees that qualified to enter into the State system. The City signed a long-term note with MPERS in the amount of $72,738,769. The 30 year note amount represented 60% of the initial merger liability for transferred police officer MPERS retirement benefits on February 26, 2000. The note bore interest at 7% per annum. Principal and interest were payable on the first day of each calendar quarter. During 2002, the note was entirely retired by the following two transactions.

On May 17, 2002, the City of Baton Rouge issued variable rate taxable bonds in the amount of $25,900,000, to refund one-third of the MPERS Note and to retire $1,840,463 of an outstanding legal judgment attributable to the City-Parish Employees Retirement System (CPERS). These variable-rate bonds were converted to a fixed rate in accordance with provisions provided in the original issue on March 6, 2003. The fixed-rate bonds are payable at a true interest cost of 5.65% over a 27 year period with final maturity on January 15, 2029. The debt service is funded in the Taxable Refunding Bonds Debt Service Fund budget via transfers from the General Fund.

On October 1, 2002, the City of Baton Rouge issued $47,550,000 in fixed rate taxable bonds with a true interest cost of 5.73% to refund the remaining two-thirds of the MPERS note. These fixed rate taxable bonds are payable at a net interest cost of 5.73% over a 27 year period with final maturity on January 15, 2029. The debt service is funded in the Taxable Refunding Bonds Debt Service Fund budget via transfers from the General Fund.

Amortization of Accounting Gain: Prior-Year Refunding-Governmental Activities:
The City recognized an accounting gain of $987,729 on the above two refundings in 2002, when the reacquisition price was smaller than the carrying amount of the original obligation. In accordance with GASB 23, this gain must be deferred and amortized over the life of the debt on the entity-wide financial statements. During years 2002-2007, $211,656 of the deferred amount on refunding was amortized. In 2008, $35,276 of the recognized accounting gain was amortized, resulting in the reporting of an additional $740,797 in total debt on the entity-wide statement of net assets for governmental activities as of December 31, 2008.

**16. 2008 Refunding of 1/2% Road and Street Sales Tax Revenue Bonds**

2008A Issue:

On April 17, 2008, the Parish of East Baton Rouge issued $93,440,000 of variable rate Revenue Refunding Bonds to current refund the Parish's $92.4 million Series 2006B Variable Rate Sales Tax Bonds. (principal refunded - $92,240,000).

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**16. 2008 Refunding of 1/2% Road and Street Sales Tax Revenue Bonds (Continued)**

2008A Issue (Continued):

Sources and uses of the refunding issue are summarized as follows:

| Sources and Uses of Funds: | |
|---|---|
| Sources: | |
| Principal proceeds | $93,440,000 |
| Sinking fund contribution | 518,330 |
| | $93,958,330 |
| | |
| Uses: | |
| Refunding escrow deposit | $93,414,951 |
| Issuance costs | 543,379 |
| | $93,958,330 |

Financial Guaranty Insurance Company (FGIC) provided a municipal bond insurance policy for the Series 2006B Bonds. FGIC was downgraded by the rating agencies and, as a result the variable interest rate on the Series 2006B Bonds increased significantly and was at a rate that was unacceptable to the Parish. To remedy the situation, the Parish decided to replace FGIC with a letter of credit. The only way to affect the change in the municipal bond insurer was to issue refunding bonds.

The Series 2008A (Variable Rate) Bonds initially will bear interest at a weekly interest rate. The Bonds are secured by an irrevocable direct pay letter of credit for a period ending April 16, 2011, but may be earlier terminated or extended. In the weeks prior to the refunding, the variable rate on the 2006B Bonds rose to a high of 7.50%. At December 31, 2008, the variable rate on the 2008A Bonds was 2.50%.

Due to the irregular circumstances related to this refunding, and the uncertain calculation of future cash flows that would result from estimating the variable rate on the bonds, no attempt has been made to calculate the cash flow savings or economic savings related to this transaction.

As a result of the refunding, the Parish recognized a deferred loss on refunding of $2,397,086 on the entity-wide financial statements. As of December 31, 2008, $105,340 of the Deferred amount on refunding was amortized, resulting in a net Deferred amount on refunding of $2,291,746. This is reflected as a reduction to bonds payable on the entity-wide statement of net assets for governmental activities as of December 31, 2008.

**17. Prior Year Refundings**

**a. Deferred Amount, Governmental-Type Activities**

On March 28, 2007, the City of Baton Rouge issued $30,395,000 of Revenue Refunding Bonds to current refund the City's $4 million Series 1993 Public Improvement Sales Tax Revenue Bonds (original net interest cost 5.13%; principal refunded - $2,615,000) and to advance refund the City's $19.325 million Series 1997 Public Improvement Sales Tax Revenue Bonds (original net interest cost 4.79%; principal refunded - $2,275,000), and the City's $94.45 million Series 1998A Public Improvement Sales Tax Revenue and Refunding Bonds (original true interest cost 4.43%; principal refunded $25,765,000). As a result of the refunding, the City-Parish recognized a deferred loss on refunding of $1,167,623 and a premium of $1,478,042 on the entity-wide financial statements. As of December 31, 2008, $423,991 of the Deferred amount on refunding and $536,712 of the premium were amortized, resulting in a net Deferred amount on refunding of $(197,698). This is reflected as an addition to bonds payable on the entity-wide statement of net assets for governmental activities as of December 31, 2008.

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**17. Prior Year Refundings (Continued)**

**b. Deferred Amount, Business-Type Activities**

On May 5, 2005, the Parish issued $33,255,000 of Public Improvement (Sewer) Sales Tax Revenue Bonds to advance refund the callable portion of the $43.0 million Series ST-1999 Public Improvement (Sewer) Sales Tax Revenue Bonds (original net interest cost 5.69%; principal refunded - $32,110,000). As a result of the refunding, the City-Parish recognized a Deferred amount on refunding of $2,655,173 and a premium of $1,754,487. As of December 31, 2008, $713,009 of the Deferred amount on refunding was amortized ($203,434 in 2008 and $509,575 in prior years) and $471,143 of the premium was amortized ($134,425 in 2008 and $336,718 in prior years), resulting in a net Deferred amount on refunding of $658,820. This is reflected as a reduction of bonds payable on the balance sheet for the Comprehensive Sewerage System Fund.

On November 3, 2005, the Parish issued $25,855,000 of Public Improvement (Sewer) Sales Tax Revenue Bonds to current refund a portion of the $65.0 million Series ST-1996 Public Improvement (Sewer) Sales Tax Revenue Bonds (original net interest cost 5.66%). As a result of the refunding, the City-Parish recognized a Deferred amount on refunding of $1,651,919 and a premium of $1,487,924. As of December 31, 2008, $749,958 of the Deferred amount on refunding was amortized ($289,300 in 2008 and $460,658 in prior years) and $675,506 of the premium was amortized ($260,579 in 2008 and $414,927 in prior years), resulting in a net Deferred amount on refunding of $89,543. This is reflected as a reduction of bonds payable on the balance sheet for the Comprehensive Sewerage System Fund.

On August 17, 2006, the East Baton Rouge Sewerage Commission issued $154,915,000 of Revenue Refunding Bonds Series 2006A to advance refund the Parish's $16.8 million Series ST-1998B Public Improvement (Sewer) Sales Tax Revenue and Refunding Bonds (original true interest cost 4.66%; principal refunded - $12,650,000), the Parish's $20 million Series ST-2001 Public Improvement (Sewer) Sales Tax Revenue Bonds (original true interest cost 5.02%; principal refunded - $19,585,000), the Parish's $112.7 million Series ST-2003 Public Improvement (Sewer) Sales Tax Revenue and Refunding Bonds (original true interest cost 4.04%; principal refunded - $99,245,000) and the Parish's $24.8 million Series ST-2004 Public Improvement (Sewer) Sales Tax Revenue Refunding Bonds (original true interest cost 4.35%; principal refunded $24,840,000).

As a result of the refunding, the City-Parish recognized a deferred loss on refunding of $4,290,015. The 2006A bonds were issued as a part of a combined issue with the East Baton Rouge Sewerage Commission Revenue Bonds, Series 2006B at a net premium of $1,488,941. As of December 31, 2008, $1,018,878 of the Deferred amount on refunding ($429,001 in 2008 and $589,877 in prior years) and $152,872 of the premium was amortized ($83,061 in 2008 and $69,811 in prior years), resulting in a net Deferred amount on refunding of $1,935,068. This is reflected as a reduction of bonds payable on the balance sheet for the Comprehensive Sewerage System Fund.

**c. Advance Refundings**

On November 18, 1998, the Parish of East Baton Rouge issued Public Improvement Sales Tax Revenue and Refunding Bonds Series ST-1998B in the amount of $16,825,000 to provide sufficient funds to advance refund a portion of certain Outstanding Parity Bonds and pay the costs of acquiring and constructing sewers and sewerage disposal works. During 2006, the Parish defeased the maturities from February 1, 2007, through February 1, 2016, by placing funds into an irrevocable escrow trust account with an escrow agent to provide for debt service payments on these maturities. Accordingly, the escrow trust account assets and the liability for the defeased bonds are not included in the accompanying financial statements. On December 31, 2008, $10,525,000 of Parish Series ST-1998B Bonds Outstanding are considered defeased.

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**17. Prior Year Refundings (Continued)**

**c. Advance Refundings (Continued)**

On August 31, 1999, the Parish of East Baton Rouge issued Public Improvement Sales Tax Revenue and Refunding Bonds Series ST-1999A in the amount of $43,000,000 to pay the costs of acquiring and constructing sewers and sewerage disposal works. During 2005, the Parish defeased the maturities from February 1, 2010, through February 1, 2024, by placing funds into an irrevocable escrow trust account with an escrow agent to provide for debt service payments on these maturities. Accordingly, the escrow trust account assets and the liability for the defeased bonds are not included in the accompanying financial statements. On December 31, 2008, $32,110,000 of Parish Series ST-1999A Bonds Outstanding are considered defeased. The noncallable portion of $4,570,000 began maturing February 1, 2000, and will mature each year thereafter through 2009, as reported in the Comprehensive Sewerage System Fund.

On September 5, 2001, the Parish of East Baton Rouge issued Public Improvement Sales Tax Revenue and Refunding Bonds Series ST-2001 in the amount of $20,000,000 to pay the costs of acquiring and constructing sewers and sewerage disposal works. During 2006, the Parish defeased the maturities from February 1, 2007, through February 1, 2026, by placing funds into an irrevocable escrow trust account with an escrow agent to provide for debt service payments on these maturities. Accordingly, the escrow trust account assets and the liability for the defeased bonds are not included in the accompanying financial statements. On December 31, 2008, $19,125,000 of Parish Series ST-2001 Bonds Outstanding are considered defeased.

On April 9, 2003, the Parish of East Baton Rouge issued Public Improvement Sales Tax Revenue and Refunding Bonds Series ST-2003 in the amount of $112,720,000 to provide sufficient funds to refund a portion of certain Outstanding Parity Bonds and pay the costs of acquiring and constructing sewers and sewerage disposal works. During 2006, the Parish defeased the maturities from February 1, 2007, through February 1, 2020, by placing funds into an irrevocable escrow trust account with an escrow agent to provide for debt service payments on these maturities. Accordingly, the escrow trust account assets and the liability for the defeased bonds are not included in the accompanying financial statements. On December 31, 2008, $87,895,000 of Parish Series ST-2003 Bonds Outstanding are considered defeased.

On October 28, 2004, the Parish of East Baton Rouge issued Public Improvement Sales Tax Revenue and Refunding Bonds Series ST-2004 in the amount of $24,865,000 to provide sufficient funds to refund a portion of certain Outstanding Parity Bonds. During 2006, the Parish defeased the maturities from February 1, 2007, through February 1, 2021, by placing funds into an irrevocable escrow trust account with an escrow agent to provide for debt service payments on these maturities. Accordingly, the escrow trust account assets and the liability for the defeased bonds are not included in the accompanying financial statements. On December 31, 2008, $24,790,000 of Parish Series ST-2004 Bonds Outstanding are considered defeased.

On November 18, 1998, the City of Baton Rouge issued Public Improvement Sales Tax Revenue and Refunding Bonds Series 1998A in the amount of $94,450,000 to provide funds to finance certain improvements to public buildings and facilities and refund a portion of certain Outstanding Parity Bonds. During 2007, the City defeased the maturities from August 1, 2011, through August 1, 2016, by placing funds into an irrevocable escrow trust account with an escrow agent to provide for debt service payments on these maturities. Accordingly, the escrow trust account assets and the liability for the defeased bonds are not included in the accompanying financial statements. On December 31, 2008, $25,765,000 of City Series 1998A Bonds Outstanding are considered defeased. The non-refunded portion of $32,215,000 began maturing August 1, 2007, and will mature each year thereafter through 2010 as reported on the entity-wide financial statements.

**NOTE 10 - Long-Term Debt (Continued)**

**a. Primary Government (Continued)**

**18. Bonds of Other Governmental Units**

Bonds of the East Baton Rouge Consolidated School District and the City of Zachary are obligations of other governmental units located within the limits of the Parish of East Baton Rouge. These bonds are not included in these financial statements because they are not obligations of this governmental unit.

Bonds of the Recreation and Park Commission and the Hospital Service District No. 1 are obligations of City-Parish related organizations; however, neither the City of Baton Rouge nor East Baton Rouge Parish holds responsibility for the debt of these entities.

East Baton Rouge and other surrounding parishes are situated within the limits of the Greater Baton Rouge Port Commission. Outstanding obligations of the port are secured by a pledge of the full faith and credit of East Baton Rouge Parish and other parishes in the district. However, the Supreme Court of the State of Louisiana has held that the pledge of the full faith and credit of the State comes before the pledges of the credit of the various parishes. Therefore, East Baton Rouge Parish does not have any potential liability with respect to the bonds of the port.

**19. Arbitrage Liability**

Section 148 of the Internal Revenue Code of 1986, as amended, requires that issuers of tax exempt debt make arbitrage calculations annually on bond issues issued after August 31, 1986, to determine whether an arbitrage rebate liability exists between the issuer and the U.S. Department of the Treasury. Arbitrage is the difference (or profit) earned from borrowing funds at tax exempt rates and investing the proceeds in higher yielding taxable securities.

Arbitrage rebate calculations made on December 31, 2008, for the City-Parish show accrued arbitrage rebate liabilities to the U.S. Department of Treasury. In the business-type activities this liability is reflected as "due to other governments." The liability for the governmental activities fund bonds is reflected as a not-current liability on the government-wide statement of net assets. There is a fund balance designation for Arbitrage Rebate in the capital project fund for the governmental activities fund bonds. The arbitrage rebate liability on December 31, 2008, is detailed as follows:

| | |
|---|---|
| **Governmental Activities:** | |
| Parish of East Baton Rouge: | |
| $125,000,000; Series 2006 A/B (Road and Street) | $1,208,365 |
| **Business-type Activities:** | |
| East Baton Rouge Sewerage Commission: | |
| $196,930,000; Series 2006 A/B | $ 378,150 |

**20. Conduit Debt Obligations**

The Parish and Parish Special Districts have issued industrial development revenue bonds and industrial pollution control revenue bonds. These bonds are limited obligations of the Parish or District payable from revenues of the projects. The bonds are not a charge upon other income of the Parish or District, nor are they a charge against the credit or taxing power of the District, the Parish of East Baton Rouge, or the City of Baton Rouge. As of December 31, 2008, there were 45 series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of approximately $183,000,000.

## NOTE 10 - Long-Term Debt (Continued)

### a. Primary Government (Continued)

#### 21. Lease Commitments

City-Parish operating leases contain one of the following options: (a) the City-Parish may, after the initial lease term expires, purchase the property at the fair value of the property or (b) the term can be extended on a month-to-month basis until either the City-Parish returns the equipment to the Lessor or the Lessor terminates the lease by a ten day written notice. In most cases, leases are renewed or replaced by other leases. The City-Parish does not have any operating leases with scheduled rent increases. Operating lease payments during 2008 totaled $155,901. The future minimum rental payments at December 31, 2008, is detailed as follows:

| | Governmental Activities |
|---|---|
| 2009 | $ 122,831 |
| 2010 | 116,431 |
| 2011 | 116,431 |
| 2012 | 116,431 |
| 2013 | 116,431 |
| Thereafter | 4,740,266 |
| Total future minimum lease payments | $5,328,821 |

### b. Component Units Long-Term Debt

A summary of the long-term obligations for component units of the City-Parish is as follows:

| | Balance Beginning of Year | Additions | Reductions | Balance End of Year |
|---|---|---|---|---|
| District Attorney of the Nineteenth Judicial District | | | | |
| Net other postemployment benefit obligation | $ 800,416 | $ 1,098,948 | $ 225,395 | $ 1,673,969 |
| Nineteenth Judicial District Court | | | | |
| Bonds and notes payable | 100,000,000 | -- | -- | 100,000,000 |
| Deferred premium on bonds | 2,801,350 | -- | 82,595 | 2,718,755 |
| Compensated absences payable | 541,876 | 22,705 | 2,952 | 561,629 |
| Net other postemployment benefit obligation | 947,760 | 1,232,378 | 252,761 | 1,927,377 |
| Total | 104,290,986 | 1,255,083 | 338,308 | 105,207,761 |
| E.B.R. Parish Family Court | | | | |
| Compensated absences payable | 88,633 | 35,301 | 32,799 | 91,135 |
| Net other postemployment benefit obligation | 124,552 | 170,844 | 35,040 | 260,356 |
| Total | 213,185 | 206,145 | 67,839 | 351,491 |
| E.B.R. Parish Juvenile Court | | | | |
| Compensated absences payable | 160,971 | 17,251 | -- | 178,222 |
| Net other postemployment benefit obligation | 250,939 | 335,783 | 68,869 | 517,853 |
| Total | 411,910 | 353,034 | 68,869 | 696,075 |

**NOTE 10 - Long-Term Debt (Continued)**

**b. Component Units Long-Term Debt (Continued)**

| | Balance Beginning of Year | Additions | Reductions | Balance End of Year |
|---|---|---|---|---|
| E.B.R. Parish Clerk of Court | | | | |
| Compensated absences payable | $ 558,331 | $ 85,058 | $ -- | $ 643,389 |
| Net other postemployment benefit obligation | 1,608,165 | -- | 779,196 | 828,969 |
| Total | 2,166,496 | 85,058 | 779,196 | 1,472,358 |
| St. George Fire Protection District | | | | |
| Bonds and notes payable | 3,056,001 | 2,400,000 | 3,272,589 | 2,183,412 |
| Compensated absences payable | 697,733 | 718,811 | 621,571 | 794,973 |
| Net other postemployment benefit obligation | 1,556,120 | -- | -- | 1,556,120 |
| Obligation under capital leases | -- | 2,154,684 | 449,109 | 1,705,575 |
| Total | 5,309,854 | 5,273,495 | 4,343,269 | 6,240,080 |
| Brownsfield Fire Protection District | | | | |
| Compensated absences payable | 11,916 | -- | 208 | 11,708 |
| Net other postemployment benefit obligation | 53,618 | 71,768 | 14,720 | 110,666 |
| Total | 65,534 | 71,768 | 14,928 | 122,374 |
| Central Fire Protection District | | | | |
| Bonds and notes payable | 1,499,999 | -- | 222,223 | 1,277,776 |
| Compensated absences payable | 104,517 | 14,651 | -- | 119,168 |
| Total | 1,604,516 | 14,651 | 222,223 | 1,396,944 |
| E.B.R. Parish Fire Protection District No. 6 | | | | |
| Compensated absences payable | 10,415 | 1,267 | -- | 11,682 |
| Obligation under capital leases | 128,649 | -- | 30,282 | 98,367 |
| Total | 139,064 | 1,267 | 30,282 | 110,049 |
| Eastside Fire Protection District | | | | |
| Notes payable | 1,990,000 | -- | 260,000 | 1,730,000 |
| Compensated absences payable | 196,000 | 89,874 | -- | 285,874 |
| Obligation under capital leases | 625,879 | -- | 55,540 | 570,339 |
| Total | 2,811,879 | 89,874 | 315,540 | 2,586,213 |
| Alsen-St. Irma Lee Fire Protection District | | | | |
| Compensated absences payable | 905 | -- | 24 | 881 |
| Net other postemployment benefit obligation | 5,786 | 8,207 | 1,683 | 12,310 |
| Total | 6,691 | 8,207 | 1,707 | 13,191 |
| Capital Region Planning Commission | | | | |
| Compensated absences payable | 56,390 | -- | 3,974 | 52,416 |
| Net other postemployment benefit obligation | 59,865 | 58,811 | -- | 118,676 |
| Total | 116,255 | 58,811 | 3,974 | 171,092 |

## NOTE 10 - Long-Term Debt (Continued)

### b. Component Units Long-Term Debt (Continued)

| | Balance Beginning of Year | Additions | Reductions | Balance End of Year |
|---|---|---|---|---|
| Capital Area Transit System | | | | |
| Compensated absences payable | $ 602,108 | $ 57,212 | $ -- | $ 659,320 |
| Obligation under capital leases | 6,253,121 | -- | 602,855 | 5,650,266 |
| Claims and judgements payable | 1,339,371 | 656,526 | 566,726 | 1,429,171 |
| Total | 8,194,600 | 713,738 | 1,169,581 | 7,738,757 |
| Total component units long-term debt | $126,131,386 | $ 9,230,079 | $7,581,111 | $127,780,354 |

## NOTE 11 - Interfund and Intergovernmental Receivables and Payables

### a. Balances due to/from other funds at December 31, 2008, consist of the following:

| | Due From Other Funds | Due To Other Funds |
|---|---|---|
| Temporary cash advances at December 31, 2008: | | |
| General Fund | $ 24,507,717 | $ -- |
| Grants Fund | -- | 18,421,428 |
| Nonmajor governmental funds | -- | 6,086,289 |
| Total temporary cash advances | 24,507,717 | 24,507,717 |
| Library Board of Control funding new branches in the Capital Projects Fund: | | |
| Capital Projects Fund | 35,530,134 | |
| Library Board of Control Fund | | 35,530,134 |
| Total Balance Sheet - Governmental Funds | $60,037,851 | $60,037,851 |

### b. Due From Other Governments by governmental agencies for the Primary Government consists of the following at year-end:

| | Federal | State | School Board | Sheriff | Other | Total |
|---|---|---|---|---|---|---|
| Governmental Activities: | | | | | | |
| General Fund | $ -- | $ 587,769 | $151,738 | $12,995,603 | $ 62,517 | $ 13,797,627 |
| Library Board of Control | -- | -- | -- | 17,848,302 | -- | 17,848,302 |
| Grants Fund | 30,728,761 | 2,364,321 | -- | -- | -- | 33,093,082 |
| Capital Projects Fund | -- | 52,633 | -- | -- | -- | 52,633 |
| Nonmajor governmental funds | -- | 465,935 | -- | 14,157,860 | 19,731 | 14,643,526 |
| Adjustments to full accrual basis of accounting | 13,773,902 | 5,625,415 | -- | -- | 687,026 | 20,086,343 |

**NOTE 11 - Interfund and Intergovernmental Receivables and Payables (Continued)**

**b. Due From Other Governments by governmental agencies for the Primary Government (Continued):**

| | Federal | State | School Board | Sheriff | Other | Total |
|---|---|---|---|---|---|---|
| Business-type Activities: | | | | | | |
| Greater Baton Rouge Airport District | $ 2,016,738 | $ 441,787 | $ -- | $ -- | $ -- | $ 2,458,525 |
| Comprehensive Sewerage System Fund | 381,165 | -- | -- | -- | -- | 381,165 |
| Nonmajor enterprise funds | -- | 1,040,873 | -- | -- | -- | 1,040,873 |
| Totals | $46,900,566 | $10,578,733 | $151,738 | $45,001,765 | $769,274 | $103,402,076 |

**c. Receivable and payable balances at year-end between the Primary Government and Component Units were as follows:**

| | Due (To)/From Primary Government | Due (To)/From Component Units |
|---|---|---|
| Primary Government: | | |
| General Fund | $ -- | $327,915 |
| General Fund | | (8,964) |
| Component Units: | | |
| District Attorney of the Nineteenth Judicial District | (143,961) | -- |
| Nineteenth Judicial District Indigent Defender Board | 8,964 | -- |
| District One Fire Protection District | (1,676) | -- |
| Brownsfield Fire Protection District | (152,044) | -- |
| Chaneyville Fire Protection District | (30,043) | -- |
| Wedgewood Crime Prevention District | (191) | -- |
| Total | $(318,951) | $318,951 |

## NOTE 12 - Interfund Transfers

**a. Interfund transfers for the year ended December 31, 2008 were as follows:**

| | Transfers In | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | General Fund | Grants Fund | Capital Projects Fund | Nonmajor Govern-mental Funds | Compre-hensive Sewerage System | Solid Waste Collection and Disposal | Non major Enterprise Funds | Total |
| **Transfers Out:** | | | | | | | | |
| Governmental Activities: | | | | | | | | |
| General Fund | $ -- | $ 876,458 | $19,974,932 | $7,376,862 | $5,150,000 | $ 75,795 | $1,951,509 | $35,405,556 |
| Library Board of Control Fund | -- | 1,800 | 3,492,920 | -- | -- | -- | -- | 3,494,720 |
| Capital Projects Fund | -- | -- | -- | 2,585 | -- | -- | -- | 2,585 |
| Nonmajor governmental funds | 100,444 | 48,889 | 495,380 | 678,600 | -- | 579,321 | -- | 1,902,634 |
| Business-type Activities: | | | | | | | | |
| Greater Baton Rouge Airport District | -- | 19,066 | -- | -- | -- | -- | -- | 19,066 |
| Comprehensive Sewerage System | -- | 54,290 | -- | -- | -- | -- | -- | 54,290 |
| Solid Waste Collection and Disposal | 2,517,380 | 4,984,742 | -- | -- | -- | -- | -- | 7,502,122 |
| Internal Service | -- | 5,142 | -- | -- | -- | -- | -- | 5,142 |
| Totals | $2,617,824 | $5,990,387 | $23,963,232 | $8,058,047 | $5,150,000 | $655,116 | $1,951,509 | $48,386,115 |

- The general fund transferred $19,974,932 to the capital projects major fund for non-recurring capital improvements during the year.
- The general fund transferred recurring operating subsidies of $7,376,862 to other governmental funds(including net debt service transfers of approximately $5,653,668 million to pay principal and interest on the governmental activities debt service) and $7,177,304 to enterprise operations during 2008.
- During 2008, $5,990,387 was transferred in to the Grants Major Fund from various other funds for local match on federal grants for Hurricanes Gustav and Ike.

**b. The following exchange of funds between the Primary Government and its discretely presented component units during 2008 are classified as external transactions on the Government-wide Statement of Activities:**

| | Operating Exchanges (To)/From Primary Government | Operating Exchanges (To)/From Component Units |
|---|---|---|
| Primary Government: | | |
| General Fund (operating subsidies) | $ -- | $(14,132,558) |
| Nonmajor Special Revenue Fund: | | |
| Parish Transportation Fund (to Capital Area Transit-operating subsidy) | -- | (1,247,200) |

**NOTE 12 - Interfund Transfers (Continued)**

**b. Exchange of funds between the Primary Government and its discretely presented component units (Continued):**

| | Operating Exchanges (To)/From Primary Government | Operating Exchanges (To)/From Component Units |
|---|---|---|
| Component Units: | | |
| District Attorney of the Nineteenth Judicial District | $ 3,888,183 | $ -- |
| Nineteenth Judicial District Court | 4,664,805 | -- |
| E.B.R. Parish Family Court | 815,810 | -- |
| E.B.R. Parish Juvenile Court | 936,662 | -- |
| E.B.R. Parish Clerk of Court | 581,762 | -- |
| Brownsfield Fire Protection District | 17,100 | -- |
| E.B.R. Parish Fire Protection District No. 6 | 75,000 | -- |
| Eastside Fire Protection District | 71,297 | -- |
| Pride Fire Protection District | 20,000 | -- |
| Chaneyville Fire Protection District | 37,750 | -- |
| Alsen-St. Irma Lee Fire Protection District | 25,800 | -- |
| Capital Region Planning Commission | 49,252 | -- |
| Capital Area Transit System | 4,196,337 | -- |
| Total | $15,379,758 | $(15,379,758) |

**NOTE 13 - Other Receivables**

Receivables as of year-end for the government's individual major funds, and nonmajor and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

| | General Fund | Library Board of Control Fund | Grants Fund | Capital Projects Fund | Nonmajor Governmental Funds | Internal Service Funds | Total |
|---|---|---|---|---|---|---|---|
| **Governmental Activities:** | | | | | | | |
| Receivables: | | | | | | | |
| Property taxes | $10,141,800 | $16,189,470 | $ -- | $ -- | $12,040,611 | $ -- | $38,371,881 |
| Gross receipts business taxes | 5,283,438 | -- | -- | -- | -- | -- | 5,283,438 |
| Sales taxes | 17,841,845 | -- | -- | 2,856,266 | 1,571,530 | -- | 22,269,641 |
| Interest and penalties on taxes | 182,400 | -- | -- | -- | -- | -- | 182,400 |
| Accounts | 1,581,710 | 6,180 | 64,069 | 415,277 | 1,641,895 | -- | 3,709,131 |
| Accrued interest | 411,719 | 242,221 | 27,315 | 2,293,012 | 228,196 | 24,223 | 3,226,686 |
| Special assessments | 40,340 | -- | -- | 9,955 | -- | -- | 50,295 |
| Gross receivables | 35,483,252 | 16,437,871 | 91,384 | 5,574,510 | 15,482,232 | 24,223 | 73,093,472 |
| Less: allowance for uncollectibles | (428,366) | (815,751) | -- | -- | (548,733) | -- | (1,792,850) |
| Net receivables-governmental funds | 35,054,886 | 15,622,120 | 91,384 | 5,574,510 | 14,933,499 | 24,223 | 71,300,622 |
| Adjustment to full accrual basis of accounting | -- | -- | -- | -- | 981,511 | -- | 981,511 |
| Net total receivables | $35,054,886 | $15,622,120 | $91,384 | $5,574,510 | $15,915,010 | $24,223 | $72,282,133 |

**NOTE 13 - Receivables (Continued)**

| | Greater Baton Rouge Airport District | Comprehensive Sewerage System | Solid Waste Collection and Disposal Fund | Nonmajor Enterprise Funds | Total |
|---|---|---|---|---|---|
| **Business-type Activities:** | | | | | |
| Receivables: | | | | | |
| Sales taxes | $ -- | $ 4,353,957 | $ -- | $ -- | $ 4,353,957 |
| Accounts | 458,196 | 4,802,842 | 3,378,741 | 668,810 | 9,308,589 |
| Accrued interest | 78,111 | 2,119,453 | 92,229 | 58,072 | 2,347,865 |
| Special assessments | -- | 53,392 | -- | -- | 53,392 |
| Gross receivables | 536,307 | 11,329,644 | 3,470,970 | 726,882 | 16,063,803 |
| Less: allowance for uncollectibles | (32,252) | -- | -- | -- | (32,252) |
| Net total receivables | $ 504,055 | $11,329,644 | $3,470,970 | $726,882 | $16,031,551 |

Summary of other receivables reported on the Statement of Net Assets for Business-type activities:

| | |
|---|---|
| Current assets - receivables | $15,072,695 |
| Restricted assets - receivables | 958,856 |
| Totals | $16,031,551 |

**NOTE 14 - Restricted Net Assets**

Details of restricted net assets as reported in the entity-wide Statement of Net Assets are as follows:

| | Governmental Activities | Business Type Activities | Total |
|---|---|---|---|
| Net Assets Restricted For: | | | |
| Capital projects: | | | |
| Federal and state capital grant funds | $ 2,688,634 | $ -- | $ 2,688,634 |
| Bond funds from dedicated road sales tax | 15,748,608 | -- | 15,748,608 |
| Dedicated sales tax for street construction | 97,319,574 | -- | 97,319,574 |
| Claim settlement for capital improvements | -- | 1,280,002 | 1,280,002 |
| Dedicated hotel-motel taxes for River Center construction | -- | 11,478,311 | 11,478,311 |
| Total net assets restricted for capital projects | 115,756,816 | 12,758,313 | 128,515,129 |
| Debt service: | | | |
| 2% City sales tax revenue bonds | 15,860,181 | -- | 15,860,181 |
| ½% Road sales tax revenue bonds | 1,436,723 | -- | 1,436,723 |
| ½% Sewer parish sales tax revenue bonds | -- | 14,334,666 | 14,334,666 |
| Total net assets restricted for debt service | 17,296,904 | 14,334,666 | 31,631,570 |
| Passenger facility charge: | | | |
| Greater Baton Rouge Airport District (see note 16) | -- | 4,192,209 | 4,192,209 |

**NOTE 14 - Restricted Net Assets (Continued)**

| Net Assets Restricted For: | Governmental Activities | Business Type Activities | Total |
|---|---|---|---|
| External legal constraints: | | | |
| Dedicated property taxes authorized by the electorate to specific special revenue funds and purposes | $ 66,216,186 | $ -- | $ 66,216,186 |
| Dedicated sales tax for economic development districts | 5,716 | -- | 5,716 |
| Dedicated sales tax for street maintenance and road beautification | 12,872,229 | -- | 12,872,229 |
| State road funds dedicated for transportation | 9,555,820 | -- | 9,555,820 |
| Telephone surcharge dedicated to communications district | 6,096,736 | -- | 6,096,736 |
| Grant funds restricted to specific programs | 1,229,791 | -- | 1,229,791 |
| Collateral posted with swap counterparties | -- | 58,700,150 | 58,700,150 |
| Total net assets restricted for external legal constraints | 95,976,478 | 58,700,150 | 154,676,628 |
| Total Restricted Net Assets | $229,030,198 | $89,985,338 | $319,015,536 |

**NOTE 15 - Restricted Assets**

The balances of the restricted asset accounts in the enterprise funds are as follows:

| | Greater Baton Rouge Airport District | Comprehensive Sewerage System | Other Enterprise Total | Total |
|---|---|---|---|---|
| Sales tax revenue bonds construction accounts | $28,608,069 | $ 42,589,900 | $ -- | $ 71,197,969 |
| Hotel-motel tax construction accounts | -- | -- | 11,434,948 | 11,434,948 |
| Passenger Facility Charges (PFC) account | 4,629,167 | -- | -- | 4,629,167 |
| Sales tax revenue bonds debt service accounts | -- | 6,890,969 | -- | 6,890,969 |
| Collateral posted with swap counterparties | -- | 58,700,150 | -- | 58,700,150 |
| Accounts receivable - PFC | 168,129 | -- | -- | 168,129 |
| Accrued interest receivable - sales tax revenue bonds | 2,403 | 727,441 | -- | 729,844 |
| Accrued interest receivable - PFC | 17,520 | -- | -- | 17,520 |
| Accrued interest receivable - hotel-motel tax | -- | -- | 43,363 | 43,363 |
| Total restricted assets | $33,425,288 | $108,908,460 | $11,478,311 | $153,812,059 |

**NOTE 16 - Passenger Facility Charges - Greater Baton Rouge Airport District**

On September 28, 1992, the Greater Baton Rouge Airport District (Airport) received approval from the Federal Aviation Administration (FAA) to impose a $3.00 passenger facility charge (PFC) in accordance with Section 158.29 of the Federal Aviation Regulations (Title 14, Code of Federal Regulations, Part 158). On May 19, 2005, the FAA approved the imposition of a $4.50 passenger facility charge by the Airport District for the financing of additional improvements.

PFC revenue received, but not yet spent, along with interest income, is classified as restricted net assets on the Statement of Net Assets. On the Statement of Revenues, Expenses, and Changes in Fund Net Assets, PFC revenue is classified as non-operating revenue, while on the Statement of Cash Flows, PFC collections are classified as capital in nature.

**NOTE 16 - Passenger Facility Charges - Greater Baton Rouge Airport District (Continued)**

The Airport began assessing the fee on December 1, 1992. The FAA has approved the following applications for disbursement of the proceeds of the PFC as follows:

| | Application Number and Description | Approved PFC Level | Total FAA Authorization | Total Disbursed through 12/31/2008 |
|---|---|---|---|---|
| 2 | Noise mitigation | $3.00 | $ 1,315,124 | $ 1,315,124 |
| 3 | Terminal building and plan specifications | 3.00 | 1,290,899 | 1,290,899 |
| 4 | Terminal development with financing | 3.00 | 34,863,776 | 13,966,417 |
| 5 | Airport access road | 3.00 | 3,089,499 | 1,158,048 |
| 5 | Acquire A/C loading bridges | 3.00 | 2,324,075 | 261,456 |
| 6 | Runway 4L/22R extension project | 4.50 | 11,815,660 | 978,434 |
| 6 | Professional Fees-administration of PFC | 4.50 | 434,000 | -- |
| 6 | General Aviation Apron Facility Expansion | 4.50 | 598,529 | 204,425 |
| 7 | Terminal Atrium Expansion | 4.50 | 20,298,565 | -- |
| 7 | Acquisition of Property for Development | 4.50 | 2,802,951 | -- |
| 7 | Taxiway Fillet Construction | 4.50 | 1,429,025 | -- |
| 7 | Ticket Lobby Expansion | 4.50 | 1,097,133 | -- |
| | Total Approved Applications | | $81,359,236 | $19,174,803 |

Since the inception of the PFC, the Airport has recorded the following revenues and expenses through the 2008 fiscal year resulting in a restriction of net assets from passenger facility charges as follows:

| | Accrual Basis | Cash Basis |
|---|---|---|
| Cumulative PFC receipts (1992 - 2008), net of administrative fee | $ 21,214,159 | $ 21,046,030 |
| Interest earnings | 1,404,425 | 1,386,905 |
| Claim settlement | 1,371,035 | 1,371,035 |
| Total revenues | 23,989,619 | 23,803,970 |
| Cumulative disbursements for PFC projects (1992 - 2008) | (8,699,109) | (8,639,606) |
| Cumulative bond principal payments | (5,119,784) | (5,119,784) |
| Cumulative bond interest payments | (5,978,517) | (5,415,413) |
| Total disbursements | (19,797,410) | (19,174,803) |
| Net PFC cash, December 31, 2008 | | $ 4,629,167 |
| Net assets restricted for PFC, December 31, 2008 | $ 4,192,209 | |

## NOTE 17 - Solid Waste Disposal Facility Closure And Postclosure Care Liability

The City-Parish North Landfill opened in October 1993. The North Landfill is permitted by the U.S. Environmental Protection Agency (EPA) and the Louisiana Department of Environmental Quality (DEQ) to dispose of municipal solid waste and non-hazardous industrial waste from East Baton Rouge Parish and from surrounding cities, towns, and parishes. Regulations issued by the EPA and the DEQ require the City-Parish to perform certain closing functions and postclosure monitoring and maintenance functions for the North Landfill.

Municipal Solid Waste Landfill (MSWLF) Closure and Postclosure Care Costs are accounted for in accordance with guidelines recommended by GASB Statement No. 18, *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs*. GASB Statement No. 18 states that a portion of the estimated total current cost of MSWLF closure and postclosure care is required to be recognized as an expense and as a liability in each period that the MSWLF accepts solid waste. Recognition should begin on the date the MSWLF begins accepting solid waste, continue in each period that it accepts waste, and be completed by the time it stops accepting waste. The estimated total current cost of closure and postclosure care includes the cost of equipment expected to be installed and facilities expected to be constructed near or after the date that the Solid Waste Disposal Facility stops accepting solid waste and any equipment installed during the 30 year postclosure period. Included in the total current cost is the cost of final cover expected to be applied near or after the date the facility stops accepting solid waste, and the cost of monitoring and maintaining the expected usable landfill area during the postclosure period.

In 2007, The City-Parish contracted with an engineering firm to reevaluate the estimated closure and postclosure care costs, the estimated capacity, and the projected life for the Solid Waste Disposal Facility. The engineering firm followed the standards provided in the Louisiana Department of Environmental Quality Solid Waste Regulations (LAC Title 33, Part VIII). Based on the engineering report, the current estimated cost of the closure and postclosure care costs changed in 2007 from $19,155,550 to $25,613,577. Total estimated capacity was changed in 2007 from 28,580,257 tons to 28,420,000 cubic yards. The projected life remains at 42 years. The estimated cost will be adjusted on an annual basis as deemed necessary by the management of the Department of Public Works to reflect the effect of inflation, changes in technology or changes in applicable laws or regulations.

The Solid Waste Collection and Disposal Enterprise Fund recognizes a portion of the current estimated cost of MSWLF closure and postclosure care as an expense and as a liability in each period that it accepts solid waste. The expense and liability are based on the number of cubic yards of waste received at the landfill during the period rather than on the passage of time. The projections assume that the current solid waste generation trends will continue and that no waste will be diverted to alternative disposal facilities.

The liability for closure and postclosure care at December 31, 2008, totals $8,595,074. The liability is based on the revised landfill capacity used to date of 9,536,817 cubic yards or 33.5% of the landfill capacity. The liability will be financed by the Solid Waste Collection and Disposal Enterprise Fund. The remaining estimated cost of closure and postclosure care of $17,018,503 will be recognized as the remaining estimated capacity is filled. The estimated remaining useful life of the landfill as of December 31, 2008, is 28 years.

## NOTE 18 - State Required Disclosures

### a. Council Members Compensation

Each Council Member receives monthly compensation in accordance with The Plan of Government. Compensation is currently $300 a month for council members. In addition, members of the Metropolitan Council receive $800 per month combined travel and auto allowance. (LRS 33:1233(B)) On the following page is a list of Council Members with gross wages, including auto allowance that was reported as paid in year 2008.

## NOTE 18 - State Required Disclosures (Continued)

### a. Council Members Compensation (Continued)

| | | |
|---|---|---|
| District 1 | Wayne Carter | $13,200 |
| District 2 | Ulysses Z. Addison, Jr. | 13,200 |
| District 3 | Pat Culbertson | 13,200 |
| District 4 | Joseph "Joe" Greco | |
| | Council | 13,200 |
| | Mayor Pro Tem | 18,000 |
| District 5 | Charles Kelly | 13,200 |
| District 6 | Martha J. Tassin | 13,200 |
| District 7 | Byron Sharper | 13,200 |
| District 8 | J. Michael "Mike" Walker | 13,200 |
| District 9 | Darrell P. Ourso | 13,200 |
| District 10 | Lorri Burgess | 13,200 |
| District 11 | David J. Boneno | 13,200 |
| District 12 | Milton "Mickey" Skyring | 13,200 |

### b. Communications District Wireless E911 Service

Act 1029 of the 1999 Louisiana Legislative Session authorizes the parish governing authority of a communication district to levy an emergency telephone service charge on wireless communications systems to pay the costs of implementing FCC ordered enhancements to the E911 system. The act further requires that governing authorities disclose in the audited financial statements information on the revenues derived from the service charge, the use of such revenues, and the status of implementation of wireless E911 service.

The East Baton Rouge Parish Communications District Board of Commissioners enacted Resolution No. 001/2000 on March 17, 2000, assessing an emergency telephone service charge of $0.50 per month per wireless Commercial Mobile Radio Service (CMRS) user. In 2006 the fee was increased to $0.85 per month by the Communications District Board. Since the enactment of the fee, the Communications District Special Revenue Fund has collected $15.1 million in wireless fees. Approximately $1,050,000 has been directly contributed to enhancement of wireless technology. The wireless 911 system is fully implemented and operational. Revenues from the wireless fee are now budgeted in the Communication District Special Revenue Fund Annual Budget and approved by the City-Parish Metropolitan Council. Technological upgrades are included in the operations budget as needed. For budget statement detail on the Communications District Fund, see Exhibit B-12.

## NOTE 19 - Joint Venture

During 2003, the City-Parish entered into a joint venture with the State of Louisiana and Office Facilities Corporation (OFC) for the purpose of constructing a 468-space parking garage located at the corner of Convention Street and Third Street in the downtown area. Under the agreement, the City-Parish contributed funds, financed from the proceeds of an LCDA loan, for construction of the state-owned and operated facility. In return, the City-Parish is entitled to certain revenues generated from parking fees, which are applied to the City-Parish's proportionate share (35.9%) of operating expenses.

## NOTE 19 - Joint Venture (Continued)

A management committee composed of four persons shall have the responsibility and authority for overall management of the parking garage. The Management Committee shall be composed of the Director of Facility and Planning Control of the Division of Administration of the State, the Director of Public Works of the City-Parish, one person appointed by the Commissioner of Administration of the State, and one person appointed by the Mayor of the City-Parish. The City's equity interest of $2,286,458 is recorded as Investment in Joint Venture in the Greater Baton Rouge Parking Authority Enterprise Fund. The City's Parking Fund has reflected net income from joint venture of $152,613 for 2008 and paid principal of $153,000 and interest of $66,819 in 2008 on the LCDA loan used to finance the City-Parish's contribution. The Third Street Parking Garage is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefits to or burden on the City.

OFC maintains the parking garage for the State. OFC is a blended component unit of the State and is reported as an internal service fund in the State's CAFR.

## NOTE 20 - Subsequent Events

### a. Road and Street Series 2009A Bonds

On February 12, 2009, the Parish of East Baton Rouge issued $110,000,000 Road and Street Public Improvement Sales Tax Revenue Bonds, Series 2009 A for the purpose of (1) providing funds to pay the costs of widening existing public roads and streets, and/or the construction of new public roads and streets within the Parish, (2) paying the costs of issuance and (3) purchasing a reserve fund surety bond. The 2009A Bonds were issued as serial bonds that mature on August 1 of each year through 2030 with interest from 3.00 - 5.625 percent.

### b. East Baton Rouge Sewerage Commission 2009A Bonds

On May 14, 2009, the East Baton Rouge Sewerage Commission issued $164,965,000 Revenue Bonds, Series 2009A, for the purpose of (1) paying the cost of acquiring and constructing sewers and sewerage disposal work, within and for the Parish, (2) paying the costs of issuance and (3) funding a portion (20 percent) of the reserve fund. The 2009A Bonds were issued as a combination of serial and term bonds that mature on February 1 of each year beginning 2016, through 2039, with interest from 3.50 - 5.25 percent.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**REQUIRED SUPPLEMENTARY INFORMATION**
**OTHER POST EMPLOYMENT BENEFITS PLAN**
**RETIREE HEALTH, DENTAL, AND LIFE INSURANCE PROGRAMS**
**(UNAUDITED)**

EXHIBIT A-18

## SCHEDULE OF FUNDING PROGRESS

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) Entry Age (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio (a/b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|---|---|---|---|---|---|---|
| 01/01/08 | 0.00 | $865,362,027 | $865,362,027 | 0.00 % | $153,021,360 | 565.5 % |
| 01/01/07 | 0.00 | 829,249,403 | 829,249,403 | 0.00 | 145,271,905 | 570.8 |

## SCHEDULE OF EMPLOYER CONTRIBUTIONS

| Fiscal Year Ending | Annual OPEB Cost | Amount Contributed | Percentage of Annual OPEB Costs Contributed | Increase (Decrease) to Net OPEB Obligation | Annual Net OPEB Obligation |
|---|---|---|---|---|---|
| 12/31/08 | $61,221,563 | $12,100,706 | 20.5 % | $48,664,995 | $94,761,095 |
| 12/31/07 | 58,196,806 | 12,556,568 | 20.8 | 46,096,100 | |

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

# NONMAJOR GOVERNMENTAL FUNDS

## Special Revenue Funds

Special Revenue Funds account for the proceeds of specific revenue sources (other than for major capital projects) that are legally restricted to expenditures for specific purposes.

**Juror Compensation Fund** accounts for District Court Cost fees collected from certain criminal defendants for payments to jurors.

**City Constable Court Costs Fund** accounts for City Court cost fees collected from serving the execution of civil papers, garnishment fees and assessments required to maintain the City Constable's office.

**Mosquito Abatement and Rodent Control Fund** accounts for the special property tax levy required to cover the cost of controlling mosquitoes and rodents.

**Downtown Development District** accounts for the special property tax levied within the district for education, planning, traffic, security, promotion and development of the district.

**Gaming Enforcement Division Fund** accounts for monies collected from the 5% bingo assessment fee collected for the purpose of funding the enforcement and administration of guidelines and regulations relative to the playing of charitable bingo by licensed organizations.

**City Court Judicial Building Fund** accounts for the City Court filing fee imposed on all civil matters and dedicated to the acquisition, leasing, construction, equipping, and maintenance of new and existing City Courts.

**Animal Control Center Fund** accounts for monies collected from services rendered in licensing and leashing of small animals.

**Federal Forfeited Property Fund** accounts for the cash proceeds received from federal seizures and forfeitures, as well as any interest earned on these funds, according to accounting guidelines of the U.S. Attorney General's Office.

**East Baton Rouge Parish Communications District** accounts for monies collected to provide citizens of East Baton Rouge Parish with Enhanced 911, a computer aided telephone dispatch system that processes incoming requests for emergency assistance, and provides instructions in first aid to the caller.

**Emergency Medical Services Fund** accounts for the special property tax levy required to maintain emergency medical services in East Baton Rouge Parish.

**Fire Department Pay Enhancement Fund** accounts for the special property tax levied within the City of Baton Rouge to fund increases in salaries and benefits for the City of Baton Rouge Municipal Fire personnel.

**Consolidated Road Lighting District No. 1** accounts for the special property tax levy required to provide street and road lights within the district.

**Parish Transportation Fund** accounts for receipts from the State Shared Revenue-Parish Transportation Fund as authorized by the Louisiana Revised Statute 48:751 to be used primarily for road improvement and mass transit.

Continued

# NONMAJOR GOVERNMENTAL FUNDS

## Special Revenue Funds (Continued)

**Parish Beautification Fund** accounts for the portion (3%) of the one-half of one percent sales tax levied for the sole purpose of public road and street beautification within East Baton Rouge Parish.

**Parish Street Maintenance Fund** accounts for the portion (27%) of the one-half of one percent sales tax levied for the sole purpose of public road and street repair within East Baton Rouge Parish.

**Consolidated Garbage Service District No. 1** accounts for the special property tax levy required to maintain waste collection and disposal services for the parish rural area.

**Capitol House Economic Development District** accounts for the sales tax increments from the Capitol House Economic Development District dedicated by the State, the City and the Baton Rouge Convention and Visitors Bureau for the purpose of rehabilitating the historic Capitol House Hotel.

## Debt Service Funds

Debt Service Funds account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

**City Sales Tax Bonds Debt Service Fund** accounts for sales tax revenues dedicated for the payment of principal and interest requirements of the 1993, 1997, 1998A, 2001A and 2007A Public Improvement Sales Tax Bonds of the City of Baton Rouge. Also accounts for the portion of the bonds issued for the purpose of advance refunding certain outstanding obligations of the City-Parish.

**Parish Sales Tax Bonds Debt Service Fund** accounts for sales tax revenues dedicated for the payment of principal and interest requirements of the 1998C Public Improvement Sales Tax Bonds of the Parish of East Baton Rouge. Also accounts for the portion of the bonds issued for the purpose of advance refunding certain outstanding obligations of the City-Parish.

**State and Local Government Securities Debt Service Fund** accounts for the portion of the 1997 City Sales Tax Revenue Bonds which were previously being paid from the 1997 Passenger Facility Charge Intergovernmental Obligation from the Greater Baton Rouge Airport District to the General Fund. The proceeds reserved for refunding of the 1997 note were placed in State and Local Government Series securities (SLGS), where they will be used to service the original 1997 City Bonds.

**Taxable Refunding Bonds Debt Service Fund** accounts for the payment of principal, interest, and related charges for the 2002A Fixed Rate Taxable Refunding Bonds and the 2002B Fixed Rate Taxable Refunding Bonds.

**Road and Street Improvement Sales Tax Bonds Debt Service Fund** accounts for sales tax revenues dedicated for the payment of principal and interest requirements of the 2006 A/B Road and Street Improvement Sales Tax Bonds of the Parish of East Baton Rouge.

**Excess Revenue and Limited Tax Fund** accounts for transfers from the general fund, special revenue funds, and capital projects funds for payment of interest and principal redemption requirements of capital leases, contracts, loans, notes, and bonds that do not require a vote of the general public.

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING BALANCE SHEET**
**NONMAJOR GOVERNMENTAL FUNDS**
**DECEMBER 31, 2008**

| | Special Revenue | | | |
|---|---|---|---|---|
| | Juror Compensation | City Constable Court Costs | Mosquito Abatement and Rodent Control | Downtown Development District |
| **ASSETS** | | | | |
| Cash and cash equivalents | $ 213,302 | $ 350,596 | $ 575,860 | $ -- |
| Investments | -- | -- | 553,278 | -- |
| Property taxes receivable-net | -- | -- | 2,894,752 | 177,635 |
| Sales taxes receivable | -- | -- | -- | -- |
| Accounts receivable | -- | -- | -- | -- |
| Accrued interest receivable | 747 | 1,276 | 6,517 | -- |
| Due from other governments | 19,731 | -- | 3,360,625 | 254,608 |
| Total assets | $ 233,780 | $ 351,872 | $ 7,391,032 | $ 432,243 |
| **LIABILITIES AND FUND BALANCES** | | | | |
| Liabilities: | | | | |
| Accounts and contracts payable | $ -- | $ 26,515 | $ 27,605 | $ 2,260 |
| Due to other funds | -- | -- | -- | 299,922 |
| Due to other governments | -- | -- | -- | -- |
| Accrued salaries payable | -- | 7,823 | 36,840 | 11,359 |
| Deferred revenue | -- | -- | 352,408 | 47,882 |
| Total liabilities | -- | 34,338 | 416,853 | 361,423 |
| Fund balances: | | | | |
| Reserved for: | | | | |
| Encumbrances | -- | 71,501 | -- | 5,462 |
| Debt service - principal | -- | -- | -- | -- |
| Debt service - interest | -- | -- | -- | -- |
| Subsequent year expenditures | -- | 36,180 | 903,580 | -- |
| Continuing projects | -- | 23,000 | 48,000 | 9,000 |
| Unreserved: | | | | |
| Undesignated | 233,780 | 186,853 | 6,022,599 | 56,358 |
| Total fund balances | 233,780 | 317,534 | 6,974,179 | 70,820 |
| Total liabilities and fund balances | $ 233,780 | $ 351,872 | $ 7,391,032 | $ 432,243 |

The accompanying notes are an integral part of this statement.

Continued

| Special Revenue | | | | | |
|---|---|---|---|---|---|
| Gaming Enforcement Division | City Court Judicial Building | Animal Control Center | Federal Forfeited Property | E.B.R. Parish Communications District | Emergency Medical Services |
| $ 77,733 | $ 447,400 | $ 323,110 | $ 624,939 | $ 3,519,104 | $ 2,810,812 |
| -- | -- | -- | 600,431 | 3,381,099 | 2,700,585 |
| -- | -- | -- | -- | -- | 4,335,484 |
| -- | -- | -- | -- | -- | -- |
| -- | 12,020 | -- | -- | 644,124 | 982,962 |
| 456 | 1,606 | 1,540 | 4,421 | 24,163 | 27,912 |
| -- | -- | -- | -- | -- | 5,032,890 |
| $ 78,189 | $ 461,026 | $ 324,650 | $ 1,229,791 | $ 7,568,490 | $ 15,890,645 |
| $ 9,839 | $ -- | $ 22,668 | $ -- | $ 84,332 | $ 387,108 |
| -- | -- | -- | -- | -- | -- |
| -- | -- | -- | -- | -- | -- |
| 3,054 | -- | 34,745 | -- | 84,189 | 409,332 |
| -- | -- | -- | -- | -- | 528,049 |
| 12,893 | -- | 57,413 | -- | 168,521 | 1,324,489 |
| 6,801 | -- | -- | -- | 154,503 | 497,257 |
| -- | -- | -- | -- | -- | -- |
| -- | -- | -- | -- | -- | -- |
| -- | 43,710 | -- | 153,000 | -- | 730,270 |
| -- | 12,500 | 75,956 | 416,393 | 843,919 | -- |
| 58,495 | 404,816 | 191,281 | 660,398 | 6,401,547 | 13,338,629 |
| 65,296 | 461,026 | 267,237 | 1,229,791 | 7,399,969 | 14,566,156 |
| $ 78,189 | $ 461,026 | $ 324,650 | $ 1,229,791 | $ 7,568,490 | $ 15,890,645 |

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING BALANCE SHEET**
**NONMAJOR GOVERNMENTAL FUNDS**
**DECEMBER 31, 2008**

| | Special Revenue | | | |
|---|---|---|---|---|
| | B.R. Fire Department Pay Enhancement | Consolidated Road Lighting District No. 1 | Parish Transpor-tation | Parish Beautification |
| **ASSETS** | | | | |
| Cash and cash equivalents | $ -- | $ 1,714,685 | $ 4,667,763 | $ 1,710,100 |
| Investments | -- | 1,647,442 | 4,484,713 | 1,643,038 |
| Property taxes receivable-net | 3,884,078 | 199,929 | -- | -- |
| Sales taxes receivable | -- | -- | -- | 122,411 |
| Accounts receivable | -- | -- | -- | -- |
| Accrued interest receivable | -- | 13,034 | 32,268 | 11,551 |
| Due from other governments | 5,194,677 | 315,060 | 465,935 | -- |
| Total assets | $ 9,078,755 | $ 3,890,150 | $ 9,650,679 | $ 3,487,100 |
| **LIABILITIES AND FUND BALANCES** | | | | |
| Liabilities: | | | | |
| Accounts and contracts payable | $ 15,529 | $ 41,889 | $ 94,859 | $ 13,036 |
| Due to other funds | 5,783,578 | -- | -- | -- |
| Due to other governments | -- | -- | -- | -- |
| Accrued salaries payable | 319,936 | -- | -- | -- |
| Deferred revenue | 665,384 | 56,538 | -- | -- |
| Total liabilities | 6,784,427 | 98,427 | 94,859 | 13,036 |
| Fund balances: | | | | |
| Reserved for: | | | | |
| Encumbrances | -- | -- | 108,132 | 31,951 |
| Debt service - principal | -- | -- | -- | -- |
| Debt service - interest | -- | -- | -- | -- |
| Subsequent year expenditures | 401,540 | 67,230 | 848,080 | -- |
| Continuing projects | -- | -- | 6,852,973 | 2,895,758 |
| Unreserved: | | | | |
| Undesignated | 1,892,788 | 3,724,493 | 1,746,635 | 546,355 |
| Total fund balances | 2,294,328 | 3,791,723 | 9,555,820 | 3,474,064 |
| Total liabilities and fund balances | $ 9,078,755 | $ 3,890,150 | $ 9,650,679 | $ 3,487,100 |

The accompanying notes are an integral part of this statement.

Continued

| Special Revenue | | | |
|---|---|---|---|
| Parish Street Maintenance | Consolidated Garbage Service District No. 1 | Capital House Economic Development District | Total |
| $ 4,838,397 | $ -- | $ 85,873 | $ 21,959,674 |
| 4,648,656 | -- | -- | 19,659,242 |
| -- | -- | -- | 11,491,878 |
| 1,375,272 | -- | 73,847 | 1,571,530 |
| -- | -- | -- | 1,639,106 |
| 43,654 | -- | -- | 169,145 |
| -- | -- | -- | 14,643,526 |
| $ 10,905,979 | $ -- | $ 159,720 | $ 71,134,101 |
| | | | |
| $ 1,199,008 | $ -- | $ 154,004 | $ 2,078,652 |
| -- | -- | -- | 6,083,500 |
| 182,941 | -- | -- | 182,941 |
| 5,754 | -- | -- | 913,032 |
| -- | -- | -- | 1,650,261 |
| 1,387,703 | -- | 154,004 | 10,908,386 |
| | | | |
| 4,560,924 | -- | -- | 5,436,531 |
| -- | -- | -- | -- |
| -- | -- | -- | -- |
| -- | -- | -- | 3,183,590 |
| 2,199,721 | -- | -- | 13,377,220 |
| 2,757,631 | -- | 5,716 | 38,228,374 |
| 9,518,276 | -- | 5,716 | 60,225,715 |
| $ 10,905,979 | $ -- | $ 159,720 | $ 71,134,101 |

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING BALANCE SHEET**
**NONMAJOR GOVERNMENTAL FUNDS**
**DECEMBER 31, 2008**

| | Debt Service | | |
|---|---|---|---|
| | City Sales Tax Bonds | Parish Sales Tax Bonds | Taxable Refunding Bonds |
| **ASSETS** | | | |
| Cash and cash equivalents | $ 14,028,733 | $ -- | $ -- |
| Investments | 3,103,947 | -- | -- |
| Property taxes receivable-net | -- | -- | -- |
| Sales taxes receivable | -- | -- | -- |
| Accounts receivable | -- | -- | -- |
| Accrued interest receivable | 49,438 | -- | -- |
| Due from other governments | -- | -- | -- |
| Total assets | $ 17,182,118 | $ -- | $ -- |
| **LIABILITIES AND FUND BALANCES** | | | |
| Liabilities: | | | |
| Accounts and contracts payable | $ -- | $ -- | $ -- |
| Due to other funds | -- | -- | -- |
| Due to other governments | -- | -- | -- |
| Accrued salaries payable | -- | -- | -- |
| Deferred revenue | -- | -- | -- |
| Total liabilities | -- | -- | -- |
| Fund balances: | | | |
| Reserved for: | | | |
| Encumbrances | -- | -- | -- |
| Debt service - principal | 13,947,748 | -- | -- |
| Debt service - interest | 3,234,370 | -- | -- |
| Subsequent year expenditures | -- | -- | -- |
| Continuing projects | -- | -- | -- |
| Unreserved: | | | |
| Undesignated | -- | -- | -- |
| Total fund balances | 17,182,118 | -- | -- |
| Total liabilities and fund balances | $ 17,182,118 | $ -- | $ -- |

The accompanying notes are an integral part of this statement.

| Debt Service | | | |
|---|---|---|---|
| Road and Street Improvement Sales Tax Bonds | Excess Revenue and Limited Tax | Total | Total Nonmajor Governmental Funds |
| $ 2,004,180 | $ -- | $ 16,032,913 | $ 37,992,587 |
| 2,635,002 | -- | 5,738,949 | 25,398,191 |
| -- | -- | -- | 11,491,878 |
| -- | -- | -- | 1,571,530 |
| -- | 2,789 | 2,789 | 1,641,895 |
| 9,613 | -- | 59,051 | 228,196 |
| -- | -- | -- | 14,643,526 |
| $ 4,648,795 | $ 2,789 | $ 21,833,702 | $ 92,967,803 |
| | | | |
| $ 19,531 | $ -- | $ 19,531 | $ 2,098,183 |
| -- | 2,789 | 2,789 | 6,086,289 |
| -- | -- | -- | 182,941 |
| -- | -- | -- | 913,032 |
| -- | -- | -- | 1,650,261 |
| 19,531 | 2,789 | 22,320 | 10,930,706 |
| | | | |
| -- | -- | -- | 5,436,531 |
| 1,405,544 | -- | 15,353,292 | 15,353,292 |
| 3,223,720 | -- | 6,458,090 | 6,458,090 |
| -- | -- | -- | 3,183,590 |
| -- | -- | -- | 13,377,220 |
| -- | -- | -- | 38,228,374 |
| 4,629,264 | -- | 21,811,382 | 82,037,097 |
| $ 4,648,795 | $ 2,789 | $ 21,833,702 | $ 92,967,803 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**
**NONMAJOR GOVERNMENTAL FUNDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

| | Special Revenue | | | |
|---|---|---|---|---|
| | Juror Compensation | City Constable Court Costs | Mosquito Abatement and Rodent Control | Downtown Development District |
| **REVENUES** | | | | |
| Taxes: | | | | |
| Property | $ -- | $ -- | $ 6,406,727 | $ 417,139 |
| Sales | -- | -- | -- | -- |
| Occupancy | -- | -- | -- | -- |
| Licenses and permits | -- | -- | -- | -- |
| Intergovernmental revenues | -- | 10,200 | -- | -- |
| Charges for services | 386,120 | 850,408 | 29,886 | -- |
| Fines and forfeits | -- | 32,547 | -- | -- |
| Investment earnings | 4,723 | 8,866 | 77,381 | (1,383) |
| Miscellaneous revenues | -- | -- | 17,052 | 7,125 |
| Total revenues | 390,843 | 902,021 | 6,531,046 | 422,881 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General government | 339,088 | 775,827 | -- | -- |
| Public safety | -- | -- | -- | -- |
| Transportation | -- | -- | -- | -- |
| Health and welfare | -- | -- | 3,584,969 | -- |
| Conservation and development | -- | -- | -- | 554,899 |
| Debt service: | | | | |
| Principal retirement | -- | -- | -- | -- |
| Interest and fiscal charges | -- | -- | -- | -- |
| Bond issuance costs | -- | -- | -- | -- |
| Capital outlay | -- | 14,119 | 15,814 | 19,469 |
| Intergovernmental | -- | -- | -- | -- |
| Total expenditures | 339,088 | 789,946 | 3,600,783 | 574,368 |
| Excess (deficiency) of revenues over (under) expenditures | 51,755 | 112,075 | 2,930,263 | (151,487) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers in | -- | -- | -- | 150,000 |
| Transfers out | -- | (5,861) | -- | -- |
| Issuance of long-term debt | -- | -- | -- | -- |
| Payment to refunded bond escrow agent | -- | -- | -- | -- |
| Proceeds of capital asset disposition | -- | -- | -- | -- |
| Total other financing sources and uses | -- | (5,861) | -- | 150,000 |
| Net change in fund balances | 51,755 | 106,214 | 2,930,263 | (1,487) |
| Fund balances, January 1 | 182,025 | 211,320 | 4,043,916 | 72,307 |
| Fund balances, December 31 | $ 233,780 | $ 317,534 | $ 6,974,179 | $ 70,820 |

The accompanying notes are an integral part of this statement.

Continued

| Special Revenue | | | | | |
|---|---|---|---|---|---|
| Gaming Enforcement Division | City Court Judicial Building | Animal Control Center | Federal Forfeited Property | E.B.R. Parish Communications District | Emergency Medical Services |
| $ -- | $ -- | $ -- | $ -- | $ -- | $ 9,570,755 |
| -- | -- | -- | -- | -- | -- |
| -- | -- | -- | -- | -- | -- |
| -- | -- | 455,398 | -- | -- | -- |
| 392 | -- | -- | -- | -- | -- |
| 197,074 | 151,080 | 157,949 | -- | 5,257,558 | 5,253,896 |
| -- | -- | -- | 361,797 | -- | -- |
| 2,553 | 9,963 | 9,039 | 30,033 | 160,288 | 300,396 |
| -- | -- | 81,026 | -- | 5,394 | 41,890 |
| 200,019 | 161,043 | 703,412 | 391,830 | 5,423,240 | 15,166,937 |
| 157,615 | -- | -- | -- | -- | -- |
| -- | -- | -- | 241,002 | 4,646,006 | 14,826,483 |
| -- | -- | -- | -- | -- | -- |
| -- | -- | 1,951,626 | -- | -- | -- |
| -- | -- | -- | -- | -- | -- |
| -- | -- | -- | -- | -- | -- |
| -- | -- | -- | -- | -- | -- |
| -- | -- | -- | -- | -- | -- |
| -- | -- | 66,623 | 19,857 | 22,289 | 543,832 |
| -- | -- | -- | -- | -- | -- |
| 157,615 | -- | 2,018,249 | 260,859 | 4,668,295 | 15,370,315 |
| 42,404 | 161,043 | (1,314,837) | 130,971 | 754,945 | (203,378) |
| -- | -- | 1,562,750 | -- | 678,600 | -- |
| -- | -- | (90,380) | -- | (6,147) | (805,481) |
| -- | -- | -- | -- | -- | -- |
| -- | -- | -- | -- | -- | -- |
| -- | -- | 950 | -- | -- | -- |
| -- | -- | 1,473,320 | -- | 672,453 | (805,481) |
| 42,404 | 161,043 | 158,483 | 130,971 | 1,427,398 | (1,008,859) |
| 22,892 | 299,983 | 108,754 | 1,098,820 | 5,972,571 | 15,575,015 |
| $ 65,296 | $ 461,026 | $ 267,237 | $ 1,229,791 | $ 7,399,969 | $ 14,566,156 |

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**
**NONMAJOR GOVERNMENTAL FUNDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

| | Special Revenue | | | |
|---|---|---|---|---|
| | B.R. Fire Department Pay Enhancement | Consolidated Road Lighting District No. 1 | Parish Transpor-tation | Parish Beautification |
| **REVENUES** | | | | |
| Taxes: | | | | |
| Property | $ 9,426,618 | $ 496,341 | $ -- | $ -- |
| Sales | -- | -- | -- | 1,177,867 |
| Occupancy | -- | -- | -- | -- |
| Licenses and permits | -- | -- | -- | -- |
| Intergovernmental revenues | -- | 67,513 | 3,613,243 | -- |
| Charges for services | -- | -- | -- | -- |
| Fines and forfeits | -- | -- | -- | -- |
| Investment earnings | (21,403) | 97,241 | 217,095 | 72,335 |
| Miscellaneous revenues | -- | -- | -- | -- |
| Total revenues | 9,405,215 | 661,095 | 3,830,338 | 1,250,202 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General government | -- | -- | -- | -- |
| Public safety | 9,115,745 | -- | -- | -- |
| Transportation | -- | 557,726 | 681,677 | 118,671 |
| Health and welfare | -- | -- | -- | -- |
| Conservation and development | -- | -- | -- | -- |
| Debt service: | | | | |
| Principal retirement | -- | -- | -- | -- |
| Interest and fiscal charges | -- | -- | -- | -- |
| Bond issuance costs | -- | -- | -- | |
| Capital outlay | -- | -- | 14,025 | -- |
| Intergovernmental | -- | -- | 1,247,200 | -- |
| Total expenditures | 9,115,745 | 557,726 | 1,942,902 | 118,671 |
| Excess (deficiency) of revenues over (under) expenditures | 289,470 | 103,369 | 1,887,436 | 1,131,531 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers in | -- | -- | -- | -- |
| Transfers out | -- | -- | -- | -- |
| Issuance of long-term debt | -- | -- | -- | -- |
| Payment to refunded bond escrow agent | -- | -- | -- | -- |
| Proceeds of capital asset disposition | -- | -- | -- | -- |
| Total other financing sources and uses | -- | -- | -- | -- |
| Net change in fund balances | 289,470 | 103,369 | 1,887,436 | 1,131,531 |
| Fund balances, January 1 | 2,004,858 | 3,688,354 | 7,668,384 | 2,342,533 |
| Fund balances, December 31 | $ 2,294,328 | $ 3,791,723 | $ 9,555,820 | $ 3,474,064 |

The accompanying notes are an integral part of this statement.

Continued

| Special Revenue | | | |
|---|---|---|---|
| Parish Street Maintenance | Consolidated Garbage Service District No. 1 | Capitol House Economic Development District | Total |
| $ -- | $ -- | $ -- | $ 26,317,580 |
| 13,710,445 | -- | 121,777 | 15,010,089 |
| -- | -- | 1,074,081 | 1,074,081 |
| -- | -- | -- | 455,398 |
| -- | -- | -- | 3,691,348 |
| -- | -- | -- | 12,283,971 |
| -- | -- | -- | 394,344 |
| 322,478 | -- | -- | 1,289,605 |
| -- | -- | -- | 152,487 |
| 14,032,923 | -- | 1,195,858 | 60,668,903 |
| -- | -- | -- | 1,272,530 |
| -- | -- | -- | 28,829,236 |
| 14,932,994 | -- | -- | 16,291,068 |
| -- | -- | -- | 5,536,595 |
| -- | -- | 1,296,184 | 1,851,083 |
| -- | -- | -- | -- |
| -- | -- | -- | -- |
| -- | -- | -- | -- |
| -- | -- | -- | 716,028 |
| -- | -- | -- | 1,247,200 |
| 14,932,994 | -- | 1,296,184 | 55,743,740 |
| (900,071) | -- | (100,326) | 4,925,163 |
| -- | -- | -- | 2,391,350 |
| (405,000) | (579,321) | -- | (1,892,190) |
| -- | -- | -- | -- |
| -- | -- | -- | -- |
| -- | -- | -- | 950 |
| (405,000) | (579,321) | -- | 500,110 |
| (1,305,071) | (579,321) | (100,326) | 5,425,273 |
| 10,823,347 | 579,321 | 106,042 | 54,800,442 |
| $ 9,518,276 | $ -- | $ 5,716 | $ 60,225,715 |

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**
**NONMAJOR GOVERNMENTAL FUNDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

| | Debt Service | | |
|---|---|---|---|
| | City Sales Tax Bonds | Parish Sales Tax Bonds | Taxable Refunding Bonds |
| **REVENUES** | | | |
| Taxes: | | | |
| Property | $ -- | $ -- | $ -- |
| Sales | 11,011,536 | 750 | -- |
| Occupancy | -- | -- | -- |
| Licenses and permits | -- | -- | -- |
| Intergovernmental revenues | -- | -- | -- |
| Charges for services | -- | -- | -- |
| Fines and forfeits | -- | -- | -- |
| Investment earnings | 482,014 | 9,694 | -- |
| Miscellaneous revenues | -- | -- | -- |
| Total revenues | 11,493,550 | 10,444 | -- |
| **EXPENDITURES** | | | |
| Current: | | | |
| General government | -- | -- | -- |
| Public safety | -- | -- | -- |
| Transportation | -- | -- | -- |
| Health and welfare | -- | -- | -- |
| Conservation and development | -- | -- | -- |
| Debt service: | | | |
| Principal retirement | 9,625,000 | 620,000 | 1,690,000 |
| Interest and fiscal charges | 3,646,244 | 26,040 | 3,553,259 |
| Bond issuance costs | -- | -- | -- |
| Capital outlay | -- | -- | -- |
| Intergovernmental | -- | -- | -- |
| Total expenditures | 13,271,244 | 646,040 | 5,243,259 |
| Excess (deficiency) of revenues over (under) expenditures | (1,777,694) | (635,596) | (5,243,259) |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers in | 2,585 | -- | 5,243,259 |
| Transfers out | -- | (10,444) | -- |
| Issuance of long-term debt | -- | -- | -- |
| Payment to refunded bond escrow agent | -- | -- | -- |
| Proceeds of capital asset disposition | -- | -- | -- |
| Total other financing sources and uses | 2,585 | (10,444) | 5,243,259 |
| Net change in fund balances | (1,775,109) | (646,040) | -- |
| Fund balances, January 1 | 18,957,227 | 646,040 | -- |
| Fund balances, December 31 | $ 17,182,118 | $ -- | $ -- |

The accompanying notes are an integral part of this statement.

| Debt Service | | | |
|---|---|---|---|
| Road and Street Improvement Sales Tax Bonds | Excess Revenue and Limited Tax | Total | Total Nonmajor Governmental Funds |
| $ -- | $ -- | $ -- | $ 26,317,580 |
| 9,938,625 | -- | 20,950,911 | 35,961,000 |
| -- | -- | -- | 1,074,081 |
| -- | -- | -- | 455,398 |
| -- | -- | -- | 3,691,348 |
| -- | -- | -- | 12,283,971 |
| -- | -- | -- | 394,344 |
| 59,342 | -- | 551,050 | 1,840,655 |
| -- | 23,480 | 23,480 | 175,967 |
| 9,997,967 | 23,480 | 21,525,441 | 82,194,344 |
| -- | -- | -- | 1,272,530 |
| -- | -- | -- | 28,829,236 |
| -- | -- | -- | 16,291,068 |
| -- | -- | -- | 5,536,595 |
| -- | -- | -- | 1,851,083 |
| 3,195,000 | 411,900 | 15,541,900 | 15,541,900 |
| 5,120,047 | 32,433 | 12,378,023 | 12,378,023 |
| 526,771 | -- | 526,771 | 526,771 |
| -- | -- | -- | 716,028 |
| -- | -- | -- | 1,247,200 |
| 8,841,818 | 444,333 | 28,446,694 | 84,190,434 |
| 1,156,149 | (420,853) | (6,921,253) | (1,996,090) |
| -- | 420,853 | 5,666,697 | 8,058,047 |
| -- | -- | (10,444) | (1,902,634) |
| 93,440,000 | -- | 93,440,000 | 93,440,000 |
| (93,414,951) | -- | (93,414,951) | (93,414,951) |
| -- | -- | -- | 950 |
| 25,049 | 420,853 | 5,681,302 | 6,181,412 |
| 1,181,198 | -- | (1,239,951) | 4,185,322 |
| 3,448,066 | -- | 23,051,333 | 77,851,775 |
| $ 4,629,264 | $ -- | $ 21,811,382 | $ 82,037,097 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**CAPITAL PROJECTS FUND**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL**
**FROM INCEPTION AND FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 3

| | Prior Years | Current Year | Total to Date | Project Authorization |
|---|---|---|---|---|
| **REVENUES** | | | | |
| Taxes: | | | | |
| General property taxes | $ 3,835 | $ -- | $ 3,835 | $ 3,835 |
| General sales and use taxes | 187,247,969 | 17,544,938 | 204,792,907 | 200,909,338 |
| Total taxes | 187,251,804 | 17,544,938 | 204,796,742 | 200,913,173 |
| Intergovernmental revenues: | | | | |
| Federal grants: | | | | |
| U. S. Federal Transit Authority | 578,739 | 176,797 | 755,536 | 954,649 |
| U. S. Department of HUD | 43,295 | 100,809 | 144,104 | 223,538 |
| State grants: | | | | |
| Department of Public Safety and Corrections | 151,351 | -- | 151,351 | 151,351 |
| Department of Transportation and Development | 51,320,520 | 4,787,901 | 56,108,421 | 65,556,932 |
| Louisiana State Capital Outlay Bill | 12,850,083 | 182,131 | 13,032,214 | 16,297,644 |
| Department of Treasury | 1,161,000 | -- | 1,161,000 | 1,161,000 |
| Capital Area Transit System | 200,000 | -- | 200,000 | 200,000 |
| E.B.R. Parish Sheriff | 500,000 | -- | 500,000 | 500,000 |
| Total intergovernmental revenues | 66,804,988 | 5,247,638 | 72,052,626 | 85,045,114 |
| Investment earnings | 35,690,753 | 8,645,883 | 44,336,636 | 40,031,418 |
| Miscellaneous revenues: | | | | |
| Interest earned on assessments | 7,387 | -- | 7,387 | 4,984 |
| Lease of old pistol range land | 325,000 | -- | 325,000 | 325,000 |
| Special assessments | 35,291 | -- | 35,291 | 31,332 |
| Private developer impact fees | -- | 941,626 | 941,626 | 204,321 |
| Contributions from private business | 2,614,338 | 451,535 | 3,065,873 | 1,652,047 |
| Contributions from government agencies | 24,137 | -- | 24,137 | 12,637 |
| Donations and contingent receipts | 278,360 | 3,200 | 281,560 | 280,834 |
| Total miscellaneous revenues | 3,284,513 | 1,396,361 | 4,680,874 | 2,511,155 |
| Total revenues | 293,032,058 | 32,834,820 | 325,866,878 | 328,500,860 |
| **EXPENDITURES** | | | | |
| Land | 31,339,798 | 11,776,838 | 43,116,636 | 79,717,084 |
| Buildings | 59,246,934 | 2,998,339 | 62,245,273 | 106,703,049 |
| Improvements other than buildings | 241,554,393 | 51,522,249 | 293,076,642 | 459,624,287 |
| Equipment | 31,660,972 | 7,326,441 | 38,987,413 | 46,478,735 |
| Other | 2,558,856 | 754,541 | 3,313,397 | 3,563,397 |
| Total expenditures | 366,360,953 | 74,378,408 | 440,739,361 | 696,086,552 |
| Excess (deficiency) of revenues over (under) expenditures | (73,328,895) | (41,543,588) | (114,872,483) | (367,585,692) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers in | 217,135,101 | 23,963,232 | 241,098,333 | 240,055,019 |
| Transfers out | (35,806,499) | (2,585) | (35,809,084) | (36,018,563) |
| Issuance of long term debt | 155,395,000 | 750,000 | 156,145,000 | 156,395,000 |
| Premium on long term debt | 2,390,652 | -- | 2,390,652 | 2,390,652 |
| Increase in long term lease | 4,763,584 | -- | 4,763,584 | 4,763,584 |
| Total other financing sources and uses | 343,877,838 | 24,710,647 | 368,588,485 | 367,585,692 |
| Net change in fund balances | $ 270,548,943 | (16,832,941) | $ 253,716,002 | $ -- |
| Fund balances, January 1 | | 270,548,943 | | |
| Fund balances, December 31 | | $ 253,716,002 | | |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**JUROR COMPENSATION SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 4

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Charges for services: | | | | |
| Criminal juror fees | $ 266,000 | $ 286,000 | $ 310,545 | $ 24,545 |
| Civil juror fees | 146,000 | 73,000 | 75,575 | 2,575 |
| Total charges for services | 412,000 | 359,000 | 386,120 | 27,120 |
| Investment earnings | -- | -- | 4,723 | 4,723 |
| Total revenues | 412,000 | 359,000 | 390,843 | 31,843 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General government: | | | | |
| Juror compensation | 412,000 | 359,000 | 339,088 | 19,912 |
| Excess (deficiency) of revenues over (under) expenditures | -- | -- | 51,755 | 51,755 |
| Fund balances, January 1 | 182,025 | 182,025 | 182,025 | -- |
| Fund balances, December 31 | $ 182,025 | $ 182,025 | $ 233,780 | $ 51,755 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**CITY CONSTABLE COURT COSTS SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 5

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Intergovernmental revenues: | | | | |
| State shared revenues: | | | | |
| On-behalf payments | $ 10,200 | $ 10,200 | $ 10,200 | $ -- |
| Charges for services: | | | | |
| Judiciary court costs | 626,000 | 678,000 | 710,552 | 32,552 |
| School security fees | 25,000 | 25,000 | 21,015 | (3,985) |
| Constable bench warrant fees | 20,000 | 20,000 | 22,920 | 2,920 |
| Evidence testing | 58,000 | 58,000 | 94,961 | 36,961 |
| Service of eviction notices | 500 | 500 | 960 | 460 |
| Total charges for services | 729,500 | 781,500 | 850,408 | 68,908 |
| Fines and forfeits: | | | | |
| City court forfeitures | 40,000 | 40,000 | 32,547 | (7,453) |
| Investment earnings | 4,610 | 4,610 | 8,866 | 4,256 |
| Total revenues | 784,310 | 836,310 | 902,021 | 65,711 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General government: | | | | |
| Judicial | 757,495 | 848,495 | 825,447 | 23,048 |
| Capital outlay | 36,000 | 36,000 | 36,000 | -- |
| Total expenditures | 793,495 | 884,495 | 861,447 | 23,048 |
| Excess (deficiency) of revenues over (under) expenditures | (9,185) | (48,185) | 40,574 | 88,759 |
| **OTHER FINANCING USES** | | | | |
| Transfers out: | | | | |
| Grants Fund | -- | (5,861) | (5,861) | -- |
| Net change in fund balances | (9,185) | (54,046) | 34,713 | 88,759 |
| Fund balances, January 1 | 211,320 | 211,320 | 211,320 | -- |
| Fund balances, December 31 | $ 202,135 | $ 157,274 | $ 246,033 | $ 88,759 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**MOSQUITO ABATEMENT AND RODENT CONTROL SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 6

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General property taxes | $ 5,909,050 | $ 5,909,050 | $ 6,406,727 | $ 497,677 |
| Charges for services: | | | | |
| Out of parish spraying | 8,000 | 8,000 | 29,886 | 21,886 |
| Investment earnings | 2,000 | 2,000 | 77,381 | 75,381 |
| Miscellaneous revenues: | | | | |
| Other income | 3,000 | 3,000 | 17,052 | 14,052 |
| Total revenues | 5,922,050 | 5,922,050 | 6,531,046 | 608,996 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Health and welfare: | | | | |
| Operations | 4,104,993 | 4,104,993 | 3,584,969 | 520,024 |
| Capital outlay | 19,000 | 19,000 | 15,814 | 3,186 |
| Total expenditures | 4,123,993 | 4,123,993 | 3,600,783 | 523,210 |
| Excess (deficiency) of revenues over (under) expenditures | 1,798,057 | 1,798,057 | 2,930,263 | 1,132,206 |
| **OTHER FINANCING SOURCES** | | | | |
| Proceeds of capital asset disposition | 3,000 | 3,000 | -- | (3,000) |
| Net change in fund balances | 1,801,057 | 1,801,057 | 2,930,263 | 1,129,206 |
| Fund balances, January 1 | 4,043,916 | 4,043,916 | 4,043,916 | -- |
| Fund balances, December 31 | $ 5,844,973 | $ 5,844,973 | $ 6,974,179 | $ 1,129,206 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**DOWNTOWN DEVELOPMENT DISTRICT SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 7

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General property taxes | $ 383,500 | $ 383,500 | $ 417,139 | $ 33,639 |
| Investment earnings | (9,000) | (9,000) | (1,383) | 7,617 |
| Miscellaneous revenues: | | | | |
| Donations | 1,660 | 7,125 | 7,125 | -- |
| Total revenues | 376,160 | 381,625 | 422,881 | 41,256 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Conservation and development: | | | | |
| Operations | 546,160 | 569,435 | 560,361 | 9,074 |
| Capital outlay | -- | 19,710 | 19,469 | 241 |
| Total expenditures | 546,160 | 589,145 | 579,830 | 9,315 |
| Excess (deficiency) of revenues over (under) expenditures | (170,000) | (207,520) | (156,949) | 50,571 |
| **OTHER FINANCING SOURCES** | | | | |
| Transfers in: | | | | |
| General Fund | 150,000 | 150,000 | 150,000 | -- |
| Net change in fund balances | (20,000) | (57,520) | (6,949) | 50,571 |
| Fund balances, January 1 | 72,307 | 72,307 | 72,307 | -- |
| Fund balances, December 31 | $ 52,307 | $ 14,787 | $ 65,358 | $ 50,571 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**GAMING ENFORCEMENT DIVISION SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 8

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Intergovernmental revenues: | | | | |
| State shared revenues: | | | | |
| On-behalf payments | $ 5,100 | $ 5,100 | $ 392 | $ (4,708) |
| Charges for services: | | | | |
| Gaming fees | 100,000 | 190,600 | 197,074 | 6,474 |
| Investment earnings | -- | -- | 2,553 | 2,553 |
| Total revenues | 105,100 | 195,700 | 200,019 | 4,319 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General government: | | | | |
| Operations | 91,130 | 181,730 | 164,416 | 17,314 |
| Excess (deficiency) of revenues over (under) expenditures | 13,970 | 13,970 | 35,603 | 21,633 |
| Fund balances, January 1 | 22,892 | 22,892 | 22,892 | -- |
| Fund balances, December 31 | $ 36,862 | $ 36,862 | $ 58,495 | $ 21,633 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**CITY COURT JUDICIAL BUILDING FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 9

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Charges for services: | | | | |
| Civil Fees | $ 128,000 | $ 128,000 | $ 151,080 | $ 23,080 |
| Investment earnings | -- | -- | 9,963 | 9,963 |
| Total revenues | 128,000 | 128,000 | 161,043 | 33,043 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General government: | | | | |
| Judicial | 12,500 | 12,500 | -- | 12,500 |
| Excess (deficiency) of revenues over (under) expenditures | 115,500 | 115,500 | 161,043 | 45,543 |
| Fund balances, January 1 | 299,983 | 299,983 | 299,983 | -- |
| Fund balances, December 31 | $ 415,483 | $ 415,483 | $ 461,026 | $ 45,543 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**ANIMAL CONTROL CENTER SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 10

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Licenses and permits: | | | | |
| Licenses | $ 390,000 | $ 408,600 | $ 455,398 | $ 46,798 |
| Charges for services: | | | | |
| Shelter income | 90,000 | 90,000 | 101,395 | 11,395 |
| Outside sales | 14,000 | 14,000 | 24,844 | 10,844 |
| Veterinary services | 30,000 | 30,000 | 31,710 | 1,710 |
| Total charges for services | 134,000 | 134,000 | 157,949 | 23,949 |
| Investment earnings | 3,350 | 3,350 | 9,039 | 5,689 |
| Miscellaneous revenues: | | | | |
| Contributions from government agencies | 54,000 | 54,000 | 68,869 | 14,869 |
| Donations | 7,000 | 7,000 | 10,184 | 3,184 |
| Other income | 1,500 | 1,500 | 1,973 | 473 |
| Total miscellaneous revenues | 62,500 | 62,500 | 81,026 | 18,526 |
| Total revenues | 589,850 | 608,450 | 703,412 | 94,962 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Health and welfare: | | | | |
| Operations | 1,887,679 | 2,011,130 | 1,951,626 | 59,504 |
| Capital outlay | 282,940 | 87,708 | 66,623 | 21,085 |
| Total expenditures | 2,170,619 | 2,098,838 | 2,018,249 | 80,589 |
| Excess (deficiency) of revenues over (under) expenditures | (1,580,769) | (1,490,388) | (1,314,837) | 175,551 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers in: | | | | |
| General Fund | 1,562,750 | 1,562,750 | 1,562,750 | -- |
| Transfers out: | | | | |
| Capital Projects Fund | -- | (90,380) | (90,380) | -- |
| Proceeds of capital asset disposition | -- | -- | 950 | 950 |
| Total other financing sources and uses | 1,562,750 | 1,472,370 | 1,473,320 | 950 |
| Net change in fund balances | (18,019) | (18,018) | 158,483 | 176,501 |
| Fund balances, January 1 | 108,754 | 108,754 | 108,754 | -- |
| Fund balances, December 31 | $ 90,735 | $ 90,736 | $ 267,237 | $ 176,501 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**FEDERAL FORFEITED PROPERTY SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 11

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Fines and forfeits: | | | | |
| Forfeited property | $ 250,000 | $ 250,000 | $ 361,797 | $ 111,797 |
| Investment earnings | -- | -- | 30,033 | 30,033 |
| Total revenues | 250,000 | 250,000 | 391,830 | 141,830 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Dedicated funds | 174,000 | 174,000 | 241,002 | (67,002) |
| Capital outlay | 503,253 | 503,253 | 19,857 | 483,396 |
| Total expenditures | 677,253 | 677,253 | 260,859 | 416,394 |
| Excess (deficiency) of revenues over (under) expenditures | (427,253) | (427,253) | 130,971 | 558,224 |
| Fund balances, January 1 | 1,098,820 | 1,098,820 | 1,098,820 | -- |
| Fund balances, December 31 | $ 671,567 | $ 671,567 | $ 1,229,791 | $ 558,224 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**EAST BATON ROUGE PARISH COMMUNICATIONS DISTRICT SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 12

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Charges for services: | | | | |
| Enhanced 911 | $ 4,501,000 | $ 4,501,000 | $ 5,257,558 | $ 756,558 |
| Investment earnings | 72,500 | 72,500 | 160,288 | 87,788 |
| Miscellaneous revenues: | | | | |
| Other income | -- | 158,301 | 5,394 | (152,907) |
| Total revenues | 4,573,500 | 4,731,801 | 5,423,240 | 691,439 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Communications | 4,968,360 | 4,861,352 | 4,800,509 | 60,843 |
| Capital outlay | 600,900 | 866,208 | 22,289 | 843,919 |
| Total expenditures | 5,569,260 | 5,727,560 | 4,822,798 | 904,762 |
| Excess (deficiency) of revenues over (under) expenditures | (995,760) | (995,759) | 600,442 | 1,596,201 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers in: | | | | |
| Emergency Medical Services Fund | 678,600 | 678,600 | 678,600 | -- |
| Transfers out: | | | | |
| Grants Fund | -- | (6,147) | (6,147) | -- |
| Total other financing sources and uses | 678,600 | 672,453 | 672,453 | -- |
| Net change in fund balances | (317,160) | (323,306) | 1,272,895 | 1,596,201 |
| Fund balances, January 1 | 5,972,571 | 5,972,571 | 5,972,571 | -- |
| Fund balances, December 31 | $ 5,655,411 | $ 5,649,265 | $ 7,245,466 | $ 1,596,201 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**EMERGENCY MEDICAL SERVICES SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 13

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General property taxes | $ 8,468,080 | $ 8,468,080 | $ 9,570,755 | $ 1,102,675 |
| Charges for services: | | | | |
| Emergency transport charges | 6,900,000 | 6,900,000 | 5,253,896 | (1,646,104) |
| Investment earnings | 400,000 | 400,000 | 300,396 | (99,604) |
| Miscellaneous revenues: | | | | |
| Other income | 31,000 | 31,000 | 41,890 | 10,890 |
| Total revenues | 15,799,080 | 15,799,080 | 15,166,937 | (632,143) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Operations | 15,952,568 | 15,952,568 | 15,206,725 | 745,843 |
| Capital outlay | 1,013,965 | 1,013,965 | 660,847 | 353,118 |
| Total expenditures | 16,966,533 | 16,966,533 | 15,867,572 | 1,098,961 |
| Excess (deficiency) of revenues over (under) expenditures | (1,167,453) | (1,167,453) | (700,635) | 466,818 |
| **OTHER FINANCING USES** | | | | |
| Transfers out: | | | | |
| General Fund | (90,000) | (90,000) | (90,000) | -- |
| East Baton Rouge Parish Communications District | (678,600) | (678,600) | (678,600) | -- |
| Grants Fund | -- | (36,881) | (36,881) | -- |
| Total transfers out | (768,600) | (805,481) | (805,481) | -- |
| Net change in fund balances | (1,936,053) | (1,972,934) | (1,506,116) | 466,818 |
| Fund balances, January 1 | 15,575,015 | 15,575,015 | 15,575,015 | -- |
| Fund balances, December 31 | $ 13,638,962 | $ 13,602,081 | $ 14,068,899 | $ 466,818 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**BATON ROUGE FIRE DEPARTMENT PAY ENHANCEMENT SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 14

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General property taxes | $ 8,802,010 | $ 8,837,010 | $ 9,426,618 | $ 589,608 |
| Investment earnings | (175,770) | (175,770) | (21,403) | 154,367 |
| Total revenues | 8,626,240 | 8,661,240 | 9,405,215 | 743,975 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Operations | 8,666,620 | 9,115,745 | 9,115,745 | -- |
| Excess (deficiency) of revenues over (under) expenditures | (40,380) | (454,505) | 289,470 | 743,975 |
| Fund balances, January 1 | 2,004,858 | 2,004,858 | 2,004,858 | -- |
| Fund balances, December 31 | $ 1,964,478 | $ 1,550,353 | $ 2,294,328 | $ 743,975 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**CONSOLIDATED ROAD LIGHTING DISTRICT NO. 1 SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 15

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General property taxes | $ 451,910 | $ 451,910 | $ 496,341 | $ 44,431 |
| Intergovernmental revenues: | | | | |
| State shared revenues: | | | | |
| Louisiana revenue sharing | 64,030 | 64,030 | 67,513 | 3,483 |
| Investment earnings | 100,000 | 100,000 | 97,241 | (2,759) |
| Total revenues | 615,940 | 615,940 | 661,095 | 45,155 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Transportation: | | | | |
| Operations | 759,730 | 759,730 | 557,726 | 202,004 |
| Excess (deficiency) of revenues over (under) expenditures | (143,790) | (143,790) | 103,369 | 247,159 |
| Fund balances, January 1 | 3,688,354 | 3,688,354 | 3,688,354 | -- |
| Fund balances, December 31 | $ 3,544,564 | $ 3,544,564 | $ 3,791,723 | $ 247,159 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**PARISH TRANSPORTATION SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 16

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Intergovernmental revenues: | | | | |
| State shared revenues: | | | | |
| State road fund | $ 2,900,000 | $ 2,900,000 | $ 3,613,243 | $ 713,243 |
| Investment earnings | 200,000 | 200,000 | 217,095 | 17,095 |
| Total revenues | 3,100,000 | 3,100,000 | 3,830,338 | 730,338 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Transportation: | | | | |
| Operations | 1,890,000 | 1,890,000 | 733,117 | 1,156,883 |
| Capital outlay | 5,894,110 | 5,894,110 | 70,717 | 5,823,393 |
| Intergovernmental | 1,247,200 | 1,247,200 | 1,247,200 | -- |
| Total expenditures | 9,031,310 | 9,031,310 | 2,051,034 | 6,980,276 |
| Excess (deficiency) of revenues over (under) expenditures | (5,931,310) | (5,931,310) | 1,779,304 | 7,710,614 |
| Fund balances, January 1 | 7,668,384 | 7,668,384 | 7,668,384 | -- |
| Fund balances, December 31 | $ 1,737,074 | $ 1,737,074 | $ 9,447,688 | $ 7,710,614 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**PARISH BEAUTIFICATION SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 17

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General sales and use taxes | $ 1,073,500 | $ 1,073,500 | $ 1,177,867 | $ 104,367 |
| Investment earnings | 35,000 | 35,000 | 72,335 | 37,335 |
| Total revenues | 1,108,500 | 1,108,500 | 1,250,202 | 141,702 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Transportation: | | | | |
| Operations | 3,046,380 | 3,046,380 | 150,622 | 2,895,758 |
| Excess (deficiency) of revenues over (under) expenditures | (1,937,880) | (1,937,880) | 1,099,580 | 3,037,460 |
| Fund balances, January 1 | 2,342,533 | 2,342,533 | 2,342,533 | -- |
| Fund balances, December 31 | $ 404,653 | $ 404,653 | $ 3,442,113 | $ 3,037,460 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**PARISH STREET MAINTENANCE SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 18

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General sales and use taxes | $ 12,378,800 | $ 12,624,770 | $ 13,710,445 | $ 1,085,675 |
| Investment earnings | 100,000 | 100,000 | 322,478 | 222,478 |
| Total revenues | 12,478,800 | 12,724,770 | 14,032,923 | 1,308,153 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Transportation: | | | | |
| Street maintenance | 18,774,436 | 21,693,640 | 19,493,918 | 2,199,722 |
| Excess (deficiency) of revenues over (under) expenditures | (6,295,636) | (8,968,870) | (5,460,995) | 3,507,875 |
| **OTHER FINANCING USES** | | | | |
| Transfers out: | | | | |
| Capital Projects Fund | -- | (405,000) | (405,000) | -- |
| Net change in fund balances | (6,295,636) | (9,373,870) | (5,865,995) | 3,507,875 |
| Fund balances, January 1 | 10,823,347 | 10,823,347 | 10,823,347 | -- |
| Fund balances, December 31 | $ 4,527,711 | $ 1,449,477 | $ 4,957,352 | $ 3,507,875 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**CONSOLIDATED GARBAGE SERVICE DISTRICT NO. 1 SPECIAL REVENUE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 19

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **OTHER FINANCING USES** | | | | |
| Transfers out: | | | | |
| Solid Waste Collection and Disposal Fund | (573,550) | (579,321) | (579,321) | -- |
| Net change in fund balances | (573,550) | (579,321) | (579,321) | -- |
| Fund balances, January 1 | 579,321 | 579,321 | 579,321 | -- |
| Fund balances, December 31 | $ 5,771 | $ -- | $ -- | $ -- |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**CAPITOL HOUSE ECONOMIC DEVELOPMENT DISTRICT**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 20

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General sales and use taxes | $ 250,640 | $ 110,540 | $ 121,777 | $ 11,237 |
| Occupancy taxes | 1,226,270 | 1,094,370 | 1,074,081 | (20,289) |
| Total taxes | 1,476,910 | 1,204,910 | 1,195,858 | (9,052) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Conservation and development: | | | | |
| Operations | 1,476,910 | 1,310,950 | 1,296,184 | 14,766 |
| Excess (deficiency) of revenues over (under) expenditures | -- | (106,040) | (100,326) | 5,714 |
| Fund balances, January 1 | 106,042 | 106,042 | 106,042 | -- |
| Fund balances, December 31 | $ 106,042 | $ 2 | $ 5,716 | $ 5,714 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**CITY SALES TAX BONDS DEBT SERVICE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 21

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General sales and use taxes | $ 10,950,470 | $ 11,064,930 | $ 11,011,536 | $ (53,394) |
| Investment earnings | 641,210 | 421,210 | 482,014 | 60,804 |
| Total revenues | 11,591,680 | 11,486,140 | 11,493,550 | 7,410 |
| **EXPENDITURES** | | | | |
| Debt service: | | | | |
| Principal: | | | | |
| Bond principal | 9,625,000 | 9,625,000 | 9,625,000 | -- |
| Interest and fiscal charges: | | | | |
| Bond interest | 3,644,750 | 3,644,750 | 3,644,733 | 17 |
| Paying agent fees | 6,000 | 6,000 | 1,511 | 4,489 |
| Total interest and fiscal charges | 3,650,750 | 3,650,750 | 3,646,244 | 4,506 |
| Total expenditures | 13,275,750 | 13,275,750 | 13,271,244 | 4,506 |
| Excess (deficiency) of revenues over (under) expenditures | (1,684,070) | (1,789,610) | (1,777,694) | 11,916 |
| **OTHER FINANCING SOURCES** | | | | |
| Transfers in: | | | | |
| Capital Projects Fund | -- | 2,585 | 2,585 | -- |
| Net change in fund balances | (1,684,070) | (1,787,025) | (1,775,109) | 11,916 |
| Fund balances, January 1 | 18,957,227 | 18,957,227 | 18,957,227 | -- |
| Fund balances, December 31 | $ 17,273,157 | $ 17,170,202 | $ 17,182,118 | $ 11,916 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**PARISH SALES TAX BONDS DEBT SERVICE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 22

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General sales and use taxes | $ -- | $ 750 | $ 750 | $ -- |
| Investment earnings | 1,000 | 9,694 | 9,694 | -- |
| Total revenues | 1,000 | 10,444 | 10,444 | -- |
| **EXPENDITURES** | | | | |
| Debt service: | | | | |
| Principal: | | | | |
| Bond principal | 620,000 | 620,000 | 620,000 | -- |
| Interest and fiscal charges: | | | | |
| Bond interest | 26,040 | 26,040 | 26,040 | -- |
| Paying agent fees | 1,000 | -- | -- | -- |
| Total interest and fiscal charges | 27,040 | 26,040 | 26,040 | -- |
| Total expenditures | 647,040 | 646,040 | 646,040 | -- |
| Excess (deficiency) of revenues over (under) expenditures | (646,040) | (635,596) | (635,596) | -- |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers out: | | | | |
| General Fund | -- | (10,444) | (10,444) | -- |
| Net change in fund balances | (646,040) | (646,040) | (646,040) | -- |
| Fund balances, January 1 | 646,040 | 646,040 | 646,040 | -- |
| Fund balances, December 31 | $ -- | $ -- | $ -- | $ -- |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**TAXABLE REFUNDING BONDS DEBT SERVICE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 23

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **EXPENDITURES** | | | | |
| Debt service: | | | | |
| Principal: | | | | |
| Bond principal | $ 1,690,000 | $ 1,690,000 | $ 1,690,000 | $ -- |
| Interest and fiscal charges: | | | | |
| Bond interest | 3,552,270 | 3,552,270 | 3,552,259 | 11 |
| Paying agent fees | 2,000 | 2,000 | 1,000 | 1,000 |
| Total interest and fiscal charges | 3,554,270 | 3,554,270 | 3,553,259 | 1,011 |
| Total expenditures | 5,244,270 | 5,244,270 | 5,243,259 | 1,011 |
| **OTHER FINANCING SOURCES** | | | | |
| Transfers in: | | | | |
| General Fund | 5,244,270 | 5,244,270 | 5,243,259 | (1,011) |
| Net change in fund balances | -- | -- | -- | -- |
| Fund balances, January 1 | -- | -- | -- | -- |
| Fund balances, December 31 | $ -- | $ -- | $ -- | $ -- |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**ROAD AND STREET IMPROVEMENT SALES TAX BONDS DEBT SERVICE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 24

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General sales and use taxes | $ 8,455,390 | $ 9,955,121 | $ 9,938,625 | $ (16,496) |
| Investment earnings | 65,000 | 55,000 | 59,342 | 4,342 |
| Swap earnings | 3,756,020 | 2,531,640 | 2,531,642 | 2 |
| Total revenues | 12,276,410 | 12,541,761 | 12,529,609 | (12,152) |
| **EXPENDITURES** | | | | |
| Debt service: | | | | |
| Principal: | | | | |
| Bond principal | 3,195,000 | 3,195,000 | 3,195,000 | -- |
| Interest and fiscal charges: | | | | |
| Bond interest | 5,080,370 | 3,432,619 | 3,432,616 | 3 |
| Paying agent fees | 231,600 | 488,710 | 463,061 | 25,649 |
| Total interest and fiscal charges | 5,311,970 | 3,921,329 | 3,895,677 | 25,652 |
| Bond issuance costs | -- | 531,000 | 526,771 | 4,229 |
| Swap expenses | 3,756,020 | 3,756,020 | 3,756,012 | 8 |
| Total expenditures | 12,262,990 | 11,403,349 | 11,373,460 | 29,889 |
| Excess (deficiency) of revenues over (under) expenditures | 13,420 | 1,138,412 | 1,156,149 | 17,737 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Issuance of long-term debt | -- | 93,400,000 | 93,440,000 | (40,000) |
| Payment to refunded bond escrow agent | -- | (93,414,960) | (93,414,951) | (9) |
| Total other financing sources and uses | -- | (14,960) | 25,049 | (40,009) |
| Net change in fund balances | 13,420 | 1,123,452 | 1,181,198 | (57,746) |
| Fund balances, January 1 | 3,448,066 | 3,448,066 | 3,448,066 | -- |
| Fund balances, December 31 | $ 3,461,486 | $ 4,571,518 | $ 4,629,264 | $ (57,746) |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**EXCESS REVENUE AND LIMITED TAX DEBT SERVICE FUND**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT B - 25

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Miscellaneous revenues | | | | |
| Contributions from government agencies | $ 83,100 | $ 83,100 | $ 23,480 | $ (59,620) |
| **EXPENDITURES** | | | | |
| Debt service: | | | | |
| Principal: | | | | |
| Bond principal | 462,400 | 462,400 | 411,900 | 50,500 |
| Interest and fiscal charges: | | | | |
| Bond interest | 56,700 | 56,700 | 32,433 | 24,267 |
| Total expenditures | 519,100 | 519,100 | 444,333 | 74,767 |
| Excess (deficiency) of revenues over (under) expenditures | (436,000) | (436,000) | (420,853) | 15,147 |
| **OTHER FINANCING SOURCES** | | | | |
| Transfers in: | | | | |
| General Fund | 436,000 | 436,000 | 420,853 | (15,147) |
| Net change in fund balances | -- | -- | -- | -- |
| Fund balances, January 1 | -- | -- | -- | -- |
| Fund balances, December 31 | $ -- | $ -- | $ -- | $ -- |

The accompanying notes are an integral part of this statement.

# NONMAJOR ENTERPRISE FUNDS

Enterprise funds account for operations: (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

**Baton Rouge River Center** accounts for the operation of a cultural and entertainment center composed of an arena, exhibition hall and theater of performing arts. Principal revenues of the fund are rents, commissions and governmental subsidies.

**Greater Baton Rouge Parking Authority** accounts for the operation of an off-street parking facility. Principal revenues of the fund are governmental subsidies and automobile parking fees.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF NET ASSETS**
**NONMAJOR ENTERPRISE FUNDS**
**DECEMBER 31, 2008**

EXHIBIT C - 1

| | Baton Rouge River Center | Greater Baton Rouge Parking Authority | Total Nonmajor Enterprise Funds |
|---|---|---|---|
| **ASSETS** | | | |
| Current assets: | | | |
| Cash and cash equivalents | $ 2,664,779 | $ 3,706,595 | $ 6,371,374 |
| Accounts receivable - net | 486,441 | 182,369 | 668,810 |
| Accrued interest receivable | 792 | 13,917 | 14,709 |
| Due from other governments (Note 11) | 1,040,873 | -- | 1,040,873 |
| Prepaid items | 113,166 | -- | 113,166 |
| Inventory | 73,984 | -- | 73,984 |
| Total current assets | 4,380,035 | 3,902,881 | 8,282,916 |
| Noncurrent assets: | | | |
| Restricted assets: | | | |
| Cash and cash equivalents | 5,831,823 | -- | 5,831,823 |
| Investments | 5,603,125 | -- | 5,603,125 |
| Accrued interest receivable | 43,363 | -- | 43,363 |
| Total restricted assets | 11,478,311 | -- | 11,478,311 |
| Investment in joint venture (Note 19) | -- | 2,286,458 | 2,286,458 |
| Capital assets: | | | |
| Land | 1,024,914 | 808,586 | 1,833,500 |
| Buildings | 71,066,114 | 10,160,544 | 81,226,658 |
| Improvements (other than buildings) | 6,274,537 | 22,685 | 6,297,222 |
| Equipment | 1,034,149 | 11,696 | 1,045,845 |
| Construction work in progress | 66,000 | -- | 66,000 |
| Total capital assets | 79,465,714 | 11,003,511 | 90,469,225 |
| Accumulated depreciation | (35,096,188) | (10,158,924) | (45,255,112) |
| Net capital assets | 44,369,526 | 844,587 | 45,214,113 |
| Total noncurrent assets | 55,847,837 | 3,131,045 | 58,978,882 |
| Total assets | 60,227,872 | 7,033,926 | 67,261,798 |

The accompanying notes are an integral part of this statement.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF NET ASSETS**
**NONMAJOR ENTERPRISE FUNDS**
**DECEMBER 31, 2008**

EXHIBIT C - 1
(Continued)

| | Baton Rouge River Center | Greater Baton Rouge Parking Authority | Total Nonmajor Enterprise Funds |
|---|---|---|---|
| **LIABILITIES** | | | |
| Current liabilities: | | | |
| Accounts and contracts payable | $ 934,955 | $ 4,795 | $ 939,750 |
| Accrued salaries payable | 86,401 | 9,553 | 95,954 |
| Unearned revenue | 1,273,353 | -- | 1,273,353 |
| Bonds payable (Note 10) | -- | 164,000 | 164,000 |
| Compensated absences payable | 45,285 | 53,524 | 98,809 |
| Total current liabilities | 2,339,994 | 231,872 | 2,571,866 |
| Noncurrent liabilities: | | | |
| Bonds payable (Note 10) | -- | 1,773,500 | 1,773,500 |
| Net other post employment benefit obligation | -- | 143,758 | 143,758 |
| Total noncurrent liabilities | -- | 1,917,258 | 1,917,258 |
| Total liabilities | 2,339,994 | 2,149,130 | 4,489,124 |
| **NET ASSETS** | | | |
| Invested in capital assets, net of related debt | 44,369,526 | 844,587 | 45,214,113 |
| Restricted for capital projects | 11,478,311 | -- | 11,478,311 |
| Unrestricted | 2,040,041 | 4,040,209 | 6,080,250 |
| Total net assets | $ 57,887,878 | $ 4,884,796 | $ 62,772,674 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF REVENUES, EXPENSES,**
**AND CHANGES IN FUND NET ASSETS**
**NONMAJOR ENTERPRISE FUNDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT C - 2

| | Baton Rouge River Center | Greater Baton Rouge Parking Authority | Total Nonmajor Enterprise Funds |
|---|---|---|---|
| **OPERATING REVENUES** | | | |
| Charges for services | $ 10,681,671 | $ 819,981 | $ 11,501,652 |
| Miscellaneous revenues | 341,073 | 716 | 341,789 |
| Total operating revenues | 11,022,744 | 820,697 | 11,843,441 |
| **OPERATING EXPENSES** | | | |
| Personal services | 2,275,479 | 281,447 | 2,556,926 |
| Employee benefits | 347,885 | 183,709 | 531,594 |
| Supplies | 1,042,939 | 8,468 | 1,051,407 |
| Contractual services | 8,808,280 | 108,138 | 8,916,418 |
| Depreciation | 3,059,900 | 37,986 | 3,097,886 |
| Management fee | 308,135 | -- | 308,135 |
| Total operating expenses | 15,842,618 | 619,748 | 16,462,366 |
| Operating income (loss) | (4,819,874) | 200,949 | (4,618,925) |
| **NONOPERATING REVENUES (EXPENSES)** | | | |
| Operating grants | 185,127 | -- | 185,127 |
| Net income (loss) from joint venture | -- | 152,613 | 152,613 |
| Investment earnings | 312,982 | 90,104 | 403,086 |
| Interest expense | -- | (66,819) | (66,819) |
| Gain (loss) on disposition of capital assets | 3,520 | -- | 3,520 |
| Total nonoperating revenues (expenses) | 501,629 | 175,898 | 677,527 |
| Income (loss) before contributions and transfers | (4,318,245) | 376,847 | (3,941,398) |
| Capital contributions | 2,706,053 | -- | 2,706,053 |
| Transfers in | 1,398,779 | 552,730 | 1,951,509 |
| Change in net assets | (213,413) | 929,577 | 716,164 |
| Total net assets - January 1 | 58,101,291 | 3,955,219 | 62,056,510 |
| Total net assets - December 31 | $ 57,887,878 | $ 4,884,796 | $ 62,772,674 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF CASH FLOWS**
**NONMAJOR ENTERPRISE FUNDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT C - 3

| | Baton Rouge River Center | Greater Baton Rouge Parking Authority | Total Nonmajor Enterprise Funds |
|---|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES:** | | | |
| Cash received from customers | $ 11,379,636 | $ 806,219 | $ 12,185,855 |
| Cash payments to suppliers for goods and services | (10,044,128) | (122,644) | (10,166,772) |
| Cash payments to employees for services and benefits | (2,581,058) | (378,521) | (2,959,579) |
| Net cash provided by (used for) operating activities | (1,245,550) | 305,054 | (940,496) |
| **CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:** | | | |
| Operating grants received | 185,127 | -- | 185,127 |
| Transfers in from other funds | 1,398,779 | 552,730 | 1,951,509 |
| Net cash provided by (used for) noncapital financing activities | 1,583,906 | 552,730 | 2,136,636 |
| **CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:** | | | |
| Proceeds from sale of capital assets | 3,520 | -- | 3,520 |
| Acquisition and construction of capital assets | (1,471,408) | -- | (1,471,408) |
| Principal paid on bonds, obligations and capital leases | -- | (153,000) | (153,000) |
| Interest paid on bonds, obligations and capital leases | -- | (66,819) | (66,819) |
| Capital contributed by other governments | 2,133,761 | -- | 2,133,761 |
| Net cash provided by (used for) capital and related financing activities | 665,873 | (219,819) | 446,054 |
| **CASH FLOWS FROM INVESTING ACTIVITIES:** | | | |
| Purchase of investments | (5,603,125) | -- | (5,603,125) |
| Proceeds from sales and maturities of investments | 6,517,215 | -- | 6,517,215 |
| Cash received from joint venture activity | -- | 188,417 | 188,417 |
| Cash paid for expenses of joint venture | -- | (89,022) | (89,022) |
| Interest received on investments | 341,571 | 95,436 | 437,007 |
| Net cash provided by (used for) investing activities | 1,255,661 | 194,831 | 1,450,492 |
| Net increase (decrease) in cash and cash equivalents | 2,259,890 | 832,796 | 3,092,686 |
| Cash and cash equivalents, January 1 | 6,236,712 | 2,873,799 | 9,110,511 |
| Cash and cash equivalents, December 31 | $ 8,496,602 | $ 3,706,595 | $ 12,203,197 |
| Classified as: | | | |
| Current assets | $ 2,664,779 | $ 3,706,595 | $ 6,371,374 |
| Restricted assets | 5,831,823 | -- | 5,831,823 |
| Totals | $ 8,496,602 | $ 3,706,595 | $ 12,203,197 |

The accompanying notes are an integral part of this statement.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF CASH FLOWS**
**NONMAJOR ENTERPRISE FUNDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT C - 3
(Continued)

| | Baton Rouge River Center | Greater Baton Rouge Parking Authority | Total Nonmajor Enterprise Funds |
|---|---|---|---|
| **Reconciliation of operating income to net cash provided by (used for) operating activities:** | | | |
| Operating income (loss) | $ (4,819,874) | $ 200,949 | $ (4,618,925) |
| Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities: | | | |
| Depreciation | 3,059,900 | 37,986 | 3,097,886 |
| Increase (decrease) in compensated absences payable | 9,152 | 9,861 | 19,013 |
| Increase (decrease) in net other post employment benefit obligation | -- | 73,962 | 73,962 |
| Change in assets and liabilities: | | | |
| Decrease (increase) in accounts receivable | 91,429 | (14,838) | 76,591 |
| Decrease (increase) in prepaid items | (69,590) | -- | (69,590) |
| Decrease (increase) in inventory | (23,387) | -- | (23,387) |
| Increase (decrease) in accounts and contracts payable | 208,203 | (5,678) | 202,525 |
| Increase (decrease) in accrued salaries payable | 33,154 | 2,812 | 35,966 |
| Increase (decrease) in unearned revenue | 265,463 | -- | 265,463 |
| Total adjustments | 3,574,324 | 104,105 | 3,678,429 |
| Net cash provided by (used for) operating activities | $ (1,245,550) | $ 305,054 | $ (940,496) |
| Non cash investing, capital, and financing activities: | | | |
| Gain in fair value of investments | $ 44,155 | $ 13,917 | $ 58,072 |
| Amortization of joint venture | -- | (62,500) | (62,500) |

The accompanying notes are an integral part of this statement.

# INTERNAL SERVICE FUNDS

Internal Service Funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost-reimbursement basis.

**Fleet Rental and Replacement Fund** rents motorized equipment to Public Works divisions and provides for their scheduled replacement at the end of the economic life of the asset.

**Central Garage Fund** maintains motorized and heavy equipment and provides motor fuels for all departments.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF NET ASSETS**
**INTERNAL SERVICE FUNDS**
**DECEMBER 31, 2008**

EXHIBIT D - 1

| | Fleet Rental and Replacement Fund | Central Garage | Total |
|---|---|---|---|
| **ASSETS** | | | |
| Current assets: | | | |
| Cash and cash equivalents | $ 3,778,887 | $ 3,645,055 | $ 7,423,942 |
| Accrued interest receivable | 11,802 | 12,421 | 24,223 |
| Inventory | -- | 344,161 | 344,161 |
| Total current assets | 3,790,689 | 4,001,637 | 7,792,326 |
| Capital assets: | | | |
| Land | -- | 47,568 | 47,568 |
| Buildings | -- | 2,213,798 | 2,213,798 |
| Improvements (other than buildings) | -- | 7,190 | 7,190 |
| Equipment | 28,116,337 | 190,279 | 28,306,616 |
| Total capital assets | 28,116,337 | 2,458,835 | 30,575,172 |
| Accumulated depreciation | (19,193,991) | (1,901,702) | (21,095,693) |
| Net capital assets | 8,922,346 | 557,133 | 9,479,479 |
| Total assets | 12,713,035 | 4,558,770 | 17,271,805 |
| **LIABILITIES** | | | |
| Current liabilities: | | | |
| Accounts and contracts payable | 56,546 | 494,936 | 551,482 |
| Accrued salaries payable | -- | 51,807 | 51,807 |
| Compensated absences payable | -- | 167,312 | 167,312 |
| Total liabilities | 56,546 | 714,055 | 770,601 |
| **NET ASSETS** | | | |
| Invested in capital assets, net of related debt | 8,922,346 | 557,133 | 9,479,479 |
| Unrestricted | 3,734,143 | 3,287,582 | 7,021,725 |
| Total net assets | $ 12,656,489 | $ 3,844,715 | $ 16,501,204 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF REVENUES, EXPENSES,**
**AND CHANGES IN FUND NET ASSETS**
**INTERNAL SERVICE FUNDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT D - 2

| | Fleet Rental and Replacement Fund | Central Garage | Total |
|---|---|---|---|
| **OPERATING REVENUES** | | | |
| Charges for services: | | | |
| Billings to departments | $ 6,032,859 | $ 13,617,234 | $ 19,650,093 |
| **OPERATING EXPENSES** | | | |
| Personal services | -- | 1,326,768 | 1,326,768 |
| Employee benefits | -- | 598,773 | 598,773 |
| Supplies | 40,818 | 158,777 | 199,595 |
| Contractual services | 2,417,499 | 867,769 | 3,285,268 |
| Cost of materials | -- | 10,417,601 | 10,417,601 |
| Depreciation | 3,452,268 | 70,092 | 3,522,360 |
| Total operating expenses | 5,910,585 | 13,439,780 | 19,350,365 |
| Operating income (loss) | 122,274 | 177,454 | 299,728 |
| NONOPERATING REVENUES (EXPENSES) | | | |
| Investment earnings | 99,641 | 81,568 | 181,209 |
| Gain (loss) on disposition of capital assets | 404,744 | 6,844 | 411,588 |
| Total non-operating revenues (expenses) | 504,385 | 88,412 | 592,797 |
| Income (loss) before contributions and transfers | 626,659 | 265,866 | 892,525 |
| Transfers out | -- | (5,142) | (5,142) |
| Change in net assets | 626,659 | 260,724 | 887,383 |
| Total net assets - January 1 | 12,029,830 | 3,583,991 | 15,613,821 |
| Total net assets - December 31 | $ 12,656,489 | $ 3,844,715 | $ 16,501,204 |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINING STATEMENT OF CASH FLOWS**
**INTERNAL SERVICE FUNDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT D - 3

| | Fleet Rental and Replacement Fund | Central Garage | Total |
|---|---|---|---|
| **Cash Flows From Operating Activities:** | | | |
| Cash received from customers | $ 6,032,859 | $ 13,617,777 | $ 19,650,636 |
| Cash payments to suppliers for goods and services | (2,462,592) | (11,401,493) | (13,864,085) |
| Cash payments to employees for services and benefits | -- | (1,953,318) | (1,953,318) |
| Net cash provided by (used for) operating activities | 3,570,267 | 262,966 | 3,833,233 |
| **Cash Flows From Noncapital Financing Activities:** | | | |
| Transfers out to other funds | -- | (5,142) | (5,142) |
| **Cash Flows From Capital and Related Financing Activities:** | | | |
| Proceeds from sale of capital assets | 414,130 | 6,844 | 420,974 |
| Acquisition and construction of capital assets | (5,311,719) | (6,400) | (5,318,119) |
| Net cash provided by (used for) capital and related financing activities | (4,897,589) | 444 | (4,897,145) |
| **Cash Flows From Investing Activities:** | | | |
| Interest received on investments | 124,308 | 90,210 | 214,518 |
| Net increase (decrease) in cash and cash equivalents | (1,203,014) | 348,478 | (854,536) |
| Cash and cash equivalents, January 1 | 4,981,901 | 3,296,577 | 8,278,478 |
| Cash and cash equivalents, December 31 | $ 3,778,887 | $ 3,645,055 | $ 7,423,942 |
| **Reconciliation of Operating Income to Net Cash Provided by (Used for) Operating Activities:** | | | |
| Operating income (loss) | $ 122,274 | $ 177,454 | $ 299,728 |
| Adjustments to reconcile operating income (loss) to Net cash provided by (used for) operating activities: | | | |
| Depreciation | 3,452,268 | 70,092 | 3,522,360 |
| Increase (decrease) in compensated absences payable | -- | (28,310) | (28,310) |
| Change in assets and liabilities: | | | |
| Decrease (increase) in accounts receivable | -- | 543 | 543 |
| Decrease (increase) in inventory | -- | (53,150) | (53,150) |
| Increase (decrease) in accounts and contracts payable | (4,275) | 95,804 | 91,529 |
| Increase (decrease) in accrued salaries payable | -- | 533 | 533 |
| Total adjustments | 3,447,993 | 85,512 | 3,533,505 |
| Net cash provided by (used for) operating activities | $ 3,570,267 | $ 262,966 | $ 3,833,233 |
| **Non Cash Investing, Capital, and Financing Activities:** | | | |
| Gain in fair value of investments | $ 11,802 | $ 12,421 | $ 24,223 |
| Loss on disposal of capital assets | (9,386) | -- | (9,386) |

The accompanying notes are an integral part of this statement.

# SELECTED NONMAJOR COMPONENT UNITS

## Fire Protection Districts Included in Primary Government Audit

**District No. 1 Fire Protection District** is located in the northwestern part of East Baton Rouge Parish. Services are financed by a property tax in the district and a fire service fee.

**Brownsfield Fire Protection District** is located in the northwestern part of East Baton Rouge Parish. Services are financed by a property tax in the district, a fire service fee, and state insurance company taxes.

**Chaneyville Fire Protection District** is located in the northern part of East Baton Rouge Parish. Services are financed by a fire service fee and state insurance company taxes.

**Pride Fire Protection District** is located in the northeastern part of East Baton Rouge Parish. Services are financed through a fire service fee and state insurance company taxes.

**Alsen-St. Irma Lee Fire Protection District** is located in the western part of East Baton Rouge Parish. Services are financed by a property tax in the district, a fire service fee, and state insurance company taxes.

## Crime Prevention Districts Included in Primary Government Audit

**Concord Estates Crime Prevention District** accounts for the collection of an annual crime prevention fee that will aid in crime prevention and provide additional security to the residents of this district.

EXHIBIT E - 1

**DISTRICT NO. 1 FIRE PROTECTION DISTRICT**
**BROWNSFIELD FIRE PROTECTION DISTRICT**
**CHANEYVILLE FIRE PROTECTION DISTRICT**
**PRIDE FIRE PROTECTION DISTRICT**
**ALSEN-ST. IRMA LEE FIRE PROTECTION DISTRICT**
**BALANCE SHEET**
**DECEMBER 31, 2008**

| | District No. 1 Fire Protection District | Brownsfield Fire Protection District | Chaneyville Fire Protection District | Pride Fire Protection District | Alsen-St. Irma Lee Fire Protection District |
|---|---|---|---|---|---|
| **ASSETS** | | | | | |
| Cash and cash equivalents | $ -- | $ -- | $ -- | $ 37,465 | $ 179,619 |
| Property taxes receivable - net | 90,497 | 209,354 | -- | 16,521 | 218,636 |
| Accrued interest receivable | -- | -- | -- | 214 | 840 |
| Due from other governments | 149,010 | 375,109 | 83,816 | 86,292 | 45,727 |
| Total assets | $ 239,507 | $ 584,463 | $ 83,816 | $ 140,492 | $ 444,822 |
| **LIABILITIES AND FUND BALANCES** | | | | | |
| Liabilities: | | | | | |
| Accounts and contracts payable | $ 1 | $ 10,021 | $ 9,113 | $ 1,651 | $ 7,276 |
| Accrued interest payable | -- | 249 | 16 | -- | -- |
| Accrued salaries payable | -- | 13,170 | -- | -- | -- |
| Due to primary government | 1,676 | 152,044 | 30,043 | -- | -- |
| Deferred revenue | 29,326 | 77,633 | -- | 3,583 | 46,868 |
| Total liabilities | 31,003 | 253,117 | 39,172 | 5,234 | 54,144 |
| Fund balances: | | | | | |
| Reserved for: | | | | | |
| Encumbrances | -- | -- | -- | -- | 3,138 |
| Continuing projects | -- | -- | 2,245 | -- | 27,398 |
| Unreserved: | | | | | |
| Undesignated | 208,504 | 331,346 | 42,400 | 135,258 | 360,142 |
| Total fund balances | 208,504 | 331,346 | 44,645 | 135,258 | 390,678 |
| Total liabilities and fund balances | $ 239,507 | $ 584,463 | $ 83,817 | $ 140,492 | $ 444,822 |

The accompanying notes are an integral part of this statement.

EXHIBIT E - 2

**DISTRICT NO. 1 FIRE PROTECTION DISTRICT**
**BROWNSFIELD FIRE PROTECTION DISTRICT**
**CHANEYVILLE FIRE PROTECTION DISTRICT**
**PRIDE FIRE PROTECTION DISTRICT**
**ALSEN-ST. IRMA LEE FIRE PROTECTION DISTRICT**
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET**
**TO THE STATEMENT OF NET ASSETS**
**DECEMBER 31, 2008**

| | District No. 1 Fire Protection District | Brownsfield Fire Protection District | Chaneyville Fire Protection District | Pride Fire Protection District | Alsen-St. Irma Lee Fire Protection District |
|---|---|---|---|---|---|
| Fund balances - total governmental funds | $ 208,504 | $ 331,346 | $ 44,645 | $ 135,258 | $ 390,678 |
| Amounts reported for governmental activities in the statement of net assets are different because: | | | | | |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds | | | | | |
| Governmental capital assets | -- | 443,454 | 293,323 | 481,336 | 732,983 |
| Less accumulated depreciation | -- | (372,142) | (293,323) | (273,521) | (631,926) |
| Some revenues were collected more than sixty days after year-end and, therefore, are not available soon enough to pay for current-period expenditures. | 29,326 | 77,633 | -- | 3,583 | 46,868 |
| Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds. | | | | | |
| Compensated absences payable | -- | (11,708) | -- | -- | (881) |
| Other post-employment benefits | -- | (110,666) | | | (12,310) |
| Net assets of governmental activities | $ 237,830 | $ 357,917 | $ 44,645 | $ 346,656 | $ 525,412 |

**DISTRICT NO. 1 FIRE PROTECTION DISTRICT**
**BROWNSFIELD FIRE PROTECTION DISTRICT**
**CHANEYVILLE FIRE PROTECTION DISTRICT**
**PRIDE FIRE PROTECTION DISTRICT**
**ALSEN-ST. IRMA LEE FIRE PROTECTION DISTRICT**
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT E - 3

| | District No. 1 Fire Protection District | Brownsfield Fire Protection District | Chaneyville Fire Protection District | Pride Fire Protection District | Alsen-St. Irma Lee Fire Protection District |
|---|---|---|---|---|---|
| **REVENUES** | | | | | |
| Taxes: | | | | | |
| General property taxes | $ 171,412 | $ 473,428 | $ -- | $ 61,465 | $ 230,606 |
| Intergovernmental revenues: | | | | | |
| Louisiana Office of Homeland Security | -- | 29,107 | -- | -- | -- |
| Louisiana Department of Agriculture | -- | 1,490 | -- | 696 | -- |
| Louisiana Department of the Treasury | -- | -- | 47,551 | -- | -- |
| Insurance company taxes | -- | 25,614 | 13,712 | 13,745 | 7,143 |
| Louisiana revenue sharing | -- | 82,343 | -- | -- | -- |
| On-behalf payments for salaries and benefits | -- | 20,400 | -- | -- | -- |
| Parish of East Baton Rouge | -- | 17,100 | 37,750 | 20,000 | 25,800 |
| Charges for services: | | | | | |
| Fire protection service charges | 47,688 | 123,024 | 42,693 | 47,423 | 13,674 |
| Investment earnings | (2) | 1,922 | 459 | 1,727 | 7,926 |
| Miscellaneous revenues: | | | | | |
| Other income | -- | 8,881 | 1,122 | 3,419 | 3,039 |
| Total revenues | 219,098 | 783,309 | 143,287 | 148,475 | 288,188 |
| **EXPENDITURES** | | | | | |
| Current: | | | | | |
| Public safety: | | | | | |
| Operations: | | | | | |
| Personal services | -- | 363,793 | 43,617 | 20,884 | 144,171 |
| Employee benefits | -- | 128,127 | 7,622 | 5,640 | 33,929 |
| Supplies | -- | 34,441 | 58,838 | 14,673 | 13,936 |
| Contractual services | 10,594 | 120,645 | 41,770 | 46,436 | 54,563 |
| Capital outlay | -- | 8,848 | -- | -- | -- |
| Total expenditures | 10,594 | 655,854 | 151,847 | 87,633 | 246,599 |
| Excess (deficiency) of revenues over (under) expenditures | 208,504 | 127,455 | (8,560) | 60,842 | 41,589 |
| Fund balances, January 1 | -- | 203,891 | 53,205 | 74,416 | 349,089 |
| Fund balances, December 31 | $ 208,504 | $ 331,346 | $ 44,645 | $ 135,258 | $ 390,678 |

The accompanying notes are an integral part of this statement.

**DISTRICT NO. 1 FIRE PROTECTION DISTRICT**
**BROWNSFIELD FIRE PROTECTION DISTRICT**
**CHANEYVILLE FIRE PROTECTION DISTRICT**
**PRIDE FIRE PROTECTION DISTRICT**
**ALSEN-ST. IRMA LEE FIRE PROTECTION DISTRICT**
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT E - 4

| | District No. 1 Fire Protection District | Brownsfield Fire Protection District | Chaneyville Fire Protection District | Pride Fire Protection District | Alsen-St. Irma Lee Fire Protection District |
|---|---|---|---|---|---|
| Net change in fund balances - total governmental funds | $ 208,504 | $ 127,455 | $ (8,560) | $ 60,842 | $ 41,589 |
| Amounts reported for governmental activities in the statement of activities are different because: | | | | | |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. | | | | | |
| Capital outlay | -- | 8,848 | -- | -- | -- |
| Depreciation expense | -- | (9,280) | (416) | (42,105) | (32,236) |
| Because some revenues will not be collected for several months after year-end, they are not considered "available" revenues in the governmental funds. | | | | | |
| Property tax revenues | 29,326 | (298) | -- | 3,583 | 44,023 |
| Louisiana revenue sharing | -- | 817 | -- | -- | -- |
| Some expenses reported in the statement of activities, such as long-term obligations, do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. | | | | | |
| Compensated absences | -- | 208 | -- | -- | 24 |
| Other post-employment benefits | -- | (57,048) | -- | -- | (6,524) |
| Change in net assets of governmental activities | $ 237,830 | $ 70,702 | $ (8,976) | $ 22,320 | $ 46,876 |

**DISTRICT NO. 1 FIRE PROTECTION DISTRICT**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES -- BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT E - 5

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General property taxes | $ -- | $ 150,000 | $ 171,412 | $ 21,412 |
| Charges for services: | | | | |
| Fire protection service charges | -- | 51,539 | 47,688 | (3,851) |
| Investment earnings | -- | -- | (1) | (1) |
| Total revenues | -- | 201,539 | 219,099 | 17,560 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Operations: | | | | |
| Contractual services | -- | 189,950 | 10,594 | 179,356 |
| Excess (deficiency) of revenues over (under) expenditures | -- | 11,589 | 208,505 | 196,916 |
| Fund Balances, January 1 | -- | -- | -- | -- |
| Fund Balances, December 31 | $ -- | $ 11,589 | $ 208,505 | $ 196,916 |

The accompanying notes are an integral part of this statement.

**BROWNSFIELD FIRE PROTECTION DISTRICT**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES -- BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT E - 6

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General property taxes | $ 381,610 | $ 381,610 | $ 473,428 | $ 91,818 |
| Intergovernmental revenues: | | | | |
| Louisiana Office of Homeland Security | -- | 29,107 | 29,107 | -- |
| Louisiana Department of Agriculture | -- | 1,490 | 1,490 | -- |
| Insurance company taxes | 25,290 | 25,290 | 25,614 | 324 |
| Louisiana revenue sharing | 75,520 | 75,520 | 82,343 | 6,823 |
| On-behalf payments for salaries and benefits | 20,400 | 20,400 | 20,400 | -- |
| Parish of East Baton Rouge | 17,100 | 17,100 | 17,100 | -- |
| Total intergovernmental revenues | 138,310 | 168,907 | 176,054 | 7,147 |
| Charges for services: | | | | |
| Fire protection service charges | 106,000 | 111,012 | 123,024 | 12,012 |
| Investment earnings | (4,500) | (4,500) | 1,922 | 6,422 |
| Miscellaneous revenues: | | | | |
| Other income | -- | 8,881 | 8,881 | -- |
| Total revenues | 621,420 | 665,910 | 783,309 | 117,399 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Operations: | | | | |
| Personal services | 329,150 | 362,570 | 363,793 | (1,223) |
| Employee benefits | 135,560 | 140,140 | 128,127 | 12,013 |
| Supplies | 47,720 | 52,187 | 34,441 | 17,746 |
| Contractual services | 119,480 | 124,480 | 120,645 | 3,835 |
| Total public safety | 631,910 | 679,377 | 647,006 | 32,371 |
| Capital outlay | -- | 8,848 | 8,848 | -- |
| Total expenditures | 631,910 | 688,225 | 655,854 | 32,371 |
| Excess (deficiency) of revenues over (under) expenditures | (10,490) | (22,315) | 127,455 | 149,770 |
| Fund Balances, January 1 | 203,891 | 203,891 | 203,891 | -- |
| Fund Balances, December 31 | $ 193,401 | $ 181,576 | $ 331,346 | $ 149,770 |

The accompanying notes are an integral part of this statement.

**CHANEYVILLE FIRE PROTECTION DISTRICT**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES -- BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT E - 7

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Intergovernmental revenues: | | | | |
| Insurance company taxes | $ 13,500 | $ 13,500 | $ 13,712 | $ 212 |
| Louisiana Department of Agriculture | -- | 2,245 | -- | (2,245) |
| Louisiana Division of Administration | | | | |
| Office of Community Development | -- | 47,551 | 47,551 | -- |
| Parish of East Baton Rouge | 37,750 | 37,750 | 37,750 | -- |
| Total intergovernmental revenues | 51,250 | 101,046 | 99,013 | (2,033) |
| Charges for services: | | | | |
| Fire protection service charges | 32,350 | 32,350 | 42,693 | 10,343 |
| Investment earnings | (500) | (500) | 459 | 959 |
| Miscellaneous revenues: | | | | |
| Other income | -- | -- | 1,122 | 1,122 |
| Total revenues | 83,100 | 132,896 | 143,287 | 10,391 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Operations: | | | | |
| Personal services | 19,890 | 38,380 | 43,617 | (5,237) |
| Employee benefits | 7,740 | 9,150 | 7,622 | 1,528 |
| Supplies | 14,760 | 29,345 | 21,065 | 8,280 |
| Contractual services | 33,010 | 35,610 | 31,992 | 3,618 |
| Assistance to Firefighters Grant: | | | | |
| Supplies | -- | 40,018 | 37,773 | 2,245 |
| Contractual services | -- | 9,778 | 9,778 | -- |
| Total expenditures | 75,400 | 162,281 | 151,847 | 10,434 |
| Excess (deficiency) of revenues over (under) expenditures | 7,700 | (29,385) | (8,560) | 20,825 |
| Fund Balances, January 1 | 53,205 | 53,205 | 53,205 | -- |
| Fund Balances, December 31 | $ 60,905 | $ 23,820 | $ 44,645 | $ 20,825 |

The accompanying notes are an integral part of this statement.

**PRIDE FIRE PROTECTION DISTRICT**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES -- BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT E - 8

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General property taxes | $ -- | $ 7,700 | $ 61,465 | $ 53,765 |
| Intergovernmental revenues: | | | | |
| Louisiana Department of Agriculture | -- | 696 | 696 | -- |
| Insurance company taxes | 13,570 | 13,570 | 13,745 | 175 |
| Parish of East Baton Rouge | 20,000 | 20,000 | 20,000 | -- |
| Total intergovernmental revenues | 33,570 | 34,266 | 34,441 | 175 |
| Charges for services: | | | | |
| Fire protection service charges | 42,130 | 42,130 | 47,423 | 5,293 |
| Investment earnings | 2,740 | 2,740 | 1,727 | (1,013) |
| Miscellaneous revenues: | | | | |
| Other income | 5,360 | 5,410 | 3,419 | (1,991) |
| Total revenues | 83,800 | 92,246 | 148,475 | 56,229 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Operations: | | | | |
| Personal services | 21,200 | 21,200 | 20,884 | 316 |
| Employee benefits | 6,430 | 6,430 | 5,640 | 790 |
| Supplies | 8,420 | 19,579 | 13,977 | 5,602 |
| Contractual services | 47,750 | 49,800 | 46,436 | 3,364 |
| Total operations | 83,800 | 97,009 | 86,937 | 10,072 |
| State Assistance to firefighters grant | | | | |
| Communication supplies | -- | 696 | 696 | -- |
| Total expenditures | 83,800 | 97,705 | 87,633 | 10,072 |
| Excess (deficiency) of revenues over (under) expenditures | -- | (5,459) | 60,842 | 66,301 |
| Fund Balances, January 1 | 74,416 | 74,416 | 74,416 | -- |
| Fund Balances, December 31 | $ 74,416 | $ 68,957 | $ 135,258 | $ 66,301 |

The accompanying notes are an integral part of this statement.

**ALSEN-ST. IRMA LEE FIRE PROTECTION DISTRICT**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES -- BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT E - 9

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Taxes: | | | | |
| General property taxes | $ 238,880 | $ 238,880 | $ 230,606 | $ (8,274) |
| Intergovernmental revenues: | | | | |
| Louisiana Office of Homeland Security | -- | 27,398 | -- | (27,398) |
| Insurance company taxes | 6,630 | 6,630 | 7,143 | 513 |
| Parish of East Baton Rouge | 25,800 | 25,800 | 25,800 | -- |
| Total intergovernmental revenues | 32,430 | 59,828 | 32,943 | (26,885) |
| Charges for services: | | | | |
| Fire protection service charges | 13,600 | 13,600 | 13,674 | 74 |
| Investment earnings | 6,500 | 6,500 | 7,926 | 1,426 |
| Miscellaneous revenues: | | | | |
| Other income | -- | -- | 3,039 | 3,039 |
| Total revenues | 291,410 | 318,808 | 288,188 | (30,620) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Operations: | | | | |
| Personal services | 152,880 | 152,880 | 144,171 | 8,709 |
| Employee benefits | 30,060 | 30,060 | 33,929 | (3,869) |
| Supplies | 14,350 | 16,087 | 17,074 | (987) |
| Contractual services | 59,140 | 59,140 | 54,563 | 4,577 |
| Total public safety operations | 256,430 | 258,167 | 249,737 | 8,430 |
| FEMA assistance to firefighters grant: | | | | |
| Supplies | -- | 3,398 | -- | 3,398 |
| Capital outlay | -- | 24,000 | -- | 24,000 |
| Total expenditures | 256,430 | 285,565 | 249,737 | 35,828 |
| Excess (deficiency) of revenues over (under) expenditures | 34,980 | 33,243 | 38,451 | 5,208 |
| Fund Balances, January 1 | 349,089 | 349,089 | 349,089 | -- |
| Fund Balances, December 31 | $ 384,069 | $ 382,332 | $ 387,540 | $ 5,208 |

The accompanying notes are an integral part of this statement.

**CONCORD ESTATES CRIME PREVENTION DISTRICT**
**BALANCE SHEET**
**DECEMBER 31, 2008**

EXHIBIT E - 10

| | Concord Estates Crime Prevention District |
|---|---|
| **ASSETS** | |
| Cash and cash equivalents | $ 9,261 |
| Accrued interest receivable | 40 |
| Due from other governments | 4,441 |
| Total assets | $ 13,742 |
| **LIABILITIES AND FUND BALANCES** | |
| Liabilities: | |
| Accounts and contracts payable | $ -- |
| Due to primary government | -- |
| Fund balances: | |
| Unreserved: | |
| Undesignated | 13,742 |
| Total liabilities and fund balances | $ 13,742 |

The accompanying notes are an integral part of this statement.

**CONCORD ESTATES CRIME PREVENTION DISTRICT**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT E - 11

| | Concord Estates Crime Prevention District |
|---|---|
| **REVENUES** | |
| Charges for services: | |
| Crime prevention service charge | $ 5,525 |
| Investment earnings | 304 |
| Total revenues | 5,829 |
| **EXPENDITURES** | |
| Current: | |
| Public safety: | |
| Operations: | |
| Contractual services | 5,186 |
| Excess (deficiency) of revenues over (under) expenditures | 643 |
| Fund balances, January 1 | 13,099 |
| Fund balances, December 31 | $ 13,742 |

The accompanying notes are an integral part of this statement.

**CONCORD ESTATES CRIME PREVENTION DISTRICT**
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**
**IN FUND BALANCES -- BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT E - 12

| | Budgeted Amounts | | Actual Amounts (Budgetary Basis) | Variance with Final Budget Positive (Negative) |
|---|---|---|---|---|
| | Original | Final | | |
| **REVENUES** | | | | |
| Charges for services: | | | | |
| Crime prevention service charge | $ 7,240 | $ 6,810 | $ 5,525 | $ (1,285) |
| Investment earnings | 230 | 230 | 304 | 74 |
| Total revenues | 7,470 | 7,040 | 5,829 | (1,211) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public safety: | | | | |
| Operations: | | | | |
| Contractual services | 7,470 | 7,470 | 5,186 | 2,284 |
| Excess (deficiency) of revenues over (under) expenditures | -- | (430) | 643 | 1,073 |
| Fund Balances, January 1 | 13,099 | 13,099 | 13,099 | -- |
| Fund Balances, December 31 | $ 13,099 | $ 12,669 | $ 13,742 | $ 1,073 |

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

# CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

(Excludes Internal Service Funds)

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**
**COMPARATIVE SCHEDULES BY SOURCE (1)**
**DECEMBER 31, 2008 AND 2007**

EXHIBIT F - 1

| | 2008 | 2007 |
|---|---|---|
| Governmental funds capital assets: | | |
| Land | $ 104,211,036 | $ 92,499,357 |
| Buildings | 202,074,541 | 201,189,645 |
| Improvements (other than buildings) and infrastructure | 564,813,126 | 532,712,029 |
| Equipment | 64,563,091 | 63,171,548 |
| Equipment under capital leases | -- | -- |
| Construction work in progress | 65,157,737 | 41,959,362 |
| Total governmental funds capital assets | $ 1,000,819,531 | $ 931,531,941 |
| | | |
| Investments in governmental funds capital assets by source: | | |
| Investment in property acquired prior to 1960 | $ 3,601,707 | $ 3,601,707 |
| Investment in property acquired after 1960: | | |
| General Obligation Bonds | 55,683,037 | 55,683,037 |
| Excess Revenue Certificates of Indebtedness | 47,777,561 | 47,777,561 |
| Revenue Bonds | 78,002,936 | 33,770,246 |
| Limited Tax Certificates of Indebtedness | 6,150,000 | 6,150,000 |
| Special Assessment Certificates of Indebtedness | 17,217,911 | 17,217,911 |
| Federal and State grants | 101,601,913 | 96,175,758 |
| Property taxes | 16,355,007 | 16,355,007 |
| Library Board of Control Special Revenue Fund | 42,393,981 | 43,078,271 |
| Dedicated sales tax | 125,794,463 | 114,077,549 |
| General Fund revenues | 163,105,771 | 156,811,816 |
| Special Revenue Funds revenues | 158,607,275 | 157,877,676 |
| Gifts | 1,847,950 | 1,847,950 |
| Donated infrastructure | 140,397,641 | 138,833,574 |
| Other sources | 42,186,330 | 42,186,330 |
| Eminent domain | 96,048 | 87,548 |
| Total governmental funds capital assets | $ 1,000,819,531 | $ 931,531,941 |

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. The capital assets of internal service funds are included as governmental activities in the statement of net assets.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**
**SCHEDULE BY FUNCTION AND ACTIVITY (1)**
**DECEMBER 31, 2008**

EXHIBIT F - 2

| Function and Activity | Land | Buildings | Improvements (Other Than Buildings) and Infrastructure | Equipment | Totals December 31, 2008 | Totals December 31, 2007 |
|---|---|---|---|---|---|---|
| General government: | | | | | | |
| Legislative | $ -- | $ -- | $ -- | $ 439,725 | $ 439,725 | $ 413,583 |
| Executive | -- | 167,938 | 2,207 | 181,052 | 351,197 | 375,181 |
| Judicial | 1,680 | 17,585,301 | 2,704 | 2,183,079 | 19,772,764 | 19,637,853 |
| Elections | -- | -- | -- | 104,009 | 104,009 | 86,939 |
| Finance | -- | -- | -- | 796,575 | 796,575 | 705,108 |
| Personnel | -- | 739,000 | -- | 100,434 | 839,434 | 844,565 |
| Law | 115,670 | 108,858 | -- | 359,223 | 583,751 | 553,444 |
| Administration office and boards | 511,406 | 1,240,517 | 174,982 | 2,797,508 | 4,724,413 | 6,023,315 |
| General government buildings | 8,689,763 | 30,077,785 | 57,635 | -- | 38,825,183 | 38,825,183 |
| Total general government | 9,318,519 | 49,919,399 | 237,528 | 6,961,605 | 66,437,051 | 67,465,171 |
| Public safety: | | | | | | |
| Police | 809,549 | 4,722,566 | 347,167 | 24,321,923 | 30,201,205 | 29,422,080 |
| Fire | 1,093,329 | 10,525,740 | 348,652 | 12,748,831 | 24,716,552 | 23,348,737 |
| Emergency Medical Services | 75,307 | 2,092,712 | 43,144 | 3,248,204 | 5,459,367 | 5,082,182 |
| Correctional institution | -- | 34,441,794 | 738,903 | 815,395 | 35,996,092 | 35,104,170 |
| Other | 625,149 | 16,097,395 | 998,278 | 7,826,286 | 25,547,108 | 25,381,294 |
| Total public safety | 2,603,334 | 67,880,207 | 2,476,144 | 48,960,639 | 121,920,324 | 118,338,463 |
| Transportation | 85,800,164 | 10,418,903 | 548,423,081 | 244,021 | 644,886,169 | 602,320,587 |
| Sanitation | -- | -- | -- | 9,900 | 9,900 | 69,491 |
| Health and welfare | 2,400 | 5,440,229 | 53,231 | 1,956,940 | 7,452,800 | 7,451,549 |
| Culture and recreation | 4,253,176 | 55,315,784 | 4,555,828 | 4,252,284 | 68,377,072 | 68,671,824 |
| Conservation and development | 1,988,007 | 13,100,019 | 6,181,551 | 2,177,702 | 23,447,279 | 22,124,295 |
| Miscellaneous | 245,436 | -- | 2,885,763 | -- | 3,131,199 | 3,131,199 |
| Total governmental funds capital assets allocated to functions | $ 104,211,036 | $ 202,074,541 | $ 564,813,126 | $ 64,563,091 | $ 935,661,794 | $ 889,572,579 |
| Equipment under capital leases | | | | | -- | -- |
| Construction work in progress | | | | | 65,157,737 | 41,959,362 |
| Total governmental funds capital assets | | | | | $ 1,000,819,531 | $ 931,531,941 |

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. The capital assets of internal service funds are included as governmental activities in the statement of net assets.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**
**SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY (1)**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

EXHIBIT F - 3

| Function and Activity | Governmental Funds Capital Assets January 1, 2008 | Additions | Deletions | Adjustments | Governmental Funds Capital Assets December 31, 2008 |
|---|---|---|---|---|---|
| General government: | | | | | |
| Legislative | $ 413,583 | $ 26,142 | $ -- | $ -- | $ 439,725 |
| Executive | 375,181 | -- | 23,984 | -- | 351,197 |
| Judicial | 19,637,853 | 260,636 | 125,725 | -- | 19,772,764 |
| Elections | 86,939 | 17,070 | -- | -- | 104,009 |
| Finance | 705,108 | 142,399 | 50,932 | -- | 796,575 |
| Personnel | 844,565 | -- | 5,131 | -- | 839,434 |
| Law | 553,444 | 66,503 | 36,196 | -- | 583,751 |
| Administration office and boards | 6,023,315 | 350,010 | 1,648,912 | -- | 4,724,413 |
| General government buildings | 38,825,183 | -- | -- | -- | 38,825,183 |
| Total general government | 67,465,171 | 862,760 | 1,890,880 | -- | 66,437,051 |
| Public safety: | | | | | |
| Police | 29,422,080 | 4,915,005 | 4,144,380 | 8,500 | 30,201,205 |
| Fire | 23,348,737 | 1,631,127 | 263,312 | -- | 24,716,552 |
| Emergency Medical Services | 5,082,182 | 543,832 | 166,647 | -- | 5,459,367 |
| Correctional institution | 35,104,170 | 953,823 | 61,901 | -- | 35,996,092 |
| Other | 25,381,294 | 311,771 | 145,957 | -- | 25,547,108 |
| Total public safety | 118,338,463 | 8,355,558 | 4,782,197 | 8,500 | 121,920,324 |
| Transportation | 602,320,587 | 35,259,183 | 13,889 | 7,320,288 | 644,886,169 |
| Sanitation | 69,491 | -- | 59,591 | -- | 9,900 |
| Health and welfare | 7,451,549 | 107,142 | 105,891 | -- | 7,452,800 |
| Culture and recreation | 68,671,824 | 64,257 | 359,009 | -- | 68,377,072 |
| Conservation and development | 22,124,295 | 934,470 | 127,533 | 516,047 | 23,447,279 |
| Miscellaneous | 3,131,199 | -- | -- | -- | 3,131,199 |
| Equipment under capital leases | -- | -- | -- | -- | -- |
| Construction work in progress | 41,959,362 | 29,470,643 | -- | (6,272,268) | 65,157,737 |
| Total governmental funds capital assets | $ 931,531,941 | $ 75,054,013 | $ 7,338,990 | $ 1,572,567 | $ 1,000,819,531 |

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. The capital assets of internal service funds are included as governmental activities in the statement of net assets.

# SCHEDULES

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINED SCHEDULE OF CASH, CASH EQUIVALENTS AND INVESTMENTS**
**DECEMBER 31, 2008**

EXHIBIT G - 1

| Description | Interest Rate (%) | Carrying Amount |
|---|---|---|
| **PRIMARY GOVERNMENT** | | |
| Consolidated Cash Account | | |
| Louisiana Asset Management Pool | 1.09-4.52 | $ 299,500,000 |
| Certificates of Deposit - Capital One | 0.50-2.81 | 152,127,400 |
| Certificates of Deposit - Hancock Bank | 1.50-2.78 | 80,000,000 |
| Certificates of Deposit - Whitney National Bank | 0.50-2.82 | 128,000,000 |
| U. S. Agency Bills | 1.56-2.56 | 107,188,120 |
| Cash in Bank - Whitney National Bank/Hancock Bank | | 11,153,705 |
| Total Cash and Investments - Consolidated Cash Account | | 777,969,225 |
| Other Cash Items | | |
| Petty Cash | | 13,972 |
| Cash on Hand | | 3,066,265 |
| Total Other Cash Items | | 3,080,237 |
| Baton Rouge River Center | | |
| Whitney National Bank: | | |
| Cash in Bank | | 2,242,423 |
| East Baton Rouge Sewerage Commission | | |
| Repurchase Agreements | 5.07 | 28,469,000 |
| Louisiana Asset Management Pool | 1.09-4.52 | 9,345,079 |
| Whitney National Bank: | | |
| Cash in Bank | | 3,979,198 |
| Certificates of Deposit - Hancock Bank | 2.50 | 3,305,024 |
| Certificates of Deposit - Capital One | 1.50 | 3,225,128 |
| Total East Baton Rouge Sewerage Commission | | 48,323,429 |
| 1997 Public Improvement Sales Tax Revenue Bonds (Airport/Solid Waste) | | |
| Whitney National Bank: | | |
| Cash in Bank | | 107 |
| Certificates of Deposit - Hancock Bank | 2.50 | 228,973 |
| Total 1997 Public Improvement Sales Tax Revenue Bonds (Airport/Solid Waste) | | 229,080 |
| 1998A Public Improvement Sales Tax Revenue Bonds | | |
| Louisiana Asset Management Pool | 1.09-4.52 | 4,542,661 |
| Whitney National Bank: | | |
| Cash in Bank | | 1,377,403 |
| Certificates of Deposit - Hancock Bank | 2.50 | 976,881 |
| Certificates of Deposit - Capital One | 1.50 | 1,109,936 |
| Total 1998A Public Improvement Sales Tax Revenue Bonds | | 8,006,881 |
| 2001A Public Improvement Sales Tax Revenue Bonds | | |
| Whitney National Bank: | | |
| Cash in Bank | | 236,384 |
| Certificates of Deposit - Hancock Bank | 2.50 | 176,859 |
| Certificates of Deposit - Capital One | 1.50 | 231,749 |
| Repurchase Agreements | 5.04 | 1,581,240 |
| Total 2001A Public Improvement Sales Tax Revenue Bonds | | 2,226,232 |

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINED SCHEDULE OF CASH, CASH EQUIVALENTS AND INVESTMENTS**
**DECEMBER 31, 2008**

EXHIBIT G - 1
(Continued)

| Description | Interest Rate (%) | Carrying Amount |
|---|---|---|
| **PRIMARY GOVERNMENT (Continued)** | | |
| 2005B Public Improvement Sales Tax Revenue Bonds (Taxable) | | |
| Whitney National Bank | | |
| Cash in Bank | | $ 26,017 |
| Certificates of Deposit - Hancock Bank | 2.50 | 13,095 |
| Certificates of Deposit - Capital One | 1.50 | 25,975 |
| Total 2005B Public Improvement Sales Tax Revenue Bonds (Taxable) | | 65,087 |
| 2007A Public Improvement Sales Tax Revenue Bonds | | |
| Louisiana Asset Management Pool | 1.09-4.52 | 5,993,213 |
| Whitney National Bank | | |
| Cash in Bank | | 269,546 |
| Certificates of Deposit - Hancock Bank | 2.50 | 139,994 |
| Certificates of Deposit - Capital One | 1.50 | 272,667 |
| Total 2007A Public Improvement Sales Tax Revenue Bonds | | 6,675,420 |
| 2006A Road and Street Improvement | | |
| Whitney National Bank: | | |
| Cash in Bank | | 1,425,586 |
| Certificates of Deposit - Hancock Bank | 2.50 | 381,895 |
| Certificates of Deposit - Capital One | 1.50 | 756,653 |
| Repurchase Agreements | 5.16 | 13,792,500 |
| Total 2006A Public Improvement Sales Tax Revenue Bonds | | 16,356,634 |
| 2008A Road and Street Improvement | | |
| Whitney National Bank: | | |
| Cash in Bank | | 3,073,119 |
| Certificates of Deposit - Hancock Bank | 2.50 | 327,522 |
| Certificates of Deposit - Capital One | 1.50 | 946,808 |
| Repurchase Agreements | 5.16 | 50,774,500 |
| Total 2008A Public Improvement Sales Tax Revenue Bonds | | 55,121,949 |
| 2008A-1, 2008A-2 and 2008B (Taxable) Public Improvement Sales Tax Revenue Bonds | | |
| Louisiana Asset Management Pool | 1.09-4.52 | 27,639,529 |
| Whitney National Bank | | |
| Cash in Bank | | 613,312 |
| Certificates of Deposit - Hancock Bank | 2.50 | 308,499 |
| Certificates of Deposit - Capital One | 1.50 | 612,507 |
| Total 2008A-1, 2008A-2 and 2008B (Taxable) Public Improvement Sales Tax Revenue Bonds | | 29,173,847 |
| Grand Total Cash, Cash Equivalents and Investments - Primary Government excluding Employees' Retirement System Pension Trust Fund | | $ 949,470,444 |

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**COMBINED SCHEDULE OF CASH, CASH EQUIVALENTS AND INVESTMENTS**
**DECEMBER 31, 2008**

EXHIBIT G - 1
(Continued)

| Description | Interest Rate (%) | Carrying Amount |
|---|---|---|
| Employees' Retirement System Pension Trust Fund | | |
| Cash in Bank | | $ 7,732,306 |
| U.S. Treasury Bonds | | 5,770,701 |
| U.S. Agency Notes | | 3,983,189 |
| Mortgage Backed Securities | | 67,709,609 |
| Corporate Bonds | | 19,636,325 |
| Asset Backed Securities | | 4,087,454 |
| International Equities and Fixed Income | | 161,135,258 |
| Emerging Markets Equities | | 18,241,284 |
| Domestic Equities and Fixed Income | | 397,009,480 |
| Short-Term Investment Fund | | 12,650,932 |
| Equity Real Estate Fund | | 51,124,345 |
| Total Employees' Retirement System Pension Trust Fund | | $ 749,080,883 |
| | | |
| **COMPONENT UNITS** | | |
| District Attorney of the Nineteenth Judicial District | | $ 3,629,809 |
| Nineteenth Judicial District Court | | 97,816,373 |
| E.B.R. Parish Family Court | | 378,848 |
| E.B.R. Parish Juvenile Court | | 605,780 |
| Nineteenth Judicial District Indigent Defender Board | | 1,482,925 |
| E.B.R. Parish Clerk of Court | | 7,260,720 |
| St. George Fire Protection District | | 847,826 |
| Central Fire Protection District | | 247,982 |
| E.B.R. Parish Fire Protection District No. 6 | | 229,589 |
| Eastside Fire Protection District | | 524,240 |
| Pride Fire Protection District | | 37,465 |
| Alsen-St. Irma Lee Fire Protection District | | 179,619 |
| South Burbank Crime Prevention District | | 168,418 |
| Concord Estates Crime Prevention District | | 9,261 |
| Wedgewood Crime Prevention District | | 3,102 |
| Capital Region Planning Commission | | 517,222 |
| Capital Area Transit System | | 1,177,890 |
| Grand Total Cash, Cash Equivalents and Investments - Component Units | | $ 115,117,069 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**EMPLOYEES' RETIREMENT SYSTEM**
**REVENUE BY SOURCE AND EXPENSES BY TYPE**

EXHIBIT G - 2

**REGULAR EMPLOYEES' TRUST**

Revenue By Source

| Fiscal Year | Employee Contributions | Employer Contributions | Investment and Securities Lending Income | Net Appreciation (Depreciation) in Fair Value of Investments | Total |
|---|---|---|---|---|---|
| 2008 | $ 13,841,465 | $ 26,117,571 | $ 2,262,834 | $ (296,718,369) | $ (254,496,499) |
| 2007 | 13,724,573 | 25,221,447 | 5,139,170 | 37,368,930 | 81,454,120 |
| 2006 | 12,828,206 | 23,833,249 | 6,157,161 | 126,871,142 | 169,689,758 |
| 2005 | 12,597,356 | 20,637,086 | 5,826,528 | 69,710,302 | 108,771,272 |
| 2004 | 11,148,409 | 17,739,809 | 6,342,098 | 84,474,036 | 119,704,352 |
| 2003 | 9,063,451 | 14,531,806 | 5,916,688 | 151,705,813 | 181,217,758 |
| 2002 | 9,223,966 | 12,053,689 | 8,578,556 | (71,317,665) | (41,461,454) |
| 2001 | 8,972,290 | 11,516,686 | 10,284,795 | (25,651,838) | 5,121,933 |
| 2000 | 9,231,205 | 13,587,244 | 10,466,030 | 7,199,059 | 40,483,538 |
| 1999 | 11,776,623 | 20,334,067 | 9,694,688 | 83,703,462 | 125,508,840 |

Expenses By Type

| Fiscal Year | Benefits | Administrative Expenses | Refunds and Withdrawals | Total |
|---|---|---|---|---|
| 2008 | $ 65,990,013 | $ 1,095,697 | $ 2,092,148 | $ 69,177,858 |
| 2007 | 64,567,396 | 1,073,946 | 10,507,501 | 76,148,843 |
| 2006 | 61,255,177 | 1,042,144 | 1,858,661 | 64,155,982 |
| 2005 | 57,592,125 | 878,515 | 1,462,779 | 59,933,419 |
| 2004 | 53,426,342 | 836,043 | 1,432,612 | 55,694,997 |
| 2003 | 48,561,375 | 954,294 | 1,681,537 | 51,197,206 |
| 2002 | 45,286,042 | 817,319 | 1,670,141 | 47,773,502 |
| 2001 | 43,261,108 | 789,316 | 1,999,902 | 46,050,326 |
| 2000 | 43,966,217 | 732,364 | 1,760,171 | 46,458,752 |
| 1999 | 40,759,659 | 944,577 | 2,012,039 | 43,716,275 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**EMPLOYEES' RETIREMENT SYSTEM**
**REGULAR EMPLOYEES' TRUST**
**(UNAUDITED)**

EXHIBIT G - 3

## SCHEDULE OF FUNDING PROGRESS

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) --Entry Age (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio (a/b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|---|---|---|---|---|---|---|
| 12/31/08 | $ 997,853,412 | $ 1,270,104,552 | $ 272,251,140 | 78.6 % | $ 131,041,421 | 207.8 % |
| 12/31/07 | 1,020,575,797 | 1,206,648,213 | 186,072,416 | 84.6 | 123,524,590 | 150.6 |
| 12/31/06 | 979,597,562 | 1,163,175,147 | 183,577,585 | 84.2 | 120,067,013 | 152.9 |
| 12/31/05 | 924,904,837 | 1,111,081,729 | 186,176,892 | 83.2 | 115,559,703 | 161.1 |
| 12/31/04 | 883,663,240 | 1,057,269,629 | 173,606,389 | 83.6 | 109,887,349 | 158.0 |
| 12/31/03 | 847,227,425 | 985,671,695 | 138,444,270 | 86.0 | 106,240,559 | 130.3 |
| 12/31/02 | 818,150,788 | 947,726,617 | 129,575,829 | 86.3 | 101,339,785 | 127.8 |
| 12/31/01 | 813,977,773 | 902,821,264 | 88,843,491 | 90.2 | 102,793,456 | 86.4 |
| 12/31/00 | 786,941,507 | 855,994,379 | 69,052,872 | 91.9 | 99,510,155 | 69.4 |
| 12/31/99 | 741,562,144 | 809,012,654 | 67,450,510 | 91.7 | 96,744,086 | 69.7 |

## SCHEDULE OF EMPLOYER CONTRIBUTIONS

| Fiscal Year Ending | Annual Required Contribution | Percentage Contributed |
|---|---|---|
| 12/31/08 | $ 22,931,211 | 118.4 % |
| 12/31/07 | 22,431,367 | 119.5 |
| 12/31/06 | 22,129,069 | 113.1 |
| 12/31/05 | 20,785,669 | 105.6 |
| 12/31/04 | 19,623,023 | 94.9 |
| 12/31/03 | 18,479,710 | 76.1 |
| 12/31/02 | 16,110,422 | 73.6 |
| 12/31/01 | 13,708,997 | 79.6 |
| 12/31/00 | 11,240,695 | 116.7 |
| 12/31/99 | 15,658,856 | 130.4 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**STATISTICAL SECTION**
**DECEMBER 31, 2008**

This section which is composed of accounting and non-accounting data is presented in order to provide the reader with additional information as an aid to understanding the financial activities of the governmental unit.


| INDEX | Exhibit | Page Number |
|---|---|---|
| ***FINANCIAL TRENDS INFORMATION* - These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.** | | |
| Net Assets By Component, Last Eight Fiscal Years | H-1 | 216 |
| Changes in Net Assets, Last Eight Fiscal Years | H-2 | 218 |
| Governmental Activities Tax Revenues By Source, Last Eight Fiscal Years | H-3 | 222 |
| Fund Balances of Governmental Funds, Last Ten Fiscal Years | H-4 | 224 |
| Changes in Fund Balances of Governmental Funds, Last Ten Fiscal Years | H-5 | 226 |
| Tax Revenues By Source, Governmental Funds, Last Ten Fiscal Years | H-6 | 228 |
| ***REVENUE CAPACITY INFORMATION* - These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.** | | |
| Assessed and Estimated Actual Value of Taxable Property, Last Ten Years | H-7 | 230 |
| Property Tax Rates and Tax Levies-Direct and Overlapping Governments, Last Ten Years | H-8 | 232 |
| Principal Property Taxpayers, Current Year and Nine Years Ago | H-9 | 234 |
| Property Tax Levies and Collections, Last Ten Years | H-10 | 235 |
| Sales Tax Revenues, Last Ten Years | H-11 | 236 |
| Taxable Sales by Standard Industrial Classification (SIC) Code, Last Nine Years | H-12 | 238 |
| ***DEBT CAPACITY INFORMATION* - These schedules present information to help the reader assess the afford ability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.** | | |
| Ratios of Outstanding Debt by Type, Last Ten Fiscal Years | H-13 | 240 |
| Ratios of General Bonded Debt Outstanding, Last Ten Fiscal Years | H-14 | 242 |
| Direct and Overlapping Governmental Activities Debt, December 31, 2008 | H-15 | 244 |
| Legal Debt Margin Calculation, Last Ten Fiscal Years | H-16 | 246 |
| Pledged Revenue Coverage, Last Ten Fiscal Years | H-17 | 248 |
| ***DEMOGRAPHIC AND ECONOMIC INFORMATION* - These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.** | | |
| Demographic and Economic Statistics, Last Ten Calendar Years | H-18 | 250 |
| Principle Employers, Current Year and Nine Years Ago | H-19 | 251 |
| ***OPERATING INFORMATION* - These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.** | | |
| Full-Time Equivalent City-Parish Government Employees by Function/Program, Last Ten Fiscal Years | H-20 | 252 |
| Operating Indicators by Function/Program, Last Ten Fiscal Years | H-21 | 254 |
| Capital Asset Statistics by Function/Program, Last Ten Fiscal Years | H-22 | 256 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**NET ASSETS BY COMPONENT**
**LAST EIGHT FISCAL YEARS**
**(accrual basis of accounting)**
**(amounts expressed in thousands)**

| | FISCAL YEAR | | |
|---|---|---|---|
| | 2008 | 2007 | 2006 |
| Governmental activities | | | |
| Invested in capital assets, net of related debt | $ 450,561 | $ 439,020 | $ 402,159 |
| Restricted | 229,030 | 211,570 | 187,174 |
| Unrestricted | 52,924 | 75,909 | 78,292 |
| Total governmental activities net assets | 732,515 | 726,499 | 667,625 |
| Business-type activities | | | |
| Invested in capital assets, net of related debt | 415,957 | 411,324 | 402,395 |
| Restricted | 89,985 | 37,116 | 39,753 |
| Unrestricted | 331,435 | 333,552 | 275,872 |
| Total business-type activities net assets | 837,377 | 781,992 | 718,020 |
| Primary government | | | |
| Invested in capital assets, net of related debt | 866,518 | 850,344 | 804,554 |
| Restricted | 319,015 | 248,686 | 226,927 |
| Unrestricted | 384,359 | 409,461 | 354,164 |
| Total primary government net assets | $ 1,569,892 | $ 1,508,491 | $ 1,385,645 |

Source: Audited Comprehensive Annual Financial Reports
Information available for eight years.

Notes:

(1) During 2004 the City-Parish and CPERS determined that the CPERS Retirement System should be reported as a multiple-employer cost sharing pension employees' retirement system instead of a multiple-employer agent plan that had previously been reported. Net assets were restated for the prior year 2003.

(2) City-Parish adopted GASB Statement No. 46, Net Assets Restricted by Enabling Legislation, during 2004 and restated restricted and unrestricted net assets for 2003.

| FISCAL YEAR | | | | |
|---|---|---|---|---|
| 2005 | 2004 | 2003 | 2002 | 2001 |
| $ 388,589 | $ 365,576 | $ 334,171 | $ 261,953 | $ 241,882 |
| 137,843 | 145,436 | 148,600 | 151,557 | 139,229 |
| 50,683 | 13,838 | 20,138 (1) | 3,810 | (5,320) |
| 577,115 | 524,850 | 502,909 | 417,320 | 375,791 |
| 394,066 | 386,187 | 335,010 | 308,261 | 286,324 |
| 33,418 | 31,856 | 31,933 (2) | 71,664 | 61,869 |
| 219,744 | 168,876 | 143,228 (2) | 79,897 | 70,362 |
| 647,228 | 586,919 | 510,171 | 459,822 | 418,555 |
| 782,655 | 751,763 | 669,181 | 570,214 | 528,206 |
| 171,261 | 177,292 | 180,533 | 223,221 | 201,098 |
| 270,427 | 182,714 | 163,366 | 83,707 | 65,042 |
| $ 1,224,343 | 1,111,769 | $ 1,013,080 | $ 877,142 | $ 794,346 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**CHANGES IN NET ASSETS**
**LAST EIGHT FISCAL YEARS**
**(accrual basis of accounting)**
**(amounts expressed in thousands)**

| | FISCAL YEAR | | |
|---|---|---|---|
| | 2008 | 2007 | 2006 |
| **Expenses** | | | |
| Governmental activities: | | | |
| General government | $ 93,374 | $ 87,775 | $ 72,831 |
| Public safety | 250,981 | 189,131 | 146,539 |
| Transportation | 62,308 | 65,181 | 55,272 |
| Sanitation | 485 | 559 | 180 |
| Health and welfare | 9,261 | 8,091 | 7,742 |
| Culture and recreation | 27,928 | 27,504 | 23,531 |
| Conservation and development | 44,041 | 45,495 | 36,807 |
| Intergovernmental | -- | -- | -- |
| Interest and fiscal charges on long-term debt | 11,429 | 10,517 | 9,092 |
| Total governmental activities expenses | 499,807 | 434,253 | 351,994 |
| Business-type activities: | | | |
| Airport | 23,063 | 20,531 | 19,269 |
| Sewer | 79,325 | 77,924 | 72,993 |
| Convention center | 15,843 | 15,743 | 15,767 |
| Parking facilities | 686 | 698 | 627 |
| Solid waste collection and disposal | 40,361 | 38,954 | 45,172 |
| Total business-type activities | 159,278 | 153,850 | 153,828 |
| Total primary government expenses | 659,085 | 588,103 | 505,822 |
| **Program Revenues** | | | |
| Governmental activities | | | |
| Charges for services: | | | |
| General government | 20,448 | 24,346 | 26,462 |
| Public safety | 19,554 | 19,607 | 18,816 |
| Transportation | 315 | 807 | 639 |
| Sanitation | 48 | 21 | 36 |
| Health and welfare | 741 | 682 | 627 |
| Culture and recreation | 508 | 446 | 436 |
| Conservation and development | 2,715 | 4,395 | 3,528 |
| Operating grants and contributions | 87,917 | 52,129 | 45,595 |
| Capital grants and contributions | 9,100 | 38,606 | 15,829 |
| Total governmental activities program revenues | 141,346 | 141,039 | 111,968 |
| Business-type activities | | | |
| Charges for Services | | | |
| Airport | 15,381 | 15,804 | 17,942 |
| Sewer | 64,720 | 64,069 | 61,085 |
| Convention center | 11,023 | 11,998 | 10,823 |
| Parking facilities | 973 | 963 | 888 |
| Solid waste collection and disposal | 43,461 | 36,688 | 30,857 |
| Operating grants and contributions | 306 | 548 | 2,189 |
| Capital grants and contributions | 23,427 | 23,743 | 24,285 |
| Total business-type activities program revenues | 159,291 | 153,813 | 148,069 |
| Total primary government total revenues | 300,637 | 294,852 | 260,037 |

| FISCAL YEAR | | | | |
|---|---|---|---|---|
| 2005 | 2004 | 2003 | 2002 | 2001 |
| $ 56,327 | $ 56,264 | $ 50,856 | $ 64,108 | $ 54,946 |
| 159,310 | 136,280 | 128,134 | 120,255 | 118,701 |
| 49,689 | 51,039 | 46,892 | 29,078 | 42,965 |
| 30,171 | 25,370 | 23,641 | 23,155 | 22,797 |
| 8,190 | 7,049 | 7,088 | 8,068 | 6,843 |
| 21,926 | 19,960 | 18,548 | 16,871 | 15,980 |
| 34,604 | 35,735 | 36,623 | 35,485 | 29,489 |
| 14,253 | 13,601 | 13,139 | 12,053 | 11,871 |
| 6,046 | 6,064 | 6,013 | 6,137 | 6,903 |
| 380,516 | 351,362 | 330,934 | 315,210 | 310,495 |
| 16,418 | 13,561 | 13,578 | 12,236 | 10,982 |
| 71,696 | 74,934 | 68,144 | 66,156 | 66,937 |
| 7,422 | 3,483 | 3,486 | 3,330 | 3,412 |
| 909 | 937 | 804 | 817 | 836 |
| 11,983 | 11,203 | 11,456 | 12,596 | 10,660 |
| 108,428 | 104,118 | 97,468 | 95,135 | 92,827 |
| 488,944 | 455,480 | 428,402 | 410,345 | 403,322 |
| 19,134 | 16,511 | 14,238 | 13,666 | 12,825 |
| 15,814 | 13,786 | 13,414 | 14,201 | 12,591 |
| 470 | 543 | 447 | 420 | 386 |
| 13,288 | 13,087 | 12,995 | 12,884 | 12,749 |
| 586 | 579 | 522 | 548 | 533 |
| 464 | 463 | 457 | 440 | 417 |
| 3,881 | 3,715 | 2,983 | 2,954 | 2,322 |
| 62,059 | 42,304 | 40,280 | 38,169 | 33,405 |
| 15,185 | 13,521 | 22,936 | 18,160 | 15,951 |
| 130,881 | 104,509 | 108,272 | 101,442 | 91,179 |
| 16,690 | 10,773 | 8,848 | 8,644 | 8,200 |
| 55,865 | 52,811 | 51,821 | 48,138 | 40,455 |
| 3,321 | 1,204 | 1,421 | 1,412 | 1,791 |
| 843 | 675 | 688 | 617 | 622 |
| 8,238 | 8,588 | 9,500 | 9,893 | 9,651 |
| 415 | 79 | 1,134 | 362 | 400 |
| 28,722 | 52,059 | 25,039 | 25,605 | 20,883 |
| 114,094 | 126,189 | 98,451 | 94,671 | 82,002 |
| 244,975 | 230,698 | 206,723 | 196,113 | 173,181 |

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**CHANGES IN NET ASSETS**
**LAST EIGHT FISCAL YEARS**
**(accrual basis of accounting)**
**(amounts expressed in thousands)**

| | FISCAL YEAR | | |
|---|---|---|---|
| | 2008 | 2007 | 2006 |
| Net (expense)/revenue: | | | |
| Governmental activities | $ (358,461) | $ (293,214) | $ (240,026) |
| Business-type activities | 13 | (37) | (5,759) |
| Total primary government net expense | (358,448) | (293,251) | (245,785) |
| **General Revenues and Other Changes in Net Assets** | | | |
| Governmental activities | | | |
| Taxes: | | | |
| Property | 83,990 | 78,081 | 72,125 |
| Gross receipts business | 28,057 | 26,635 | 27,442 |
| Sales | 206,744 | 204,231 | 205,856 |
| Occupancy | 2,442 | 2,336 | 1,390 |
| Occupational | 9,750 | 9,950 | 8,916 |
| Insurance premium | 3,458 | 3,475 | 3,180 |
| Gaming admissions | 5,740 | 6,362 | 7,006 |
| Interest and penalties - delinquent taxes | 2,291 | 1,623 | 1,982 |
| Unrestricted grants and contributions | 5,313 | 4,741 | 4,688 |
| Investment earnings | 15,829 | 23,338 | 18,146 |
| Gain (loss) on sale of capital assets | 1,044 | 1,116 | 611 |
| Transfers | (181) | (9,800) | (20,806) |
| Total governmental activities general revenues | 364,477 | 352,088 | 330,536 |
| Business-type activities | | | |
| Taxes: | | | |
| Sales | 42,367 | 39,922 | 40,036 |
| Miscellaneous | -- | -- | 2,651 |
| Investment earnings | 12,720 | 17,834 | 13,666 |
| Gain (loss) on sale of capital assets | 104 | (36) | 78 |
| Special item-change in engineering method | -- | -- | (10,341) |
| Transfers | 181 | 9,800 | 20,806 |
| Total business-type activities general revenues | 55,372 | 67,520 | 66,896 |
| Total primary government general revenues | 419,849 | 419,608 | 397,432 |
| **Change in Net Assets** | | | |
| Governmental activities | 6,016 | 58,874 | 90,510 |
| Business-type activities | 55,385 | 67,483 | 61,137 |
| Total primary government net expense | $ 61,401 | $ 126,357 | $ 151,647 |

Source: Audited Comprehensive Annual Financial Reports
Information available for eight years.

| FISCAL YEAR | | | | |
|---|---|---|---|---|
| 2005 | 2004 | 2003 | 2002 | 2001 |
| $ (249,635) | $ (246,853) | $ (222,662) | $ (213,768) | $ (219,316) |
| 5,666 | 22,071 | 983 | (464) | (10,825) |
| (243,969) | (224,782) | (221,679) | (214,232) | (230,141) |
| 66,922 | 62,895 | 60,671 | 57,875 | 54,778 |
| 24,254 | 22,203 | 21,848 | 20,508 | 22,836 |
| 185,636 | 164,821 | 160,620 | 154,905 | 150,688 |
| 1,026 | 764 | 730 | 772 | -- |
| 8,687 | 8,124 | 7,983 | 7,344 | 7,093 |
| 3,358 | 3,194 | 3,054 | 3,072 | 2,947 |
| 7,654 | 6,504 | 6,820 | 7,131 | 7,054 |
| 1,613 | 1,614 | 1,343 | 1,329 | 1,307 |
| 4,404 | 4,219 | 4,545 | 4,125 | 4,816 |
| 8,252 | 4,022 | 3,793 | 5,222 | 10,242 |
| 895 | 1,061 | 1,738 | 486 | 700 |
| (10,801) | (15,770) | (13,042) | (7,473) | (5,566) |
| 301,900 | 263,651 | 260,103 | 255,296 | 256,895 |
| 35,973 | 31,161 | 30,760 | 29,954 | 29,844 |
| -- | -- | -- | -- | -- |
| 7,767 | 3,630 | 3,030 | 4,173 | 6,493 |
| 102 | 129 | 130 | 132 | (359) |
| -- | -- | -- | -- | -- |
| 10,801 | 15,770 | 13,041 | 7,473 | 5,566 |
| 54,643 | 50,690 | 46,961 | 41,732 | 41,544 |
| 356,543 | 314,341 | 307,064 | 297,028 | 298,439 |
| 52,265 | 16,798 | 37,441 | 41,528 | 37,579 |
| 60,309 | 72,761 | 47,944 | 41,268 | 30,719 |
| $ 112,574 | $ 89,559 | $ 85,385 | $ 82,796 | $ 68,298 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE**
**LAST EIGHT FISCAL YEARS**
**(accrual basis of accounting)**
**(amounts expressed in thousands)**

EXHIBIT H - 3

| | General Property Taxes | Gross Receipts Business Taxes | General Sales and Use Taxes | Occupancy Taxes | Occu-pational Taxes | Insurance Premiums Taxes | Gaming Admissions Taxes | Interest and Penalties-Delinquent Taxes | Total |
|---|---|---|---|---|---|---|---|---|---|
| 2008 | $83,990 | $28,057 | $206,744 | $2,442 | $9,750 | $3,458 | $5,740 | $2,291 | $342,472 |
| 2007 | 78,081 | 26,635 | 204,231 | 2,336 | 9,950 | 3,475 | 6,362 | 1,623 | 332,693 |
| 2006 | 72,125 | 27,442 | 205,856 | 1,390 | 8,916 | 3,180 | 7,006 | 1,982 | 327,897 |
| 2005 | 66,921 | 24,254 | 185,636 | 1,026 | 8,687 | 3,358 | 7,654 | 1,613 | 299,149 |
| 2004 | 62,895 | 22,203 | 164,821 | 764 | 8,124 | 3,194 | 6,504 | 1,614 | 270,119 |
| 2003 | 60,671 | 21,848 | 160,620 | 730 | 7,983 | 3,054 | 6,820 | 1,343 | 263,069 |
| 2002 | 57,875 | 20,508 | 154,905 | 772 | 7,344 | 3,072 | 7,131 | 1,329 | 252,936 |
| 2001 | 54,778 | 22,836 | 150,687 | -- | 7,093 | 2,947 | 7,054 | 1,307 | 246,702 |

Previous to year 2002, occupancy taxes were deposited in a proprietary fund.

Source: Audited Comprehensive Annual Financial Reports
Information available for eight years.

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**FUND BALANCES OF GOVERNMENTAL FUNDS**
**LAST TEN FISCAL YEARS**
**(modified accrual basis of accounting)**
**(amounts expressed in thousands)**

EXHIBIT H - 4

| | GENERAL FUND | | | ALL OTHER GOVERNMENTAL FUNDS | | | |
|---|---|---|---|---|---|---|---|
| | Reserved | Unreserved | Total | Reserved* | Unreserved Reported in Special Revenue Funds | Unreserved Reported in Capital Projects Funds | Total all other Govern-mental Funds |
| 2008 | $ 42,757 | $ 74,994 | $ 117,751 | $ 315,351 | $ 69,794 | $ $1,208 | $ 386,353 |
| 2007 | 37,103 | 89,328 | 126,431 | 319,967 | 81,132 | $2,223 | 403,322 |
| 2006 | 21,731 | 96,492 | 118,223 | 310,956 | 64,132 | 1,076 | 376,164 |
| 2005 | 15,372 | 74,494 | 89,866 | 155,492 | 49,317 | -- | 204,809 |
| 2004 | 10,786 | 56,741 | 67,527 | 156,643 | 47,122 | -- | 203,765 |
| 2003 | 12,834 | 58,760 | 71,594 | 151,111 | 57,734 | 2,905 | 211,750 |
| 2002 | 18,790 | 50,112 | 68,902 | 152,375 | 62,629 | 2,905 | 217,909 |
| 2001 | 17,579 | 55,904 | 73,483 | 135,120 | 57,300 | 2,905 | 195,325 |
| 2000 | 15,335 | 48,901 | 64,236 | 111,107 | 51,422 | 10,659 | 173,188 |
| 1999 | 20,547 | 43,313 | 63,860 | 115,816 | 50,230 | 3,249 | 169,295 |

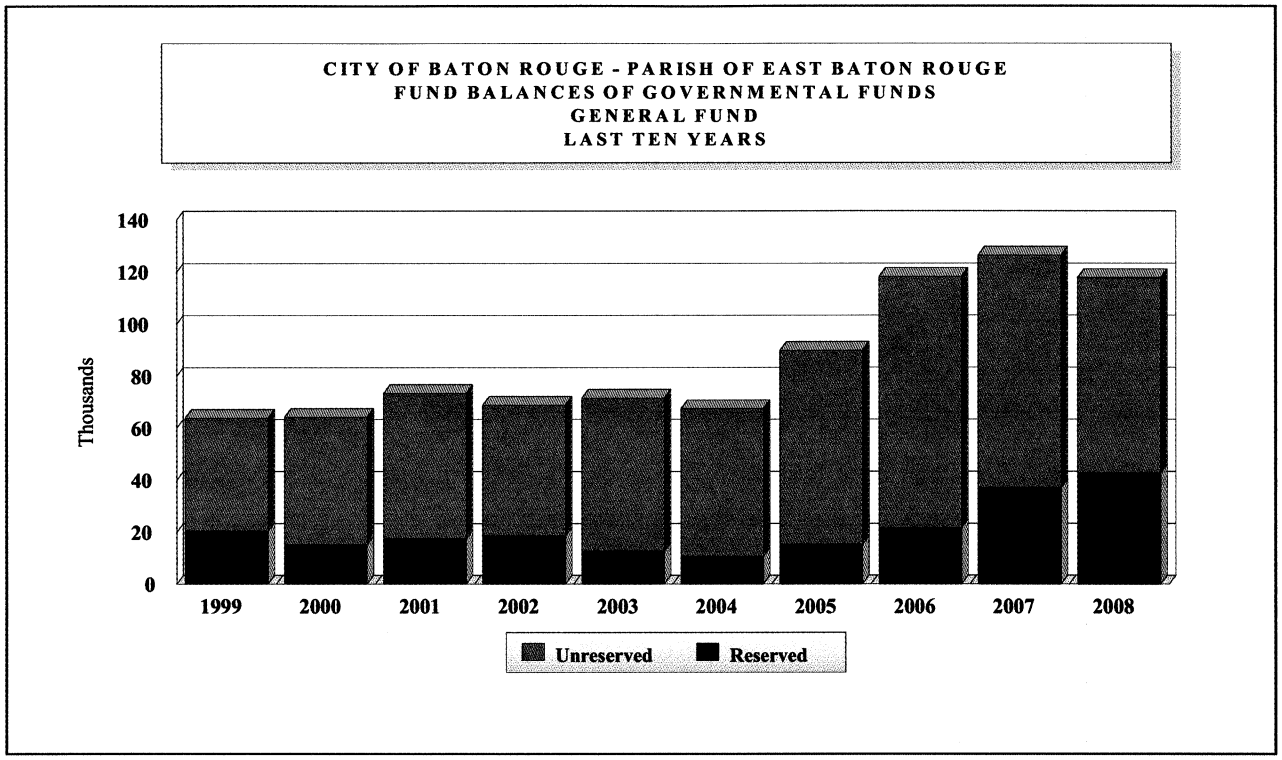
* Includes Special Revenue, Capital Projects and Debt Service Funds.
All fund balances in Debt Service Funds are reserved to pay future debt service.

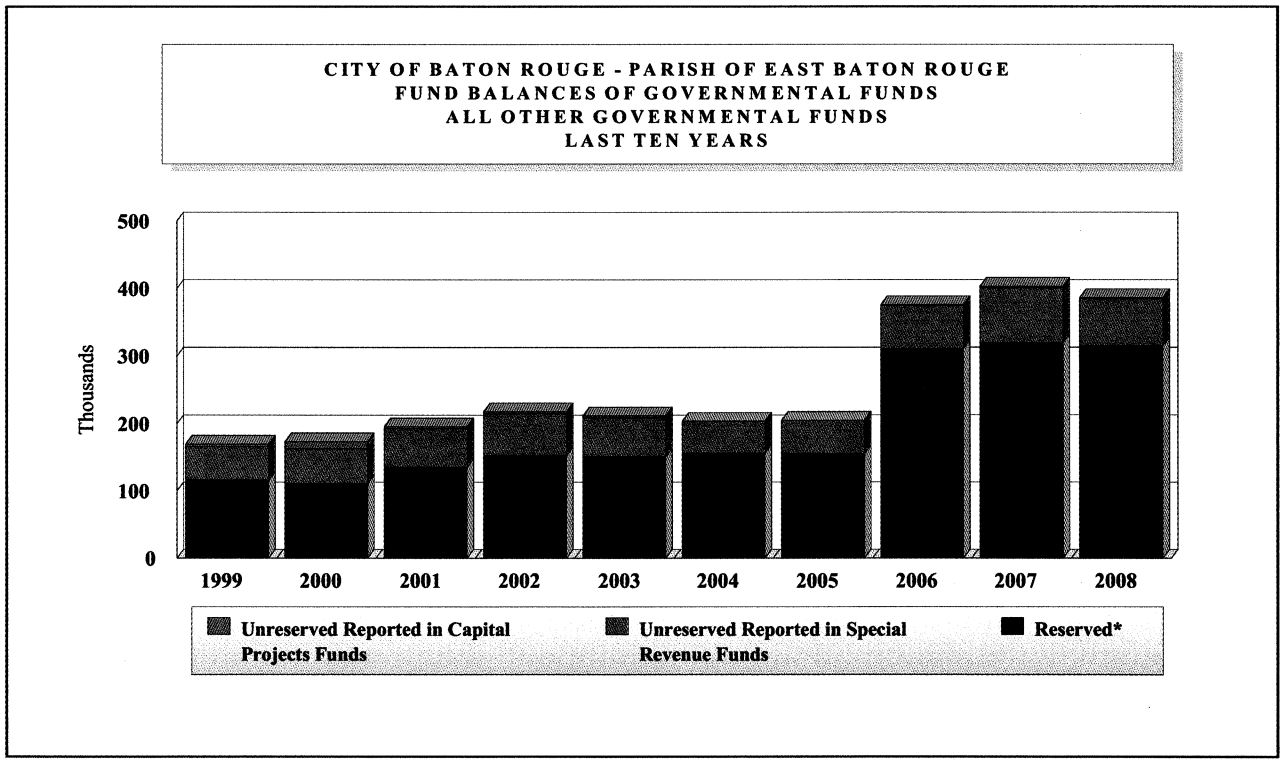
Source: Audited Comprehensive Annual Financial Reports

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**FUND BALANCES OF GOVERNMENTAL FUNDS**
**LAST TEN FISCAL YEARS**
**(modified accrual basis of accounting)**
**(amounts expressed in thousands)**

EXHIBIT H - 4
(Continued)



**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**
**LAST TEN FISCAL YEARS**
**(modified accrual basis of accounting)**
**(in thousands)**

| | FISCAL YEAR | | | |
|---|---|---|---|---|
| | 2008 | 2007 | 2006 | 2005 |
| **REVENUES** | | | | |
| Taxes | $ 341,413 | $ 331,355 | $ 327,673 | $ 298,664 |
| Licenses and permits | 4,255 | 5,210 | 4,908 | 3,838 |
| Intergovernmental | 86,180 | 72,604 | 65,869 | 68,473 |
| Charges for services | 31,640 | 35,639 | 36,477 | 41,627 |
| Fines and forfeits | 3,069 | 3,520 | 3,211 | 2,300 |
| Investment earnings | 15,648 | 22,921 | 17,727 | 7,995 |
| Miscellaneous revenues | 13,158 | 13,878 | 12,850 | 14,771 |
| Total revenues | 495,363 | 485,127 | 468,715 | 437,668 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General government | 71,952 | 60,618 | 59,280 | 54,824 |
| Public safety | 215,107 | 160,421 | 141,697 | 150,016 |
| Transportation | 42,400 | 42,959 | 35,694 | 38,438 |
| Sanitation | 696 | 812 | 598 | 26,600 |
| Health and welfare | 8,533 | 7,420 | 7,484 | 7,887 |
| Culture and recreation | 23,492 | 23,099 | 21,507 | 19,988 |
| Conservation and development | 40,444 | 42,038 | 36,138 | 33,917 |
| Debt service: | | | | |
| Principal retirement | 15,542 | 15,672 | 12,195 | 12,827 |
| Interest and fiscal charges | 12,378 | 13,007 | 9,992 | 9,235 |
| Other charges | 531 | 427 | 1,787 | -- |
| Capital outlay | 75,054 | 54,369 | 33,388 | 36,178 |
| Intergovernmental | 16,244 | 19,854 | 14,838 | 14,253 |
| Total expenditures | 522,373 | 440,696 | 374,598 | 404,163 |
| Excess (deficiency) of revenues over (under) expenditures | (27,010) | 44,431 | 94,117 | 33,505 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers in | 40,629 | 64,245 | 23,216 | 30,804 |
| Transfers out | (40,805) | (74,044) | (44,021) | (41,605) |
| Refunding bonds issued | -- | -- | -- | -- |
| Long-term debt proceeds | 94,190 | 30,395 | 125,000 | -- |
| Premium on debt issuance | -- | 1,478 | 912 | -- |
| Capital leases | -- | -- | -- | -- |
| Sale of capital assets | 762 | 684 | 488 | 679 |
| Payments to refunded bond escrow agent | (93,415) | (31,823) | -- | -- |
| Total other financing sources and uses | 1,361 | (9,065) | 105,595 | (10,122) |
| Net change in fund balances | $ (25,649) | $ 35,366 | $ 199,712 | $ 23,383 |
| Debt service as a percentage of noncapital expenditures | 6.4% | 7.5% | 7.0% | 6.0% |

Source: Audited Comprehensive Annual Financial Reports

| FISCAL YEAR | | | | | |
|---|---|---|---|---|---|
| 2004 | 2003 | 2002 | 2001 | 2000 | 1999 |
| $ 270,185 | $ 263,344 | $ 252,816 | $ 246,633 | $ 234,263 | $ 234,567 |
| 3,597 | 3,540 | 3,260 | 3,106 | 3,176 | 3,333 |
| 55,982 | 61,484 | 54,545 | 46,953 | 50,364 | 45,757 |
| 37,696 | 34,618 | 34,759 | 32,500 | 33,420 | 31,275 |
| 2,006 | 2,263 | 1,895 | 1,886 | 2,331 | 2,042 |
| 3,921 | 3,699 | 5,060 | 9,899 | 11,216 | 8,201 |
| 14,944 | 14,260 | 14,716 | 14,144 | 14,376 | 14,108 |
| 388,331 | 383,208 | 367,051 | 355,121 | 349,146 | 339,283 |
| 52,944 | 49,508 | 57,641 | 51,846 | 50,625 | 54,017 |
| 127,225 | 117,426 | 108,261 | 106,812 | 100,598 | 98,944 |
| 37,261 | 35,131 | 30,456 | 32,773 | 33,896 | 36,891 |
| 24,721 | 23,911 | 22,542 | 22,495 | 21,840 | 20,702 |
| 6,738 | 6,765 | 7,760 | 6,469 | 5,919 | 6,210 |
| 18,135 | 16,729 | 15,360 | 14,562 | 12,094 | 11,346 |
| 34,959 | 35,754 | 34,616 | 28,719 | 24,052 | 23,416 |
| 12,258 | 14,130 | 10,956 | 11,230 | 7,439 | 7,179 |
| 9,720 | 9,105 | 11,029 | 11,179 | 10,298 | 5,715 |
| -- | 355 | 1,927 | -- | -- | -- |
| 44,992 | 53,162 | 34,333 | 40,313 | 61,163 | 40,819 |
| 13,601 | 13,138 | 12,052 | 11,871 | 13,145 | 11,572 |
| 382,554 | 375,114 | 346,933 | 338,269 | 341,069 | 316,811 |
| 5,777 | 8,094 | 20,118 | 16,852 | 8,077 | 22,472 |
| 31,467 | 32,044 | 46,144 | 40,873 | 32,305 | 29,376 |
| (47,237) | (45,085) | (53,617) | (46,439) | (37,112) | (34,579) |
| -- | -- | 73,450 | -- | -- | -- |
| -- | -- | -- | 23,625 | -- | 12,000 |
| -- | -- | -- | -- | -- | -- |
| 27 | 132 | -- | -- | 160 | 39 |
| 820 | 1,349 | 485 | 830 | 693 | 1,599 |
| -- | -- | (71,483) | -- | -- | -- |
| (14,923) | (11,560) | (5,021) | 18,889 | (3,954) | 8,435 |
| $ (9,146) | $ (3,466) | $ 15,097 | $ 35,741 | $ 4,123 | $ 30,907 |
| 6.5% | 7.3% | 7.6% | 7.5% | 6.3% | 4.7% |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS**
**LAST TEN FISCAL YEARS**
**(modified accrual basis of accounting)**
**(in thousands)**

EXHIBIT H - 6

| | Property Taxes | Gross Receipts Business Taxes | General Sales and Use Taxes | Occupancy Taxes | Occu-pational Taxes | Insurance Premiums Taxes | Gaming Admissions Taxes | Interest and Penalties-Delinquent Taxes | Total |
|---|---|---|---|---|---|---|---|---|---|
| 2008 | $82,763 | $28,057 | $206,911 | $2,443 | $9,750 | $3,458 | $5,740 | $2,291 | $341,413 |
| 2007 | 77,598 | 26,635 | 203,376 | 2,336 | 9,950 | 3,475 | 6,362 | 1,623 | 331,355 |
| 2006 | 71,901 | 27,442 | 205,856 | 1,390 | 8,916 | 3,180 | 7,006 | 1,982 | 327,673 |
| 2005 | 66,436 | 24,254 | 185,636 | 1,026 | 8,687 | 3,358 | 7,654 | 1,613 | 298,664 |
| 2004 | 62,961 | 22,203 | 164,821 | 764 | 8,124 | 3,194 | 6,504 | 1,614 | 270,185 |
| 2003 | 60,946 | 21,848 | 160,620 | 730 | 7,983 | 3,054 | 6,820 | 1,343 | 263,344 |
| 2002 | 57,755 | 20,508 | 154,905 | 772 | 7,344 | 3,072 | 7,131 | 1,329 | 252,816 |
| 2001 | 54,710 | 22,836 | 150,687 | -- | 7,092 | 2,947 | 7,054 | 1,307 | 246,633 |
| 2000 | 44,174 | 20,504 | 151,318 | -- | 7,113 | 2,832 | 7,010 | 1,313 | 234,264 |
| 1999 | 45,007 | 18,541 | 151,410 | -- | 7,101 | 2,955 | 8,216 | 1,338 | 234,568 |

Previous to year 2002, occupancy taxes were deposited in a proprietary fund.

Source: Audited Comprehensive Annual Financial Reports

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**
**LAST TEN YEARS**
**(amounts expressed in thousands)**

EXHIBIT H - 7

| Year | Assessed Value | Less: Tax Exempt Property | Total Taxable Assessed Value | Total Direct Tax Rate | Estimated Actual Value | Assessed Value as a Percentage of Actual Value* |
|---|---|---|---|---|---|---|
| | | | City of Baton Rouge | | | |
| 2008 | $1,607,759 | -- | $1,607,759 | 7.42 | $14,615,988 | 11.00 % |
| 2007 | 1,501,386 | -- | 1,501,386 | 7.84 | 13,648,961 | 11.00 |
| 2006 | 1,409,803 | -- | 1,409,803 | 7.84 | 12,816,389 | 11.00 |
| 2005 | 1,324,385 | -- | 1,324,385 | 7.84 | 12,039,863 | 11.00 |
| 2004 | 1,284,098 | -- | 1,284,098 | 7.84 | 11,673,617 | 11.00 |
| 2003 | 1,204,843 | -- | 1,204,843 | 8.34 | 10,953,119 | 11.00 |
| 2002 | 1,153,810 | -- | 1,153,810 | 8.34 | 10,489,178 | 11.00 |
| 2001 | 1,128,641 | -- | 1,128,641 | 8.34 | 10,260,373 | 11.00 |
| 2000 | 1,107,123 | -- | 1,107,123 | 8.34 | 10,064,758 | 11.00 |
| 1999 | 1,049,999 | -- | 1,049,999 | 8.50 | 9,545,443 | 11.00 |
| | | | Parish of East Baton Rouge | | | |
| 2008 | $3,810,976 | -- | $3,810,976 | 3.54 | $34,645,232 | 11.00 % |
| 2007 | 3,466,561 | 522,534 | 2,944,027 | 3.78 | 31,514,190 | 11.00 |
| 2006 | 3,233,132 | 548,660 | 2,684,472 | 3.78 | 29,392,107 | 11.00 |
| 2005 | 3,012,032 | 584,685 | 2,427,346 | 3.78 | 27,382,107 | 11.00 |
| 2004 | 2,885,036 | 616,185 | 2,268,851 | 3.78 | 26,227,597 | 11.00 |
| 2003 | 2,669,274 | 553,816 | 2,115,458 | 4.06 | 24,266,127 | 11.00 |
| 2002 | 2,533,605 | 579,816 | 1,953,790 | 4.06 | 23,032,776 | 11.00 |
| 2001 | 2,437,458 | 613,737 | 1,823,721 | 4.06 | 22,158,711 | 11.00 |
| 2000 | 2,324,089 | 626,997 | 1,697,092 | 4.06 | 21,128,085 | 11.00 |
| 1999 | 2,196,149 | 565,798 | 1,630,351 | 4.20 | 19,964,993 | 11.00 |

*Actual Valuation (Market Value) as Compared to Assessed Valuation

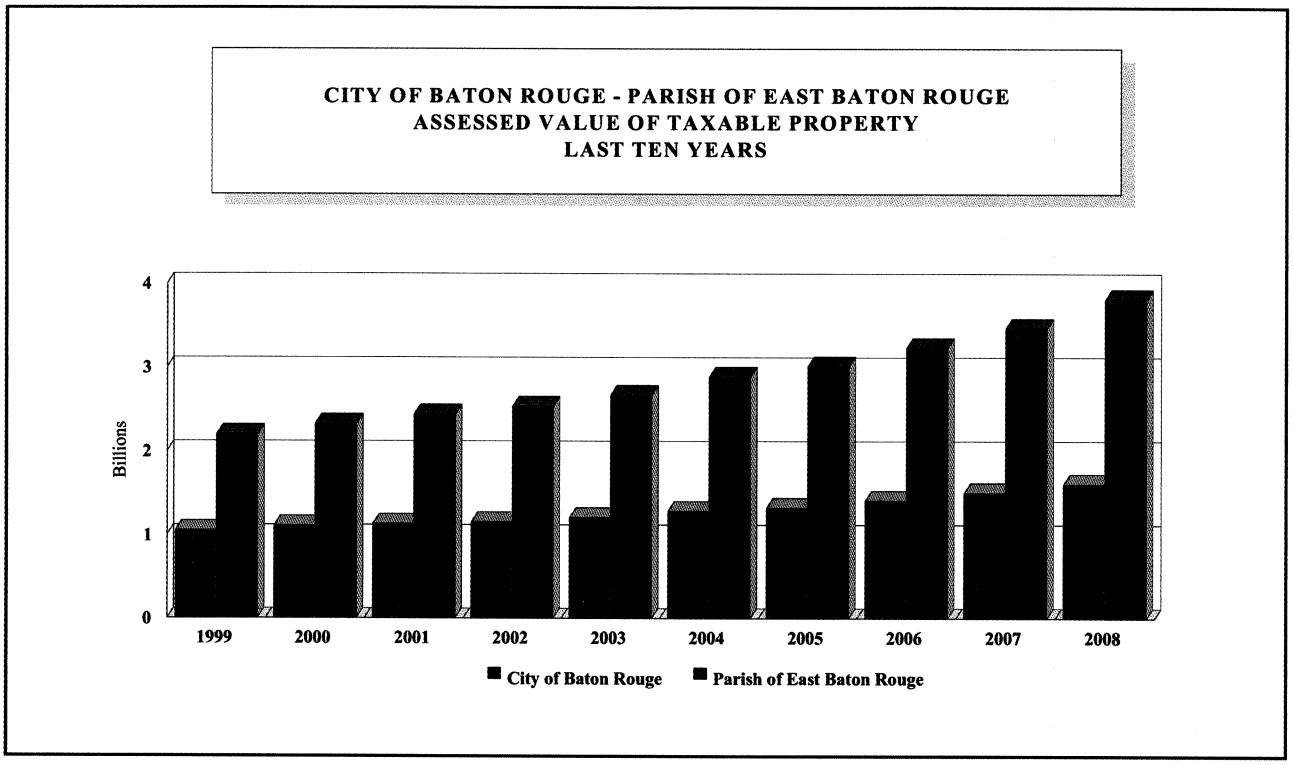
Residential properties are assessed at 10% of fair market value; other property and electric cooperative properties, excluding land, are to be assessed at 15%; and public service properties, excluding land, are to be assessed at 25% of fair market value. The overall assessed value is estimated to be 11% of actual market value.

Source: East Baton Rouge Parish Assessor's Grand Recapitulation of the Assessment Roll for the Parish of East Baton Rouge.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**
**LAST TEN YEARS**

EXHIBIT H - 7
(Continued)



## CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
## PROPERTY TAX RATES AND TAX LEVIES - DIRECT AND OVERLAPPING GOVERNMENTS (1)
## LAST TEN YEARS

| | City | | Parish | | | |
|---|---|---|---|---|---|---|
| Year | Operating | Municipal Fire Salaries and Benefits | Operating | Debt Service (2) | Mosquito and Rodent Tax | Emergency Medical Services |
| | | | TAX RATES (mills per dollar) | | | |
| 2008 | 7.42 | 6.00 | 3.54 | -- | 2.09 | 3.13 |
| 2007 | 7.84 | 6.00 | 3.78 | -- | 2.23 | 3.13 |
| 2006 | 7.84 | 6.00 | 3.78 | -- | 1.23 | 3.13 |
| 2005 | 7.84 | 6.00 | 3.78 | -- | 1.23 | 3.13 |
| 2004 | 7.84 | 6.00 | 3.78 | -- | 1.23 | 2.70 |
| 2003 | 8.34 | 6.00 | 4.06 | -- | 1.14 | 2.90 |
| 2002 | 8.34 | 6.00 | 4.06 | -- | 1.14 | 2.90 |
| 2001 | 8.34 | 6.00 | 4.06 | -- | 1.14 | 2.90 |
| 2000 | 8.34 | -- | 4.06 | -- | 1.14 | 2.90 |
| 1999 | 8.50 | -- | 4.20 | -- | 1.18 | 3.00 |
| | | | TAX LEVIES | | | |
| 2008 | $11,929,569 | $9,646,603 | $13,490,853 | $ -- | $7,964,581 | $11,928,356 |
| 2007 | 11,770,864 | 9,008,314 | 13,103,600 | -- | 7,730,431 | 10,850,336 |
| 2006 | 11,052,854 | 8,458,817 | 12,221,238 | -- | 3,976,752 | 10,119,702 |
| 2005 | 10,383,178 | 7,946,310 | 11,385,480 | -- | 3,704,799 | 9,427,659 |
| 2004 | 10,067,328 | 7,704,587 | 10,905,435 | -- | 3,548,594 | 7,789,596 |
| 2003 | 10,048,391 | 7,229,058 | 10,837,252 | -- | 3,042,972 | 7,740,895 |
| 2002 | 9,622,772 | 6,922,857 | 10,286,438 | -- | 2,888,310 | 7,347,456 |
| 2001 | 9,412,866 | 6,771,846 | 9,896,080 | -- | 2,778,702 | 7,068,629 |
| 2000 | 9,233,409 | -- | 9,435,803 | -- | 2,649,462 | 6,739,859 |
| 1999 | 8,924,989 | -- | 9,223,827 | -- | 2,591,456 | 6,588,448 |

The tax levies represent the original levy of the Assessor and include the homestead exemption amount.

All taxes are billed when assessment rolls are filed during the month of November of the current tax year. Taxes become delinquent on January 1 of the following year. Penalty for delinquent taxes is 15% per annum. No discounts are allowed for taxes, and there is no provision for partial payments.

Taxpayers who have not paid their taxes by January 2 of each year are notified by the Sheriff through registered mail that all taxes must be paid within 20 days from the date of notice. After expiration of the 20th day, the Sheriff shall sell the least quantity of property of any debtor which any bidder will buy for the amount of taxes, interest and cost due.

By agreement, the East Baton Rouge Parish Sheriff is the tax collector for City property taxes and receives a commission of 4.5% of total taxes collected for the City. The Sheriff, as provided by State Law, is the official tax collector of general property taxes levied by the Parish and Parish Special Districts.

| Library Board of Control | School District | Recreation and Park | Law Enforcement District | Assessor's Salary and Expense Fund | Total |
|---|---|---|---|---|---|
| | | TAX RATES (mills per dollar) | | | |
| 11.10 | 43.45 | 14.46 | 14.99 | 1.38 | 107.56 |
| 11.10 | 43.45 | 14.46 | 14.99 | 1.38 | 108.36 |
| 11.10 | 43.45 | 14.46 | 14.99 | 1.38 | 107.36 |
| 9.97 | 43.45 | 14.46 | 14.99 | 1.38 | 106.23 |
| 9.97 | 43.45 | 10.95 | 14.99 | 1.38 | 102.29 |
| 10.72 | 43.45 | 10.95 | 14.99 | 1.48 | 104.03 |
| 10.72 | 43.45 | 10.95 | 14.99 | 1.48 | 104.03 |
| 10.72 | 43.45 | 10.95 | 14.99 | 1.48 | 104.03 |
| 10.72 | 43.45 | 10.95 | 14.99 | 1.48 | 98.03 |
| 11.10 | 43.45 | 10.95 | 14.99 | 1.53 | 98.90 |
| | | TAX LEVIES | | | |
| $42,301,728 | $147,001,498 | $55,117,514 | $57,126,469 | $5,259,125 | $361,766,296 |
| 38,478,826 | 134,360,824 | 50,136,871 | 51,963,748 | 4,783,854 | 332,187,668 |
| 35,887,762 | 131,404,174 | 46,760,784 | 48,464,645 | 4,461,722 | 312,808,450 |
| 30,029,957 | 122,414,442 | 43,563,016 | 45,150,356 | 4,156,604 | 288,161,801 |
| 28,763,806 | 117,833,099 | 31,591,140 | 43,246,685 | 3,981,349 | 265,431,619 |
| 28,614,617 | 109,279,071 | 29,228,550 | 40,012,417 | 3,950,525 | 249,983,748 |
| 27,160,250 | 110,085,155 | 27,742,979 | 37,978,745 | 3,749,736 | 243,784,698 |
| 26,129,552 | 105,907,560 | 26,690,168 | 36,537,499 | 3,607,438 | 234,800,340 |
| 24,914,237 | 100,981,681 | 25,448,778 | 34,838,099 | 3,439,652 | 217,680,980 |
| 24,377,257 | 95,422,686 | 24,047,834 | 32,920,277 | 3,360,108 | 207,456,882 |

(1) Not included are the following: Consolidated Road Lighting District No. 1, St. George Fire Protection District, District No. 1 Fire Protection District, Alsen Fire Protection District, Brownsfield Fire Protection District No. 3, Central Fire Protection District No. 4, Eastside Fire Protection District No. 5, East Baton Rouge Parish Fire Protection District No. 6, Pride Fire District No. 8, Zachary Fire District No. 1, Downtown Development District, Pontchartrain Levee District, Comite Diversion Canal, City of Baker and City of Zachary. These represent isolated areas that affect less than a majority of City-Parish residents.

(2) Parishwide debt.

Source: East Baton Rouge Parish Assessor's Grand Recapitulation of the Assessment Roll for the Parish of East Baton Rouge

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**PRINCIPAL PROPERTY TAXPAYERS**
**CURRENT YEAR AND NINE YEARS AGO**

EXHIBIT H - 9

| | | 2008 | | | 1999 | | |
|---|---|---|---|---|---|---|---|
| Taxpayer | Type of Business | Assessed Valuation (1) | Rank | Percentage of Total Assessed Valuation | Assessed Valuation (1) | Rank | Percentage of Total Assessed Valuation |
| ExxonMobil Corporation | Petroleum Products | $283,188,860 | 1 | 7.43 % | $148,355,390 | 1 | 6.76 % |
| Entergy, Inc. | Electric and Gas Utility | 68,680,060 | 2 | 1.80 | 57,971,760 | 2 | 2.64 |
| Georgia-Pacific Corporation | Pulp and Paper Products | 52,336,280 | 3 | 1.37 | 27,796,220 | 5 | 1.27 |
| Bellsouth Communications (South Central Bell-1997) | Telephone Utility | 46,545,760 | 4 | 1.22 | 55,309,760 | 3 | 2.52 |
| J P Morgan/Chase (Bank One-1997) | Bank | 45,747,700 | 5 | 1.20 | 33,860,500 | 4 | 1.54 |
| Wal-Mart | Retail Store | 19,883,760 | 6 | 0.52 | 9,910,300 | 8 | 0.45 |
| State Farm Insurance | Insurance | 19,017,750 | 7 | 0.50 | -- | -- | -- |
| Capital One (Hibernia National Bank-1998) | Bank | 18,411,200 | 8 | 0.48 | 22,689,250 | 6 | 1.03 |
| Regions Bank | Bank | 17,804,150 | 9 | 0.47 | -- | -- | -- |
| Formosa Plastics | Plastics Manufacturer | 16,689,950 | 10 | 0.44 | -- | -- | -- |
| Baton Rouge Water Company | Water Utility | -- | | -- | 15,700,930 | 7 | 0.71 |
| Argosy & Jazz Enterprises | Plastic Manufacturer | -- | | -- | 9,544,700 | 9 | 0.43 |
| Paxon Polymer | Plastic Manufacturer | -- | | -- | 9,506,250 | 10 | 0.43 |
| | | $588,305,470 | | 15.43 % | $390,645,060 | | 17.78 % |

(1) Source: East Baton Rouge Parish Assessor's Office

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**PROPERTY TAX LEVIES AND COLLECTIONS**
**LAST TEN YEARS**

EXHIBIT H - 10

| Year | Total Tax Levy | Collections | Percent of Levy Collected | Prior Year Tax Collections | Total Tax Collections | Ratio of Total Collections to Tax Levy |
|---|---|---|---|---|---|---|
| | | | City of Baton Rouge Sub Fund | | | |
| 2008 | $11,929,569 | | | | | |
| 2007 | 11,770,864 | $11,626,807 | 98.78 % | $22,693 | $11,649,500 | 98.97 % |
| 2006 | 11,052,854 | 10,925,292 | 98.85 | 59,938 | 10,985,230 | 99.39 |
| 2005 | 10,383,178 | 10,191,515 | 98.15 | 76,080 | 10,267,595 | 98.89 |
| 2004 | 10,067,328 | 9,882,582 | 98.16 | 60,411 | 9,942,993 | 98.76 |
| 2003 | 10,048,391 | 9,826,910 | 97.80 | 98,434 | 9,925,344 | 98.78 |
| 2002 | 9,622,772 | 9,402,985 | 97.72 | 97,600 | 9,500,585 | 98.73 |
| 2001 | 9,412,866 | 9,171,828 | 97.44 | 107,678 | 9,279,506 | 98.58 |
| 2000 | 9,233,409 | 9,056,440 | 98.08 | 105,071 | 9,161,511 | 99.22 |
| 1999 | 8,924,989 | 8,782,957 | 98.41 | 136,608 | 8,919,565 | 99.94 |
| | | | Parish of East Baton Rouge Sub Fund | | | |
| 2008 | $11,165,622 | | | | | |
| 2007 | 10,710,031 | $10,499,432 | 98.03 % | $11,334 | $10,510,766 | 98.14 % |
| 2006 | 9,874,532 | 9,648,655 | 97.71 | 19,531 | 9,668,186 | 97.91 |
| 2005 | 9,071,271 | 8,823,462 | 97.27 | 54,887 | 8,878,349 | 97.87 |
| 2004 | 8,626,282 | 8,423,541 | 97.65 | 47,887 | 8,471,428 | 98.20 |
| 2003 | 8,478,022 | 8,258,061 | 97.41 | 62,026 | 8,320,087 | 98.14 |
| 2002 | 7,946,684 | 7,680,424 | 96.65 | 40,301 | 7,720,725 | 97.16 |
| 2001 | 7,593,434 | 7,355,336 | 96.86 | 57,340 | 7,412,676 | 97.62 |
| 2000 | 7,172,500 | 6,939,318 | 96.75 | 67,904 | 7,007,222 | 97.70 |
| 1999 | 6,942,479 | 6,758,323 | 97.35 | 60,835 | 6,819,158 | 98.22 |

"Total Tax Levy" represents the taxpayer portion of the original levy of the Assessor and is the amount to be paid by the taxpayer. The amounts to be paid by the taxpayer are ultimately collected in full except for adjustments due to assessment errors or delayed homestead exemptions.

Source: East Baton Rouge Parish Assessor's Grand Recapitulation of the Assessment Roll for the Parish of East Baton Rouge.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SALES TAX REVENUES**
**LAST TEN FISCAL YEARS**
**(modified accrual basis of accounting)**
**(amounts expressed in thousands, except percentages)**

EXHIBIT H - 11

| | 2% City-Parish General | 1/2 % Roads Improvement and Maintenance | 1/2 % Sewerage Improvement and Maintenance | Total |
|---|---|---|---|---|
| 2008 | $164,418 | $42,372 | $42,367 | $249,157 |
| 2007 | 163,368 | 39,920 | 39,922 | 243,210 |
| 2006 | 165,765 | 40,030 | 40,035 | 245,830 |
| 2005 | 149,668 | 35,968 | 35,972 | 221,608 |
| 2004 | 133,662 | 31,158 | 31,160 | 195,980 |
| 2003 | 129,864 | 30,756 | 30,759 | 191,379 |
| 2002 | 124,955 | 29,950 | 29,953 | 184,858 |
| 2001 | 121,569 | 29,118 | 29,124 | 179,811 |
| 2000 | 121,887 | 29,431 | 29,441 | 180,759 |
| 1999 | 122,187 | 29,223 | 29,230 | 180,640 |

The following is a summary by area of sales and use taxes being levied within the Parish of East Baton Rouge as of December 31, 2008.

| Entity/Area | Parish | School Board Operating | School Board Capital nprovement | Municipal | State | Total |
|---|---|---|---|---|---|---|
| East Baton Rouge | 3.00% | 1.00% | 1.00% | -- | 4.00% | 9.00% |
| Baton Rouge | 1.00% | 1.00% | 1.00% | 2.00% | 4.00% | 9.00% |
| Baker | 1.00% | 2.00% | -- | 2.50% | 4.00% | 9.50% |
| Zachary | 1.00% | 1.00% | 1.00% | 2.00% | 4.00% | 9.00% |
| Central | 1.00% | 1.00% | 1.00% | 2.00% | 4.00% | 9.00% |

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**TAXABLE SALES BY CATEGORY - GENERAL SALES AND USE TAX**
**LAST NINE FISCAL YEARS**
**(modified accrual basis of accounting)**
**(in thousands)**

| Standard Industrial Classification Code | FISCAL YEAR 2008 | 2007 | 2006 | 2005 |
|---|---|---|---|---|
| Agriculture, Forestry, and Fishing | $ 2,466 | $ 5,473 | $ 8,786 | $ 8,307 |
| Mining | 822 | 653 | 912 | 1,946 |
| Construction | 151,265 | 136,984 | 142,226 | 138,667 |
| Manufacturing | 876,348 | 807,773 | 727,543 | 601,441 |
| Transportation and Public Utilities | 64,945 | 78,988 | 112,803 | 114,346 |
| Wholesale Trade | 411,867 | 196,940 | 408,776 | 387,041 |
| Other Retail Trade | 4,102,229 | 4,608,939 | 4,750,824 | 4,187,261 |
| Vehicle | 374,051 | 877,204 | 748,015 | 698,725 |
| Food Stores | 420,088 | 397,556 | 382,171 | 443,616 |
| Finance, Insurance, and Real Estate | 282,799 | 30,713 | 30,335 | 37,941 |
| Services | 1,534,020 | 1,026,769 | 975,610 | 863,884 |
| Public Administration | -- | 408 | 249 | 225 |
| Total | $ 8,220,900 | $ 8,168,400 | $ 8,288,250 | $ 7,483,400 |

Source: City-Parish Finance Revenue Division
Collector of EBR Parish-wide Sales & Use Taxes
Based on 2% general sales and use tax with no exemptions for food and drugs.
Only nine years of information is available as of December 31, 2008

| FISCAL YEAR | | | | |
|---|---|---|---|---|
| 2004 | 2003 | 2002 | 2001 | 2000 |
| $ 7,418 | $ 7,078 | $ 7,810 | $ 7,416 | $ 7,923 |
| 1,738 | 1,753 | 1,125 | 1,459 | 1,097 |
| 123,838 | 124,994 | 113,209 | 115,977 | 129,383 |
| 537,121 | 661,657 | 607,531 | 573,806 | 660,323 |
| 102,118 | 76,165 | 78,472 | 91,420 | 89,892 |
| 345,650 | 313,167 | 321,259 | 336,625 | 379,983 |
| 3,739,462 | 3,479,707 | 3,304,559 | 3,152,830 | 3,283,451 |
| 624,001 | 645,294 | 631,897 | 624,196 | 274,855 |
| 396,174 | 403,942 | 399,294 | 413,760 | 446,777 |
| 33,883 | 42,530 | 41,048 | 43,096 | 43,270 |
| 771,497 | 736,718 | 741,296 | 717,561 | 777,030 |
| 200 | 195 | 250 | 304 | 366 |
| $ 6,683,100 | $ 6,493,200 | $ 6,247,750 | $ 6,078,450 | $ 6,094,350 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**RATIOS OF OUTSTANDING DEBT BY TYPE**
**LAST TEN FISCAL YEARS**
**(full accrual basis of accounting)**
**(in thousands, except per capita amount)**

| | Governmental Activities | | | Business - Type Activities | | |
|---|---|---|---|---|---|---|
| Year | Excess Revenue Contracts Loans and Notes | Revenue Bonds | Capital Leases | Excess Revenue Contracts Loans and Notes | Revenue Bonds | Landfill Closure and Post-Closure Care |
| 2008 | $64,463 | $165,931 | $ -- | $3,677 | $325,689 | $8,595 |
| 2007 | 65,815 | 172,699 | -- | 26,221 | 280,876 | 7,970 |
| 2006 | 67,826 | 181,585 | 1 | 24,685 | 291,470 | 3,870 |
| 2005 | 69,760 | 62,200 | 28 | 18,170 | 271,771 | 13,226 |
| 2004 | 72,520 | 67,114 | 82 | 11,737 | 277,113 | 12,165 |
| 2003 | 74,386 | 71,488 | 108 | 6,795 | 291,339 | 11,058 |
| 2002 | 78,791 | 75,646 | 141 | 4,896 | 300,426 | 9,860 |
| 2001 | 76,897 | 79,547 | 1,267 | 1,185 | 312,985 | 7,379 |
| 2000 | 84,181 | 63,839 | 890 | -- | 292,222 | 6,320 |
| 1999 | 12,044 | 64,434 | 1,636 | -- | 304,362 | 5,317 |

Source:
(1) Long-term debt note disclosures, Audited Comprehensive Annual Financial Reports. See Note 10.
(2) See the Schedule of Demographic and Economic Statistics for personal income and population data.

| (1) Total Primary Government | (2) Percentage of Personal Income | (2) *(in dollars)* Debt Per Capita |
|---|---|---|
| $568,355 | 3.82% | $1,313 |
| 553,581 | 3.88% | 1,286 |
| 569,437 | 4.02% | 1,303 |
| 435,155 | 3.31% | 1,043 |
| 440,731 | 3.45% | 1,058 |
| 455,174 | 3.67% | 1,092 |
| 469,760 | 3.90% | 1,132 |
| 479,260 | 4.19% | 1,158 |
| 447,452 | 4.07% | 1,084 |
| 387,793 | 3.82% | 972 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**RATIOS OF GENERAL BONDED DEBT OUTSTANDING**
**LAST TEN FISCAL YEARS**
**(full accrual basis of accounting)**
**(in thousands, except per capita amount)**

EXHIBIT H - 14

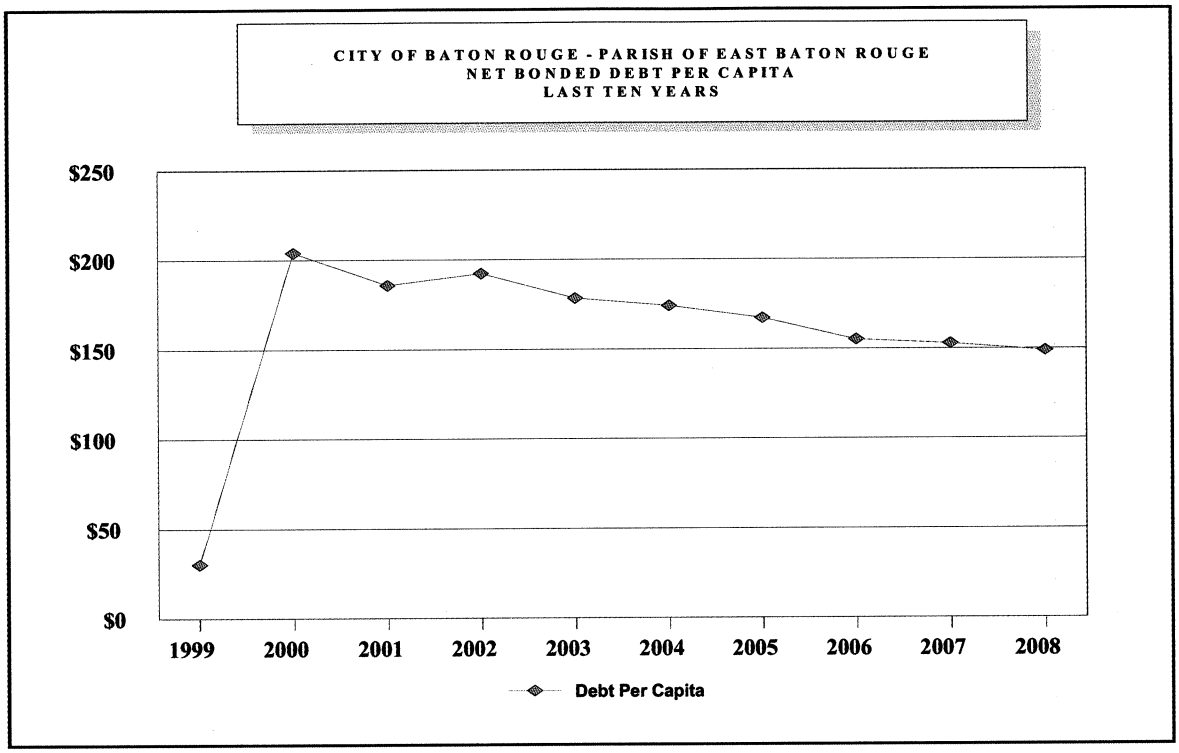
| Year | Excess Revenue Contracts Loans and Notes (1) | Less: Amount Available In Debt Service Fund (4) | Total | Percentage of Estimated Actual Value of Property (2) | *(in dollars)* Debt Per Capita (3) |
|---|---|---|---|---|---|
| 2008 | $64,463 | $ -- | $64,463 | 0.44% | $149 |
| 2007 | 65,815 | -- | 65,815 | 0.48% | 153 |
| 2006 | 67,826 | -- | 67,826 | 0.53% | 155 |
| 2005 | 69,760 | -- | 69,760 | 0.58% | 167 |
| 2004 | 72,520 | -- | 72,520 | 0.62% | 174 |
| 2003 | 74,386 | -- | 74,386 | 0.68% | 178 |
| 2002 | 78,791 | 954 *(5)* | 79,745 | 0.76% | 192 |
| 2001 | 76,897 | -- | 76,897 | 0.75% | 186 |
| 2000 | 84,181 | -- | 84,181 | 0.84% | 204 |
| 1999 | 12,044 | -- | 12,044 | 0.13% | 30 |

(1) Long-term debt note disclosures, Audited Comprehensive Annual Financial Reports. See Note 10 - Long-term debt.
(2) See the Schedule of Assessed and Estimated Actual Value of Taxable Property.
(3) Population data can be found in the Schedule of Demographic and Economic Statistics.
(4) There is no general reserve fund requirement for excess revenue bonds in the State of Louisiana.
(5) Reserve established for variable rate taxable bonds that were converted to a fixed rate in year 2003.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**RATIOS OF GENERAL BONDED DEBT OUTSTANDING**
**LAST TEN FISCAL YEARS**
**(full accrual basis of accounting)**
**(in thousands, except per capita amount)**

EXHIBIT H - 14
(Continued)



**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**
**DECEMBER 31, 2008**

| | Gross Debt Outstanding | Amounts in Debt Service Fund For Principal | Net Debt Outstanding |
|---|---|---|---|
| City of Baton Rouge: | | | |
| 2002A Fixed Rate Taxable Refunding | $ 22,065,000 | $ -- | $ 22,065,000 |
| 2002B Fixed Rate Taxable Refunding | 41,340,000 | -- | 41,340,000 |
| LA Community Development Authority | 741,100 | -- | 741,100 |
| Parish of East Baton Rouge: | | | |
| LA Community Development Authority | 3,993,969 | -- | 3,993,969 |
| Total direct debt | 68,140,069 | -- | 68,140,069 |
| Overlapping Debt: | | | |
| City of Baker | 318,000 | -- | 318,000 |
| Central Community School System | 750,000 | -- | 750,000 |
| Zachary Community School Board | 45,270,000 | 2,923,124 | 42,346,876 |
| Nineteenth Judicial District Court | 102,801,350 | -- | 102,801,350 |
| Hospital Service District No. 1 (Lane Memorial Hospital) | 14,760,000 | 1,997,007 | 12,762,993 |
| St. George Fire Protection District | 2,183,412 | -- | 2,183,412 |
| Central Fire Protection District No. 4 | 1,277,776 | -- | 1,277,776 |
| Eastside Fire Protection District | 1,730,000 | -- | 1,730,000 |
| East Baton Rouge Parish School System | 1,227,273 | -- | 1,227,273 |
| Amite River Basin Drainage | 1,485,000 | -- | 1,485,000 |
| Total overlapping debt | 171,802,811 | 4,920,131 | 166,882,680 |
| Total direct and overlapping debt | $ 239,942,880 | $ 4,920,131 | $ 235,022,749 |
| 2008 Population | | | |
| Per Capita | | | |

Sources: Assessed value data used to estimate applicable percentages provided by the East Baton Rouge Parish Assessor.
Debt outstanding provided by staff of the separate governmental organizations and their audited financial statements.

| Parish | | City | |
|---|---|---|---|
| Percent (1) | Share of Debt | Percent (1) | Share of Debt |
| 100 % | $ 22,065,000 | 100 % | $ 22,065,000 |
| 100 | 41,340,000 | 100 | 41,340,000 |
| 100 | 741,100 | 100 | 741,100 |
| 100 | 3,993,969 | 42 | 1,677,467 |
| | 68,140,069 | | 65,823,567 |
| 100 | 318,000 | -- | -- |
| 100 | 750,000 | -- | -- |
| 100 | 42,346,876 | -- | -- |
| 100 | 102,801,350 | -- | -- |
| 100 | 12,762,993 | -- | -- |
| 100 | 2,183,412 | -- | -- |
| 100 | 1,277,776 | -- | -- |
| 100 | 1,730,000 | 42 | 726,600 |
| 100 | 1,227,273 | 100 | 1,227,273 |
| 64 | 950,400 | -- | -- |
| | 166,348,080 | | 1,953,873 |
| | $ 234,488,149 | | $ 67,777,440 |
| | 432,866 | | 233,266 |
| | $542 | | $291 |

Net Overlapping Debt is computed to demonstrate the total property tax burden on the taxpayers within the reporting governments' geographic jurisdiction and the total debt that their property taxes will be expected to repay.

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the Municipalitie's taxable assessed value that is within the Parish's boundaries and dividing it by the Parish's total taxable assessed value.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**LEGAL DEBT MARGIN CALCULATION**
**GENERAL OBLIGATION DEBT**
**LAST TEN YEARS**

EXHIBIT H - 16

CITY OF BATON ROUGE

| Year | Any One Purpose | Sewerage Purposes | Aggregate All Purposes | Debt Outstanding | Legal Debt Margin |
|---|---|---|---|---|---|
| 2008 | $160,775,869 | $241,163,803 | $562,715,541 | $ -- | $562,715,541 |
| 2007 | 150,138,571 | 225,207,857 | 525,484,999 | -- | 525,484,999 |
| 2006 | 140,980,285 | 211,470,428 | 493,430,999 | -- | 493,430,999 |
| 2005 | 132,438,497 | 198,657,746 | 463,534,740 | -- | 463,534,740 |
| 2004 | 128,409,791 | 192,614,686 | 449,434,268 | -- | 449,434,268 |
| 2003 | 120,484,308 | 180,726,461 | 421,695,077 | -- | 421,695,077 |
| 2002 | 115,380,955 | 173,071,433 | 403,833,343 | -- | 403,833,343 |
| 2001 | 112,864,103 | 169,296,154 | 395,024,360 | -- | 395,024,360 |
| 2000 | 110,712,337 | 166,068,505 | 387,493,178 | -- | 387,493,178 |
| 1999 | 104,999,871 | 157,499,807 | 367,499,549 | -- | 367,499,549 |

PARISH OF EAST BATON ROUGE

| Year | Any One Purpose | Sewerage Purposes | Aggregate All Purposes | Debt Outstanding | Legal Debt Margin |
|---|---|---|---|---|---|
| 2008 | $381,097,556 | $571,646,334 | no limit | $ -- | $571,646,334 |
| 2007 | 346,656,093 | 519,984,140 | no limit | -- | 519,984,140 |
| 2006 | 323,313,174 | 484,969,761 | no limit | -- | 484,969,761 |
| 2005 | 301,203,178 | 451,804,767 | no limit | -- | 451,804,767 |
| 2004 | 288,503,566 | 432,755,349 | no limit | -- | 432,755,349 |
| 2003 | 266,927,400 | 400,391,099 | no limit | -- | 400,391,099 |
| 2002 | 253,360,540 | 380,040,810 | no limit | -- | 380,040,810 |
| 2001 | 243,745,822 | 365,618,733 | no limit | -- | 365,618,733 |
| 2000 | 232,408,931 | 348,613,397 | no limit | -- | 348,613,397 |
| 1999 | 219,614,925 | 329,422,388 | no limit | -- | 329,422,388 |

The Louisiana Constitution gives East Baton Rouge Parish, any municipal corporation in the parish and any sewerage district in the parish the power to incur debt and issue bonds for sewerage purposes up to a maximum of 15% of the assessed valuation of the taxable property in such subdivision. Louisiana Revised Statutes limit the Parish's bonded debt for other purposes to 10% of the assessed valuation of the taxable property for a single purpose. The City's limit includes a 35% maximum for all purposes.

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

# CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
## SUMMARY OF REVENUE BOND COVERAGE
## LAST TEN YEARS

### SCHEDULE A- PUBLIC IMPROVEMENT SALES TAX - SEWER (1/2%)

| Year | Gross Revenue (2) | Expenses (3) | Available for Debt Service | Debt Service Requirements Principal | Interest (1) | Total | Coverage |
|---|---|---|---|---|---|---|---|
| 2008 | $ 7,199,247 | $ 371,848 | $ 6,827,399 | $ 4,080,000 | $ 2,747,399 | $ 6,827,399 | 1.00 |
| 2007 | 7,101,974 | 295,556 | 6,806,418 | 3,870,000 | 2,936,418 | 6,806,418 | 1.00 |
| 2006 | 21,322,093 (6) | 332,401 | 20,989,692 | 10,565,000 | 10,424,692 | 20,989,692 | 1.00 |
| 2005 | 37,031,493 | 358,351 | 36,673,142 | 9,380,000 | 10,821,825 | 20,201,825 | 1.82 |
| 2004 | 32,095,064 | 324,153 | 31,770,911 | 8,740,000 | 10,902,942 | 19,642,942 | 1.62 |
| 2003 | 31,739,091 | 284,602 | 31,454,489 | 7,785,000 | 12,185,787 | 19,970,787 | 1.58 |
| 2002 | 30,745,621 | 284,997 | 30,460,624 | 7,210,000 | 13,868,884 | 21,078,884 | 1.45 |
| 2001 | 30,417,224 | 265,929 | 30,151,295 | 6,630,000 | 13,408,005 | 20,038,005 | 1.50 |
| 2000 | 31,209,926 | 289,000 | 30,920,926 | 6,110,000 | 13,924,207 | 20,034,207 | 1.54 |
| 1999 | 30,466,913 | 323,639 | 30,143,274 | 4,810,000 | 11,604,018 | 16,414,018 | 1.84 |

### SCHEDULE B - CITY SALES TAX (2%)

| Year | Gross Revenue (4) | Expenses (5) | Available for Debt Service | Debt Service Requirements Principal | Interest (1) | Total | Coverage |
|---|---|---|---|---|---|---|---|
| 2008 | $ 97,069,860 | $ -- | $ 97,069,860 | $ 10,185,000 | $ 5,153,870 | $ 15,338,870 | 6.33 |
| 2007 | 99,525,928 | -- | 99,525,928 | 10,536,325 | 3,633,384 | 14,169,709 | 7.02 |
| 2006 | 98,807,202 | -- | 98,807,202 | 9,715,000 | 4,944,657 | 14,659,657 | 6.74 |
| 2005 | 88,998,396 | -- | 88,998,396 | 10,395,000 | 5,405,585 | 15,800,585 | 5.63 |
| 2004 | 77,644,392 | -- | 77,644,392 | 9,850,000 | 5,813,785 | 15,663,785 | 4.96 |
| 2003 | 78,348,495 | -- | 78,348,495 | 9,210,000 | 6,274,835 | 15,484,835 | 5.06 |
| 2002 | 77,319,666 | -- | 77,319,666 | 8,565,000 | 6,560,011 | 15,125,011 | 5.11 |
| 2001 | 78,508,665 | -- | 78,508,665 | 7,035,000 | 5,903,227 | 12,938,227 | 6.07 |
| 2000 | 78,274,925 | -- | 78,274,925 | 5,620,000 | 6,336,631 | 11,956,631 | 6.55 |
| 1999 | 79,171,844 | -- | 79,171,844 | 6,000,000 | 5,421,613 | 11,421,613 | 6.93 |

### SCHEDULE C - PARISH SALES TAX (2%)

| Year | Gross Revenue (4) | Expenses (5) | Available for Debt Service | Debt Service Requirements Principal | Interest (1) | Total | Coverage |
|---|---|---|---|---|---|---|---|
| 2008 | $ 67,839,512 | $ -- | $ 67,839,512 | $ 620,000 | $ 26,040 | $ 646,040 | 105.01 |
| 2007 | 64,728,994 | -- | 64,728,994 | 595,000 | 50,435 | 645,435 | 100.29 |
| 2006 | 67,819,184 | -- | 67,819,184 | 575,000 | 73,723 | 648,723 | 104.54 |
| 2005 | 61,485,795 | -- | 61,485,795 | 545,000 | 95,522 | 640,522 | 95.99 |
| 2004 | 56,756,746 | -- | 56,756,746 | 525,000 | 116,522 | 641,522 | 88.47 |
| 2003 | 52,238,042 | -- | 52,238,042 | 505,000 | 144,747 | 649,747 | 80.40 |
| 2002 | 48,233,190 | -- | 48,233,190 | 470,000 | 156,952 | 626,952 | 76.93 |
| 2001 | 45,601,245 | -- | 45,601,245 | 440,000 | 176,072 | 616,072 | 74.02 |
| 2000 | 44,821,104 | -- | 44,821,104 | 320,000 | 189,993 | 509,993 | 87.89 |
| 1999 | 43,959,488 | -- | 43,959,488 | 340,000 | 156,853 | 496,853 | 88.48 |

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SUMMARY OF REVENUE BOND COVERAGE**
**LAST TEN YEARS**

## SCHEDULE D - ROAD AND STREET IMPROVEMENT SALES TAX (1/2%)

| Year | Gross Revenue (7) | Expenses | Available for Debt Service | Principal | Interest (8) | Total | Coverage |
|---|---|---|---|---|---|---|---|
| 2008 | $ 30,737,905 | $ -- | $ 30,737,905 | $ 3,195,000 | $ 3,895,677 | $ 7,090,677 | 4.33 |
| 2007 | 25,991,775 | -- | 25,991,775 | 3,070,000 | 5,285,458 | 8,355,458 | 3.11 |
| 2006 | 26,240,847 | -- | 26,240,847 | -- | 1,363,451 | 1,363,451 | 19.25 |

## SCHEDULE E - EAST BATON ROUGE SEWERAGE COMMISSION

| Year | Gross Revenue (9) | Expenses (10) | Available for Debt Service | Principal | Interest (1) | Total | Coverage |
|---|---|---|---|---|---|---|---|
| 2008 | $ 102,154,884 | $ 38,223,916 | $ 63,930,968 | $ 3,670,000 | $ 8,935,190 | $ 12,605,190 | 5.07 |
| 2007 | 103,142,595 | 36,855,981 | 66,286,614 | 1,640,000 | 8,638,040 | 10,278,040 | 6.45 |
| 2006 | 84,485,242 | 34,431,919 | 50,053,323 | -- | -- | -- | -- (11) |

(1) Fiscal charges included
(2) Total sales tax revenues plus interest earnings on sales tax revenues
(3) Total sales tax collection costs
(4) Total general sales and use taxes in the general and debt service funds plus interest earnings on sales tax revenues in the City and Parish Sales Tax Bonds Debt Service Funds and operating transfers in
(5) Refunding bond issuance costs
(6) In 2006, the Parish pledged Sewer Sales Tax Revenues (after payment of Debt Service and expenses on the Outstanding Sewer Sales Tax Revenue Bonds) as security for and for the payment of debt service on the revenue bonds of the East Baton Rouge Sewerage Commission. The Parish is no longer authorized to issue additional 1/2% Sewer Sales Tax parity bonds
(7) Total general sales and use taxes in the Road and Street Improvement capital projects and debt service funds and SWAP related revenu
(8) Includes liquidity fees, remarketing fees and transactions associated with the SWAP on the variable rate bonds
(9) Total operating revenues plus interest earnings on these revenues plus Sewer Sales Tax Revenues pledged from the Parish
(10) Total operating expenses less depreciation, sales tax collection costs, and change in net OPEB obligation
(11) No debt service requirement in 2006, debt service payments begin in 2007

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**DEMOGRAPHIC AND ECONOMIC STATISTICS**
**LAST TEN CALENDAR YEARS**

EXHIBIT H - 18

| Year | Population (1) | Personal Income (3) | Per Capita Personal Income (3) | Median Age (1) | Public School Enrollment (4) | EBR Parish Unemployment Rate (5) | Labor Market Area Unemployment Rate (6) |
|---|---|---|---|---|---|---|---|
| 2008 | 432,866 | 14,821,780,000 | $34,367 | 32.8 | 53,849 | 5.0 (7) | 5.5 (7) |
| 2007 | 430,559 | 14,253,225,136 | 33,104 | 33.2 | 52,033 | 3.3 | 3.6 |
| 2006 | 437,167 | 14,169,456,804 | 32,412 | 33.5 | 55,033 | 3.4 | 3.4 |
| 2005 | 417,218 | 13,566,224,000 | 31,468 | 31.9 | 52,952 | 5.6 | 5.3 |
| 2004 | 416,492 | 12,761,731,372 | 29,786 | 31.5 | 46,675 | 5.0 | 5.4 |
| 2003 | 416,881 | 12,417,217,466 | 29,010 | 30.4 | 52,309 | 5.8 | 6.5 |
| 2002 | 414,833 | 12,034,305,330 | 27,602 | 31.5 | 52,570 | 5.0 | 5.6 |
| 2001 | 414,040 | 11,428,332,080 | 26,633 | 31.5 | 51,258 | 4.9 | 5.5 |
| 2000 | 412,852 (2) | 10,995,487,316 | 25,461 | 31.5 | 52,213 | 4.2 | 4.8 |
| 1999 | 399,105 | 10,161,612,405 | 24,995 | 29.9 | 54,443 | 3.7 | 4.0 |

Source: All information is parish-wide.

(1) Estimates - Lousiana Tech University for the U.S. Bureau of Census
(2) Official U.S. Census
(3) Estimates - Bureau of Economic Analysis
(4) East Baton Rouge Parish School Board, Baker School Board, Zachary School Board and Central School Board
(5) Louisiana Department of Labor - Benchmark rates for East Baton Rouge Parish only - These data are disaggregated using claims for unemployment compensation and population sharing ratios which are applied to present market area estimates and are valid only for the allocation of manpower revenue sharing funds.
(6) Louisiana Department of Labor - Baton Rouge Metropolitan Statistical Area (MSA).
Year 2004 and prior the MSA included East Baton Rouge, Livingston, Ascension, and West Baton Rouge Parishes.
In 2005 the MSA was expanded to include East Feliciana, Iberville, Pointe Coupee, St. Helena, and West Feliciana Parishes..
Baton Rouge serves as the focus of employment for many of the parishes that border it.
(7) Preliminary figures

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**PRINCIPAL EMPLOYERS**
**CURRENT YEAR AND NINE YEARS AGO**

EXHIBIT H - 19

| 2008 (2) | | | | 1999 (1) | |
|---|---|---|---|---|---|
| Employer | Employees | Rank | Percentage of Total Parish Employment | Employer | Rank |
| Louisiana State Government | 31,688 | 1 | 13.29 % | East Baton Rouge Parish School System | 1 |
| Turner Industries | 7,625 | 2 | 3.20 | Louisiana State University-Baton Rouge | 2 |
| East Baton Rouge Parish School System | 6,369 | 3 | 2.67 | City-Parish Government | 3 |
| Louisiana State University | 5,600 | 4 | 2.35 | Exxon Mobil Chemical Co. | 4 |
| City-Parish Government | 4,544 | 5 | 1.91 | Our Lady of the Lake Medical Center | 5 |
| Exxon Mobil Chemical Co. | 4,275 | 6 | 1.79 | Walmart Stores, Inc. | 6 |
| The Shaw Group | 4,243 | 7 | 1.78 | Harmony Corporation | 7 |
| Our Lady of the Lake Medical Center | 4,009 | 8 | 1.68 | J E Merit Construction, Inc. | 8 |
| Performance Contractors | 3,300 | 9 | 1.38 | Louisiana State University | 9 |
| Baton Rouge General Medical Center | 3,000 | 10 | 1.26 | Baton Rouge General Medical Center | 10 |
| | 74,653 | | 31.31 % | | |

(1) Number of employees not available for 1999. Information furnished by the Louisiana Department of Labor.

(2) Source: Baton Rouge Area Chamber
Louisiana Department of State Civil Service
East Baton Rouge Parish School System

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**FULL-TIME EQUIVALENT CITY-PARISH EMPLOYEES**
**BY FUND/DEPARTMENT**
**LAST TEN FISCAL YEARS**

| | Full-time Equivalent Employees Allotted in Annual Budget | | | |
|---|---|---|---|---|
| | 2008 | 2007 | 2006 | 2005 |
| GENERAL FUND: | | | | |
| Anti-Drug Task Force | -- | -- | -- | 4.00 |
| Citizens Service | -- | -- | -- | -- |
| City Constable | 40.00 | 40.00 | 40.00 | 40.00 |
| City Court and City Court Judicial | 152.63 | 145.50 | 144.50 | 144.50 |
| Community Centers | 20.55 | 20.55 | 20.55 | 20.55 |
| Coroner | -- | -- | -- | -- |
| Metropolitan Council and Administration | 41.00 | 41.00 | 41.00 | 41.00 |
| Emergency Preparedness | 5.00 | 5.00 | 5.00 | 5.00 |
| EMS - Prison Medical Services | 35.00 | 33.00 | 33.00 | 33.00 |
| EMS - Telecommunications | -- | -- | -- | 8.50 |
| Finance | 119.00 | 112.00 | 111.00 | 111.00 |
| Fire - (City Fire Department Only) | 610.00 | 588.00 | 582.00 | 581.00 |
| Human Development & Services | 8.75 | 8.75 | 9.50 | 8.92 |
| Human Resources | 39.00 | 39.00 | 36.00 | 37.75 |
| Information Services | 44.00 | 42.00 | 36.00 | 34.00 |
| Juvenile Services | 84.00 | 83.00 | 82.00 | 82.00 |
| Mayor-President | 16.00 | 15.00 | 15.00 | 11.00 |
| Municipal Fire & Police Civil Service | 1.00 | 1.00 | 1.00 | 1.00 |
| Parish Attorney | 100.00 | 99.00 | 92.50 | 99.00 |
| Planning Commission | 27.00 | 26.00 | 22.00 | 22.00 |
| Police (City Police Only) | 885.00 | 840.00 | 837.00 | 836.00 |
| Public Information Office | 3.00 | 3.00 | 3.00 | 3.00 |
| Public Works | 699.10 | 679.10 | 647.00 | 667.00 |
| Purchasing | 13.00 | 13.00 | 13.00 | 13.00 |
| TOTAL GENERAL FUND | 2,943.03 | 2,833.90 | 2,771.05 | 2,803.22 |
| SPECIAL FUNDS: | | | | |
| Library Board of Control Major Fund | 318.25 | 313.25 | 306.75 | 303.75 |
| Grants Major Fund | 428.94 | 417.98 | 416.19 | 332.43 |
| Comprehensive Sewerage System Major Fund | 329.40 | 328.40 | 336.00 | 341.00 |
| G. B. R. Airport District Major Fund | 91.00 | 91.00 | 89.00 | 88.73 |
| Non-Major Funds: | | | | |
| Animal Control Center | 31.00 | 21.00 | 20.00 | 19.00 |
| Central Garage | 45.00 | 45.00 | 45.00 | 45.00 |
| City Constable Court Costs Fund | 5.00 | 4.00 | 4.00 | 4.00 |
| Downtown Development District | 4.00 | 4.00 | 4.00 | 4.00 |
| Emergency Medical Services | 164.00 | 162.00 | 150.00 | 137.00 |
| Employees' Retirement System | 12.00 | 12.00 | 12.00 | 12.00 |
| E.B.R. Parish Communications District | 47.00 | 47.00 | 47.00 | 37.50 |
| Gaming Enforcement Division | 1.00 | 1.00 | 1.00 | 1.00 |
| G. B. R. Parking Authority | 9.00 | 9.00 | 9.00 | 9.00 |
| Mosquito Abatement and Rodent Control | 31.00 | 31.00 | 31.00 | 31.00 |
| Parish Street Maintenance | 3.00 | 3.00 | 3.00 | 3.00 |
| Solid Waste Collection Fund | 21.10 | 21.10 | 21.00 | -- |
| Solid Waste Disposal Facility | 13.40 | 13.40 | 10.00 | 10.00 |
| TOTAL SPECIAL FUNDS | 1,554.09 | 1,524.13 | 1,504.94 | 1,378.41 |
| TOTAL ALL FUNDS | 4,497.12 | 4,358.03 | 4,275.99 | 4,181.63 |

(1) The Coroner became a separate component unit in 2001.

**Full-time Equivalent Employees Allotted in Annual Budget**

| 2004 | 2003 | 2002 | 2001 | 2000 | 1999 |
|---|---|---|---|---|---|
| 4.00 | 4.00 | 4.00 | 4.00 | 3.00 | 3.00 |
| 1.00 | 1.00 | 1.00 | 7.00 | 7.00 | 7.00 |
| 40.00 | 40.00 | 40.00 | 40.00 | 40.00 | 40.00 |
| 144.50 | 144.50 | 146.00 | 146.00 | 148.50 | 145.00 |
| 20.55 | 20.55 | 20.55 | 20.55 | 19.55 | 18.55 |
| -- | -- | -- | -- (1) | 10.00 | 10.40 |
| 41.00 | 41.00 | 41.00 | 44.00 | 44.00 | 44.00 |
| 5.00 | 6.00 | 6.00 | 6.00 | 6.00 | 5.00 |
| 33.00 | 33.00 | 33.00 | 33.00 | 27.40 | 27.00 |
| 8.50 | 8.50 | 8.50 | 8.50 | 9.50 | 9.50 |
| 111.00 | 111.00 | 111.00 | 120.00 | 120.00 | 120.00 |
| 581.00 | 582.00 | 583.00 | 585.00 | 585.00 | 583.00 |
| 8.50 | 8.50 | 9.50 | 10.50 | 10.50 | 10.50 |
| 41.75 | 42.00 | 41.00 | 47.00 | 47.00 | 49.00 |
| 34.00 | 33.00 | 33.00 | 33.00 | 33.00 | 33.00 |
| 85.00 | 85.00 | 85.00 | 85.00 | 85.00 | 83.00 |
| 10.00 | 9.00 | 9.00 | 10.00 | 12.00 | 11.00 |
| 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 |
| 95.00 | 95.00 | 97.50 | 100.50 | 99.50 | 98.50 |
| 22.00 | 22.00 | 22.00 | 22.00 | 22.00 | 22.00 |
| 836.00 | 837.00 | 837.00 | 840.00 | 840.25 | 840.25 |
| 3.00 | 3.00 | 4.00 | 3.00 | 3.00 | 3.00 |
| 667.00 | 670.00 | 678.00 | 704.00 | 713.25 | 714.25 |
| 13.00 | 13.00 | 14.00 | 20.00 | 20.00 | 20.00 |
| 2,805.80 | 2,810.05 | 2,825.05 | 2,890.05 | 2,906.45 | 2,897.95 |
| | | | | | |
| 268.00 | 268.00 | 261.50 | 261.50 | 252.25 | 250.25 |
| 322.09 | 324.31 | 329.11 | 306.79 | 320.65 | 321.35 |
| 342.00 | 342.00 | 342.00 | 351.00 | 354.00 | 356.00 |
| 88.73 | 87.73 | 85.00 | 79.73 | 77.00 | 74.00 |
| | | | | | |
| 19.00 | 19.00 | 18.00 | 18.00 | 18.00 | 18.00 |
| 45.00 | 45.00 | 45.00 | 46.00 | 49.00 | 49.00 |
| 9.00 | 9.00 | 9.00 | 9.00 | 9.00 | 9.00 |
| 4.00 | 4.00 | 4.00 | 4.00 | 4.00 | 4.00 |
| 137.00 | 136.00 | 135.00 | 135.00 | 125.00 | 124.00 |
| 13.00 | 12.00 | 12.00 | 13.00 | 12.00 | 12.00 |
| 37.50 | 37.50 | 33.50 | 33.50 | 33.50 | 31.50 |
| 1.00 | 1.00 | 2.00 | 2.00 | 7.00 | 7.00 |
| 9.00 | 9.00 | 9.00 | 9.00 | 9.00 | 9.00 |
| 31.00 | 30.00 | 28.00 | 27.00 | 27.00 | 26.00 |
| 3.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 |
| -- | -- | -- | -- | -- | -- |
| 9.00 | 9.00 | 9.00 | 10.00 | 11.00 | 12.00 |
| 1,338.32 | 1,334.54 | 1,323.11 | 1,306.52 | 1,309.40 | 1,304.10 |
| | | | | | |
| 4,144.12 | 4,144.59 | 4,148.16 | 4,196.57 | 4,215.85 | 4,202.05 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**OPERATING INDICATORS BY FUNCTION/PROGRAM**
**LAST TEN FISCAL YEARS**

| | FISCAL YEAR | | | |
|---|---|---|---|---|
| | 2008 | 2007 | 2006 | 2005 |
| **Function:** | | | | |
| Public Safety: | | | | |
| Police | | | | |
| Physical arrests | 26,158 | 26,782 (3) | 15,034 | 12,182 (4) |
| Parking violations | 22,649 | 25,036 | 24,365 | 19,481 (4) |
| Traffic violations (5) | 84,882 | 89,131 | 107,089 | 65,071 (4) |
| Fire | | | | |
| Number of responses | 28,280 | 26,564 | 26,886 | 26,498 |
| Inspections | 19,199 | 16,818 | 13,932 | 12,810 |
| Emergency Medical Services | | | | |
| Number of emergency responses | 50,453 | 48,419 | 48,264 | 49,583 |
| Number of patient transports | 26,431 | 26,432 | 24,393 | 26,306 |
| Communications district | | | | |
| Number of 911 calls (in thousands) | 365,850 | 347,536 | 368,486 | 353,000 (7) |
| Transportation | | | | |
| Parish street maintenance program | | | | |
| Number of miles of new | 4 | 11 | 4 | 10 |
| Rehab streets and roads | 24 | 29 | 24 (10) | 40 |
| Number of potholes repaired | 2,791 | 3,448 | 1,247 | 165 |
| Airport | | | | |
| Number of enplanements | 433,135 | 491,836 | 534,709 | 523,417 |
| Sanitation: | | | | |
| Wastewater | | | | |
| Average daily sewerage treatment (millions of gallons) | 21,610 | 22,559 | 21,534 | 22,251 |
| Solid Waste Disposal | | | | |
| Average daily tonnage accepted at Landfill (9) | 1,562 | 1,490 | 1,438 | 1,379 |
| Administration Office and Boards | | | | |
| Construction Permits | | | | |
| Total Number of Permits issued | 24,835 | 27,312 | 26,910 | 26,845 |
| Total Valuation | 666,743,993 | 1,068,749,146 | 911,708,204 | 592,858,669 |
| Culture-Recreation | | | | |
| Libraries | | | | |
| Total registered borrowers | 386,181 | 366,065 | 341,179 | 316,977 |
| Total items circulated | 2,231,974 | 2,307,630 | 2,396,323 | 2,440,000 |
| Total reference questions answered | 731,213 | 695,867 | 645,320 | 615,534 |
| New branch libraries opened | -- | 1 | -- | 3 |

Notes:
(1) Library card registration drive at public and private schools, malls, fairs, festivals, universities, etc.
(2) Cardholders who had not used cards in past 3 years were purged in 2001.
(3) Including arrest or summons, 2,734 Juveniles, 24,048 adults.
(4) Through November 2005
(5) Moving violations only
(6) Increase in calls due to the serial killer investigation in 2001.
(7) Increase in calls due to Hurricanes Katrina and Rita in 2005.
(8) 1/2 % Road Improvement Sales Tax rededicated partially for maintenance
(9) Tonnage without recycling. No adjustment for unscheduled closings of the landfill.
(10) Road Rehab reflects a reduction to 27% of the Road Sales Tax money.

| FISCAL YEAR | | | | | |
|---|---|---|---|---|---|
| 2004 | 2003 | 2002 | 2001 | 2000 | 1999 |
| 11,035 | 7,768 | 8,406 | 9,040 | 9,729 | 9,173 |
| 14,613 | 13,406 | 9,852 | 16,458 | 11,837 | 18,223 |
| 38,543 | 41,077 | 41,857 | 43,926 | 59,936 | 83,537 |
| 22,955 | 21,152 | 21,051 | 20,993 | 21,604 | 26,228 |
| 20,736 | 15,965 | 16,315 | 17,626 | 15,617 | 28,182 |
| 43,592 | 40,902 | 40,248 | 39,051 | 38,373 | 37,845 |
| 23,935 | 23,825 | 24,071 | 22,980 | 23,062 | 22,848 |
| 311,000 | 310,000 | 343,000 | 348,000 (6) | 310,000 | 300,000 |
| 2 | 6 | 5 | 6 | 14 | 11 |
| 45 | 46 | 49 | 51 | 58 | 50 (8) |
| 242 | 202 | 177 | 218 | 120 | 84 |
| 375,412 | 362,766 | 380,503 | 379,843 | 435,233 | 426,716 |
| 26,169 | 22,046 | 23,513 | 22,432 | 19,769 | 19,081 |
| 1,434 | 1,551 | 1,621 | 1,600 | 1,515 | 1,416 |
| 3,552 | 3,579 | 3,059 | 3,180 | 2,739 | 3,373 |
| 520,072,323 | 473,740,644 | 436,218,938 | 403,576,108 | 374,419,112 | 396,814,495 |
| 289,681 | 288,616 (1) | 128,769 | 130,419 (2) | 253,192 | 247,000 |
| 2,573,393 | 2,486,503 | 2,357,979 | 2,293,539 | 2,255,357 | 2,299,948 |
| 574,936 | 599,013 | 629,419 | 616,437 | 589,435 | 587,670 |
| 1 | -- | 1 | 2 | -- | -- |

Sources:
City only:
- Baton Rouge Police Department
- Baton Rouge Fire Department

Parish-wide:
- EBR Parish Emergency Medical Services
- EBR Parish Communications District
- City-Parish Department of Public Works
- GBR Airport District
- EBR Parish Library

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM**
**LAST TEN FISCAL YEARS**

| | FISCAL YEAR | | | | |
|---|---|---|---|---|---|
| **Major Programs** | 2008 | 2007 | 2006 | 2005 | 2004 |
| General Government | | | | | |
| Number of general government buildings | 10 | 10 | 10 | 10 | 10 |
| Public Safety | | | | | |
| Number of police stations | 5 | 5 | 5 | 5 | 5 |
| Police patrol units | 467 | 455 | 398 | 789 | 774 |
| Number of fire stations | 19 | 19 | 19 | 19 | 19 |
| Fire trucks | 41 | 40 | 39 | 38 | 38 |
| Number of EMS stations | 12 | 12 | 12 | 11 | 11 |
| Ambulances | 21 | 21 | 21 | 20 | 20 |
| Correction facilities | 2 | 2 | 2 | 2 | 2 |
| Transportation | | | | | |
| Miles of streets | 1,771 | 1,766 | 1,757 | 1,753 | 1,743 |
| Number of streetlights | 34,725 | 34,725 | 34,725 | 34,725 | 34,725 |
| Number of traffic signals | 472 | 465 | 468 | 463 | 458 |
| Sanitation | | | | | |
| Miles of sanitary sewers | 1,778 | 1,773 | 1,764 | 1,759 | 1,748 |
| Miles of storm sewers | 98 | 93 | 82 | 78 | 64 |
| Culture and Recreation | | | | | |
| Number of library branches | 13 | 13 | 13 | 13 | 13 |
| Number of community centers | 6 | 6 | 6 | 6 | 6 |
| Conservation and Development | | | | | |
| Number of Headstart centers | 7 | 7 | 7 | 7 | 7 |
| Health and Welfare | | | | | |
| Number of Health and Welfare buildings | 7 | 7 | 7 | 7 | 7 |

Sources:
City only:
Baton Rouge Fire Department
Parish-wide:
EBR Parish Emergency Medical Services
EBR Parish Communications District
City-Parish Department of Public Works
EBR Parish Library
City Parish Fixed Asset Records

| FISCAL YEAR | | | | |
|---|---|---|---|---|
| 2003 | 2002 | 2001 | 2000 | 1999 |
| 10 | 10 | 10 | 10 | 10 |
| 5 | 5 | 5 | 5 | 5 |
| 632 | 503 | N/A | N/A | N/A |
| 19 | 19 | 19 | 19 | 19 |
| 38 | 38 | 38 | 38 | 38 |
| 11 | 11 | 11 | 11 | 9 |
| 20 | 20 | 20 | 20 | 18 |
| 2 | 2 | 2 | 2 | 2 |
| 1,741 | 1,735 | 1,730 | 1,724 | 1,710 |
| 34,725 | 34,508 | 34,508 | 34,508 | 34,363 |
| 453 | 448 | 443 | 438 | 433 |
| 1,744 | 1,738 | 1,731 | 1,721 | 1,705 |
| 61 | 54 | 48 | 40 | 26 |
| 13 | 13 | 13 | 13 | 13 |
| 6 | 6 | 6 | 6 | 6 |
| 5 | 5 | 5 | 4 | 4 |
| 7 | 7 | 7 | 7 | 7 |

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

# CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE

# REPORTS ON COMPLIANCE AND INTERNAL CONTROL

# DECEMBER 31, 2008

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

P&N Postlethwaite & Netterville

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# REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

The Honorable Mayor-President
and Members of the Metropolitan Council
City of Baton Rouge and Parish of East Baton Rouge:

We have audited the financial statements of the City of Baton Rouge and Parish of East Baton Rouge (the City-Parish) as of and for the year ended December 31, 2008, and have issued our report thereon dated June 22, 2009, which includes a reference to the report of other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States.

## Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City-Parish's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City-Parish's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City-Parish's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.



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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the financial statements of the City-Parish are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

We noted certain other matters regarding internal control and compliance that we reported to management of the City-Parish in a separate letter dated June 22, 2009.

This report is intended solely for the information and use of the Metropolitan Council, the City-Parish management, federal and state awarding agencies, and the Louisiana Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Postlethwaite + Netterville

Baton Rouge, Louisiana
June 22, 2009

P&N Postlethwaite & Netterville

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# REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

The Honorable Mayor-President
And Members of the Metropolitan Council
City of Baton Rouge and Parish of East Baton Rouge:

## Compliance

We have audited the compliance of the City of Baton Rouge and Parish of East Baton Rouge (the City-Parish) with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2008. The City-Parish's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City Parish's management. Our responsibility is to express an opinion on the City-Parish's compliance based on our audit.

The City-Parish's basic financial statements include those of the District Attorney of the Nineteenth Judicial District (the District Attorney), the Capital Area Transit System (the System), the Capital Region Planning Commission (the Commission), and St. George Fire Protection District, all presented as component units. These entities expended $1,045,877, $5,954,529, $631,373, and $690,874 of federal grant funding during their most recent respective fiscal years ending during 2008, that does not appear in the accompanying schedule of expenditures of federal awards for the year ended December 31, 2008. Our audit of compliance, described below, did not include the programs of the District Attorney, the System, the Commission, or the St. George Fire Protection District, as those entities were audited under separate engagements.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City Parish's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City-Parish's compliance with those requirements.

As described in items 2008-1 through 2008-6 in the accompanying schedule of findings and questioned costs, the City-Parish did not comply with requirements regarding allowable costs, monitoring of subrecipients, and program income that are applicable to its HIV Emergency Relief Project Grants Program (93.914), its Community Development Block Grant Program (14.218) and its Home Investment Partnerships Program (14.239). Compliance with such requirements is necessary, in our opinion, for the City-Parish to comply with the requirements applicable to those programs.



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In our opinion, because of the effects of the non-compliance described in the preceding paragraph, the City-Parish did not comply, in all material respects, with the requirements referred to above that are applicable to the HIV Emergency Relief Project Grants Program, the Community Development Block Grant Program and the Home Investment Partnership Program. Also, in our opinion, the City-Parish complied, in all material respects, with the requirements referred to above that are applicable to each of its other major federal programs for the year ended December 31, 2008. The results of our auditing procedures also disclosed another instance of noncompliance with those requirements which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 2008-7.

Internal Control Over Compliance

The management of the City-Parish is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City-Parish's internal control over compliance with requirements that could have a direct and material effect on major federal programs in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. According, we do not express an opinion on the effectiveness of the City-Parish's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2008-1, 2008-2, 2008-4, and 2008-6 to be significant deficiencies.

A material weakness is a significant deficiency, or a combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. Of the deficiencies described above, we consider item 2008-2, 2008-4 and 2008-6 to be a material weakness.

The City-Parish's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City-Parish's responses and, accordingly, we express no opinion on them.

Schedule of Expenditures of Federal Awards

We have audited the basic financial statements of the City-Parish as of and for the year ended December 31, 2008, and have issued our report thereon dated June 22, 2009, which includes a reference to the report of other auditors. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards for the year ended December 31, 2008 as required by OMB Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations* is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended for the information and use of the Metropolitan Council, the City-Parish management, federal and state awarding agencies and the Louisiana Legislative Auditor and is not intended to be, and should not be, used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Postlethwaite + Netterville

Baton Rouge, Louisiana
June 22, 2009

P&N

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SUMMARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

| | FEDERAL EXPENDITURES | LOCAL EXPENDITURES | TOTAL |
|---|---|---|---|
| **FEDERAL AGENCY - SCHEDULE A** | | | |
| U.S. Department of Housing and Urban Development | $ 12,373,698 | $ -- | $ 12,373,698 |
| U.S. Department of Health and Human Services | 14,972,354 | 3,770 | 14,976,124 |
| U.S. Department of Homeland Security | 1,695,654 | -- | 1,695,654 |
| Federal Emergency Management Agency | 41,471,393 | 7,895,665 | 49,367,058 |
| U.S. Department of Transportation | 4,840,832 | 313,456 | 5,154,288 |
| U.S. Department of Energy | 149,092 | -- | 149,092 |
| U.S. Department of Agriculture | 2,499,304 | -- | 2,499,304 |
| U.S. Department of Labor | 3,707,985 | -- | 3,707,985 |
| U.S. Department of Justice | 884,982 | 67,184 | 952,166 |
| U.S. Environmental Protection Agency | 155,200 | -- | 155,200 |
| National Endowment for the Humanities | 20,000 | -- | 20,000 |
| TOTAL FEDERAL AGENCY - SCHEDULE A | $ 82,770,494 | $ 8,280,075 | $ 91,050,569 |
| **FEDERAL AGENCY - SCHEDULE B** | | | |
| U.S. Department of Transportation - FAA | $ 13,586,307 | $ 103,000 | $ 13,689,307 |
| U. S. Environmental Protection Agency | 280,266 | 229,309 | 509,575 |
| TOTAL FEDERAL AGENCY - SCHEDULE B | $ 13,866,573 | $ 332,309 | $ 14,198,882 |

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**
**GOVERNMENTAL ACTIVITIES**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

SCHEDULE A

| Name of Grants & Sources | Code Numbers | Federal CFDA Numbers | Grant Numbers | Federal Expenditures | Local Expenditures | Total |
|---|---|---|---|---|---|---|
| **FEDERAL GRANTS** | | | | | | |
| **U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT** | | | | | | |
| Direct Programs: | 121004 | | | | | |
| Community Development: | | | | | | |
| Block Grant - 1992 | 182..431602 | 14.218 | B-92-MC-22-0002 | $ 7,430 | $ -- | $ 7,430 |
| Block Grant - 1994 | 182..431602 | 14.218 | B-94-MC-22-0002 | 21,240 | -- | 21,240 |
| Block Grant - 1998 | 182..431602 | 14.218 | B-98-MC-22-0002 | 17,900 | -- | 17,900 |
| Block Grant - 1999 | 182..431602 | 14.218 | B-99-MC-22-0002 | 10,065 | -- | 10,065 |
| Block Grant - 2000 | 182..431602 | 14.218 | B-00-MC-22-0002 | 19,238 | -- | 19,238 |
| Block Grant - 2001 | 182..431602 | 14.218 | B-01-MC-22-0002 | 36,094 | -- | 36,094 |
| Block Grant - 2002 | 182..431602 | 14.218 | B-02-MC-22-0002 | 79,616 | -- | 79,616 |
| Block Grant - 2003 | 182..431602 | 14.218 | B-03-MC-22-0002 | 125,214 | -- | 125,214 |
| Block Grant - 2004 | 182..431602 | 14.218 | B-04-MC-22-0002 | 254,709 | -- | 254,709 |
| Block Grant - 2005 | 182..431602 | 14.218 | B-05-MC-22-0002 | 383,020 | -- | 383,020 |
| Block Grant - 2006 | 182..431602 | 14.218 | B-06-MC-22-0002 | 408,126 | -- | 408,126 |
| Block Grant - 2007 | 182..431602 | 14.218 | B-07-MC-22-0002 | 2,765,438 | -- | 2,765,438 |
| Block Grant - 2008 | 182..431602 | 14.218 | B-08-MC-22-0002 | 740,388 | -- | 740,388 |
| | | | | | -- | -- |
| SUBTOTAL CFDA NUMBER 14.218 | | | | 4,868,478 | -- | 4,868,478 |
| Home Grant - 1992 | 183..431602 | 14.239 | M-92-MC-22-0204 | 981,169 | -- | 981,169 |
| Home Grant - 2001 | 183..431602 | 14.239 | M-01-MC-22-0204 | 16,450 | -- | 16,450 |
| Home Grant - 2004 | 183..431602 | 14.239 | M-04-MC-22-0204 | 197,208 | -- | 197,208 |
| Home Grant - 2005 | 183..431602 | 14.239 | M-05-MC-22-0204 | 406,387 | -- | 406,387 |
| Home Grant - 2006 | 183..431602 | 14.239 | M-06-MC-22-0204 | 309,401 | -- | 309,401 |
| Home Grant - 2007 | 183..431602 | 14.239 | M-07-MC-22-0204 | 9,000 | -- | 9,000 |
| Home Grant - 2008 | 183..431602 | 14.239 | M-08-MC-22-0204 | 2,557 | | 2,557 |
| SUBTOTAL CFDA NUMBER 14.239 | | | | 1,922,172 | -- | 1,922,172 |
| Continuum of Care Supportive Housing | 184..431602 | 14.235 | LA-48-B00-40 | 378,734 | -- | 378,734 |
| Continuum of Care Supportive Housing | 184..431602 | 14.235 | LA-48-B30-40 | 46,830 | -- | 46,830 |
| Continuum of Care Supportive Housing | 184..431602 | 14.235 | LA-48-B50-40 | 43,685 | -- | 43,685 |
| Continuum of Care Supportive Housing | 184..431602 | 14.235 | LA-48-B60-40 | 641,844 | -- | 641,844 |
| Continuum of Care Supportive Housing | 184..431602 | 14.235 | LA-48-B70-40 | 568,553 | -- | 568,553 |
| SUBTOTAL CFDA NUMBER 14.235 | | | | 1,679,646 | -- | 1,679,646 |
| HOPWA Grant - 2004 | 185..431602 | 14.241 | LAH04F002 | 72,224 | -- | 72,224 |
| HOPWA Grant - 2005 | 185..431602 | 14.241 | LAH05F002 | 303,251 | -- | 303,251 |
| HOPWA Grant - 2006 | 185..431602 | 14.241 | LAH06F002 | 495,212 | -- | 495,212 |
| HOPWA Grant - 2007 | 185..431602 | 14.241 | LAH07F002 | 617,347 | -- | 617,347 |
| SUBTOTAL CFDA NUMBER 14.241 | | | | 1,488,034 | -- | 1,488,034 |
| Direct Programs: | 121004 | | | | | |
| Emergency Shelter 2006-08 | 182..431602 | 14.231 | S-06-MC-22-0002 | 62,997 | -- | 62,997 |
| Emergency Shelter 2007-09 | 182..431602 | 14.231 | S-07-MC-22-0002 | 119,935 | -- | 119,935 |
| Passed through Louisiana Department of Social Services | 121109 | | | | | |
| Emergency Shelter | 170..432602 | 14.231 | 06/08 | 44,786 | -- | 44,786 |
| Emergency Shelter | 170..432602 | 14.231 | 07/09 | 97,020 | -- | 97,020 |
| SUBTOTAL CFDA NUMBER 14.231 | | | | 324,738 | -- | 324,738 |

See Notes to Schedule of Expenditures of Federal Awards.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**
**GOVERNMENTAL ACTIVITIES**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

SCHEDULE A
(Continued)

| Name of Grants & Sources | Code Numbers | Federal CFDA Numbers | Grant Numbers | Federal Expenditures | Local Expenditures | Total |
|---|---|---|---|---|---|---|
| **U. S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (CONTINUED):** | | | | | | |
| Passed through Louisiana Department of Social Services | 121109 | | | | | |
| Sharlo Terrace - 1999 | 170..431602 | 14.871 | LA-48-0046-009 | $ 1,444 | $ -- | $ 1,444 |
| Section 8 Vouchers Program - 2007 | 170..431602 | 14.871 | LA-219-CEO-001-008 | 31,843 | -- | 31,843 |
| Section 8 Vouchers Program - 2008 | 170..431602 | 14.871 | LA-219-CEO-001-008 | 1,911,954 | -- | 1,911,954 |
| SUBTOTAL CFDA NUMBER 14.871 | | | | 1,945,241 | -- | 1,945,241 |
| Katrina Disaster Housing Assistance | 170..431602 | 14.DVP | LA-219-HR-001 | 57,480 | -- | 57,480 |
| Downtown Signage/Visitor's Amenitites-HUD | 344..431602 | 14 | B-03-SP-LA-0288 | 87,909 | -- | 87,909 |
| Total U.S. Department of Housing and Urban Development | | | | 12,373,698 | -- | 12,373,698 |
| **U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES** | | | | | | |
| Direct Programs: | 121006 | | | | | |
| Headstart - 2007 | 160..431601 | 93.600 | 06CH006530 | 181,672 | -- | 181,672 |
| Headstart - 2008 | 160..431601 | 93.600 | 06CH006531 | 9,688,491 | 3,770 | 9,692,261 |
| SUBTOTAL CFDA NUMBER 93.600 | | | | 9,870,163 | 3,770 | 9,873,933 |
| EBRP Jail Diversion Program | 170..431601 | 93.243 | IH79SM55091-01 | 61,020 | -- | 61,020 |
| Hiv Emergency Relief Project (Ryan White) | 189..431601 | 93.914 | H89HA7937S | 937,302 | -- | 937,302 |
| Hiv Emergency Relief Project (Ryan White) | 189..431601 | 93.914 | H89HA7937S | 1,935,911 | -- | 1,935,911 |
| Hiv Emerg Relief Proj-Ryan White-PartA MAI | 189..431601 | 93.914 | H3MHA08465AO | 214,099 | | 214,099 |
| SUBTOTAL CFDA NUMBER 93.914 | | | | 3,087,312 | -- | 3,087,312 |
| Passed through Louisiana Association of Community Action Partnership, Inc. | 111438 | | | | | |
| LIHEAP Client Education Grant | 160..434118 | 93.568 | 07/08 | 16,891 | -- | 16,891 |
| Passed through Louisiana Housing Finance Agency | 121119 | | | | | |
| Low Income Housing Energy Hurrican Katrina | 160..432401 | 93.568 | 2005 | 500 | -- | 500 |
| SUBTOTAL CFDA NUMBER 93.568 | | | | 17,391 | -- | 17,391 |
| Passed through LA Department of Education | 121110 | | | | | |
| GED-TANF | 161..432607 | 93.558B | G-0501LATANF | 178,408 | -- | 178,408 |
| Passed through Louisiana Department of Labor | 121118 | | | | | |
| TANF/STEP Grant | 161..432604 | 93.558 | PY 2007 | 73,912 | -- | 73,912 |
| TANF/STEP Grant | 161..432604 | 93.558 | PY 2008 | 102,913 | -- | 102,913 |
| SUBTOTAL CFDA NUMBER 93.558 | | | | 176,825 | -- | 176,825 |

See Notes to Schedule of Expenditures of Federal Awards.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**
**GOVERNMENTAL ACTIVITIES**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

SCHEDULE A
(Continued)

| Name of Grants & Sources | Code Numbers | Federal CFDA Numbers | Grant Numbers | Federal Expenditures | Local Expenditures | Total |
|---|---|---|---|---|---|---|
| **U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONTINUED):** | | | | | | |
| Passed through Louisiana Department of Employment and Training | | | | | | |
| Community Services Block Grant: | 121118 | | | | | |
| BRACA | 160..432604 | 93.569 | CSBG-FY-07P0019 | $ 388,625 | $ -- | $ 388,625 |
| BRACA | 160..432604 | 93.569 | CSBG-FY-08P0019 | 830,460 | -- | 830,460 |
| SUBTOTAL CFDA NUMBER 93.569 | | | | 1,219,085 | -- | 1,219,085 |
| Passed through Louisiana Office of Youth Development | 121127 | | | | | |
| Juvenile Services - Title IV-E | 171..432104 | 93.658 | 2005 | 154,229 | -- | 154,229 |
| Passed through Department of Military Affairs | 121126 | | | | | |
| Regional Bioterrorism & Emergency Response Planning Grant | 170..432103 | 93.283 | | 9,373 | -- | 9,373 |
| LA State Uniform Construction Code Award | 170..432103 | 93.283 | | 198,548 | -- | 198,548 |
| SUBTOTAL CFDA NUMBER 93.283 | | | | 207,921 | -- | 207,921 |
| Total U.S. Department of Health and Human Services | | | | 14,972,354 | 3,770 | 14,976,124 |
| **DEPARTMENT OF HOMELAND SECURITY** | | | | | | |
| Passed through Department of Military Affairs | 121126 | | | | | |
| Hazard Mitigation Planning Grant | 170..432103 | 97.039 | | 84 | -- | 84 |
| Hazard Mitigation Planning Grant-Statewide | 170..432103 | 97.039 | FEMA-1603-DR-LA-007 | 59,585 | -- | 59,585 |
| SUBTOTAL CFDA NUMBER 97.039 | | | | 59,669 | -- | 59,669 |
| Emergency Management Performance Grant -2008 | 001..432103 | 97.042 | | 89,199 | -- | 89,199 |
| Metropolitan Medical Response System(MMRS) | 170..432103 | 97.071 | FY-2005 | 190,350 | -- | 190,350 |
| Metropolitan Medical Response System(MMRS) | 170..432103 | 97.071 | FY-2007 | 3,095 | -- | 3,095 |
| SUBTOTAL CFDA NUMBER 97.071 | | | | 193,445 | -- | 193,445 |
| Citizen Corps Council Grant (CERT) | 170..432103 | 97.053 | | 4,850 | -- | 4,850 |
| Citizen Corps Council Grant (CERT) | 170..432103 | 97.053 | | 19,158 | -- | 19,158 |
| SUBTOTAL CFDA NUMBER 97.053 | | | | 24,008 | -- | 24,008 |
| Urban Areas Security Initiative Grant | 170..432103 | 97.008 | | 93,100 | -- | 93,100 |
| Urban Areas Security Initiative Grant | 170..432103 | 97.008 | | 1,027,223 | -- | 1,027,223 |
| Urban Areas Security Initiative Grant | 170..432103 | 97.008 | | 20,623 | -- | 20,623 |
| SUBTOTAL CFDA NUMBER 97.008 | | | | 1,140,946 | -- | 1,140,946 |

See Notes to Schedule of Expenditures of Federal Awards.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**
**GOVERNMENTAL ACTIVITIES**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

SCHEDULE A
(Continued)

| Name of Grants & Sources | Code Numbers | Federal CFDA Numbers | Grant Numbers | Federal Expenditures | Local Expenditures | Total |
|---|---|---|---|---|---|---|
| **DEPARTMENT OF HOMELAND SECURITY (CONTINUED):** | | | | | | |
| Passed through Louisiana Department of Military Affairs | 121127 | | | | | |
| State Homeland Security | 170..432103 | 97.004 | FY2005 | $ (4,170) | $ -- | $ (4,170) |
| State Homeland Security | 170..432103 | 97.004 | FY2006 | 22,906 | -- | 22,906 |
| Passed through Louisiana Department of Public Safety | | | | | | |
| State Homeland Security Program | 170..432104 | 97.004 | FY2004 | 52,139 | -- | 52,139 |
| SUBTOTAL CFDA NUMBER 97.004 | | | | 70,875 | -- | 70,875 |
| Passed through Louisiana Commission on Law Enforcement | 121116 | | | | | |
| City Constable Electronic Equipment-LETPP | 170..432102 | 97.067 | X06-5-016 | 7,773 | -- | 7,773 |
| Police Law Enforcement Terrorism Prevention | 170..432102 | 97.067 | X06-5-015 | 7,113 | -- | 7,113 |
| Police Law Enforcement Terrorism Prevention | 170..432102 | 97.067 | X06-5-015 | 84,863 | -- | 84,863 |
| Region II State Homeland Security Grant | 170..432103 | 97.067 | X06-5-015 | 17,763 | -- | 17,763 |
| SUBTOTAL CFDA NUMBER 97.067 | | | | 117,512 | -- | 117,512 |
| Total Department of Homeland Security | | | | 1,695,654 | -- | 1,695,654 |
| **FEDERAL EMERGENCY MANAGEMENT AGENCY** | | 121008 | | | | |
| Hurricane Gustav | 173..432103 | | | 41,452,244 | 7,895,665 | 49,347,909 |
| Passed through United Way of America | 111423 | | | | | |
| Emergency Shelter (FEMA) | 160..434602 | 97.024 | LRO 361400-001 | 1,450 | -- | 1,450 |
| Emergency Shelter (FEMA) | 160..434602 | 97.024 | LRO 361400-001 | 17,699 | -- | 17,699 |
| SUBTOTAL CFDA NUMBER 97.024 | | | | 19,149 | -- | 19,149 |
| Total Federal Emergency Management Agency | | | | 41,471,393 | 7,895,665 | 49,367,058 |
| **U.S. DEPARTMENT OF TRANSPORTATION** | | | | | | |
| Direct Programs: | | | | | | |
| Federal Transit Administration | 121003 | | | | | |
| Downtown Signage/Visitor's Amenities Program | 344..431202 | 20.507 | LA-03-0084 | 149,830 | 37,458 | 187,288 |
| **U.S. DEPARTMENT OF TRANSPORTATION - FHWA** | | | | | | |
| Passed through Louisiana Department of Transportation and Development - Office of Highways | 121101 | | | | | |
| Millerville Rd - I-12 & Harrell's Ferry Road | 341..432200 | 20.205 | 700-17-71 | 10,777 | 2,694 | 13,471 |
| Millerville Rd - I-12 & Old Hammond Hwy | 341..432200 | 20.205 | 700-19-44 | 315,916 | 78,979 | 394,895 |
| Tiger Bend Road | 337..432200 | 20.205 | 742-06-57 | 2,925 | 731 | 3,656 |
| Groom Road | 341..432200 | 20.205 | 700-30-0245 | 25,115 | 6,279 | 31,394 |
| Signal Synchronization System-Phase IV &V | 341..432200 | 20.205 | 700-17-0172 | 3,570,248 | -- | 3,570,248 |
| Jones Creek , Tiger Bend to Coursey | 341..432200 | 20.205 | 742-17-0131 | 43,620 | 10,905 | 54,525 |
| Nicholson Drive @ Brightside Lane/West Lee Dr | 341..432200 | 20.205 | 414-01-0036 | 134,190 | 33,548 | 167,738 |
| Millerville Road Improvements (I-12 to S. Harrell | 341..432200 | 20.205 | 742-17-0136 | 42,165 | 10,541 | 52,706 |
| S. Sherwood @ I-12 - Phase I | 341..432200 | 20.205 | 742-17-0134 | 528,782 | 132,196 | 660,978 |
| Dalrymple Drive/University Lake/Bike Paths | 341..432200 | 20.205 | 744-17-0015 | -- | 125 | 125 |
| SUBTOTAL FHWA | | | | 4,673,738 | 275,998 | 4,949,736 |

See Notes to Schedule of Expenditures of Federal Awards.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**
**GOVERNMENTAL ACTIVITIES**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

SCHEDULE A
(Continued)

| Name of Grants & Sources | Code Numbers | Federal CFDA Numbers | Grant Numbers | Federal Expenditures | Local Expenditures | Total |
|---|---|---|---|---|---|---|
| **U.S. DEPARTMENT OF TRANSPORTATION- NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION (CONTINUED):** | | | | | | |
| Passed through Capital Region Planning Commission | 121425 | | | | | |
| Transportation Planning 2006 | 170..434101 | 20.505 | PL-736-17-0344 | $ (9,744) | $ -- | $ (9,744) |
| Transportation Planning 2007 | 170..434101 | 20.505 | PL-736-17-0346 | 17,008 | -- | 17,008 |
| CRPC Tech. Assistance Land Use 2008-2009 | 170..434101 | 20.505 | PL-736-17-0344 | 10,000 | -- | 10,000 |
| SUBTOTAL NATIONAL TRAFFIC SAFETY ADMINISTRATION | | | | 17,264 | -- | 17,264 |
| Total U.S. Department of Transportation | | | | 4,840,832 | 313,456 | 5,154,288 |
| **U. S. DEPARTMENT OF ENERGY** | | | | | | |
| Passed through Louisiana Department of Natural Resources | 111438 | | | | | |
| Weatherization Assistance Program | 170..434118 | 81.042 | 2007 | 142,175 | -- | 142,175 |
| Weatherization Assistance Program | 170..434118 | 81.042 | 2008 | 6,917 | -- | 6,917 |
| SUBTOTAL CFDA NUMBER 81.042 | | | | 149,092 | -- | 149,092 |
| Total U.S. Department of Energy | | | | 149,092 | -- | 149,092 |
| **U.S. DEPARTMENT OF AGRICULTURE** | | | | | | |
| Passed through Louisiana Department of Social Services | 121109 | | | | | |
| LAJET | 170..432602 | 10.561 | 06/07 | (4,090) | -- | (4,090) |
| LAJET | 170..432602 | 10.561 | 07/08 | 318,650 | -- | 318,650 |
| LAJET | 170..432602 | 10.561 | 08/09 | 99,865 | -- | 99,865 |
| SUBTOTAL CFDA NUMBER 10.561 | | | | 414,425 | -- | 414,425 |
| Passed through Louisiana Department of Education | 121110 | | | | | |
| National School Lunch Program | 001..432106 | 10.555 | 2008 | 34,321 | -- | 34,321 |
| School Breakfast Program | 001..432106 | 10.553 | 2008 | 22,142 | -- | 22,142 |
| Headstart Food 2007-08 | 160..432607 | 10.558 | 07-08 | 662,158 | -- | 662,158 |
| Headstart Food 2008-09 | 160..432607 | 10.558 | 08-09 | 336,603 | -- | 336,603 |
| SUBTOTAL CFDA NUMBER 10.558 | | | | 998,761 | -- | 998,761 |
| Summer Food | 170..432607 | 10.559 | 08 | 1,029,655 | | 1,029,655 |
| Total U.S. Department of Agriculture | | | | 2,499,304 | -- | 2,499,304 |
| **U.S. DEPARTMENT OF LABOR** | | | | | | |
| Passed through Louisiana Department of Labor | 121118 | | | | | |
| WIA- Administration | 161..432604 | NA | FY2007 | (2,051) | -- | (2,051) |
| WIA- Administration | 161..432604 | NA | PY2007 | 161,315 | -- | 161,315 |
| WIA- Administration | 161..432604 | NA | FY2008 | 210,007 | -- | 210,007 |
| SUBTOTAL CFDA NUMBER NA | | | | 369,271 | -- | 369,271 |

See Notes to Schedule of Expenditures of Federal Awards.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**
**GOVERNMENTAL ACTIVITIES**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

SCHEDULE A
(Continued)

| Name of Grants & Sources | Code Numbers | Federal CFDA Numbers | Grant Numbers | Federal Expenditures | Local Expenditures | Total |
|---|---|---|---|---|---|---|
| **U. S. DEPARTMENT OF LABOR (CONTINUED):** | | | | | | |
| Passed through Louisiana Department of Labor | 121118 | | | | | |
| WIA-Adult Program | 161..432604 | 17.258 | FY2007 | $ (9,098) | $ -- | $ (9,098) |
| WIA-Adult Program | 161..432604 | 17.258 | FY2008 | 472,633 | -- | 472,633 |
| WIA-Adult Program | 161..432604 | 17.258 | PY2008 | 218,761 | -- | 218,761 |
| WIA-Adult Program | 161..432604 | 17.258 | FY2009 | 48,592 | -- | 48,592 |
| SUBTOTAL CFDA NUMBER 17.258 | | | | 730,888 | -- | 730,888 |
| WIA-Youth Program | 161..432604 | 17.259 | PY2007 | 879,244 | -- | 879,244 |
| WIA-Youth Program | 161..432604 | 17.259 | PY2008 | 272,126 | -- | 272,126 |
| SUBTOTAL CFDA NUMBER 17.259 | | | | 1,151,370 | -- | 1,151,370 |
| WIA-Dislocated Workers | 161..432604 | 17.260 | FY2007 | (9,363) | -- | (9,363) |
| WIA-Dislocated Workers | 161..432604 | 17.260 | PY2007 | 273,998 | -- | 273,998 |
| WIA-Dislocated Workers | 161..432604 | 17.260 | FY2008 | 71,926 | -- | 71,926 |
| WIA-Dislocated Workers | 161..432604 | 17.260 | PY2008 | 146,341 | -- | 146,341 |
| WIA-Dislocated Workers | 161..432604 | 17.260 | FY2009 | 64,178 | -- | 64,178 |
| WIA - Hurricane Katrina | 161..432604 | 17.260 | FY2006 | (3,883) | -- | (3,883) |
| WIA - National Emergency Reserve | 161..432604 | 17.260 | PY2006 | 151,785 | -- | 151,785 |
| WIA - Adult Transfer | 161..432604 | 17.260 | FY2008 | 750,000 | -- | 750,000 |
| WIA - National Emergency Grant-Gustav | 161..432604 | 17.260 | PY2008 | 11,474 | -- | 11,474 |
| SUBTOTAL CFDA NUMBER 17.260 | | | | 1,456,456 | -- | 1,456,456 |
| Total U.S. Department of Labor | | | | 3,707,985 | -- | 3,707,985 |
| **U. S. DEPARTMENT OF JUSTICE** | | | | | | |
| Direct Programs: | 121005 | | | | | |
| Police Bullet Proof Vest Program- 2006 | 170..431103 | 16.607 | | 12,600 | -- | 12,600 |
| Project Safe Neighborhoods- Anti Gang | 170..431103 | 16.609 | 2006-PG-BX-0051 | 12,288 | -- | 12,288 |
| Project Safe Neighborhoods - Anti Gang | 170..431103 | 16.609 | 2007-PG-BX0012 | 93,824 | -- | 93,824 |
| Project Safe Neighborhoods Comm. Outreach | 170..431103 | 16.609 | 2006-GP-CX-0080 | 22,695 | -- | 22,695 |
| Project Safe Neighborhoods-Gun Violence Reduction | 170..431103 | 16.609 | 2007-GP-CX-0052 | 28,877 | -- | 28,877 |
| SUBTOTAL CFDA NUMBER 16.609 | | | | 157,684 | -- | 157,684 |
| Cops Interoperable Communications Technology | 170..431103 | 16.710 | 2005-INNX-007 | 488,581 | 27,521 | 516,102 |
| Edward-Bryne Memorial (JAG) | 170..431103 | 16.738 | 2006-FO992-LADJ | 107,403 | -- | 107,403 |
| Edward-Bryne Memorial (JAG) | 170..431103 | 16.738 | 2007-DJ-BX-0939 | 8,863 | -- | 8,863 |
| SUBTOTAL CFDA NUMBER 16.738 | | | | 116,266 | -- | 116,266 |

See Notes to Schedule of Expenditures of Federal Awards.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**
**GOVERNMENTAL ACTIVITIES**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

SCHEDULE A
(Continued)

| Name of Grants & Sources | Code Numbers | Federal CFDA Numbers | Grant Numbers | Federal Expenditures | Local Expenditures | Total |
|---|---|---|---|---|---|---|
| **U. S. DEPARTMENT OF JUSTICE (CONTINUED):** | | | | | | |
| Passed through Louisiana Commission on Law Enforcement | 121116 | | | | | |
| Juvenile Accountability Block Grant | 170..432102 | 16.523 | A05-8-019 | $ 19,784 | $ 2,127 | $ 21,911 |
| Juvenile Accountability Block Grant | 170..432102 | 16.523 | A06-8-019 | 53,783 | 24,199 | 77,982 |
| SUBTOTAL CFDA NUMBER 16.523 | | | | 73,567 | 26,326 | 99,893 |
| Targeted Violent Offender Program | 170..432102 | 16.738 | B06-5-011 | 35,457 | 12,956 | 48,413 |
| Targeted Violent Offender Program | 170..432102 | 16.738 | B07-5-012 | 827 | 381 | 1,208 |
| SUBTOTAL CFDA NUMBER 16.738 | | | | 36,284 | 13,337 | 49,621 |
| Total U. S. Department of Justice | | | | 884,982 | 67,184 | 952,166 |
| **U. S. ENVIRONMENTAL PROTECTION AGENCY (EPA)** | | | | | | |
| Direct Programs: | 121011 | | | | | |
| EPA Petroleum Assessment Grant | 170..431605 | 66.818 | BF-96603701-01 | 95,283 | -- | 95,283 |
| EPA Brownsfields Assessment Grant | 170..431605 | 66.818 | BF-96637101-01 | 59,917 | -- | 59,917 |
| Total U. S. Environmental Protection Agency | | | | 155,200 | -- | 155,200 |
| **NATIONAL ENDOWMENT FOR THE HUMANITIES** | | | | | | |
| Passed through Arts Midwest on Behalf of the Art | 121025 | | | | | |
| The Big Read | 170..431608 | 45.024 | | 20,000 | -- | 20,000 |
| Total National Endowment For the Humanities | | | | 20,000 | -- | 20,000 |
| **TOTAL FEDERAL GRANTS - SCHEDULE A** | | | | $ 82,770,494 | $ 8,280,075 | $ 91,050,569 |

See Notes to Schedule of Expenditures of Federal Awards.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**
**BUSINESS-TYPE ACTIVITIES**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

SCHEDULE B

| Name of Grants & Sources | Code Numbers | Federal CFDA Numbers | Grant Numbers | Federal Expenditures | Local Expenditures | Total |
|---|---|---|---|---|---|---|
| **FEDERAL GRANTS** | | | | | | |
| **U.S. DEPARTMENT OF TRANSPORTATION** | | | | | | |
| Direct Programs: | | | | | | |
| Federal Aviation Administration: | 121007 | | | | | |
| Construct Service Road - Phase 2 | | 20.106 | 3-22-0006-59 | $ (5,399) | $ -- | $ (5,399) |
| Update Airport Master Plan - Phase II | | 20.106 | 3-22-0006-70 | 38,213 | -- | 38,213 |
| Blount/Plank Roads; Conway Property; S. Air Carrier Apron | | 20.106 | 3-22-0006-72 | 173,843 | -- | 173,843 |
| Improve Runway-Plank Rd. | | 20.106 | 3-22-0006-73 | 5,010,929 | -- | 5,010,929 |
| Security Access Control, Fencing | | 20.106 | 3-22-0006-74 | 1,670,271 | 103,000 | 1,773,271 |
| Rehab Airfield Lighting | | 20.106 | 3-22-0006-75 | 1,513,968 | | 1,513,968 |
| LOI-ASW-08-07 Phase I | | | | 1,818,036 | -- | 1,818,036 |
| Sound Reduction Program-Phase III | | 20.106 | 3-22-0006-77 | 345,606 | -- | 345,606 |
| Improve Runway 4L/22R Safety Area | | 20.106 | 3-22-0006-78 | 1,324,350 | -- | 1,324,350 |
| R/W 4L/22R Safety Area - Plank Road | | 20.106 | 3-22-0006-79 | 739,288 | -- | 739,288 |
| R/W 4L/22R Safety Area - Plank & Lighting | | 20.106 | 3-22-0006-80 | 554,312 | -- | 554,312 |
| R/W 4L/22R Safety Area - Construct Blount Rd | | 20.106 | 3-22-0006-81 | 41,158 | -- | 41,158 |
| Rehab & Expand South Air Carrier Apron | | 20.106 | 3-22-0006-82 | 361,732 | -- | 361,732 |
| Total U.S. Department of Transportation - FAA | | | | 13,586,307 | 103,000 | 13,689,307 |
| **U. S. ENVIRONMENTAL PROTECTION AGENCY (EPA)** | | | | | | |
| Direct Programs: | 121011 | | | | | |
| Wastewater Systems Improvements | 449..431605 | 66.606 | XP98635001-0 | 266,081 | 217,703 | 483,784 |
| Wastewater Systems Improvements | 449..431605 | 66.606 | XP986109-01-0 | 14,185 | 11,606 | 25,791 |
| Total U. S. Environmental Protection Agency | | | | 280,266 | 229,309 | 509,575 |
| **TOTAL FEDERAL GRANTS - SCHEDULE B** | | | | $ 13,866,573 | $ 332,309 | $ 14,198,882 |

See Notes To Schedule of Expenditures of Federal Awards.

**CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE**
**Notes to Schedule of Expenditures of Federal Awards**
**For The Year Ended December 31, 2008**

## Note A – General

The City-Parish Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the primary government of the City of Baton Rouge, Parish of East Baton Rouge, Louisiana, (the City-Parish). All federal financial assistance received directly from federal agencies is included on the schedule, as well as federal financial assistance passed-through other government agencies.

## Note B – Basis of Accounting

The City-Parish Schedule of Expenditures of Federal Awards is presented using the modified or full accrual basis of accounting, which is described in Note 1 to the City-Parish's financial statements for the year ended December 31, 2008. Schedule A details federal awards recorded in governmental fund types wherein revenues are recognized to the extent of expenditures (modified accrual). Schedule B details federal awards for proprietary fund types where government subsidies or contributions are recorded (full accrual accounting).

## Note C – Relationship to Federal Financial Reports

Amounts reported in the Schedule of Expenditures of Federal Awards agree with the amounts reported in the related federal financial reports.

## Note D – Subrecipients

The City-Parish provided federal awards to subrecipients as follows:

| Program: Title | CFDA Number | Amounts Provided to Subrecipients |
|---|---|---|
| Workforce Investment Act Youth Program | 17.259 | $1,151,370 |
| HIV Emergency Relief Project Grants | 93.914 | 3,087,312 |
| Supportive Housing Program | 14.235 | 1,679,647 |
| Total | | $5,918,329 |

Additionally, a substantial portion of the loans outstanding under the HOME and CDBG programs have been made to subrecipients (see Note E).

## Note E – Loan Assistance

The City-Parish had outstanding loans at December 31, 2008 in the following programs:

| Program: Title | CFDA Number | Loan Balance |
|---|---|---|
| HOME Partnership Investment Program | 14.239 | $ 11,801,349 |
| Community Development Block Grant (CDBG) | 14.218 | 3,851,946 |
| Rental Rehabilitation | 14.871 | 772,611 |
| Blended (HOME, CDBG and Rental Rehab) | | 1,567,524 |
| Total gross loans | | 17,993,430 |
| Allowance for loan losses | | (14,394,744) |
| Total net loans | | $ 3,598,686 |

**CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE**
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**
**YEAR ENDED DECEMBER 31, 2008**

## A. Summary of Auditors' Results

*Financial Statements*
Type of auditors' report issued: Unqualified

- Material weakness (es) identified? _____ yes ___x___ no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ yes ___x___ none reported

Noncompliance material to financial statements noted? _____ yes ___x___ no

*Federal Awards*
Internal control over major programs:

Material weakness (es) identified? ___x___ yes _____ no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? ___x___ yes

Type of auditors' report issued on compliance for major programs:

- Adverse for 14.218, 14.239 and 93.914;
- Unqualified for 17.258, 17.259, 17.260, 20.106, and 97.036

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? ___x___ yes _____ no

Identification of major programs:

| CFDA Numbers | Name of Federal Program |
|---|---|
| 14.218 | Community Development Block Grant |
| 14.239 | Home Investment Partnerships Program |
| 17.258 | Workforce Investment Act – Adult Program |
| 17.259 | Workforce Investment Act – Youth Activities |
| 17.260 | Work force Investment Act – Dislocated Workers |
| 20.106 | Airport Improvement Program |
| 93.914 | HIV Emergency Relief Project Grants (Ryan White) |
| 97.036 | Public Assistance Grants |

## A. Summary of Auditors' Results (continued)

- The threshold for distinguishing types A & B programs was program expenditures exceeding $2,899,112.
- The City of Baton Rouge and Parish of East Baton Rouge did not qualify as a low-risk auditee.

## B. Findings – Financial Reporting

None reported.

## C. Findings – Federal Award Programs

2008-1) Activities Allowed/Allowable Costs/Monitoring Questioned Costs: $536,426

**Department of Health and Human Services**

**93.914 HIV Emergency Relief Project Grants**

Grant No: H89HA79375

Criteria: Grant program funds are to be used for activities allowed under the terms of the grant award and costs charged to those programs must be allowable under OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments.*

Condition: The program funded by the grant is to be carried out in accordance with a contract between the City-Parish and various health care provider institutions in the Metropolitan area. The contracts stipulate that amounts paid to the sub-recipient providers will be supported by an itemization of the detailed services provided. While testing compliance to determine if expenditures reimbursed to sub-recipient health care providers were for activities allowed under the terms of the contract and allowable costs, 11 of the 40 expenditures selected for testing lacked the required itemization of services.

Effect: Expenditures reimbursed to sub-recipients may have been for costs specifically not allowed under the grant provisions or specifically disallowed under OMB Circular A-87. This condition, when considered in combination with insufficient monitoring identified in finding # 2 could result in unallowable costs being charged to the program.

2008-1) Activities Allowed/Allowable Costs/Monitoring (continued)

Recommendation: Payments to the sub-recipient health care providers should be made only upon receipt of an itemization of services prior to the disbursement of funds, in accordance with the contract.

View of Responsible Official and Planned Corrective Action:
As recommended, the Office of Community Development (OCD) will make payments to sub-recipients only when an adequate invoice and itemization of services has been obtained from the sub-recipient health care providers.

2008-2) Monitoring of Sub-Recipients Questioned Costs: None

**Department of Health and Human Services**

**93.914 HIV Emergency Relief Project Grants**

Criteria: OMB Circular A-133 and the A-102 Common rule indicate that a pass-through entity is responsible for monitoring its sub-recipients.

Condition: Certain aspects of the program administration's monitoring process could benefit from enhancement. While the administration's process for reviewing sub-recipient requests for reimbursement (See the itemization of detailed services in Finding 2008-1) generally allows a high level of review of allowable costs, certain other aspects of grant compliance can best be ensured through on-site monitoring visits. We noted the following deficiencies with regard to the Program's monitoring program:

- While a monitoring workbook is used by program administration to assist in the monitoring process, a monitoring plan has not been developed.
- Monitoring visits, while some were conducted, were infrequent (5 out of 16) and were not performed according to a preset schedule.
- The monitoring instrument, which focuses specifically on the determination of eligibility of participants, does not include other requirements in determining allowable activities specifically disallowed by federal guidelines such as the following:

2008-2) Monitoring of Sub-Recipients (continued)

- No determination if any item or service being reimbursed has other potential coverage such as Medicaid or Medicare.
- No determination of whether cash payments were made directly to recipients of services
- Sub-recipient reimbursement requests lacked supporting documentation, as noted at 2008-1.

Effect: A pass-through entity must execute its monitoring responsibilities to help ensure program compliance by the sub-recipient. Failure to carry out all appropriate aspects of a monitoring program presents a risk that non-compliance could exist at the sub-recipient level without timely detection by the pass-through entity.

Recommendation: The program administration should develop and document a monitoring plan at the beginning of the program year so available resources can be matched with the needs and capacity of the sub-recipients. This plan should include the priority, frequency, date and time of site visits. The monitoring instrument should be revised to include other aspects of determining whether grant funds were expended for allowable costs for services provided to eligible individuals.

View of Responsible Official and Planned Corrective Action:
OCD will develop a Monitoring Plan which will include a schedule of dates and times for site visits. A Ryan White monitoring form was developed and implemented in June 2009 to document sub-recipient compliance.

2008-3) Program Income — Questioned Costs: None

**Department of Housing and Urban Development**

**14.218 Community Development Block Grant**

Grant No(s):
B-97-MC-22-0002
B-00-MC-22-0002
B-02-MC-22-0002
B-03-MC-22-0002
B-04-MC-22-0002
B-05-MC-22-0002
B-06-MC-22-0002
B-07-MC-22-0002

2008-3) Program Income (continued)

**14.239 Home Investment Partnership Program**

Grant No: M-92-MC-22-0204

Criteria: Program income may be used in one of three methods: deducted from outlays, added to the project budget, or used to meet matching requirements. Unless specified in the federal award agency regulations or the terms and conditions of the award, the OMB A-102 Common Rule requires program income received to be deducted from federal outlays. If program income is retained, the federal regulations allows the establishment of a revolving fund under 24 CFR 570.500(b). The regulations require that the income be disposed from the revolving fund before additional cash withdrawals are made from the US Treasury for the same activity.

Condition: The grantee had program income cash of approximately $2,484,000 and $2,130,000 cash available in a revolving fund at December 31, 2008 for the CDBG and Home Programs respectively. This program income represents accumulated collections on multi-family and single family rehab and purchase program loans. Despite the fact that program income was available in a revolving fund, draw downs of federal funds occurred. ***This is a repeat finding from the prior year. See Summary Schedule of Prior Year Findings No. 2007-4.***

Effect: The grantee is out of compliance with the federal regulations regarding the disposition of revolving funds and in essence may have overdrawn the amount of funds needed in order to carry out the programs.

Recommendation: Future draw-downs of grant funds should be offset by available program income.

View of Responsible Official and Planned Corrective Action:
The program income balances represent a revolving loan fund which primarily consists of income from loan repayments on housing loan accounts and will be used to make additional housing loans. OCD is attempting to locate eligible projects that can be funded with available program income. OCD has formulated a plan that includes entering program income for the Home Program into the U.S. Department of Housing and Urban Development's Integrated Disbursement and Information System (IDIS) by August 31, 2009.

2008-4) Program Income — Questioned Costs: None

**14.218 Community Development Block Grant**

Grant No(s): B-04-MC-22-0002
B-05-MC-22-0002
B-06-MC-22-0002

**14.239 Home Investment Partnership Program**

Grant No: M-92-MC-22-0204

Criteria: Program income should be recorded into the accounting records of the grantee on a timely basis.

Conditions: The City-Parish's Office of Community Development administers the CDBG and HOME programs. The primary tools used by the OCD to track and collect program income include portfolio, collection and delinquency reports which are generated from software used by an outsourced information service provider who also services the loans. During our testing, we noticed that certain multifamily loans which had been disbursed from the grant funds did not appear on the servicer's December 2008 portfolio report. This indicates that the tested loans had not been entered into the servicer's accounting software on a timely basis.

Effect: The grantee may not be getting a true picture of the loans outstanding in the program and could potentially be unaware of program income due from borrowers if the servicer's monthly reports are not current and complete. Additionally, loan payments may be coming due without knowledge of the servicer and the OCD. Timely billing may not occur if the loans are not entered into the servicer's loan accounting software.

Recommendation: The grantee should develop procedures to ensure that loans disbursed are posted into the servicer's loan accounting software in a timely manner. Such procedures could include:

a. Reconciliation of loans disbursed per the general ledger to the loan servicer's reports.
b. Tickler system in loan files that would serve as a reminder to personnel to submit the information to the servicer.
c. Review of the servicer's reports for completeness and accuracy by program personnel.

2008-4) Program Income (continued)

View of Responsible Official and Planned Corrective Action:
The Office of Community Development has assigned additional staff to post transactions into the servicer's loan software program so that all loans are posted timely and accurately.

2008-5) Monitoring of Sub-Recipients — Questioned Costs: None

**14.218 Community Development Block Grant**

Grant No(s): B-07-MC-22-0002

Criteria: OMB Circular A-133 and the A-102 Common Rule indicate that a pass-through entity is responsible for monitoring the activities of its sub-recipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.

Condition: The City-parish's Office of Community Development (OCD) administers the CDBG program. SeedCo Financial, Inc, a sub-recipient that received approximately $500,000 in 2007 for the establishment of a small business loan fund, was not monitored by the Office of Community Development for compliance with federal regulations or compliance with the terms of its contractual agreement with the City. The City-Parish's contract with SeedCo required SeedCo to submit quarterly reports to the City-Parish of its operations and loans disbursed. The quarterly reports were not obtained.

Effect: A pass-through entity must execute its monitoring responsibilities to help ensure program and grant compliance by the sub-recipient. Failure to carry out all appropriate aspects of a monitoring program presents a risk that non-compliance and fraud could exist at the sub-recipient level without timely detection by the pass-through entity.

Recommendation: The program administration must monitor this sub-recipient to ensure compliance with federal regulations and obtain all quarterly reports required under the terms of the contractual agreement with the not-for-profit organization.

2008-5) Monitoring of Sub-Recipients (continued)

View of Responsible Official and Planned Corrective Action:

When the SeedCo contract was executed in 2007, OCD was undergoing changes in Administration and, inadvertently, the administration of the SeedCo contract was never assigned to an OCD staff member. This oversight has been addressed to ensure compliance. Recent contact with SeedCo has revealed that the quarterly reports were being sent to our Parish Attorney's Office instead of to OCD. SeedCo has been informed to send future reports to OCD and Finance.

2008-6) Monitoring of Sub-recipients

**14.218 Community Development Block Grant**

Grant No(s): B-97-MC-22-0002
B-00-MC-22-0002
B-02-MC-22-0002
B-03-MC-22-0002
B-04-MC-22-0002
B-05-MC-22-0002
B-06-MC-22-0002
B-07-MC-22-0002

**14.239 Home Investment Partnership Program**

Grant No: M-92-MC-22-0204

Criteria: OMB Circular A-133 and the A-102 Common Rule indicate that a pass-through entity is responsible for monitoring the activities of its sub-recipients as necessary to ensure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.

Condition: The City-Parish's Office of Community Development (OCD) administers the CDBG and HOME programs. In considering the OCD's compliance with its monitoring requirements, we noted a number of sub-recipients that were not monitored during 2008. Some of the sub-recipients have not been monitored for several years. The OCD lacks a process whereby sub-recipient monitoring is tracked, risk-assessed and executed in consistent and systematic manner.

2008-6) Monitoring of Sub-recipients (continued)

Effect: The City is non-compliant with its monitoring responsibilities.

Recommendation: The OCD should develop a monitoring plan that sets forth a systematic approach to monitoring its sub-recipients that ensures all sub-recipients are appropriately monitored, risk assessed, and tracked.

View of Responsible Official and Planned Corrective Action:
OCD will develop a Monitoring Plan which will include a schedule of dates and times for site visits. OCD has instructed staff to prepare and submit a schedule of dates and times for site visits in accordance with the Monitoring Plan.

2008-7) Allowable Costs – Employer Based Training Fraud Questioned Costs: $55,355

**17.258 Workforce Investment Act – Adult Program**

Grant No(s): CFMS#649405

Criteria: Grant program funds are to be used for activities allowed under the terms of the grant award and costs charged to those programs must be allowable under OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments.*

Condition: As part of its monitoring responsibilities, the City-parish's WIA program monitors the entities with which it contracts to provide training to participants. During the course of routine monitoring of an Employer Based Training (On the Job Training or OJT) provider in January 2008, the monitors noted numerous issues of non-compliance with the terms of the OJT agreement. The monitor was unable to obtain the required documentation necessary to support requests reimbursement of payroll costs that were submitted by this provider. In addition, monitors were unable to corroborate the existence of the program with participants. It was also discovered that nepotism existed between the owner and several of the participants. The contract has been revoked and the matter has since been reported to the Department of Labor and the District Attorney. The District Attorney has filed criminal charges against the owner of the business.

Effect: Fraudulent costs appear to have been charged to the program. The City-Parish is pursuing action to remediate the damages caused by these fraudulent acts.

2008-7) Allowable Costs – Employer Based Training Fraud (continued)

Recommendation: The City-parish should cooperate with those authorized on any prosecution efforts.

View of Responsible Official and Planned Corrective Action:

The Workforce Investment Board (WIB) reviewed the operation in a timely manner, discontinued payments, and reported the incident to the Administration, local authorities, the State of Louisiana, and United States Department of Labor as required by the grant regulations. Once the investigation and prosecution procedures are complete, the WIB will seek restitution of disallowed costs. Further, because the WIB followed required procedures and took necessary corrective actions, a request for waiver of the costs involved will be submitted after the WIB exhausts debt collection from the contractor (per 20 CFR 667.630 and 667.720). The WIB is reviewing the timesheets and invoices of all contracts more closely to prevent reoccurrence.

# CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
# EIN 726000137
# Summary Schedule of Prior Year Findings and Questioned Costs
# Year Ended December 31, 2007

**Findings - Federal Award Programs**

**Department of Housing and Urban Development**

**14.218 Community Development Block Grant**

Grant No: B-06-MC-22-0002

2007-1) Program Income ***Questioned Costs: None***

Criteria: Program income accounting records should be kept current so that program income can be tracked timely and accurately.

Condition: The primary tool used by the grantee to track and collect program income is the software used by a contracted, outside third party who services the loans. Monthly portfolio, collection and delinquency reports are generated from this software and are submitted to the grantee on a monthly basis. During our testing we noted certain loan information appearing on the December 31, 2007 portfolio report which did not agree with documentation in the loan files as follows:

- For 9 out of 40 loan files tested maturity dates did not agree to the signed loan documents.
- For 8 out of 40 loan files tested first payment due dates were not correct.

The discrepancies noted above indicate that the portfolio reports are not being monitored and/or corrected in a timely manner.

Effect: The grantee may not be getting a true picture of the loans outstanding in the program and could potentially be unaware of program income due from borrowers if the monthly portfolio reports are not current, complete or accurate. Additionally, loan payments may be coming due without the knowledge of the servicer, who is responsible for the collection of the loans. Timely billing may not occur if the loans are not entered into the software of the loan servicer.

Recommendation:

Grantee should develop written procedures to ensure that loans disbursed are posted into the servicer's loan portfolio accurately and in a timely manner. Such procedures could include:

- Reconciliation of loans disbursed per the general ledger to the loan servicer portfolio reports.
- Tickler system in loan files that would serve as a reminder to personnel to submit the information to the servicer.
- Review by program personnel of the servicer's portfolio report for completeness and accuracy.

View of Responsible Official and Planned Corrective Action:

As recommended, the tasks of developing written procedures to ensure that loans disbursed are posted into the servicer's loan portfolio in a timely manner has been assigned to the newly created OCD Accounting Section. The applicable written procedures should be completed shortly.

***Updated Response:***

***The Office of Community Development (OCD) has assigned additional staff to post transactions into the servicer's loan software program so that all loans are posted timely and accurately.***

**14.239 Home Investment Partnership Program**

Grant Number: M-06-MC-22-0204

2007-2) Monitoring ***Questioned Costs: None***

Criteria: The US Department of Housing and Urban Development (HUD) requires that a participating jurisdiction's records demonstrate that those projects requiring monitoring are complied with the following:

1) Property Standards - a sufficient sample of HOME assisted units were inspected, as well as exterior and common areas and that any deficiencies identified were corrected.
2) Rent and Occupancy Requirements- inspection records should also show that a sample of unit files verified that HOME rent and occupancy requirements were met.
3) Lease Requirements - lease agreements meet HOME requirements.

Condition: Monitoring efforts by the participating jurisdiction did not ensure compliance with several HUD requirements. When reviewing several of the projects monitored during 2007 by the Office of Community Development (OCD), it was noted that the files lacked sufficient documentation of identified deficiencies. From the information maintained in some of the files, verification of HOME rent and occupancy requirements could not be re-performed. The participating jurisdiction lacks a formalized process for performing, reviewing and documenting inspection results. There was no documentation or copies of correspondence to evidence that deficiencies identified during the inspection were communicated to the borrower/grantee, or if corrective actions were being enforced. ***This is a repeat finding from the prior year. See Summary Schedule of Prior Year Findings No. 2006-3.***

Effect: Without proper documentation and a formalized monitoring process, a borrower/sub-grantee could be servicing units which do not meet the rent, occupancy, or property standards requirement and such noncompliance would go undetected.

Recommendation:

A formalized process for performing, reviewing and documenting inspection results should be implemented. Sufficient documentation must be maintained in the files in order to re-perform verifications made in the monitoring process. Deficiencies noted in the performance of monitoring procedures should be adequately documented and written notification of the deficiencies and corrective actions should be sent to the borrower/grantee within thirty days of monitoring by the OCD staff.

View of Responsible

Official and Planned
Corrective Action:

As recommended, a formalized process for performing, reviewing, and documenting the monitoring process will be developed and implemented by our newly created OCD Accounting Section.

***Updated Response:***

***OCD's Accounting Section has formalized and implemented a process to monitor the grants according to HUD requirements. This process will help to ensure compliance with the applicable regulations.***

14.218 **Community Development Block Grant**

Grant No: B-06-MC-22-0002

14.239 **Home Investment Partnership Program**

Grant No: M-06-MC-22-0204

2007-3) Davis Bacon Wage Rates ***Questioned Costs: None***

Criteria: When required by the Davis-Bacon Act, all laborers and mechanics employed by contractors or subcontractors to work on construction contracts in excess of $2,000 financed by Federal assistance must be paid wages not less than those established for the locality of the project (prevailing wage rates) by the Federal Department of Labor. To ensure that contractors and subcontractors are in compliance with the Davis-Bacon Act, grantee personnel must monitor the payrolls of all contractors and subcontractors of applicable projects.

Condition: Grantee personnel did not monitor payrolls of the contractor on the O'Brien House construction contract funded jointly by the Community Development Block Grant and Home Investment Partnership Program. ***This is a repeat finding from the prior year. See Summary Schedule of Prior Year Findings No. 2006-4.***

Effect: The contractor could be paying rates below the required wage rates without the grantee's (City's) knowledge.

Recommendation:

The grantee should request contractors to submit weekly payrolls of all laborers and mechanics to them. Grantee personnel should monitor compliance with applicable wage rates and that review should be documented through a signature of the reviewer.

View of Responsible
Official and Planned
Corrective Action:

As recommended, OCD will continue to monitor Contractors to ensure compliance with the applicable Davis Bacon requirements..

***Updated Response:***

***OCD has continued to monitor contractors to ensure compliance with the applicable Davis***

***Bacon requirements. The Housing & Urban Development (HUD) letter dated June 3, 2008, (see attached letter) reaffirms our effort relative to the Davis Bacon requirements.***

**14.218 Community Development Block Grant**

Grant No: B-97-MC-22-0002
B-00-MC-22-0002
B-02-MC-22-0002
B-03-MC-22-0002
B-04-MC-22-0002
B-05-MC-22-0002
B-06-MC-22-0002

**14.239 Home Investment Partnership Program**

Grant No: M-92-MC-22-0204

2007-4) Program Income ***Questioned Costs: None***

Criteria: Program income may be used in one of the three methods: deducted from outlays, added to the project budget, or used to meet matching requirements. Unless specified in the federal award agency regulations or the terms and conditions of the awards, the OMB A-102 Common Rule requires program income received to be deducted from federal outlays. If program income is retained, the federal regulations allows the establishment of a revolving fund under 24 CFR 570.500(b). The regulations require that the income be disposed from the revolving fund before additional cash withdrawals are made from the US Treasury for the same activity.

Condition: The grantee had program income of approximately $2,200,000 and $2,650,000 available in a revolving fund at December 31, 2007 for the CDBG and Home Programs respectively. This program income represents accumulated collections on multi-family and single family rehab and purchase program loans. Despite the fact that program income was available in a revolving fund, draw downs of federal funds occurred even though program income was available for use. ***This is a repeat finding from the prior year. See Summary Schedule of Prior Year Findings No. 2006-7.***

Effect: The grantee is out of compliance with the federal regulations regarding the disposition of revolving funds and in essence may have overdrawn the amount of funds needed in order to carry out the program. Excess cash in the grant funds approximate program income available at year end.

Recommendation:
Future draw-downs of grant funds should be offset by available program income relating to housing and rehabilitation loans.

View of Responsible
Official and Planned
Corrective Action:

The newly created OCD Accounting Section will be equipped to ensure compliance with all applicable program regulations.

***Updated Response:***

***The program income balances represent a revolving loan fund which primarily consists of income from loan repayments on housing loan accounts and will be used to make additional housing loans. OCD is attempting to locate eligible projects that can be funded with available program income. OCD has formulated a plan that includes entering program income for Home Program into HUD's Integrated Disbursement and Information System (IDIS) by August 31, 2009.***

**Department of Transportation - Federal Aviation Administration**

**20.106 Airport Improvement Program**

Grant No(s): 3-22-0006-66
3-22-0006-71
3-22-0006-72

2007-5) Real Property Management ***Questioned Costs: None***

Criteria: Title to real property acquired by a non-Federal entity with Federal awards vests with the non-Federal entity. When real property is no longer needed for federally supported programs or projects add subsequently disposed of, the dale proceeds are generally required to be remitted to the Federal awarding agency. Grantees must maintain sufficient property records that allow for identification of property purchased with federal funds.

Condition: The Baton Rouge Metropolitan Airport's real property records do not identify geographic parcels by funding source. As a result, the City's ability to readily identify such parcels or property segments purchased with federal funds may be hampered.

Effect: Without identification of the funding sources, those properties purchased with Federal funds would not be identifiable and any sales proceeds from future dispositions may not be remitted in accordance with federal regulations.

Recommendation:
The City-Parish should identify funding sources for all parcels of property comprising the Baton Rouge Metropolitan Airport.

View of Responsible
Official and Planned
Corrective Action:
The Finance Accounting Division and the GBR Airport staff have begun to research all source documents purchasing land since 1994 in order to ascertain the exact funding source for the purchase of all land capitalized for the Airport. This project is expected to be completed within the next six months and be available for reconciliation purposes by year-end.

***Updated Response:***

***The Airport has been working with Finance to identify each parcel that was purchased with grant funds. The Airport has a listing of parcels without the values. The Airport is working with GCR, a consultant, to enter all of the parcel information, including the value***

***assigned to the parcel, into a new system (ABM) that they have purchased. The Airport will verify all information with Finance to make sure that the City-Parish financial records and the Airport's new system agree.***

**Department of Homeland Security**

**97.008 Urban Areas Security Initiative Grant**

Grant No(s): FY2004
FY2005

2007-6) Allowable Costs ***Questioned Costs: None***

Criteria: OMB Circular A-87 requires that for employees who are expected to work solely on a single Federal award, charges for their salaries and wages must be supported by periodic certifications that these employees worked solely on that program for the period covered by the certification. These certifications should be prepared at least semiannually and signed by the employee or supervisor having first hand knowledge of the work performed by the employee.

Condition: The employees whose compensation costs were charged 100% to this grant were not supported by the required periodic certifications.

Effect: While alternative evidence indicates these employees expended all of their time and effort toward grant program activities, the documentation requirements of OMB Circular A-87 were not met.

Recommendation:
At a minimum, semi-annual signed certifications should be obtained for all employees whose salary is charged 100% to this grant.

View of Responsible Official and Planned Corrective Action:
The East Baton Rouge Parish Office of Homeland Security and Emergency Preparedness has implemented a revised time and attendance report that includes a certification of time and effort spent on grant program activities.

***Updated Response:***
***As recommended, immediately following the departmental audit finding exit meeting, the corrective actions suggested were made by the Mayor's Office of Homeland Security and Emergency Preparedness and provided to the auditors.***

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

New Orleans Field Office
Hale Boggs Federal Building
500 Poydras Street, 9th Floor
New Orleans, LA 70130-3099

June 3, 2008

RECEIVED
JUN 09 2008
OFFICE OF
COMMUNITY DEVELOPMENT

Ms. Sharon St. Romain
Interim Urban Development Director
City of Baton Rouge
Office of Community Development
P. O. Box 1471
Baton Rouge, LA 70821

Dear Ms. St. Romain:

SUBJECT: Federal Labor Standards Compliance Review
Community Development Block Grant
City of Baton Rouge
Baton Rouge, LA

This letter is transmitting a report of the monitoring review of the above subject program. Virginia Cockerham performed the review on May 22, 2008, to assure that there is a labor standards enforcement program in place, and to determine the effectiveness of that program.

As a result of the review, no findings were noted.

We determined your Agency has an effective on-going system to ensure compliance to the Federal Labor Standards Provisions in construction contracts.

We appreciate the cooperation and time your staff provided to Ms. Cockerham in support of this review. If we can be of further assistance, please do not hesitate to contact Virginia Cockerham, Labor Relations Specialist at (504) 589-7204.

Sincerely,

Virginia Cockerham
for Jerlinda D. Banks
Regional Labor Relations Officer

Enclosure

FEDERAL LABOR STANDARDS MONITORING REVIEW REPORT

RECEIVED JUN 09 2008 OFFICE OF COMMUNITY DEVELOPMENT

CITY OF BATON ROUGE
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM

SUMMARY

This review was performed on May 22, 2008, to assure that there is a labor standards enforcement program in place, and to determine the effectiveness of that program. The methods used to reach these conclusions include review of the agency organizational structure, role of the agency labor specialist, interviews with key staff, and examination of project and construction files such as bid documents, construction contract, payrolls and employee interview forms (HUD Form 11).

Mr. Rodrick Dickerson and Ms. Sandra Self have the primary responsibility for administering the labor standard provisions. The City of Baton Rouge has developed a system adequate to comply with applicable federal labor standards requirements and has maintained the required documentation to support compliance.

During the closeout review between Mr. Dickerson and Ms. Cockerham, it was noted even though no findings were made, the Office of Labor Relations recommended the staff attend the upcoming Davis Bacon training, because the entire staff is fairly new.

Labor standards enforcement files for the projects identified below were reviewed.

| Project Name & Number | Bid Opening Date | Contract Amount | Wage Decision Number | % of Completion |
|---|---|---|---|---|
| Cenikor Foundation B05MC222002 | 09/23/05 | $160,000 | LA030006 | 80% |
| Habitat for Humanity B05MC222002 | 11/1/06 | $400,000 | LA070004 | 100% |

No findings were noted by the Office of Labor Relations, but the City of Baton Rouge's Compliance Officer (Ms. Sandra Self) did note restitution for nine (9) employees totaling $718.92 on the Cenikor Foundation project. Also, the City is holding the last draw on this project pending an additional $100 in restitution due another employee. Since the total restitution paid/due is less than $1,000, no 5.7 report was due, but I did remind the

staff of the requirements of the 5.7 for restitution over $1,000.

In conclusion, the City of Baton Rouge is performing at an acceptable level.

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

INTERNET REPORT ID: 331049 VERSION: 1

OMB No. 0348-0057

FORM **SF-SAC**
(8-6-2008)

U.S. DEPT. OF COMM.– Econ. and Stat. Admin.– U.S. CENSUS BUREAU
ACTING AS COLLECTING AGENT FOR
OFFICE OF MANAGEMENT AND BUDGET

# Data Collection Form for Reporting on AUDITS OF STATES, LOCAL GOVERNMENTS, AND NON-PROFIT ORGANIZATIONS for Fiscal Year Ending Dates in 2008, 2009, or 2010

Complete this form, as required by OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations."

## PART 1 GENERAL INFORMATION *(To be completed by auditee, except for Items 6, 7, and 8)*

**1.** Fiscal period ending date for this submission

| Month | Day | Year |
|---|---|---|
| 12 | 31 | 2008 |

**2.** Type of Circular A-133 audit
1 [X] Single audit
2 [ ] Program-specific audit

**3.** Audit period covered
1 [X] Annual 3 [ ] Other – [ ] Months
2 [ ] Biennial

**4. Auditee Identification Numbers**

**a.** Primary Employer Identification Number (EIN)
72 – 6000137

**b.** Are multiple EINs covered in this report? 1 [ ] Yes 2 [X] No

**c.** If Part I, Item 4b = "Yes," complete Part I, Item 4c on the continuation sheet on Page 4.

**d.** Data Universal Numbering System (DUNS) Number
07 – 194 – 8301

**e.** Are multiple DUNS covered in this report? 1 [ ] Yes 2 [X] No

**f.** If Part I, Item 4e = "Yes," complete Part I, Item 4f on the continuation sheet on Page 4.

**5. AUDITEE INFORMATION**

**a.** Auditee name
EAST BATON ROUGE

**b.** Auditee address *(Number and street)*
222 ST. LOUIS STREET

City
BATON ROUGE

State LA ZIP + 4 Code 70821 – 1471

**c.** Auditee contact
Name
KATHLEEN KREKO

Title
ACCOUNTING MANAGER

**d.** Auditee contact telephone
(225) 389 – 3316

**e.** Auditee contact FAX
(225) 389 – 7831

**f.** Auditee contact E-mail
KKREKO@BRGOV.COM

**6. PRIMARY AUDITOR INFORMATION**
*(To be completed by auditor)*

**a.** Primary auditor name
POSTLETHWAITE & NETTERVILLE APAC

**b.** Primary auditor address *(Number and street)*
8550 UNITED PLAZA BLVD., SUITE 1001

City
BATON ROUGE

State LA ZIP + 4 Code 70809 –

**c.** Primary auditor contact
Name
FREDDY SMITH

Title
DIRECTOR

**d.** Primary auditor contact telephone
(800) 201 – 7332

**e.** Primary auditor contact FAX
(225) 922 – 4611

**f.** Primary auditor contact E-mail
FSMITH@PNCPA.COM

**g. AUDITEE CERTIFICATION STATEMENT –** This is to certify that, to the best of my knowledge and belief, the auditee has: (1) engaged an auditor to perform an audit in accordance with the provisions of OMB Circular A-133 for the period described in Part I, Items 1 and 3; (2) the auditor has completed such audit and presented a signed audit report which states that the audit was conducted in accordance with the provisions of the Circular; and, (3) the information included in **Parts I, II,** and **III** of this data collection form is accurate and complete. I declare that the foregoing is true and correct.

Auditee certification Date

NOT FOR SUBMISSION

Name of certifying official

NOT FOR SUBMISSION

Title of certifying official

NOT FOR SUBMISSION

**g. AUDITOR STATEMENT –** The data elements and information included in this form are limited to those prescribed by OMB Circular A-133. The information included in Parts II and III of the form, except for Part III, Items 7, 8, and 9a-9f, was transferred from the auditor's report(s) for the period described in Part I, Items 1 and 3, and **is not a substitute** for such reports. The auditor has not performed any auditing procedures since the date of the auditor's report(s). A copy of the reporting package required by OMB Circular A-133, which includes the complete auditor's report(s), is available in its entirety from the auditee at the address provided in Part I of this form. As required by OMB Circular A-133, the information in **Parts II** and **III** of this form was entered in this form by the auditor based on information included in the reporting package. The auditor has not performed any additional auditing procedures in connection with the completion of this form.

**7a. Add Secondary auditor information? (Optional)**
1 [ ] Yes 2 [X] No

**b.** If "Yes," complete **Part I, Item 8** on the continuation sheet on page 5.

Auditor certification Date

NOT FOR SUBMISSION

INTERNET REPORT ID: 331049 VERSION: 1

Primary EIN: 72 – 6000013 7

## PART II FINANCIAL STATEMENTS *(To be completed by auditor)*

**1.** Type of audit report

Mark either: 1 [X] Unqualified opinion **OR**

any combination of: 2 [ ] Qualified opinion 3 [ ] Adverse opinion 4 [ ] Disclaimer of opinion

**2.** Is a "going concern" explanatory paragraph included in the audit report? 1 [ ] Yes 2 [X] No

**3.** Is a significant deficiency disclosed? 1 [ ] Yes 2 [X] No – *SKIP to Item 5*

**4.** Is any significant deficiency reported as a material weakness? 1 [ ] Yes 2 [ ] No

**5.** Is a material noncompliance disclosed? 1 [ ] Yes 2 [X] No

## PART III FEDERAL PROGRAMS *(To be completed by auditor)*

**1.** Does the auditor's report include a statement that the auditee's financial statements include departments, agencies, or other organizational units expending $500,000 or more in Federal awards that have separate A-133 audits which are not included in this audit? (AICPA Audit Guide, Chapter 12) 1 [X] Yes 2 [ ] No

**2.** What is the dollar threshold to distinguish Type A and Type B programs? (OMB Circular A-133 §___ .520(b)) $ **2,899,112**

**3.** Did the auditee qualify as a low-risk auditee? (§___ .530) 1 [ ] Yes 2 [X] No

**4.** Is a significant deficiency disclosed for any major program? (§ ___ .510(a)(1)) 1 [X] Yes 2 [ ] No –*SKIP to Item 6*

**5.** Is any significant deficiency reported for any major program as a material weakness? (§___ .510(a)(1)) 1 [X] Yes 2 [ ] No

**6.** Are any known questioned costs reported? (§___ .510(a)(3) or (4)) 1 [X] Yes 2 [ ] No

**7.** Were Prior Audit Findings related to **direct** funding shown in the Summary Schedule of Prior Audit Findings? (§___.315(b)) 1 [X] Yes 2 [ ] No

**8.** Indicate which **Federal** agency(ies) have current year audit findings related to **direct** funding or prior audit findings shown in the Summary Schedule of Prior Audit Findings related to **direct** funding. *(Mark (X) all that apply or None)*

- 98 [ ] U.S. Agency for International Development
- 10 [ ] Agriculture
- 23 [ ] Appalachian Regional Commission
- 11 [ ] Commerce
- 94 [ ] Corporation for National and Community Service
- 12 [ ] Defense
- 84 [ ] Education
- 81 [ ] Energy
- 66 [ ] Environmental Protection Agency
- 39 [ ] General Services Administration
- 93 [X] Health and Human Services
- 97 [ ] Homeland Security
- 14 [X] Housing and Urban Development
- 03 [ ] Institute of Museum and Library Services
- 15 [ ] Interior
- 16 [ ] Justice
- 17 [ ] Labor
- 09 [ ] Legal Services Corporation
- 43 [ ] National Aeronautics and Space Administration
- 89 [ ] National Archives and Records Administration
- 05 [ ] National Endowment for the Arts
- 06 [ ] National Endowment for the Humanities
- 47 [ ] National Science Foundation
- 07 [ ] Office of National Drug Control Policy
- 59 [ ] Small Business Administration
- 96 [ ] Social Security Administration
- 19 [ ] U.S. Department of State
- 20 [X] Transportation
- 21 [ ] Treasury
- 64 [ ] Veterans Affairs
- 00 [ ] **None**
- [ ] Other – *Specify:*



FORM SF-SAC (8-6-2008)

Primary EIN: 72 – 60001137

FORM SF-SAC (8-6-2008)

## PART III FEDERAL PROGRAMS – Continued

**9.** FEDERAL AWARDS EXPENDED DURING FISCAL YEAR

| CFDA Number: Federal Agency Prefix[1] (a) | CFDA Number: Extension[2] (b) | Research and development (c) | Name of Federal program (d) | Amount expended (e) | Direct award (f) | Major program: Major program (g) | Major program: If yes, type of audit report[3] (h) | **10.** AUDIT FINDINGS: Type(s) of compliance requirement(s)[4] (a) | Audit finding reference number(s)[5] (b) |
|---|---|---|---|---|---|---|---|---|---|
| 14 | .218 | 1 ☐ Yes 2 ☒ No | COMMUNITY DEVELOPMENT BLOCK GRANTS/ENTITLEMENT GRANTS | $ 4,868,478 .00 | 1 ☒ Yes 2 ☐ No | 1 ☒ Yes 2 ☐ No | A | JM | 2008-3, 2008-4, 2008-5, 2008-6 |
| 14 | .239 | 1 ☐ Yes 2 ☒ No | HOME INVESTMENT PARTNERSHIPS PROGRAM | $ 1,922,172 .00 | 1 ☒ Yes 2 ☐ No | 1 ☒ Yes 2 ☐ No | A | JM | 2008-3, 2008-4, 2008-6 |
| 14 | .235 | 1 ☐ Yes 2 ☒ No | SUPPORTIVE HOUSING PROGRAM | $ 1,679,646 .00 | 1 ☒ Yes 2 ☐ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 14 | .241 | 1 ☐ Yes 2 ☒ No | HOUSING OPPORTUNITIES FOR PERSONS WITH AIDS | $ 1,488,034 .00 | 1 ☒ Yes 2 ☐ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 14 | .231 | 1 ☐ Yes 2 ☒ No | EMERGENCY SHELTER GRANTS PROGRAM | $ 182,932 .00 | 1 ☒ Yes 2 ☐ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 14 | .231 | 1 ☐ Yes 2 ☒ No | EMERGENCY SHELTER GRANTS PROGRAM | $ 141,806 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 14 | .871 | 1 ☐ Yes 2 ☒ No | SECTION 8 HOUSING CHOICE VOUCHERS | $ 1,945,241 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 14 | .DVP | 1 ☐ Yes 2 ☒ No | KATRINA DISASTER HOUSING ASSISTANCE | $ 57,480 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 14 | B-03-SP-LA-0 .288 | 1 ☐ Yes 2 ☒ No | DOWNTOWN SIGNAGE/VISITORS AMENITIES- HUD | $ 87,909 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 93 | .600 | 1 ☐ Yes 2 ☒ No | HEAD START | $ 9,870,163 .00 | 1 ☒ Yes 2 ☐ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| **TOTAL FEDERAL AWARDS EXPENDED** → | | | | $ 96,637,067 .00 | | | | | |

[1] See Appendix 1 of instructions for valid Federal Agency two-digit prefixes.

[2] Or other identifying number when the Catalog of Federal Domestic Assistance (CFDA) number is not available. *(See Instructions)*

[3] If major program is marked "Yes," enter only one letter (**U** = Unqualified opinion, **Q** = Qualified opinion, **A** = Adverse opinion, **D** = Disclaimer of opinion) corresponding to the type of audit report in the adjacent box. If major program is marked "No," leave the type of audit report box blank.

[4] Enter the letter(s) of all type(s) of compliance requirement(s) that apply to audit findings (i.e., noncompliance, significant deficiency (including material weaknesses), questioned costs, fraud, and other items reported under §___ .510(a)) reported for each Federal program.

A. Activities allowed or unallowed
B. Allowable costs/cost principles
C. Cash management
D. Davis – Bacon Act
E. Eligibility
F. Equipment and real property management
G. Matching, level of effort, earmarking
H. Period of availability of Federal funds
I. Procurement and suspension and debarment
J. Program income
K. Real property acquisition and relocation assistance
L. Reporting
M. Subrecipient monitoring
N. Special tests and provisions
O. None
P. Other

[5] N/A for NONE

DRAFT

Primary EIN: 72 – 60001337

FORM SF-SAC (8-6-2008)

## PART III FEDERAL PROGRAMS – Continued

**9.** FEDERAL AWARDS EXPENDED DURING FISCAL YEAR

| CFDA Number: Federal Agency Prefix[1] (a) | CFDA Number: Extension[2] (b) | Research and development (c) | Name of Federal program (d) | Amount expended (e) | Direct award (f) | Major program: Major program (g) | Major program: If yes, type of audit report[3] (h) | **10.** AUDIT FINDINGS: Type(s) of compliance requirement(s)[4] (a) | Audit finding reference number(s)[5] (b) |
|---|---|---|---|---|---|---|---|---|---|
| 93 | .243 | 1 ☐ Yes 2 ☒ No | SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES | $ 61,020 .00 | 1 ☒ Yes 2 ☐ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 93 | .914 | 1 ☐ Yes 2 ☒ No | HIV EMERGENCY RELIEF PROJECT GRANTS | $ 3,087,312 .00 | 1 ☒ Yes 2 ☐ No | 1 ☒ Yes 2 ☐ No | A | ABM | 2008-1, 2008-2 |
| 93 | .568 | 1 ☐ Yes 2 ☒ No | LOW-INCOME HOME ENERGY ASSISTANCE | $ 16,891 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 93 | .568 | 1 ☐ Yes 2 ☒ No | LOW-INCOME HOME ENERGY ASSISTANCE | $ 500 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 93 | .558B | 1 ☐ Yes 2 ☒ No | TEMPORARY ASSISTANCE TO NEEDY FAMILIES | $ 178,408 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 93 | .558 | 1 ☐ Yes 2 ☒ No | TEMPORARY ASSISTANCE TO NEEDY FAMILIES/STEP | $ 176,825 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 93 | .569 | 1 ☐ Yes 2 ☒ No | COMMUNITY SERVICES BLOCK GRANT | $ 1,219,085 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 93 | .658 | 1 ☐ Yes 2 ☒ No | FOSTER CARE - TITLE VI-E | $ 154,229 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 93 | .283 | 1 ☐ Yes 2 ☒ No | CENTERS FOR DISEASE CONTROL AND PREVENTION | $ 207,921 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 97 | .039 | 1 ☐ Yes 2 ☒ No | HAZARD MITIGATION GRANT | $ 59,669 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| **TOTAL FEDERAL AWARDS EXPENDED** → | | | | $ 96,637,067 .00 | | | | | |

[1] See Appendix 1 of instructions for valid Federal Agency two-digit prefixes.

[2] Or other identifying number when the Catalog of Federal Domestic Assistance (CFDA) number is not available. *(See Instructions)*

[3] If major program is marked "Yes," enter only one letter (**U** = Unqualified opinion, **Q** = Qualified opinion, **A** = Adverse opinion, **D** = Disclaimer of opinion) corresponding to the type of audit report in the adjacent box. If major program is marked "No," leave the type of audit report box blank.

[4] Enter the letter(s) of all type(s) of compliance requirement(s) that apply to audit findings (i.e., noncompliance, significant deficiency (including material weaknesses), questioned costs, fraud, and other items reported under §___ .510(a)) reported for each Federal program.

A. Activities allowed or unallowed
B. Allowable costs/cost principles
C. Cash management
D. Davis – Bacon Act
E. Eligibility
F. Equipment and real property management
G. Matching, level of effort, earmarking
H. Period of availability of Federal funds
I. Procurement and suspension and debarment
J. Program income
K. Real property acquisition and relocation assistance
L. Reporting
M. Subrecipient monitoring
N. Special tests and provisions
O. None
P. Other

[5] N/A for NONE

DRAFT

Primary EIN: 72 – 60001137

FORM SF-SAC (8-6-2008)

## PART III FEDERAL PROGRAMS – Continued

**9.** FEDERAL AWARDS EXPENDED DURING FISCAL YEAR

| CFDA Number: Federal Agency Prefix[1] (a) | CFDA Number: Extension[2] (b) | Research and development (c) | Name of Federal program (d) | Amount expended (e) | Direct award (f) | Major program: Major program (g) | Major program: If yes, type of audit report[3] (h) | **10.** AUDIT FINDINGS: Type(s) of compliance requirement(s)[4] (a) | Audit finding reference number(s)[5] (b) |
|---|---|---|---|---|---|---|---|---|---|
| 97 | .042 | 1 ☐ Yes 2 ☒ No | EMERGENCY MANAGEMENT PERFORMANCE | $ 89,199 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 97 | .071 | 1 ☐ Yes 2 ☒ No | METROPOLITAN MEDICAL RESPONSE SYSTEM | $ 193,445 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 97 | .053 | 1 ☐ Yes 2 ☒ No | CITIZEN CORPS | $ 24,008 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 97 | .008 | 1 ☐ Yes 2 ☒ No | URBAN AREAS SECURITY INITIATIVE GRANT | $ 1,140,946 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 97 | .004 | 1 ☐ Yes 2 ☒ No | STATE DOMESTIC PREPAREDNESS EQUIPMENT SUPPORT PROGRAM | $ 70,875 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 97 | .067 | 1 ☐ Yes 2 ☒ No | HOMELAND SECURITY GRANT PROGRAM | $ 117,512 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 97 | .036 | 1 ☐ Yes 2 ☒ No | DISASTER GRANTS- PUBLIC ASSISTANCE | $ 41,452,244 .00 | 1 ☐ Yes 2 ☒ No | 1 ☒ Yes 2 ☐ No | U | O | N/A |
| 97 | .024 | 1 ☐ Yes 2 ☒ No | EMERGENCY FOOD AND SHELTER NATIONAL BOARD PROGRAM | $ 19,149 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 20 | .507 | 1 ☐ Yes 2 ☒ No | FEDERAL TRANSIT FORMULA GRANT | $ 149,830 .00 | 1 ☒ Yes 2 ☐ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 20 | .205 | 1 ☐ Yes 2 ☒ No | HIGHWAY PLANNING AND CONSTRUCTION | $ 4,673,738 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| **TOTAL FEDERAL AWARDS EXPENDED** → | | | | $ 96,637,067 .00 | | | | | |

[1] See Appendix 1 of instructions for valid Federal Agency two-digit prefixes.

[2] Or other identifying number when the Catalog of Federal Domestic Assistance (CFDA) number is not available. *(See Instructions)*

[3] If major program is marked "Yes," enter only one letter (**U** = Unqualified opinion, **Q** = Qualified opinion, **A** = Adverse opinion, **D** = Disclaimer of opinion) corresponding to the type of audit report in the adjacent box. If major program is marked "No," leave the type of audit report box blank.

[4] Enter the letter(s) of all type(s) of compliance requirement(s) that apply to audit findings (i.e., noncompliance, significant deficiency (including material weaknesses), questioned costs, fraud, and other items reported under §____ .510(a)) reported for each Federal program.

A. Activities allowed or unallowed
B. Allowable costs/cost principles
C. Cash management
D. Davis – Bacon Act
E. Eligibility
F. Equipment and real property management
G. Matching, level of effort, earmarking
H. Period of availability of Federal funds
I. Procurement and suspension and debarment
J. Program income
K. Real property acquisition and relocation assistance
L. Reporting
M. Subrecipient monitoring
N. Special tests and provisions
O. None
P. Other

[5] N/A for NONE

DRAFT

Primary EIN: 72 – 6000137

FORM SF-SAC (8-6-2008)

## PART III FEDERAL PROGRAMS – Continued

**9.** FEDERAL AWARDS EXPENDED DURING FISCAL YEAR

| CFDA Number: Federal Agency Prefix[1] (a) | CFDA Number: Extension[2] (b) | Research and development (c) | Name of Federal program (d) | Amount expended (e) | Direct award (f) | Major program: Major program (g) | Major program: If yes, type of audit report[3] (h) | **10.** AUDIT FINDINGS: Type(s) of compliance requirement(s)[4] (a) | Audit finding reference number(s)[5] (b) |
|---|---|---|---|---|---|---|---|---|---|
| 20 | .505 | 1 ☐ Yes 2 ☒ No | FEDERAL TRANSIT-METROPOLITAN PLANNING GRANTS | $ 17,264 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 81 | .042 | 1 ☐ Yes 2 ☒ No | WEATHERIZATION ASSISTANCE FOR LOW-INCOME PROGRAM | $ 149,092 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 10 | .561 | 1 ☐ Yes 2 ☒ No | STATE ADMINISTRATIVE MATCHING GRANTS FOR FOOD STAMP PROGRAM (LAJET) | $ 414,425 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 10 | .555 | 1 ☐ Yes 2 ☒ No | NATIONAL SCHOOL LUNCH PROGRAM | $ 34,321 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 10 | .553 | 1 ☐ Yes 2 ☒ No | SCHOOL BREAKFAST PROGRAM | $ 22,142 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 10 | .558 | 1 ☐ Yes 2 ☒ No | CHILD AND ADULT CARE FOOD PROGRAM | $ 998,761 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 10 | .559 | 1 ☐ Yes 2 ☒ No | SUMMER FOOD SERVICE PROGRAM FOR CHILDREN | $ 1,029,655 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 17 | .UNKNOWN | 1 ☐ Yes 2 ☒ No | WIA - ADMINISTRATION | $ 369,271 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 17 | .258 | 1 ☐ Yes 2 ☒ No | WIA - ADULT PROGRAM | $ 730,888 .00 | 1 ☐ Yes 2 ☒ No | 1 ☒ Yes 2 ☐ No | U | B | 2008-7 |
| 17 | .259 | 1 ☐ Yes 2 ☒ No | WIA - YOUTH ACTIVITIES | $ 1,151,370 .00 | 1 ☐ Yes 2 ☒ No | 1 ☒ Yes 2 ☐ No | U | O | N/A |
| **TOTAL FEDERAL AWARDS EXPENDED** → | | | | $ 96,637,067 .00 | | | | | |

DRAFT

[1] See Appendix 1 of instructions for valid Federal Agency two-digit prefixes.

[2] Or other identifying number when the Catalog of Federal Domestic Assistance (CFDA) number is not available. *(See Instructions)*

[3] If major program is marked "Yes," enter only one letter (**U** = Unqualified opinion, **Q** = Qualified opinion, **A** = Adverse opinion, **D** = Disclaimer of opinion) corresponding to the type of audit report in the adjacent box. If major program is marked "No," leave the type of audit report box blank.

[4] Enter the letter(s) of all type(s) of compliance requirement(s) that apply to audit findings (i.e., noncompliance, significant deficiency (including material weaknesses), questioned costs, fraud, and other items reported under §____ .510(a)) reported for each Federal program.

A. Activities allowed or unallowed
B. Allowable costs/cost principles
C. Cash management
D. Davis – Bacon Act
E. Eligibility
F. Equipment and real property management
G. Matching, level of effort, earmarking
H. Period of availability of Federal funds
I. Procurement and suspension and debarment
J. Program income
K. Real property acquisition and relocation assistance
L. Reporting
M. Subrecipient monitoring
N. Special tests and provisions
O. None
P. Other

[5] N/A for NONE

Primary EIN: 72 – 6000137

FORM SF-SAC (8-6-2008)

## PART III FEDERAL PROGRAMS – Continued

**9.** FEDERAL AWARDS EXPENDED DURING FISCAL YEAR | **10.** AUDIT FINDINGS

| CFDA Number: Federal Agency Prefix[1] (a) | CFDA Number: Extension[2] (b) | Research and development (c) | Name of Federal program (d) | Amount expended (e) | Direct award (f) | Major program: Major program (g) | Major program: If yes, type of audit report[3] (h) | Type(s) of compliance requirement(s)[4] (a) | Audit finding reference number(s)[5] (b) |
|---|---|---|---|---|---|---|---|---|---|
| 17 | .260 | 1 ☐ Yes 2 ☒ No | WIA - DISLOCATED WORKERS | $ 1,456,456 .00 | 1 ☐ Yes 2 ☒ No | 1 ☒ Yes 2 ☐ No | U | O | N/A |
| 16 | .607 | 1 ☐ Yes 2 ☒ No | BULLET PROOF VEST PARTNERSHIP PROGRAM | $ 12,600 .00 | 1 ☒ Yes 2 ☐ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 16 | .609 | 1 ☐ Yes 2 ☒ No | COMMUNITY PROSECUTION AND PROJECT SAFE NEIGHBORHOODS | $ 157,684 .00 | 1 ☒ Yes 2 ☐ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 16 | .710 | 1 ☐ Yes 2 ☒ No | PUBLIC SAFETY PARTNERSHIP AND COMMUNITY POLICING GRANTS | $ 488,581 .00 | 1 ☒ Yes 2 ☐ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 16 | .738 | 1 ☐ Yes 2 ☒ No | EDWARD BRYNE MEMORIAL JUSTICE ASSISTANCE GRANT PROGRAMS | $ 116,266 .00 | 1 ☒ Yes 2 ☐ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 16 | .523 | 1 ☐ Yes 2 ☒ No | JUVENILE ACCOUNTABILTY INCENTIVE BLOCK GRANTS | $ 73,567 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 16 | .738 | 1 ☐ Yes 2 ☒ No | EDWARD BRYNE MEMORIAL FORMULA GRANT PROGRAM | $ 36,284 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 66 | .818 | 1 ☐ Yes 2 ☒ No | BROWNSFIELDS ASSESSMENT AND CLEANUP COOPERATIVE AGREEMENTS | $ 155,200 .00 | 1 ☒ Yes 2 ☐ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 45 | .024 | 1 ☐ Yes 2 ☒ No | PROMOTION OF THE ARTS GRANT | $ 20,000 .00 | 1 ☐ Yes 2 ☒ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| 20 | .106 | 1 ☐ Yes 2 ☒ No | AIRPORT IMPROVEMENT PROGRAM | $ 13,586,307 .00 | 1 ☒ Yes 2 ☐ No | 1 ☒ Yes 2 ☐ No | U | O | N/A |

**TOTAL FEDERAL AWARDS EXPENDED** → $ 96,637,067 .00

[1] See Appendix 1 of instructions for valid Federal Agency two-digit prefixes.

[2] Or other identifying number when the Catalog of Federal Domestic Assistance (CFDA) number is not available. *(See Instructions)*

[3] If major program is marked "Yes," enter only one letter (**U** = Unqualified opinion, **Q** = Qualified opinion, **A** = Adverse opinion, **D** = Disclaimer of opinion) corresponding to the type of audit report in the adjacent box. If major program is marked "No," leave the type of audit report box blank.

[4] Enter the letter(s) of all type(s) of compliance requirement(s) that apply to audit findings (i.e., noncompliance, significant deficiency (including material weaknesses), questioned costs, fraud, and other items reported under §___ .510(a)) reported for each Federal program.

A. Activities allowed or unallowed
B. Allowable costs/cost principles
C. Cash management
D. Davis – Bacon Act
E. Eligibility
F. Equipment and real property management
G. Matching, level of effort, earmarking
H. Period of availability of Federal funds
I. Procurement and suspension and debarment
J. Program income
K. Real property acquisition and relocation assistance
L. Reporting
M. Subrecipient monitoring
N. Special tests and provisions
O. None
P. Other

[5] N/A for NONE

DRAFT

Primary EIN: 72 – 6000137

FORM SF-SAC (8-6-2008)

## PART III FEDERAL PROGRAMS – Continued

**9.** FEDERAL AWARDS EXPENDED DURING FISCAL YEAR

| CFDA Number: Federal Agency Prefix[1] (a) | CFDA Number: Extension[2] (b) | Research and development (c) | Name of Federal program (d) | Amount expended (e) | Direct award (f) | Major program: Major program (g) | Major program: If yes, type of audit report[3] (h) | **10.** AUDIT FINDINGS: Type(s) of compliance requirement(s)[4] (a) | Audit finding reference number(s)[5] (b) |
|---|---|---|---|---|---|---|---|---|---|
| 66 | .606 | 1 ☐ Yes 2 ☒ No | WASTE WATER SYSTEMS IMPROVEMENTS | $ 280,266 .00 | 1 ☒ Yes 2 ☐ No | 1 ☐ Yes 2 ☒ No | | O | N/A |
| | . | 1 ☐ Yes 2 ☐ No | | $ .00 | 1 ☐ Yes 2 ☐ No | 1 ☐ Yes 2 ☐ No | | | |
| | . | 1 ☐ Yes 2 ☐ No | | $ .00 | 1 ☐ Yes 2 ☐ No | 1 ☐ Yes 2 ☐ No | | | |
| | . | 1 ☐ Yes 2 ☐ No | | $ .00 | 1 ☐ Yes 2 ☐ No | 1 ☐ Yes 2 ☐ No | | | |
| | . | 1 ☐ Yes 2 ☐ No | | $ .00 | 1 ☐ Yes 2 ☐ No | 1 ☐ Yes 2 ☐ No | | | |
| | . | 1 ☐ Yes 2 ☐ No | | $ .00 | 1 ☐ Yes 2 ☐ No | 1 ☐ Yes 2 ☐ No | | | |
| | . | 1 ☐ Yes 2 ☐ No | | $ .00 | 1 ☐ Yes 2 ☐ No | 1 ☐ Yes 2 ☐ No | | | |
| | . | 1 ☐ Yes 2 ☐ No | | $ .00 | 1 ☐ Yes 2 ☐ No | 1 ☐ Yes 2 ☐ No | | | |
| | . | 1 ☐ Yes 2 ☐ No | | $ .00 | 1 ☐ Yes 2 ☐ No | 1 ☐ Yes 2 ☐ No | | | |
| | . | 1 ☐ Yes 2 ☐ No | | $ .00 | 1 ☐ Yes 2 ☐ No | 1 ☐ Yes 2 ☐ No | | | |

**TOTAL FEDERAL AWARDS EXPENDED** → $ 96,637,067 .00

DRAFT

[1] See Appendix 1 of instructions for valid Federal Agency two-digit prefixes.

[2] Or other identifying number when the Catalog of Federal Domestic Assistance (CFDA) number is not available. *(See Instructions)*

[3] If major program is marked "Yes," enter only one letter (**U** = Unqualified opinion, **Q** = Qualified opinion, **A** = Adverse opinion, **D** = Disclaimer of opinion) corresponding to the type of audit report in the adjacent box. If major program is marked "No," leave the type of audit report box blank.

[4] Enter the letter(s) of all type(s) of compliance requirement(s) that apply to audit findings (i.e., noncompliance, significant deficiency (including material weaknesses), questioned costs, fraud, and other items reported under §___ .510(a)) reported for each Federal program.

A. Activities allowed or unallowed
B. Allowable costs/cost principles
C. Cash management
D. Davis – Bacon Act
E. Eligibility
F. Equipment and real property management
G. Matching, level of effort, earmarking
H. Period of availability of Federal funds
I. Procurement and suspension and debarment
J. Program income
K. Real property acquisition and relocation assistance
L. Reporting
M. Subrecipient monitoring
N. Special tests and provisions
O. None
P. Other

[5] N/A for NONE

Primary EIN: 72 – 600137

## PART I — Item 5 Continuation Sheet

**c.** List the multiple Employer Identification Numbers (EINs) covered in this report.

| | | | |
|---|---|---|---|
| 1 | NLA | 21 | 41 |
| 2 | | 22 | 42 |
| 3 | | 23 | 43 |
| 4 | | 24 | 44 |
| 5 | | 25 | 45 |
| 6 | | 26 | 46 |
| 7 | | 27 | 47 |
| 8 | | 28 | 48 |
| 9 | | 29 | 49 |
| 10 | | 30 | 50 |
| 11 | | 31 | 51 |
| 12 | | 32 | 52 |
| 13 | | 33 | 53 |
| 14 | | 34 | 54 |
| 15 | | 35 | 55 |
| 16 | | 36 | 56 |
| 17 | | 37 | 57 |
| 18 | | 38 | 58 |
| 19 | | 39 | 59 |
| 20 | | 40 | 60 |

**f.** List the multiple DUNS covered in the report.

| | | | |
|---|---|---|---|
| 1 | NLA | 21 | |
| 2 | | 22 | |
| 3 | | 23 | |
| 4 | | 24 | |
| 5 | | 25 | |
| 6 | | 26 | |
| 7 | | 27 | |
| 8 | | 28 | |
| 9 | | 29 | |
| 10 | | 30 | |
| 11 | | 31 | |
| 12 | | 32 | |
| 13 | | 33 | |
| 14 | | 34 | |
| 15 | | 35 | |
| 16 | | 36 | |
| 17 | | 37 | |
| 18 | | 38 | |
| 19 | | 39 | |
| 20 | | 40 | |

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FORM SF-SAC (8-6-2008)

## PART I GENERAL INFORMATION – Continued

**8.** Part I, Item 8, Secondary Auditor's Contact Information. *(List the Secondary Auditor's Contact information)*

**1. a.** Secondary Auditor name
N / A
**b.** Secondary Auditor address *(Number and street)*
City
State ZIP + 4 Code –
**c.** Secondary Auditor contact Name
Title
**d.** Secondary Auditor contact telephone ( ) –
**e.** Secondary Auditor contact FAX ( ) –
**f.** Secondary Auditor contact E-mail

**2. a.** Secondary Auditor name
**b.** Secondary Auditor address *(Number and street)*
City
State ZIP + 4 Code –
**c.** Secondary Auditor contact Name
Title
**d.** Secondary Auditor contact telephone ( ) –
**e.** Secondary Auditor contact FAX ( ) –
**f.** Secondary Auditor contact E-mail

**3. a.** Secondary Auditor name
**b.** Secondary Auditor address *(Number and street)*
City
State ZIP + 4 Code –
**c.** Secondary Auditor contact Name
Title
**d.** Secondary Auditor contact telephone ( ) –
**e.** Secondary Auditor contact FAX ( ) –
**f.** Secondary Auditor contact E-mail

**4. a.** Secondary Auditor name
**b.** Secondary Auditor address *(Number and street)*
City
State ZIP + 4 Code –
**c.** Secondary Auditor contact Name
Title
**d.** Secondary Auditor contact telephone ( ) –
**e.** Secondary Auditor contact FAX ( ) –
**f.** Secondary Auditor contact E-mail

**5. a.** Secondary Auditor name
**b.** Secondary Auditor address *(Number and street)*
City
State ZIP + 4 Code –
**c.** Secondary Auditor contact Name
Title
**d.** Secondary Auditor contact telephone ( ) –
**e.** Secondary Auditor contact FAX ( ) –
**f.** Secondary Auditor contact E-mail

**6. a.** Secondary Auditor name
**b.** Secondary Auditor address *(Number and street)*
City
State ZIP + 4 Code –
**c.** Secondary Auditor contact Name
Title
**d.** Secondary Auditor contact telephone ( ) –
**e.** Secondary Auditor contact FAX ( ) –
**f.** Secondary Auditor contact E-mail

DRAFT

P&N Postlethwaite & Netterville

A Professional Accounting Corporation
Associated Offices in Principal Cities of the United States
www.pncpa.com

# REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO THE PASSENGER FACILITY CHARGE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE

The Honorable Mayor-President
and Members of the Metropolitan Council
City of Baton Rouge and Parish of East Baton Rouge:

## Compliance

We have audited the compliance of the City of Baton Rouge and the Parish of East Baton Rouge (the City-Parish) with the compliance requirements described in the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration in September 2000 (the Guide), for its passenger facility charge program for the year ended December 31, 2008. Compliance with the requirements of laws and regulations applicable to its passenger facility charge program is the responsibility of the City-Parish's management. Our responsibility is to express an opinion on the City-Parish's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the Guide. Those standards and the Guide require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a direct and material effect on the passenger facility charge program occurred. An audit includes examining, on a test basis, evidence about the City-Parish's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City-Parish's compliance with those requirements.

In our opinion, the City-Parish complied, in all material respects, with the requirements referred to above that are applicable to its passenger facility charge program for the year ended December 31, 2008.

## Internal Control Over Compliance

The Management of the City-Parish is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws and regulations applicable to the passenger facility charge program. In planning and performing our audit, we considered the City-Parish's internal control over compliance with requirements that could have a direct and material effect on the passenger facility charge program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with the Guide.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws and regulations that would be material in relation to the passenger facility charge program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.



8550 United Plaza Blvd, Suite 1001 • Baton Rouge, LA 70809 • Tel: 225.922.4600 • Fax: 225.922.4611

Schedule of Passenger Facility Charges Revenues and Disbursements

We have audited the basic financial statements of the City of Baton Rouge and the Parish of East Baton Rouge as of and for the year ended December 31, 2008, and have issued our report thereon dated June 22, 2009, which includes a reference to the report of other auditors. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of passenger facility charge revenues and disbursements is presented for purposes of additional analysis as specified in the Guide and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Metropolitan Council, the City-Parish's management, the Federal Aviation Administration and the Louisiana Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Postlethwaite + Netterville

Baton Rouge, Louisiana
June 22, 2009

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE**
**SCHEDULE OF PASSENGER FACILITY CHARGES (PFC)**
**REVENUES AND DISBURSEMENTS**
**BATON ROUGE METROPOLITAN AIRPORT**
**FOR THE YEAR ENDED DECEMBER 31, 2008**

| | | FY 2007 Program Total | Quarter 1 Jan - Mar |
|---|---|---|---|
| Revenue | | | |
| Passenger Facility Charge Net Collections | | $ 19,188,076 | $ 505,471 |
| Interest Earned on Investments | | 1,261,247 | 950 |
| Claim settlement | | 1,371,035 | -- |
| Total Revenue | | 21,820,358 | 506,421 |
| Disbursements | | | |
| 93-02-U-00-BTR | Noise mitigation | 1,315,124 | -- |
| 96-03-C-00-BTR | Terminal building and plan specifications | 1,290,899 | -- |
| 97-04-C-00-BTR | Terminal development with financing | 12,978,321 | 88,390 |
| 00-05-C-00-BTR | Airport access road | 1,089,279 | 2,796 |
| 00-05-C-00-BTR | Acquire A/C loading bridges | 162,370 | 1,506 |
| 05-06-C-00-BTR | Expand general aviation apron | 190,083 | 565 |
| 05-06-C-00-BTR | Extend runway 4L/22R | 642,593 | 6,501 |
| Total Disbursements | | 17,668,669 | 99,758 |
| Net PFC Revenue | | | 406,663 |
| PFC Account Balance (cash basis) | | $ 4,151,689 | $ 4,558,352 |

| Quarter 2 Apr - Jun | Quarter 3 Jul - Sep | Quarter 4 Oct - Dec | FY 2008 Total | FY 2008 Program Total |
|---|---|---|---|---|
| $ 519,150 | $ 400,530 | $ 432,803 | $ 1,857,954 | $ 21,046,030 |
| 33,956 | 33,778 | 56,974 | 125,658 | 1,386,905 |
| -- | -- | -- | -- | 1,371,035 |
| 553,106 | 434,308 | 489,777 | 1,983,612 | 23,803,970 |
| | | | | |
| -- | -- | -- | -- | 1,315,124 |
| -- | -- | -- | -- | 1,290,899 |
| -- | 728,647 | 171,059 | 988,096 | 13,966,417 |
| -- | 65,973 | -- | 68,769 | 1,158,048 |
| -- | 97,580 | -- | 99,086 | 261,456 |
| -- | 13,777 | -- | 14,342 | 204,425 |
| -- | 329,340 | -- | 335,841 | 978,434 |
| -- | 1,235,317 | 171,059 | 1,506,134 | 19,174,803 |
| | | | | |
| 553,106 | (801,009) | 318,718 | 477,478 | |
| | | | | |
| $ 5,111,458 | $ 4,310,449 | $ 4,629,167 | $ 4,629,167 | 4,629,167 |

| | |
|---|---|
| Accrued PFC revenues | 168,129 |
| Accrued interest revenues | 17,520 |
| Accrued interest payable | (563,104) |
| Accrued project expenses | (59,503) |
| | |
| Total Net Assets Restricted for PFC included in EXHIBIT A-10 | $ 4,192,209 |

# SPECIAL ACKNOWLEDGMENTS

## Finance - Accounting

**Kathleen Kreko**
Accounting Manager

**Sharon Campbell**
**Elizabeth LeBlanc**
**Jeannie Martin**
Assistant Accounting Managers

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Chief Financial Analyst

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Charlene Brady
Jasylon Burns
Lamonica Carey
Liyou Dinku
Linda Hickerson
Julie Johnson
Angela Lockett
Martha London
Kathy Mansur
Oma Ringe
Gregory Spears
Kay Tolar

**Senior Financial Analyst**
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Jeanine Romero
Nick Vidrine

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