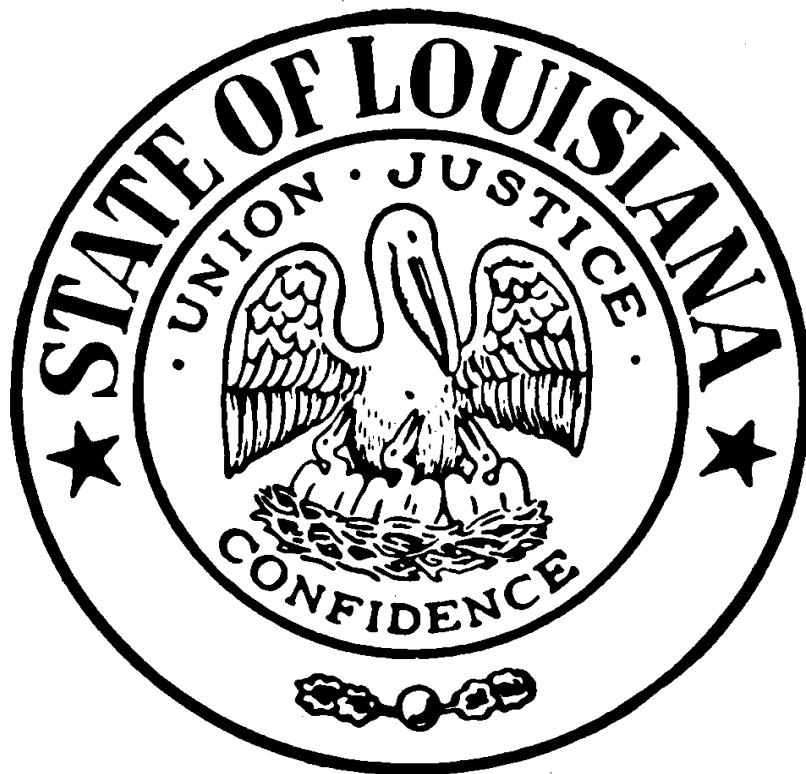


**State of Louisiana  
Comprehensive Annual Financial Report  
for the Year Ended June 30, 2005**

**KATHLEEN BABINEAUX BLANCO**  
Governor



Prepared By  
**DIVISION OF ADMINISTRATION**  
**JERRY LUKE LEBLANC**  
Commissioner

## *On the Cover*

In 1902, Governor William Henry Wright Heard directed the Secretary of State to use a state seal of this description: "A Pelican, with its head turned to the left, in nest with three young; the Pelican, following the tradition in act of tearing its breast to feed its young;

around the edge of the seal to be inscribed 'State of Louisiana'. Over head of the Pelican to be inscribed 'Union, Justice', and under the Pelican to be inscribed 'Confidence'." That is the seal that represents the State of Louisiana today.



**Kathleen Babineaux Blanco**

**Governor**

**State of Louisiana**

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# State of Louisiana

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# I. INTRODUCTORY SECTION





# State of Louisiana

## DIVISION OF ADMINISTRATION OFFICE OF THE COMMISSIONER

KATHLEEN BABINEAUX BLANCO  
GOVERNOR

JERRY LUKE LEBLANC  
COMMISSIONER OF ADMINISTRATION

March 29, 2006

To: The Honorable Kathleen Babineaux Blanco, Governor,  
Members of the Legislature, and the  
People of the State of Louisiana

It is my privilege to present the Comprehensive Annual Financial Report (CAFR) on the financial condition of the State of Louisiana for the fiscal year ended June 30, 2005. The report was prepared in conformity with Generally Accepted Accounting Principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB) and Louisiana Revised Statutes.

The Division of Administration, Office of Statewide Reporting and Accounting Policy prepared the CAFR, with the objective of reporting the government's operations as a single unified entity, in addition to providing traditional fund-based financial statements.

The Division of Administration is responsible for the accuracy, completeness and fair presentation of the data, representations and disclosures presented in the CAFR. To the best of our knowledge and belief, the data presented are accurate in all material respects, reported in a manner designed to fairly present the financial position and results of operations and provide disclosures necessary to enable the reader to gain an understanding of the financial activities and condition of the State.

The reporting entity of the State includes all primary government funds, plus the activity of component units for which the State is financially accountable. Determination of the component units to be included in the CAFR was made in accordance with criteria established by GASB and is presented in Note 1A to the financial statements.

The CAFR is organized as follows:

- Introductory section containing background and organizational information on the State and summaries of some current initiatives
- Financial section including the independent auditor's report, Management's Discussion and Analysis (MD&A), Government-Wide Financial Statements, Fund Financial Statements, Notes to the Basic Financial Statements and Required Supplementary Information. The financial section also includes the combining statements of the individual funds.
- Statistical section presenting financial, economic, and demographic data for Louisiana.

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

### **INDEPENDENT AUDIT**

The State of Louisiana's basic financial statements have been audited by the Office of Legislative Auditor. The goal of the independent audit was to provide reasonable assurance that the basic financial statements of the State for the fiscal year ended June 30, 2005, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the basic 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 basic financial statements of the State of Louisiana for the year ended June 30, 2005, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the basic financial statements of the State of Louisiana was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the basic financial statements, but also on the audited internal controls of the government and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the separately issued Single Audit Report for the State of Louisiana.

## **ACCOUNTING AND BUDGETARY CONTROL**

Management is responsible for establishing and maintaining internal controls designed to ensure that assets are protected from loss, theft, or misuse and that adequate accounting data are compiled to provide for the preparation of financial statements in conformity with GAAP. Internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the valuation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within this framework. We believe that the internal accounting controls of the State adequately safeguard assets and provide reasonable assurance of proper recording and reporting of financial transactions.

Final financial control is exercised through the budgetary system. Financial statements are presented in conformity with GAAP and are also presented on a non-GAAP budgetary basis to demonstrate legal compliance. Variances between the GAAP and Non-GAAP budgetary presentations are caused by differences in reporting entity, accounting basis, and timing. The budgetary process is further described in Note 1 to the basic financial statements and a reconciliation between GAAP and non-GAAP budgetary basis fund balances is presented as required supplemental information.

## **PROFILE OF THE GOVERNMENT**

Located on the Gulf of Mexico and bounded by Arkansas, Texas and Mississippi, Louisiana occupies a land area of approximately 43,562 square miles and serves a population of 4,516,000. The Executive, Judicial and Legislative Branches govern the State as provided by the Louisiana Constitution of 1974.

The State provides a variety of services to citizens including education, health care, public safety, road and highway development and maintenance, and recreation. These services are financed primarily through taxes, fees, mineral royalties and federal revenues, which are accounted for by various funds (General Fund, special revenue funds, capital project funds, etc.).

The State financial reporting entity includes 53 active component units, which are reported discretely in the financial statements. These component units include colleges and universities, boards and commissions, ports, levee districts, and other special purpose authorities.

## **CASH MANAGEMENT**

The State Treasurer is responsible for managing all cash and investments, with the exception of certain component units included in the reporting entity that have independent powers to manage and invest their funds. During fiscal year 2005, cash management and investment transactions managed by the State Treasurer included checking accounts, certificates of deposit, U.S. government and agency obligations, commercial paper, repurchase agreements, and security lending agreements. Legal

requirements for the investment of funds maintained by the State Treasurer are discussed in Note 2 to the financial statements.

For fiscal year 2005, the Treasury earned \$90,299,850 on its fixed-income investments for the General Fund. The investments earned a cash rate of return of 2.58% during fiscal year 2005, which is a 14.6% decrease from the 3.02% rate that earned \$85,308,039 in the previous year. By comparison, the thirty-day Treasury Bill yield averaged 1.96% and the two-year Treasury Bill averaged 1.74% during the same period.

The fixed income and equity investments of the Louisiana Education Quality Trust Fund earned a total rate of return of 9.56% for the 2005 fiscal year, which is a 34.7% increase from the 7.10% rate of return reported for the 2004 fiscal year.

## **RISK MANAGEMENT**

The primary government, through the Office of Risk Management, retains risk for property, casualty, and worker's compensation insurance, as well as coverage for all State property, with virtually no upper limits. Auto liability, comprehensive, and collision coverage is provided for the State fleet and other coverage, such as bonds, crime, aviation, and marine insurance, is provided as needed.

## **PENSIONS**

State employees may be eligible to participate in the Louisiana State Employees' Retirement System, the Teachers' Retirement System of Louisiana, the Louisiana School Employees' Retirement System, or the Louisiana State Police Retirement System, depending on their employing agency. Further information on the retirement systems can be found in Note 6 to the financial statements.

## **ECONOMIC OUTLOOK**

This economic discussion is an excerpt from the executive summary of The Louisiana Economic Outlook: 2006 and 2007 24<sup>th</sup> Annual Edition, by Loren C. Scott and James A. Richardson, published in November 2005.

Louisiana is projected to operate in a recession-free environment over the next two years, though the national economy's growth rate is projected to slow to closer to 3% annually. After a slight heating of inflationary pressures in 2005 (3%), lower oil prices and a tighter monetary policy are expected to drop inflation to under 2% annually. Low inflation rates are predicted to keep long term interest rates very low, though the 30-year fixed rate should rise about 59 basis points.

The State of Louisiana was heavily impacted by Hurricanes Katrina and Rita. Katrina was the worst hurricane in U.S. history. Its destructive power was compounded by the breaks in the levee system around New Orleans and the subsequent long-term flooding. This flooding set limits on home insurance reimbursements and in some cases rendered void business interruption insurance. This will result in changes that will significantly increase the cost of rebuilding.

Hurricanes Katrina and Rita imposed extensive damage on offshore platforms and pipelines and onshore infrastructure. These damages have caused a short term spike in oil and natural gas prices. However, it is forecasted that the oil prices will drop into the \$45 to \$58 per barrel range and natural gas will stabilize at about \$7.90 to \$8.20 per mmbtu.

These two hurricanes also affected the Metropolitan Statistical Areas (MSA) of New Orleans, Baton Rouge, Lafayette, Houma, Lake Charles, and Alexandria.

It is estimated that over 267,000 homes in the New Orleans MSA were rendered uninhabitable by these two hurricanes and many more were significantly damaged. It is also expected that the New Orleans MSA employment will decline by 278,900 from the 2004 levels. Rebuilding of homes should

enable 31,100 jobs to be added in 2007. By 2006, New Orleans will be the second largest MSA in Louisiana.

Immediately after Katrina, the Baton Rouge MSA's population rose by about 248,000 people as evacuees flooded into the area. Ultimately, this MSA's population will be limited by its ability to create jobs for the evacuees. It is estimated that the Baton Rouge population will settle in at about 50,000 over the pre-Katrina level, which implies the MSA will add 26,300 jobs in 2006 and another 4,300 in 2007. These jobs will come from the relocation of some New Orleans firms to Baton Rouge and from the expansion of Baton Rouge as a bedroom community for people working in New Orleans. The influx of new jobs plus the decline in New Orleans, means that in 2006 the Baton Rouge MSA will be the largest in Louisiana.

It is anticipated that the Lafayette MSA will add 5,200 jobs in 2006 and 1,600 jobs in 2007. Two factors will boost this MSA's employment. First, there will be some relocation of firms from New Orleans to this MSA. Secondly, fabrication and oilfield service firms will gain business associated with rebuilding the energy infrastructure destroyed in the Gulf of Mexico.

It is estimated that the Houma MSA will have 4,600 new jobs in 2006 and 1,600 more in 2007. Post-Katrina this MSA will benefit from (1) the impact of higher energy prices on the extraction sector, (2) the gains for the area's fabricators in rebuilding the damaged energy infrastructure, (3) the boom in Port Fourchon due to the destruction of other ports servicing the offshore industry, and (4) by becoming a bedroom community for people who work in New Orleans.

It is projected that the Lake Charles MSA will gain 3,700 jobs over 2006-07. This was the hardest hit MSA in the state by Rita. However, unlike New Orleans, Lake Charles avoided the prolonged flooding problem. It is assumed that this region will pick up 1,000 new jobs associated with repair from the hurricane. These gains will be offset somewhat by the announced closure of Lyondell Chemical and the temporary loss of jobs due to damage to Harrah's two riverboat casinos.

The Alexandria MSA is expected to have 3,500 new jobs over 2006-07. Three thousand of those jobs are due to the opening of Union Tank Car, a mega-construction project by Cleco, and the opening of the new federal penitentiary at Pollock. This MSA will gain very marginally from the relocation of firms and families to the region post-Katrina/Rita.

It is expected that there will be minor job gains in the rural areas of the state, especially in Tangipahoa Parish, just northwest across Lake Ponchartrain from New Orleans. On the net, it is forecasted that non-farm employment in Louisiana will fall by 59,700 jobs in 2005, fall a farther 158,900 jobs in 2006, and then rebound by 47,700 jobs in 2007 as more housing becomes available in New Orleans. In effect, the estimates suggest that Katrina and Rita wiped out about 11 years of employment growth in Louisiana and decreased the state's population in 2006 by 515,570, which is a loss significant enough to probably cost the state a congressional seat.

## **CERTIFICATE OF ACHIEVEMENT**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the State of Louisiana for its CAFR for the fiscal year ended June 30, 2004. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation in government financial reporting.

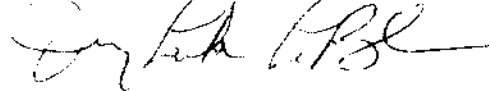
In order to be awarded a Certificate of Achievement, a government must publish a CAFR that is easily readable and efficiently organized, and whose contents conform to program standards. The CAFR must satisfy both GAAP and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The Honorable Kathleen Babineaux Blanco, et al.  
Page Five  
March 29, 2006

#### **ACKNOWLEDGEMENTS**

In conclusion, I wish to express my appreciation to the staff of the Office of Statewide Reporting and Accounting Policy for their professionalism, dedication, and expertise in preparing this report, as well as their commitment to maintaining the highest standards of accountability in financial reporting. I also wish to thank the agency fiscal officers and accountants whose contributions helped make this report possible.

Sincerely yours,

A handwritten signature in black ink, appearing to read "Jerry Luke LeBlanc". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Jerry Luke LeBlanc  
Commissioner of Administration

JLL:AA

---

CERTIFICATE OF  
ACHIEVEMENT

---

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

## State of Louisiana

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2004

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.



*Carla E. Perry*

President

*Jeffrey R. Emery*

Executive Director

# State of Louisiana

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## PRINCIPAL STATE OFFICIALS

---

### Executive (Elected)

Kathleen Babineaux Blanco  
Governor  
Mitchell J. Landrieu  
Lieutenant Governor  
W. Fox McKeithen (deceased)  
Secretary of State  
Charles C. Foti, Jr.  
Attorney General  
John Neely Kennedy  
Treasurer  
Bob Odom  
Commissioner of Agriculture and Forestry  
J. Robert Wooley  
Commissioner of Insurance  
Lawrence C. St. Blanc  
Secretary of Public Service Commission

---

### Legislative (Elected)

Joe R. Salter  
Speaker of the House of Representatives  
Donald E. Hines, M.D.  
President of the Senate

---

### Judicial (Elected)

Pascal F. Calogero, Jr.  
Chief Justice of the Supreme  
Court of Louisiana

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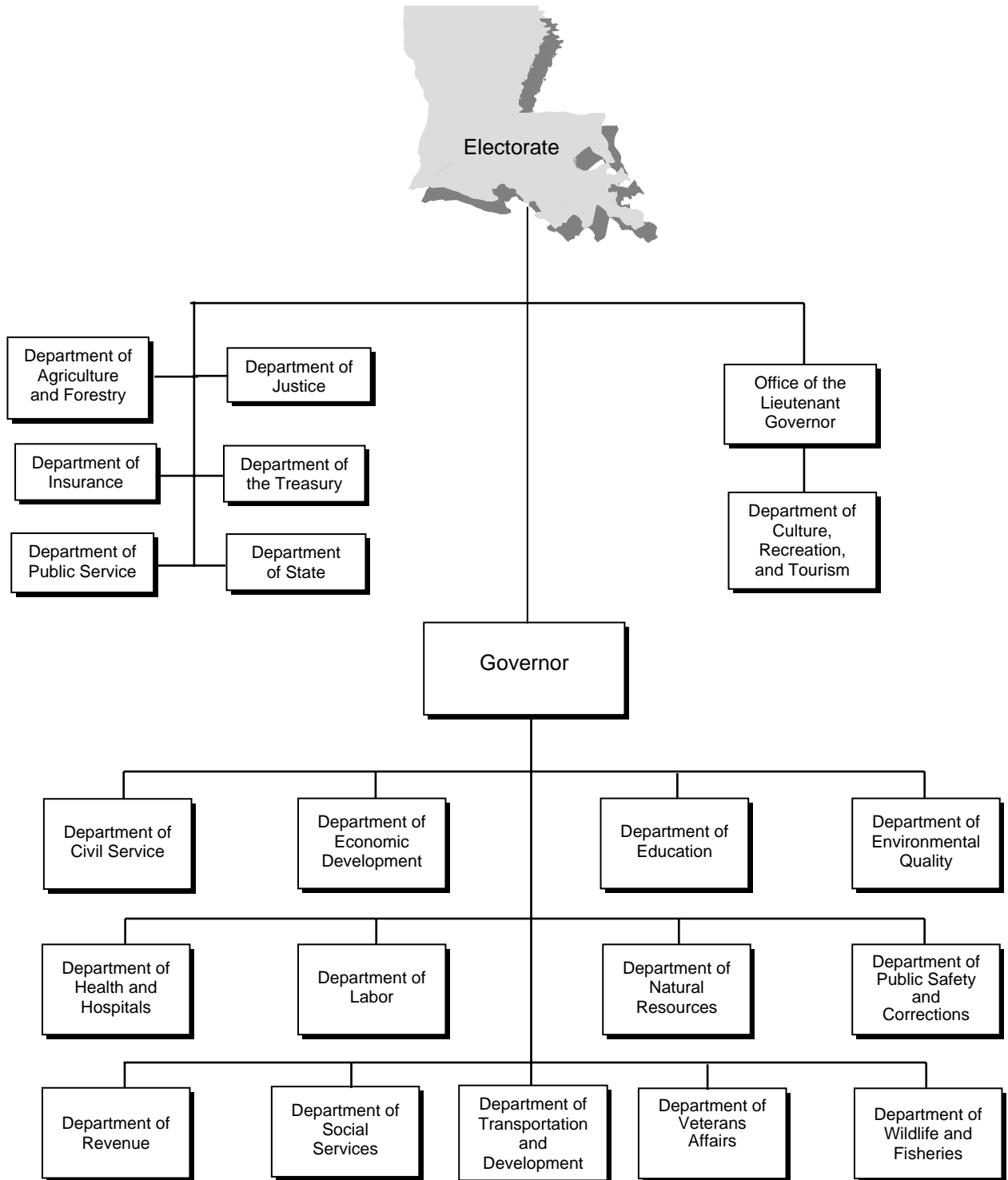
### Executive (Appointed)

Al Ater  
Secretary of State (appointed)  
Cecil J. Picard  
State Superintendent of Education  
Michael J. Olivier  
Secretary of Economic Development  
Angèle Davis  
Secretary of Culture, Recreation, and Tourism  
Dr. Mike McDaniel  
Secretary of Environmental Quality  
Frederick P. Cerise, MD, MPH  
Secretary of Health and Hospitals  
Ann S. Williamson  
Secretary of Social Services  
John Warner Smith  
Secretary of Labor  
Scott A. Angelle  
Secretary of Natural Resources  
Richard L. Stalder  
Secretary of Public Safety and Corrections  
Colonel Henry L. Whitehorn  
Deputy Secretary Public Safety and Corrections  
Superintendent, Office of State Police  
Cynthia Bridges  
Secretary of Revenue  
Johnny B. Bradberry  
Secretary of Transportation and Development  
Hunt Downer, Brigadier General ARNG  
Secretary of Veterans Affairs  
Dwight Landreneau  
Secretary of Wildlife and Fisheries  
Anne Soileau  
Acting Director of State Civil Service



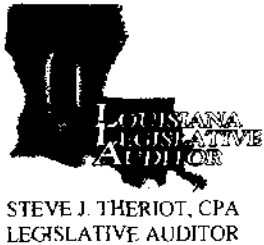
# State of Louisiana

## STATE ORGANIZATIONAL CHART





## II. FINANCIAL SECTION



OFFICE OF  
**LEGISLATIVE AUDITOR**  
 STATE OF LOUISIANA  
 BATON ROUGE, LOUISIANA 70804-9397

1600 NORTH THIRD STREET  
 POST OFFICE BOX 94397  
 TELEPHONE: (225) 339-3800  
 FACSIMILE: (225) 339-3870

March 29, 2006

Independent Auditor's Report

Honorable Kathleen B. Blanco, Governor  
 Honorable Donald E. Hines, President, and  
 Members of the Senate  
 Honorable Joe R. Salter, Speaker, and  
 Members of the House of Representatives  
 State of 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, and the aggregate remaining fund information of the State of Louisiana, as of and for the year ended June 30, 2005, which collectively comprise the state's basic financial statements as listed in the table of contents. These financial statements are the responsibility of management of the State of Louisiana. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of certain pension trust funds, enterprise funds, and component units of government included within the basic financial statements of the State of Louisiana, which represent the following percentages of their related opinion units:

<u>Opinion Unit</u>	<u>Percentage of Total Assets</u>	<u>Percentage of Net Assets or Fund Balance</u>	<u>Percentage of Revenues (including Additions)</u>
General Fund	1%	4%	1%
Business-Type Activities	0.9%	0.2%	1%
Aggregate Discretely Presented Component Units	16%	18%	5%
Aggregate Remaining Funds	75%	77%	57%

Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for the previously mentioned pension trust funds, enterprise funds, and component units, are based solely 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

## LEGISLATIVE AUDITOR

March 29, 2006

Page Two

financial statements are free of material misstatement. The financial statements of the LSU Foundation and the Pennington Medical Foundation, both component units of the Louisiana State University System (major component unit); the University of Louisiana at Monroe Foundation, the University of Louisiana Monroe Facilities, Inc., the McNeese State University Foundation, and the University Facilities, Inc., all component units of the University of Louisiana System (major component unit); and the Southern University System Foundation, a component unit of the Southern University System (major component unit), which were audited by other auditors upon whose reports we are relying, were not audited in accordance with *Government Auditing Standards*. 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 the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Louisiana, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in note 12, the State of Louisiana suffered considerable damage from two major hurricanes, Katrina and Rita, during August and September of 2005, resulting in the President of the United States declaring Louisiana a major disaster area. Because of the severity of these two separate events and the resulting losses sustained, it is unknown exactly what economic impact recovery will have on state and local governmental operations in Louisiana. As a direct result, the state's bond ratings for general obligation debt were lowered by three major bond rating agencies to reflect these uncertainties (*Management's Discussion and Analysis*, page 25). Although the State of Louisiana is taking steps to address recovery including executive and legislative initiatives as well as budgetary reductions (note 12), the long-term effects of these events on the State of Louisiana cannot be determined at this time.

In accordance with Louisiana Revised Statute 39:75 A(2), the Division of Administration must submit a budget status report to the Joint Legislative Committee on the Budget by October 15 following the end of each fiscal year. This report shall indicate the balance of the budget for the state general fund and dedicated funds by comparing the official forecast for these funds to the total authorized appropriations from each fund. The budget status report reflects the balance in funds for the previous year and represents the official budget status of the state. On October 21, 2005, the Division of Administration provided an amount of \$252.45 million to the Joint Legislative Committee on the Budget as the projected General Fund revenue less appropriations and requirements for 2004-2005, as required by this statute. However, a budgetary fund balance at the beginning and at the end of the year for the Governmental Funds was not reported by the

LEGISLATIVE AUDITOR

March 29, 2006

Page Three

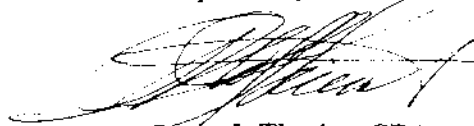
Division of Administration on the budgetary comparison information and, therefore, a comparison of these two amounts to actual cannot be made.

*Management's Discussion and Analysis* and the budgetary comparison information presented on pages 15 through 26 and 89 through 90, respectively, are not required parts of the basic financial statements, but are supplementary information required by the Governmental Accounting Standards Board. We and the other auditors have applied certain limited procedures, which consisted primarily 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.

In accordance with *Government Auditing Standards*, a report on our consideration of the state's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants will be issued under separate cover in the *State of Louisiana Single Audit Report*. 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, upon its issuance, 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the State of Louisiana's basic financial statements. The accompanying introductory section, the budgetary comparison schedule - major debt service fund, the combining and individual fund statements and schedule - nonmajor funds section, and the statistical section listed in the table of contents are presented for the purpose of additional analysis and are not a required part of the basic financial statements. The budgetary comparison schedule - major debt service fund and the combining and individual fund statements and schedule - nonmajor funds section have been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements, and, in our opinion, based on our audit and the reports of the other auditors, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and the statistical section listed in the table of contents have not been subjected to the procedures applied in the audit of the basic financial statements, and, accordingly, we express no opinion on them.

Respectfully submitted,



Steve J. Theriot, CPA

Legislative Auditor

JMR:THC:AJR:dl



# MANAGEMENT'S DISCUSSION AND ANALYSIS



## MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis (MD&A) of the financial performance of the State of Louisiana presents a narrative overview and analysis of the financial activities of the State for the year ended June 30, 2005. This document focuses on the current year's activities, resulting changes, and currently known facts. Read this document in conjunction with the additional information contained in the transmittal letter presented on pages 1 - 5 and the financial statements of the State, which begin on page 27.

### FINANCIAL HIGHLIGHTS – PRIMARY GOVERNMENT

*Net Assets* – The assets of the State exceeded its liabilities at the close of the fiscal year by \$15.4 billion, an 8% increase from the prior fiscal year. This amount includes \$8.4 billion, which is restricted and not available to pay the general obligations of the State.

*Changes in Net Assets* – Net assets of governmental activities increased by \$1.2 billion (9%), while net assets of the business-type activities increased by \$37 million (2%).

*General Fund* – On the fund statements, the unreserved undesignated fund balance for the General Fund (the primary operating fund of the State) reflects an increase of \$276 million from the previous fiscal year.

*Long-term Obligations* – The long-term obligations (as restated) for governmental activities increased by \$747 million (20%).

### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is an introduction to the basic financial statements of the State of Louisiana, which is comprised of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the basic financial statements

This report also contains required supplementary information in addition to the basic financial statements.

#### Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the finances of the State of Louisiana in a manner similar to a private sector business. The statements provide both short-term and long-term information about the financial position of the State, which assist in assessing the economic condition of Louisiana at the end of the fiscal year. These reports are prepared using the flow of economic resources measurement focus and the accrual basis of accounting, methods that are similar to those used by most businesses by taking into account all revenues earned and expenses incurred in the fiscal year regardless of when cash is received or paid.

The government-wide financial statements include the following two statements:

The Statement of Net Assets (page 27) presents the current and long-term portions of the assets and liabilities of the State separately and is the basic government-wide statement of position at fiscal year end. Using the format of assets minus liabilities equal net assets, this statement reports the governmental activities separately from its business-type activities. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the State is improving or deteriorating.

The Statement of Activities (page 28) presents information showing how the net assets of the State changed as a result of current year operations and how those operations were financed. This statement presents expenses before revenues to emphasize the fact that revenues are generated expressly for providing services, rather than as an end in themselves. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, transactions are included that will not affect cash flows until future fiscal periods (e.g., uncollected taxes and earned but unused leave).

# State of Louisiana

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Both government-wide statements report three types of activities:

*Governmental Activities* – The activities in this section are mostly supported by taxes and intergovernmental revenues (federal grants). Most services normally associated with State government fall into this section and they include general government; culture, recreation and tourism; transportation and development; public safety; health and welfare; corrections; conservation and environment; and education.

*Business-type Activities* – These activities normally are intended to recover all or a significant portion of their costs through user fees and charges to external users of goods and services. The business-type activities operated by the State include the Louisiana Lottery Corporation and the Unemployment Trust Fund, among others.

*Component units* – Component units are legally separate organizations for which the elected officials of the government are financially accountable or have significant influence in governing board appointments. Among the component units included are public colleges and universities, the Louisiana Stadium and Exposition District, the Orleans Levee District, and the Greater New Orleans Expressway Commission. For a list of some of the component units included in the government-wide statements, see Note 1 of the notes to the basic financial statements.

## **Fund Financial Statements**

The fund financial statements begin on page 29 and provide more detailed information than the government-wide statements by providing information about the most significant funds of the State. A fund is a grouping of related accounts used to maintain control over resources, which are segregated for specific activities or objectives. The State of Louisiana uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. For governmental activities, fund financial statements indicate how these services were financed in the short term as opposed to the government-wide statements, which present a long-term view of the State finances. The three categories into which the funds of the State can be classified are governmental funds, proprietary funds, and fiduciary funds.

*Governmental funds* account for most of the functions reported as governmental activities in the government-wide financial statements. Governmental fund financial statements focus on short-term inflows and outflows of expendable resources and the balances of these resources available at fiscal year end. Such information may be useful in evaluating the current financing requirements of the State. Governmental funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash.

GASB Statement 34 has shifted the focus of governmental fund financial statements from fund types to major funds. Louisiana accounts for its activities in 226 active funds; of this total, 190 are governmental funds, 21 are proprietary funds, and 15 are fiduciary in nature. Information is presented separately on the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balance for the funds determined to be major funds; the remaining governmental funds are presented in a single column on these statements. Combining statements for these funds are presented on pages 94-123 of this report.

*Proprietary funds* encompass enterprise funds and internal service funds. When the State charges customers for the services it provides, whether to outside customers (enterprise funds) or to other state agencies (internal service funds), the services are generally reported in the proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Proprietary funds apply the accrual basis of accounting utilized by private sector businesses. Internal service funds are used to accumulate and allocate costs internally among the various functions of the State. Because the internal service funds mainly benefit governmental rather than business-type functions, they are included in the governmental activities in the government-wide financial statements.

*Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support State programs. The State is responsible for ensuring that the assets reported in these funds are used for their intended purpose. The fiduciary fund category includes pension trust funds, investment trust funds, private-purpose trust funds, and agency funds.

# State of Louisiana

## 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 can be found on pages 43-88 of this report.

### Required Supplementary Information (RSI)

In addition to the basic financial statements and accompanying notes, this report also presents budgetary comparison schedules for the General Fund and the Medicaid Trust Fund for the Elderly (a major special revenue fund), which can be found on page 89 of this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

The State's overall financial position and results of operations for the past two years for the primary government are summarized in the following statements based on the information included in the government-wide financial statements:

	<b>Statement of Net Assets</b>					
	(in thousands)					
	<b>Governmental</b>		<b>Business-type</b>		<b>Total</b>	
	<b>Activities</b>		<b>Activities</b>		<b>Primary</b>	
(Restated)		(Restated)		(Restated)		
2005	2004	2005	2004	2005	2004	
Current and other assets	\$ 10,366,930	\$ 8,893,602	\$ 2,309,091	\$ 2,115,420	\$ 12,676,021	\$ 11,009,022
Capital assets	12,145,768	11,661,360	20,526	20,647	12,166,294	11,682,007
Total assets	22,512,698	20,554,962	2,329,617	2,136,067	24,842,315	22,691,029
Other liabilities	2,040,298	2,132,859	52,151	17,031	2,092,449	2,149,890
Long-term debt outstanding	7,113,787	6,215,638	275,883	154,580	7,389,670	6,370,218
Total liabilities	9,154,085	8,348,497	328,034	171,611	9,482,119	8,520,108
Invested in capital assets, net of related debt	10,982,851	10,492,514	20,251	20,572	11,003,102	10,513,086
Restricted	6,825,025	5,788,109	1,547,700	1,537,382	8,372,725	7,325,491
Unrestricted	(4,449,263)	(4,074,158)	433,632	406,502	(4,015,631)	(3,667,656)
Total net assets	<u>\$ 13,358,613</u>	<u>\$ 12,206,465</u>	<u>\$ 2,001,583</u>	<u>\$ 1,964,456</u>	<u>\$ 15,360,196</u>	<u>\$ 14,170,921</u>

# State of Louisiana

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## **Net Assets:**

As noted earlier, the overall financial position for the State improved from the previous year as reflected in the increase in net assets to \$15.4 billion (8%). Net assets for governmental activities increased by \$1.2 billion (9%), while net assets for business-type activities increased by \$37 million (2%). The largest portion of the net assets of the State, \$12.2 billion (49%), reflects investment in capital assets (e.g., land, roads, buildings, machinery, and equipment). These assets are used to provide services to residents of the State, and consequently are not available for future spending. Capital assets increased by \$485 million (4%), due mainly to infrastructure improvements under the Louisiana Transportation Infrastructure Model for Economic Development (TIMED) Program discussed in more detail in the capital asset section of the MD&A.

In contrast, current and other assets (e.g., cash, investments, receivables, and inventory) totaled \$12.7 billion (51% of total assets) at fiscal year end, and the State uses some of these resources to repay debt associated with capital assets. The current and other assets of the State at June 30, 2005 represent an increase of 15% from the prior fiscal year. Cash increased by \$672 million (16%), mainly because of bond sales in the Capital Outlay (\$500 million) and TIMED (\$551 million) funds. A portion of these bond proceeds have been invested, contributing to the increase in investments of \$712 million (19%).

Restricted net assets represent those assets not available for spending as a result of legislative or constitutional requirements, donor agreements, or grant requirements. Restricted net assets increased by \$1 billion (18%) from the previous fiscal year for governmental activities, due in large part to the increase in investment in capital assets for the TIMED program. Restricted net assets increased by \$10 million (less than 1%) for business-type activities, reflecting a decrease in the expenses of the Unemployment Trust Fund because of a reduction in the number of unemployed.

Unrestricted net assets for the State were restated for the 2004 fiscal year because the Louisiana Office Building Corporation, the Louisiana Correctional Facilities Corporation, and the Office Facilities Corporation were reclassified as governmental activity. Originally, these funds were classified as enterprise funds, but were reclassified to internal service funds as discussed in section D of Note 10. As a result of the reclassification, the 2004 unrestricted net assets for governmental activities was restated to reflect a \$28 million increase, while the 2004 unrestricted net assets for business-type activities was restated to reflect the corresponding \$28 million decrease. For fiscal year 2005, unrestricted net assets decreased by \$375 million (9%) from the 2004 restated figures for governmental activities. Unrestricted net assets increased by \$27 million (7%) for business-type activities.

The State, like many other state and local governments, issues general obligation debt and distributes the proceeds to local governments and component units. The proceeds are used to expand universities and colleges, fund capital maintenance, build local schools, and for various other projects. The balance sheets of the component units and local government recipients reflect ownership of the related constructed capital assets, but not the debt obligation. The State is able to receive more attractive financing arrangements to fund the projects of the local governments and component units; however, the State is left to reflect significant liabilities on its statement of net assets (balance sheet) which are reflected in the unrestricted net asset component since there are no offsetting capital assets.

Consistent with last year, the major reason for the deficit in the unrestricted net assets for governmental activities is that the State reports general obligation debt for capital assets, which are reported on the financial statements of local governments and component units, as mentioned above. Additionally, the State records the unreserved/undesignated fund balances of the special revenue funds as restricted net assets.

## **Changes in Net Assets:**

See the following page.

# State of Louisiana

## Changes in Net Assets

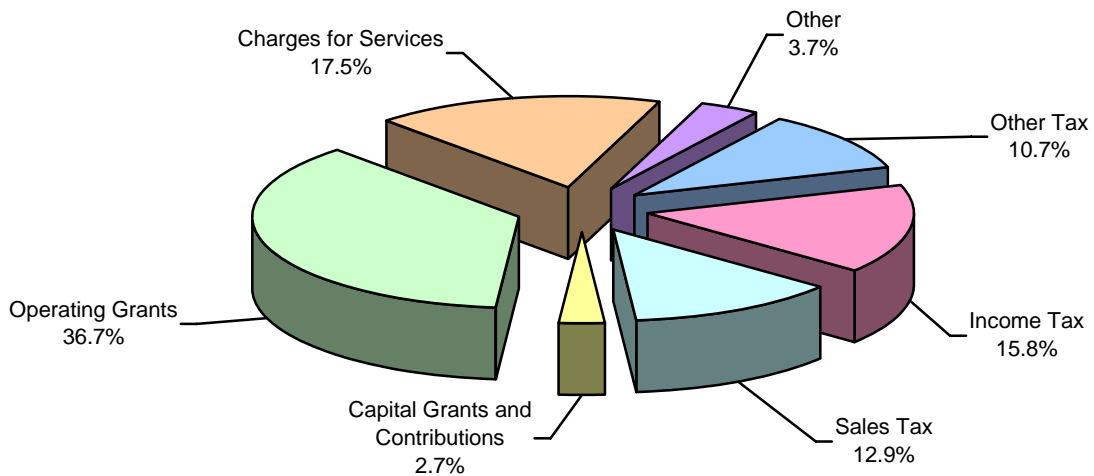
(in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	(Restated)		(Restated)		(Restated)	
	2005	2004	2005	2004	2005	2004
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 3,370,623	\$ 3,261,822	\$ 652,911	\$ 670,397	\$ 4,023,534	\$ 3,932,219
Operating grants and contributions	7,052,411	6,914,691	7,104	46,221	7,059,515	6,960,912
Capital grants & contributions	520,376	552,527	21,188	30,344	541,564	582,871
<b>General revenues:</b>						
Income taxes	3,030,085	2,457,114	--	--	3,030,085	2,457,114
Sales and use taxes	2,483,101	2,455,444	--	--	2,483,101	2,455,444
Other taxes	2,066,637	1,785,499	--	--	2,066,637	1,785,499
Other	708,735	706,381	3,232	1,374	711,967	707,755
Total revenues	<u>19,231,968</u>	<u>18,133,478</u>	<u>684,435</u>	<u>748,336</u>	<u>19,916,403</u>	<u>18,881,814</u>
<b>Expenses:</b>						
<b>Governmental activities</b>						
General government	2,655,471	2,661,625	--	--	2,655,471	2,661,625
Culture, recreation & tourism	69,415	63,488	--	--	69,415	63,488
Transportation and development	835,901	825,828	--	--	835,901	825,828
Public safety	271,118	221,167	--	--	271,118	221,167
Health and welfare	7,458,289	7,267,104	--	--	7,458,289	7,267,104
Corrections	664,961	640,110	--	--	664,961	640,110
Conservation and environment	297,097	290,311	--	--	297,097	290,311
Education	5,310,194	5,162,731	--	--	5,310,194	5,162,731
Other	33,833	16,048	--	--	33,833	16,048
Intergovernmental	375,373	354,846	--	--	375,373	354,846
Interest on long-term debt	216,750	216,514	--	--	216,750	216,514
<b>Business-type activities:</b>						
Louisiana Lottery Corporation	--	--	199,555	218,893	199,555	218,893
Unemployment Trust Fund	--	--	264,458	338,910	264,458	338,910
Other	--	--	74,713	69,545	74,713	69,545
Total expenses	<u>18,188,402</u>	<u>17,719,772</u>	<u>538,726</u>	<u>627,348</u>	<u>18,727,128</u>	<u>18,347,120</u>
Net increase before transfers	1,043,566	413,706	145,709	120,988	1,189,275	534,694
Transfers	108,582	123,082	(108,582)	(122,080)	--	1,002
Net increase (decrease)	<u>1,152,148</u>	<u>536,788</u>	<u>37,127</u>	<u>(1,092)</u>	<u>1,189,275</u>	<u>535,696</u>
Net assets—beginning, as restated	<u>12,206,465</u>	<u>11,669,677</u>	<u>1,964,456</u>	<u>1,965,548</u>	<u>14,170,921</u>	<u>13,635,225</u>
Net assets—ending	<u>\$ 13,358,613</u>	<u>\$ 12,206,465</u>	<u>\$ 2,001,583</u>	<u>\$ 1,964,456</u>	<u>\$ 15,360,196</u>	<u>\$ 14,170,921</u>

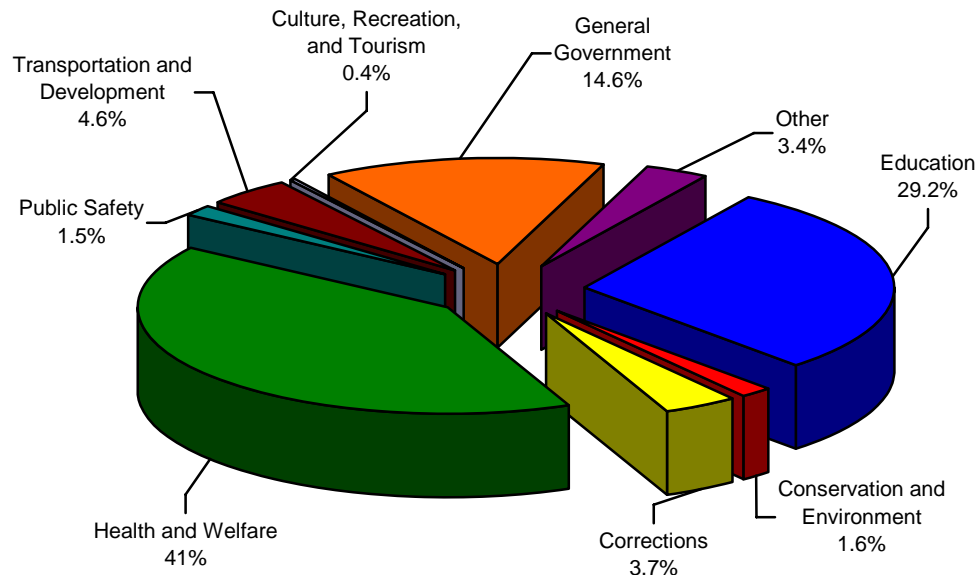
# State of Louisiana

*Governmental Activities* - Net assets increased by \$1.2 billion from prior year, reflecting a \$1.1 billion increase in total governmental activity revenue. Approximately 37% of the total revenue came from operating grants and contributions, 18% from charges for goods and services, and 39% from taxes (see chart below). Income taxes have increased by \$573 million, in part because of an increase in corporate income taxes reflecting the strength of the Louisiana economy from tourism and mineral exploration, and in part due to passage of the Stelly Plan, which raised state personal income tax for many by revising the withholding tax tables and compressing the taxable income brackets. Sales tax collections have increased by \$28 million from the prior year because of an increase in construction in the State, as well as an increase in purchases of consumable goods. The governmental activities expenses increased by \$469 million from the prior year. The largest expenses were for health and welfare (41%) and education (29%) as depicted in the second chart below. In 2005, governmental activities expenses exceeded program revenues, requiring the use of approximately \$7.2 billion in general revenues to support governmental programs.

The following chart depicts the governmental activities' revenues by source for the fiscal year:

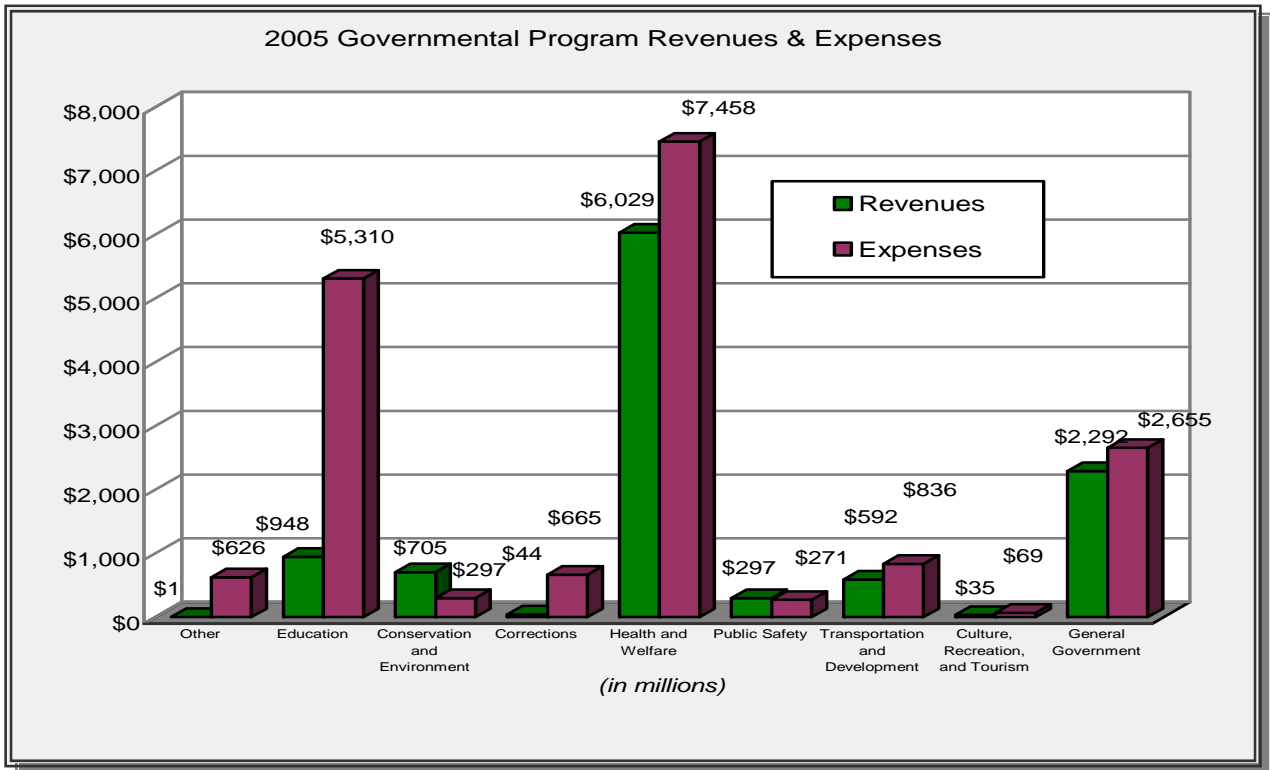


The following chart depicts the governmental activities' expenses for the fiscal year:



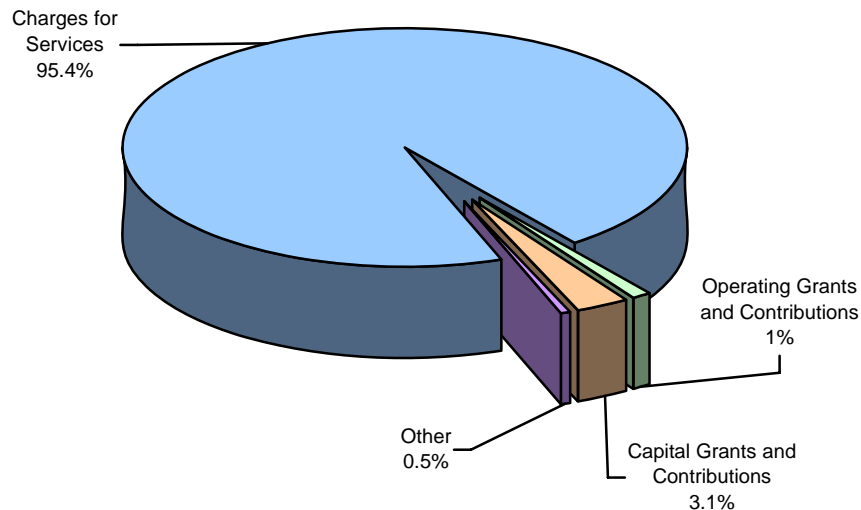
# State of Louisiana

The following chart depicts the governmental activities' program revenues and expenses for the 2005 fiscal year:



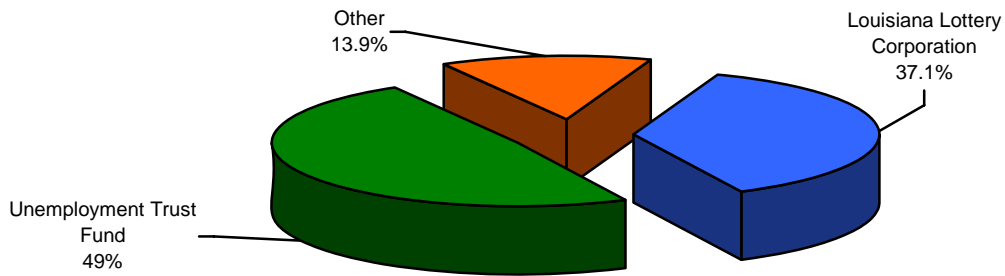
**Business-Type Activities** – Net assets increased by \$37 million (2%) from the restated prior year balance. Charges for services, which include lottery sales, provided for the bulk of the total revenue at \$653 million (95%), while capital grants and contributions provided \$21 million (3%) of the total revenues. The largest components of business-type activity expense were for the Unemployment Trust Fund (49%) and the Louisiana Lottery Corporation (37%). For fiscal year 2005, business-type activity revenues exceeded expenses by \$146 million (a 20% increase from last year).

The following chart shows the breakdown of business-type activities' revenues for the 2005 fiscal year:

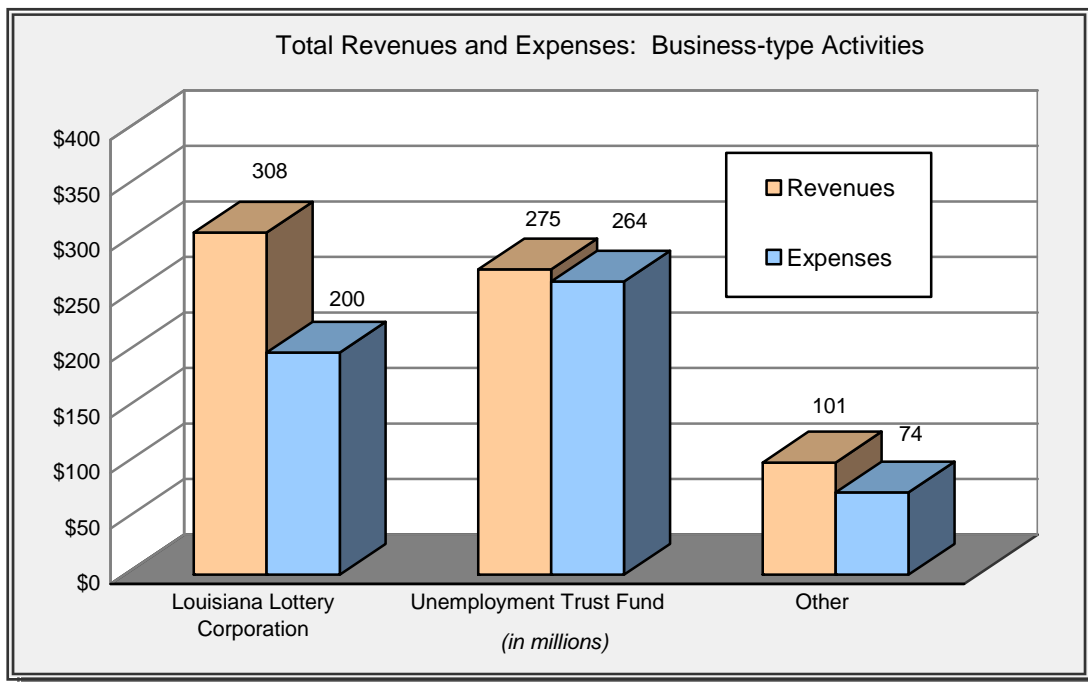


# State of Louisiana

The following chart illustrates the distribution of business-type activities' expenses for the 2005 fiscal year:



The following chart depicts the business-type activities' total revenues and expenses for fiscal year 2005:



In conclusion, the State government's financial position improved over last year, with a \$1.1 billion increase in the net assets of governmental activities resulting mainly from increases in income and sales taxes, and a \$37 million increase in the net assets of business-type activities, resulting in part from a decrease in expenses of the Unemployment Trust Fund because of a reduction in the number of unemployed. Information presented below provides further insight into the reasons behind these changes.

## FINANCIAL ANALYSIS OF THE FUNDS OF THE STATE

As noted earlier, the State uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements and to assist in the management of its budgetary operations.

### Governmental Funds

As the State completed the year, its governmental funds (as presented in the balance sheet on page 29) reported a total fund balance of \$7.4 billion (a 26% increase from the restated prior year balance). Unreserved/undesignated fund balance constitutes 57% of this total, which is available for spending in the coming year. The remainder of this fund balance is reserved to indicate it is not available for spending because it has already been committed. The major governmental funds are the General Fund, Bond Security and Redemption Fund, Louisiana Education Quality Trust Fund, and Medicaid Trust Fund for the Elderly.



# State of Louisiana

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The General Fund is the chief operating fund of the State. The overall performance of the General Fund improved by \$290 million, in part due to an increase in revenues of \$410 million (6%) for fiscal year 2005. Unreserved/undesignated fund balance increased to a balance of \$264 million.

The rise in revenues is mainly due to an increase in federal revenues for the Medical Vendor Payment Program, which saw an increase of \$248 million. This program provides for direct payments to healthcare providers for health care services for Louisiana residents who are (1) eligible for the Title XIX Medicaid program, (2) Department of Corrections inmates, or (3) medically indigent. The Subgrantee Assistance Program, which provides flow-through funds for school and community support programs that enhance learning environments and improve the quality of teaching, saw an increase of \$113 million in federal revenues, while the State Treasurers' Office realized an increase in investment earnings from last year of \$39.5 million, largely due to the avoidance of investment losses in the prior year which did not occur this year.

General Fund expenditures have increased by \$726 million (4%). Part of the increase can be attributed to a \$347 million increase for health care and social services costs. These increases include \$250 million for medical vendor payments and \$72 million for education expenditures for the Minimum Foundation Program, which is the mechanism by which all students in public elementary and secondary schools are assured of a minimum program of education. Expenditures have also grown by \$118 million for the Office of Group Benefits, due to double-digit increases in health and drug costs.

The Bond Security and Redemption Fund revenues increased by \$854 million (8%) in fiscal year 2005, mainly because of an increase in tax revenue. The Louisiana Education Quality Trust Fund reported interest earnings of \$18.6 million (a 26% decrease) and market gains of \$14.6 million. The fund balance for the Medicaid Trust Fund for the Elderly decreased to \$865 million (1%).

## **Proprietary Funds**

The major enterprise funds of the State are the Louisiana Lottery Corporation and the Unemployment Trust Fund. These 2 funds account for 78% of the net assets of the enterprise funds. Combined net assets for the enterprise funds increased by \$37 million compared to the prior fiscal year's restated balance. In addition to the major funds, enterprise funds also include the Municipal Facilities Revolving Loan Fund, the Drinking Water Revolving Loan Fund, and 8 other non-major enterprise funds.

The Louisiana Lottery Corporation produced nearly \$307 million in operating revenue, which was \$33.2 million lower than prior year amounts, but remained over \$300 million for the fourth straight year. Instant ticket sales were \$7.3 million lower than 2004 levels. Powerball sales decreased by \$27 million because of lower jackpot levels over the course of the fiscal year as compared to previous years. Sales for the Lotto game remained fairly stable, while Cash Quest sales decreased but were at their second-highest level in five years. Operating expenses fluctuate directly with the level of sales, and totaled \$199.6 million.

Operating revenue for the Unemployment Trust Fund fell by over \$27.4 million (9%). The Unemployment Trust Fund accounts for the Unemployment Insurance Program in the State. The decrease in revenues is mainly due to cessation of the Temporary Extended Unemployment Compensation Program, with a corresponding reduction in federal revenues. This program provided extra weeks of federally funded unemployment benefits to unemployed workers who have received all regular unemployment benefits available to them. Expenses for the Unemployment Trust Fund decreased by approximately \$74.5 million (22%) in fiscal year 2005, mostly due to reduction in the number of unemployed, resulting in a reduction of benefits paid.

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

Supplemental appropriations are usually passed before the end of the fiscal year based on revisions to estimated revenues by the Revenue Estimating Conference and the needs of various departments and programs. These supplemental appropriations are included in the final budget, but are not in the original budget. Final budgeted revenues were approximately \$338 million greater than originally budgeted and final budgeted expenditures were approximately \$445 million greater than originally budgeted. Transfers in from other funds make up the difference between revenues and expenditures. Final budgeted expenditures in excess of original budgeted expenditures include \$150 million for Higher Education mainly due to the Disadvantaged or Disabled Support Program; \$127 million for Department of Health and Hospitals mainly due to an increase in medical vendor payments made to

# State of Louisiana

private providers; \$65 million for bond defeasance in accordance with the provisions of Article VII, Section 10(D)(2)(a) of the State Constitution to produce savings from the early repayment of debt; \$27 million for Social Services mainly due to obligations incurred but unmet in fiscal year 2004 for the Temporary Assistance for Needy Family (TANF) Program; and expenditures for various other projects or services. The final budget for the TANF Program was increased to ensure that the obligations would be met in fiscal year 2005.

Actual revenues were \$336 million less than final budgeted revenues and actual expenditures were \$773 million less than final budgeted expenditures. The difference between the final budgeted amounts and actual results can be attributed to an over estimation of final budgeted revenues and expenditures necessary for the operations of the general government and for providing for health and welfare. Actual revenues and expenditures were lower than budgeted amounts in part because the number of cash assistance cases, which provide temporary cash assistance to families in need, declined. Child care expenditures were less than budgeted amounts due to a decrease in the percentage used to calculate payments to subsidize child care centers.

## CAPITAL ASSET AND DEBT ADMINISTRATION

<b>Capital Assets</b>							
(net of depreciation, in thousands)							
	<b>Governmental</b>		<b>Business-type</b>		<b>Total</b>		
	<b>Activities</b>		<b>Activities</b>		<b>Primary</b>		
	(Restated)		(Restated)		<b>Government</b>		
	2005	2004	2005	2004	2005	2004	
Land	\$ 1,890,175	\$ 1,803,000	\$ 3,807	\$ 3,780	\$ 1,893,982	\$ 1,806,780	
Buildings and improvements	893,005	853,408	9,582	9,517	902,587	862,925	
Equipment	145,138	140,520	6,696	6,381	151,834	146,901	
Infrastructure	9,079,366	8,765,504	--	10	9,079,366	8,765,514	
Construction-in-progress	138,084	98,928	441	959	138,525	99,887	
<b>Total</b>	<b>\$ 12,145,768</b>	<b>\$ 11,661,360</b>	<b>\$ 20,526</b>	<b>\$ 20,647</b>	<b>\$ 12,166,294</b>	<b>\$ 11,682,007</b>	

### Capital Assets

Investment in capital assets for governmental and business-type activities of the State as of June 30, 2005, totaled approximately \$12.1 billion and \$20.5 million (net of accumulated depreciation) respectively. Approximately 83% of the capital assets are depreciable. Investment in capital assets includes land, buildings and improvements, machinery and equipment, park facilities, roads, highways, and bridges. The increase in investment in governmental capital assets for the current fiscal year is \$485 million (4%). The majority of the increase in land and infrastructure can be attributed to the TIMED program. TIMED is among the most ambitious infrastructure programs underway in the United States, and aims to foster economic development throughout the State and enhance the quality of life for its residents through investment in transportation projects. The \$4 billion improvement program includes 16 specific transportation projects that include widening 500 miles of state highways from two to four lanes to make Louisiana more attractive for companies moving goods from, into, and through the State; widening and/or new construction on three major bridges to expand shipping options; and improvements to both the Port of New Orleans and Louis Armstrong International Airport to promote increased trade with Central and South American markets.

Construction-in-Progress for governmental activities increased by \$39.2 million over last year, in large part because the Office Facilities Corporation (OFC) was reclassified as an internal service fund. OFC, which was previously reported as an enterprise fund, is a non-profit corporation authorized to finance and acquire, purchase, construct, renovate, improve, or expand public facilities for lease to the State or State agencies, boards, and commissions, etc. OFC's construction-in-progress includes the Bienville and Iberville buildings underway for the

# State of Louisiana

Louisiana Capitol Park, which will house the Department of Health and Hospitals and the Department of Social Services.

The investment in capital assets for business-type activities decreased slightly (\$121 thousand) for fiscal year 2005, as compared to the restated balance for fiscal year 2004. The balance was restated to reflect that the Louisiana Office Building Corporation, the Louisiana Correctional Facilities Corporation, and the Office Facilities Corporation are no longer reported as enterprise funds. Instead, their capital assets are now reflected in the governmental activities portion of capital assets, as they are reported as internal service funds.

Refer to Note 5 – “Capital Assets” for more details of the changes in capital assets.

<b>Outstanding Debt</b>						
<b>General Obligation and Revenue Bonds</b>						
(in thousands)						
	Governmental		Business-type		Total	
	Activities		Activities		Primary	
	(Restated)		(Restated)		Government	
	2005	2004	2005	2004	2005	2004
General obligation bonds	\$ 2,121,610	\$ 1,846,790	\$ --	\$ --	\$ 2,121,610	\$ 1,846,790
Revenue bonds and notes	2,341,432	1,869,667	161,163	--	2,502,595	1,869,667
<b>Total</b>	<b>\$ 4,463,042</b>	<b>\$ 3,716,457</b>	<b>\$ 161,163</b>	<b>\$ --</b>	<b>\$ 4,624,205</b>	<b>\$ 3,716,457</b>

## Debt Administration

The State authorizes, issues, and sells debt obligations. General obligation bonds issued by the State are backed by the full faith and credit of the State. The State also issues revenue obligations, which are secured by a pledge of revenues or property derived from the operations of a program funded by the issuance of the obligations.

During the year, \$650 million of new general obligation refunding debt, \$500 million of new general obligation debt, and \$687 million of new revenue bonds were issued, contributing to the increase in bonded debt of \$908 million. The general obligation bonds were issued for various construction projects needed for repairs and maintenance statewide, for various construction projects at several State parks, construction and renovation at several universities, and various local projects. The bulk of the newly issued revenue bonds (\$525 million) can be attributed to the TIMED program discussed earlier, which includes 16 transportation projects aimed at improving economic development throughout the State.

Debt authorization and limitations are discussed in Note 8. Subsequent to the balance sheet date, bond ratings for general obligation debt were lowered from “A+” to “A” by Standard and Poor’s, “A1” to “A2” by Moody’s, and “A+” to “A” from Fitch. The lowered ratings reflect the uncertainties related to the extent and pace of economic recovery of the New Orleans area following Hurricane Katrina. Refer to Note 8 – “Long-Term Obligations” for more details on long-term debt.

## ECONOMIC FACTORS

(All paragraphs under “Economic Factors” are excerpted from the Louisiana Economic Outlook: 2006-2007, by Loren Scott and James A. Richardson, published in November 2005.)

# State of Louisiana

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Hurricanes Katrina and Rita created extensive physical damage and economic havoc over the entire southern coast of Louisiana. Employment dropped nearly 250,000 jobs overnight. New Orleans and the surrounding parishes' ability to support industries diminished. The destruction of homes which provided shelter for workers in the New Orleans metropolitan statistical area, combined with the movement of families out of the New Orleans region, are factors that contributed to a major financial blow to government at all levels.

Personal income and general sales tax collections account for 56% of total taxes, licenses, and fees. Employee related tax collections average about \$4,587 per employee. Selected sales taxes account for about 8% of total tax collections. The decline in state tax collections for fiscal year 2006 can be computed on individual taxes such as personal income and sales tax collections, severance and other mineral revenues, gaming activities, and selected sales taxes such as gasoline, tobacco, and alcoholic beverages and beer. The losses in personal income taxes, general sales taxes, and selected sales tax collections resulting from the drop in population and employment will outweigh state taxes that will increase collections.

In addition, some of the key drivers of the Louisiana economy are now facing significant uncertainty. For example, mineral revenues make up about 12.5% of total taxes, licenses, and fees. However, Katrina and Rita damaged oil and gas production platforms, rigs, gas processing plants, pipelines, and other oil and gas related facilities. Many Louisiana fields have been shut down because of the hurricanes, and it will take time to repair the structural damage.

Gaming revenues make up about 8% of total taxes, licenses, and fees. The gaming facilities in New Orleans and Lake Charles were temporarily closed because of the hurricanes, and some remain closed. The riverboat in New Orleans depends primarily on local customer base, which has been diminished. The land-based casino depends on tourists and the local market, both of which have been reduced because of Katrina.

As a result of hurricanes Katrina and Rita, the State budget shortfall, caused by a noticeably smaller economy, totals between \$1 billion and \$1.5 billion. The plan to address the budget shortfall involves an \$889 million cut to state agencies, use of all of the Rainy Day Fund, and the use of the fiscal year ended 2005 surplus. The latter two would require constitutional amendments voted on by the people. Bridge financing or federal support monies are other possible solutions to this budgetary shortfall.

## **Requests for Information**

This financial report is designed to provide a general overview of the State finances for interested parties. Questions concerning any of the information provided in this report or requests for additional financial information may be obtained by writing to the Office of Statewide Reporting and Accounting Policy, P.O. Box 94095, Baton Rouge, LA 70804-9095, or by telephoning (225) 342-0708. The component units of the State issue their own audited financial reports. Telephone numbers for these entities can also be obtained from the Office of Statewide Reporting and Accounting Policy. This report is available on our website at <http://www.state.la.us/osrap/cafr-2.htm>.

# BASIC FINANCIAL STATEMENTS

**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS**

# State of Louisiana

## STATEMENT OF NET ASSETS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	PRIMARY GOVERNMENT			COMPONENT UNITS
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL PRIMARY GOVERNMENT	
<b>ASSETS</b>				
CASH AND CASH EQUIVALENTS	\$ 3,217,273	\$ 1,659,764	\$ 4,877,037	\$ 969,088
INVESTMENTS	4,195,940	316,110	4,512,050	1,278,138
RECEIVABLES (NET)	1,910,346	63,560	1,973,906	421,959
AMOUNTS DUE FROM PRIMARY GOVERNMENT	--	--	--	48,662
AMOUNTS DUE FROM COMPONENT UNITS	4,497	--	4,497	--
DUE FROM FEDERAL GOVERNMENT	829,939	156	830,095	28,215
INTERNAL BALANCES	12,944	(12,944)	--	--
INVENTORIES	57,945	6,066	64,011	48,306
PREPAYMENTS	31	597	628	13,371
NOTES RECEIVABLE	--	262,368	262,368	146,683
OTHER ASSETS	138,015	13,414	151,429	78,270
CAPITAL ASSETS (NOTE 5)				
LAND	1,890,175	3,807	1,893,982	259,968
BUILDINGS AND IMPROVEMENTS (NET OF DEPRECIATION)	893,005	9,582	902,587	2,012,099
MACHINERY AND EQUIPMENT (NET OF DEPRECIATION)	145,138	6,696	151,834	394,937
INFRASTRUCTURE (NET OF DEPRECIATION)	9,079,366	--	9,079,366	320,482
CONSTRUCTION IN PROGRESS	138,084	441	138,525	375,829
<b>TOTAL ASSETS</b>	<b>22,512,698</b>	<b>2,329,617</b>	<b>24,842,315</b>	<b>6,396,007</b>
<b>LIABILITIES</b>				
ACCOUNTS PAYABLE AND OTHER CURRENT LIABILITIES	1,701,455	8,961	1,710,416	513,233
ACCRUED INTEREST ON BONDS	48,856	--	48,856	--
AMOUNTS DUE TO PRIMARY GOVERNMENT	--	--	--	4,497
AMOUNTS DUE TO COMPONENT UNITS	48,662	--	48,662	--
DUE TO FEDERAL GOVERNMENT	94,522	81	94,603	952
DUE TO LOCAL GOVERNMENTS	46,568	--	46,568	--
UNEARNED REVENUE	22,059	3,287	25,346	111,956
AMOUNTS HELD IN CUSTODY FOR OTHERS	--	98	98	--
OTHER LIABILITIES	78,176	39,724	117,900	2,072
CURRENT PORTION OF LONG-TERM LIABILITIES (NOTE 8):				
COMPENSATED ABSENCES	11,615	644	12,259	16,153
CAPITAL LEASE OBLIGATIONS	9,538	62	9,600	7,908
AMOUNTS HELD IN CUSTODY FOR OTHERS	--	--	--	15,898
NOTES PAYABLE	818	19	837	34,177
LIABILITIES PAYABLE FROM RESTRICTED ASSETS	--	--	--	14,592
BONDS PAYABLE	141,086	63	141,149	40,624
ESTIMATED LIABILITY FOR CLAIMS	108,677	--	108,677	4
UNAMORTIZED BOND PREMIUM	9,953	--	9,953	--
OTHER LONG-TERM LIABILITIES	--	--	--	6,279
NONCURRENT PORTION OF LONG-TERM LIABILITIES (NOTE 8):				
COMPENSATED ABSENCES	176,925	1,585	178,510	177,866
CAPITAL LEASE OBLIGATIONS	45,652	120	45,772	73,872
AMOUNTS HELD IN CUSTODY FOR OTHERS	--	--	--	13,293
NOTES PAYABLE	1,441	74	1,515	109,809
BONDS PAYABLE	4,321,956	161,100	4,483,056	1,208,116
ESTIMATED LIABILITY FOR CLAIMS	2,128,580	--	2,128,580	22,733
UNAMORTIZED BOND PREMIUM	157,546	--	157,546	--
OTHER LONG-TERM LIABILITIES	--	112,216	112,216	22,245
<b>TOTAL LIABILITIES</b>	<b>9,154,085</b>	<b>328,034</b>	<b>9,482,119</b>	<b>2,396,279</b>
<b>NET ASSETS</b>				
INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	10,982,851	20,251	11,003,102	2,255,286
RESTRICTED FOR:				
CAPITAL PROJECTS	1,053,125	--	1,053,125	9,870
DEBT SERVICE	181,129	--	181,129	8,617
UNEMPLOYMENT COMPENSATION	--	1,444,226	1,444,226	--
OTHER PURPOSES	3,349,018	103,474	3,452,492	86,088
PERMANENT FUNDS AND ENDOWMENTS:				
NONEXPENDABLE	943,369	--	943,369	563,642
EXPENDABLE	1,298,384	--	1,298,384	548,899
UNRESTRICTED	(4,449,263)	433,632	(4,015,631)	527,326
<b>TOTAL NET ASSETS</b>	<b>\$ 13,358,613</b>	<b>\$ 2,001,583</b>	<b>\$ 15,360,196</b>	<b>\$ 3,999,728</b>

The notes to the financial statement are an integral part of this statement.

# State of Louisiana

## STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

FUNCTIONS/PROGRAMS	NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS							
	EXPENSES	PROGRAM REVENUES			PRIMARY GOVERNMENT			COMPONENT UNITS
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	
PRIMARY GOVERNMENT:								
GOVERNMENTAL ACTIVITIES:								
GENERAL GOVERNMENT	\$ 2,655,471	\$ 1,905,839	\$ 322,894	\$ 63,170	\$ (363,568)		\$ (363,568)	
CULTURE, RECREATION, AND TOURISM	69,415	29,145	5,513	77	(34,680)		(34,680)	
TRANSPORTATION AND DEVELOPMENT	835,901	136,642	10,201	445,238	(243,820)		(243,820)	
PUBLIC SAFETY	271,118	271,052	25,698	--	25,632		25,632	
HEALTH AND WELFARE	7,458,289	305,674	5,723,568	35	(1,429,012)		(1,429,012)	
CORRECTIONS	664,961	33,407	2,080	8,609	(620,865)		(620,865)	
CONSERVATION AND ENVIRONMENT	297,097	647,685	57,274	422	408,284		408,284	
EDUCATION	5,310,194	39,783	905,183	2,825	(4,362,403)		(4,362,403)	
OTHER	33,833	--	--	--	(33,833)		(33,833)	
INTERGOVERNMENTAL	375,373	1,396	--	--	(373,977)		(373,977)	
INTEREST ON LONG-TERM DEBT	216,750	--	--	--	(216,750)		(216,750)	
TOTAL GOVERNMENTAL ACTIVITIES	<u>18,188,402</u>	<u>3,370,623</u>	<u>7,052,411</u>	<u>520,376</u>	<u>(7,244,992)</u>		<u>(7,244,992)</u>	
BUSINESS-TYPE ACTIVITIES:								
LOUISIANA LOTTERY CORPORATION	199,555	306,962	--	--	\$ 107,407		107,407	
UNEMPLOYMENT TRUST FUND	264,458	267,602	7,099	--	10,243		10,243	
OTHER	74,713	78,347	5	21,188	24,827		24,827	
TOTAL BUSINESS-TYPE ACTIVITIES	<u>538,726</u>	<u>652,911</u>	<u>7,104</u>	<u>21,188</u>		<u>142,477</u>	<u>142,477</u>	
TOTAL PRIMARY GOVERNMENT	<u>\$ 18,727,128</u>	<u>\$ 4,023,534</u>	<u>\$ 7,059,515</u>	<u>\$ 541,564</u>	<u>(7,244,992)</u>	<u>142,477</u>	<u>(7,102,515)</u>	
COMPONENT UNITS:								
STATE UNIVERSITIES:								
LOUISIANA STATE UNIVERSITY SYSTEM	\$ 2,856,237	\$ 1,717,107	\$ 457,331	\$ 47,085				\$ (634,714)
UNIVERSITY OF LOUISIANA SYSTEM	835,300	319,612	186,180	18,841				(310,667)
SOUTHERN UNIVERSITY SYSTEM	214,928	50,595	70,589	5,329				(88,415)
LOUISIANA COMMUNITY AND TECHNICAL COLLEGE SYSTEM	344,129	56,345	121,053	11,694				(155,037)
BOARD OF REGENTS	78,357	752	6,965	--				(70,640)
AUTHORITIES:								
GREATER NEW ORLEANS EXPRESSWAY COMMISSION	18,252	16,003	254	--				(1,995)
LOUISIANA STADIUM AND EXPOSITION DISTRICT	85,095	25,129	--	2,583				(57,383)
ORLEANS LEVEE DISTRICT	39,793	15,125	--	3,161				(21,507)
OTHER COMPONENT UNITS	316,242	36,878	124,083	4,488				(150,793)
TOTAL COMPONENT UNITS	<u>\$ 4,788,333</u>	<u>\$ 2,237,546</u>	<u>\$ 966,455</u>	<u>\$ 93,181</u>				<u>(1,491,151)</u>
GENERAL REVENUES:								
INCOME TAXES					3,030,085		3,030,085	
SALES TAXES					2,483,101		2,483,101	
FRANCHISE TAXES					276,891		276,891	
GASOLINE TAXES, restricted for transportation					590,286		590,286	
TOBACCO TAXES					105,476		105,476	
MISCELLANEOUS TAXES					1,093,984		1,093,984	
TOBACCO SETTLEMENT, restricted for education, health and welfare					57,249		57,249	
GAMING					624,271		624,271	
UNRESTRICTED INVESTMENT EARNINGS					4,127		4,127	
MISCELLANEOUS					8,940		8,940	1,278,097
OTHER					14,148	3,232	17,380	358,551
TRANSFERS					108,582	(108,582)	--	--
TOTAL GENERAL REVENUES AND TRANSFERS					<u>8,397,140</u>	<u>(105,350)</u>	<u>8,291,790</u>	<u>1,636,648</u>
CHANGE IN NET ASSETS					1,152,148	37,127	1,189,275	145,497
NET ASSETS - BEGINNING, as restated					<u>12,206,465</u>	<u>1,964,456</u>	<u>14,170,921</u>	<u>3,854,231</u>
NET ASSETS - ENDING					<u>\$ 13,358,613</u>	<u>\$ 2,001,583</u>	<u>\$ 15,360,196</u>	<u>\$ 3,999,728</u>

The notes to the financial statements are an integral part of this statement.



**GOVERNMENTAL FUND  
FINANCIAL STATEMENTS**

# GOVERNMENTAL FUND FINANCIAL STATEMENTS

## Major Funds

### GENERAL FUND

The General Fund, the principal operating fund of the State, was established administratively to provide for the distribution of funds appropriated by the State Legislature for the ordinary expenses of state government. Transactions related to resources that are not accounted for in other funds are accounted for in the General Fund. Revenues are provided from the direct deposit of federal grants and the transfer of state revenues from the Bond Security and Redemption Fund after debt service requirements have been met.

### BOND SECURITY AND REDEMPTION FUND

This fund is used to provide for the collection of all money deposited into the State Treasury except federal funds, donations or other forms of assistance when the terms and conditions of the related agreements require otherwise. Each fiscal year, an amount is allocated from this fund sufficient to pay all obligations secured by the full faith and credit of the state, due and payable, within the current fiscal year, including principal, interest, premiums, and sinking or reserve funds. Except as otherwise provided by law, money remaining in the fund is credited to the General Fund.

### LOUISIANA EDUCATION QUALITY TRUST FUND

Once requirements of the Bond Security and Redemption Fund have been met, certain funds received from the federal government attributable to mineral production or leases on the outer continental shelf pending a settlement between the United States and Louisiana are deposited by the Treasurer in this fund. The funds are held in a trustee capacity to be used for various educational purposes.

### MEDICAID TRUST FUND FOR THE ELDERLY

Act 143 of 1st Extraordinary Session 2000 established this fund at R.S. 46:2691 to receive all funds from the intergovernmental transfer program and all investment earnings on monies deposited to this fund. The principal provides for the nursing home program case mix reimbursement system, intergovernmental transfer programs, enhanced payments to local government-owned health care facilities or health care programs, and reimbursement to the DHH for the cost of developing the application for and implementing the intergovernmental transfer program.

# State of Louisiana

## BALANCE SHEET

### GOVERNMENTAL FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	GENERAL FUND	BOND SECURITY AND REDEMPTION FUND	LOUISIANA EDUCATION QUALITY TRUST FUND	MEDICAID TRUST FUND FOR THE ELDERLY	NONMAJOR FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS</b>						
CASH AND CASH EQUIVALENTS	\$ 322,548	\$ 340,454	\$ --	\$ 4,372	\$ 2,474,370	\$ 3,141,744
INVESTMENTS	27,267	--	975,172	857,555	2,277,402	4,137,396
RECEIVABLES, NET	152,914	1,092,780	--	--	24,018	1,269,712
DUE FROM OTHER FUNDS	924,663	120,868	692	4,579	632,357	1,683,159
AMOUNTS DUE FROM COMPONENT UNITS	4,459	--	--	--	38	4,497
DUE FROM FEDERAL GOVERNMENT	772,745	--	--	--	57,194	829,939
INVENTORIES	53,449	--	--	--	--	53,449
OTHER ASSETS	23,176	--	--	--	3,524	26,700
<b>TOTAL ASSETS</b>	<b>\$ 2,281,221</b>	<b>\$ 1,554,102</b>	<b>\$ 975,864</b>	<b>\$ 866,506</b>	<b>\$ 5,468,903</b>	<b>\$ 11,146,596</b>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>LIABILITIES:</b>						
ACCOUNTS PAYABLE AND ACCRUALS	\$ 1,045,011	\$ 161	\$ --	\$ --	\$ 122,554	\$ 1,167,726
OTHER PAYABLES	69,598	175,522	--	--	--	245,120
DUE TO OTHER FUNDS	346,014	1,043,312	45,790	1,685	232,910	1,669,711
AMOUNTS DUE TO COMPONENT UNITS	19,573	--	--	--	29,089	48,662
DUE TO FEDERAL GOVERNMENT	94,522	--	--	--	--	94,522
DUE TO LOCAL GOVERNMENTS	--	--	--	--	46,568	46,568
DEFERRED REVENUES	21,375	335,107	--	--	--	356,482
ESTIMATED LIABILITY FOR CLAIMS	108,677	--	--	--	--	108,677
OTHER LIABILITIES	--	--	--	--	56	56
<b>TOTAL LIABILITIES</b>	<b>1,704,770</b>	<b>1,554,102</b>	<b>45,790</b>	<b>1,685</b>	<b>431,177</b>	<b>3,737,524</b>
<b>FUND BALANCES:</b>						
<b>RESERVED FOR:</b>						
DEBT SERVICE	--	--	--	--	136,945	136,945
INVENTORIES	53,449	--	--	--	--	53,449
ENCUMBRANCES	50,072	--	--	--	34,117	84,189
CONTINUING PROJECTS	--	--	--	--	255,132	255,132
CONSTRUCTION	--	--	--	--	1,282,992	1,282,992
TRUST PRINCIPAL	--	--	930,074	--	13,295	943,369
OTHER SPECIFIC PURPOSES	208,745	--	--	--	91,576	300,321
<b>UNRESERVED / DESIGNATED, REPORTED IN:</b>						
SPECIAL REVENUE FUNDS	--	--	--	23,598	54,786	78,384
CAPITAL PROJECTS FUNDS	--	--	--	--	157	157
PERMANENT FUNDS	--	--	--	--	46,813	46,813
<b>UNRESERVED / UNDESIGNATED, REPORTED IN:</b>						
GENERAL FUND	264,185	--	--	--	--	264,185
SPECIAL REVENUE FUNDS	--	--	--	841,223	1,961,388	2,802,611
PERMANENT FUNDS	--	--	--	--	1,160,525	1,160,525
<b>TOTAL FUND BALANCES</b>	<b>576,451</b>	<b>--</b>	<b>930,074</b>	<b>864,821</b>	<b>5,037,726</b>	<b>7,409,072</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 2,281,221</b>	<b>\$ 1,554,102</b>	<b>\$ 975,864</b>	<b>\$ 866,506</b>	<b>\$ 5,468,903</b>	<b>\$ 11,146,596</b>

The notes to the financial statements are an integral part of this statement

# State of Louisiana

## Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets

(Expressed in Thousands)

**Total Fund Balances - Governmental Funds** \$ 7,409,072

Amounts reported for governmental activities in the Statement of Net Assets are different due to the following:

Capital assets used in governmental activities are not financial resources and are not reported in the fund financial statements. These assets consist of the following:

	Land	\$ 1,889,874	
	Buildings and Improvements	1,326,388	
	Machinery and Equipment	614,549	
	Infrastructure	16,937,686	
	Construction in Progress	83,249	
	Accumulated Depreciation	<u>(8,766,334)</u>	12,085,412

Net assets of the Internal Service Funds are reported separately in the proprietary funds, but are consolidated for the government-wide statements. 40,088

Commodities inventory is not reported in the funds. Ending inventory must be reported on the government-wide statements. 3,329

Bonds issued by the State have associated costs that are paid from current available financial resources in the funds. These costs are deferred on the Statement of Net Assets. 106,351

The annual required contributions of certain pension trust funds have been under-funded, creating a year-end liability, which is not reported in the funds. (34,702)

Some liabilities are not due and payable in the current period and are not reported in the funds. These liabilities consist of the following:

	Compensated Absences	(187,808)	
	Capital Lease Obligations	(55,190)	
	Bonds Payable	(4,348,042)	
	Estimated Liabilities for Claims	(2,128,580)	
	Unamortized Bond Premium	(167,499)	
	Accrued Interest Payable	<u>(48,856)</u>	(6,935,975)

Some of the State's revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and are deferred or not reported in the funds. Those revenues consist of the following:

	Accounts Receivable	628,465	
	Deferred Revenues	<u>335,106</u>	963,571

Some payables do not meet the criteria for reporting under the modified accrual basis of accounting and are not reported in the fund level statements. (278,533)

**Net Assets of Governmental Activities** \$ 13,358,613

The notes to the financial statements are an integral part of this statement.

# State of Louisiana

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	GENERAL FUND	BOND SECURITY AND REDEMPTION FUND	LOUISIANA EDUCATION QUALITY TRUST FUND	MEDICAID TRUST FUND FOR THE ELDERLY	NONMAJOR FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>REVENUES</b>						
INTERGOVERNMENTAL REVENUES	\$ 7,057,275	\$ 11,824	\$ --	\$ --	\$ 600,351	\$ 7,669,450
TAXES	--	7,544,681	--	--	73,513	7,618,194
GAMING	--	628,757	--	--	--	628,757
TOBACCO SETTLEMENT	--	57,495	--	--	85,299	142,794
USE OF MONEY AND PROPERTY	583	709,171	14,625	9,703	115,210	849,292
LICENSES, PERMITS, AND FEES	--	538,485	--	--	53,878	592,363
SALES OF COMMODITIES AND SERVICES	--	983,216	--	--	38	983,254
OTHER	43,288	515,260	--	--	18,005	576,553
<b>TOTAL REVENUES</b>	<b>7,101,146</b>	<b>10,988,889</b>	<b>14,625</b>	<b>9,703</b>	<b>946,294</b>	<b>19,060,657</b>
<b>EXPENDITURES</b>						
<b>CURRENT:</b>						
GENERAL GOVERNMENT	2,300,964	--	--	--	--	2,300,964
CULTURE, RECREATION, AND TOURISM	64,548	--	--	--	--	64,548
TRANSPORTATION AND DEVELOPMENT	356,665	--	--	--	--	356,665
PUBLIC SAFETY	272,785	--	--	--	--	272,785
HEALTH AND WELFARE	7,408,900	--	--	--	--	7,408,900
CORRECTIONS	651,974	--	--	--	--	651,974
CONSERVATION AND ENVIRONMENT	244,059	--	--	--	--	244,059
EDUCATION	5,077,793	--	--	--	--	5,077,793
OTHER	10,024	6,064	--	--	203,924	220,012
INTERGOVERNMENTAL	375,373	--	--	--	102,001	477,374
CAPITAL OUTLAY	--	--	--	--	1,184,140	1,184,140
<b>DEBT SERVICE:</b>						
PRINCIPAL RETIREMENT	21,265	159,090	--	--	32,601	212,956
INTEREST AND FISCAL CHARGES	23,644	102,005	--	--	90,503	216,152
<b>TOTAL EXPENDITURES</b>	<b>16,807,994</b>	<b>267,159</b>	<b>--</b>	<b>--</b>	<b>1,613,169</b>	<b>18,688,322</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(9,706,848)</b>	<b>10,721,730</b>	<b>14,625</b>	<b>9,703</b>	<b>(666,875)</b>	<b>372,335</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
TRANSFERS IN	10,832,450	115,326	18,610	49,973	3,830,440	14,846,799
TRANSFERS OUT	(772,147)	(10,882,331)	--	(66,850)	(3,013,750)	(14,735,078)
PAYMENTS TO REFUNDED BOND ESCROW AGENT	--	(710,543)	--	--	--	(710,543)
LONG-TERM DEBT ISSUED	--	755,818	--	--	1,051,331	1,807,149
OTHER	(58,430)	--	--	--	--	(58,430)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>10,001,873</b>	<b>(10,721,730)</b>	<b>18,610</b>	<b>(16,877)</b>	<b>1,868,021</b>	<b>1,149,897</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>295,025</b>	<b>--</b>	<b>33,235</b>	<b>(7,174)</b>	<b>1,201,146</b>	<b>1,522,232</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>286,724</b>	<b>--</b>	<b>896,839</b>	<b>871,995</b>	<b>3,836,580</b>	<b>5,892,138</b>
<b>DECREASE IN RESERVES FOR INVENTORIES</b>	<b>(5,298)</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>(5,298)</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 576,451</b>	<b>\$ --</b>	<b>\$ 930,074</b>	<b>\$ 864,821</b>	<b>\$ 5,037,726</b>	<b>\$ 7,409,072</b>

The notes to the financial statements are an integral part of this statement.

# State of Louisiana

## Reconciliation of the Change in Fund Balances of Governmental Funds to the Statement of Activities

(Expressed in Thousands)

**Net Change in Fund Balances - Total Governmental Funds** \$ 1,522,232

Amounts reported for governmental activities in the Statement of Activities are different due to the following:

Governmental funds report capital outlays as expenditures. In the Statements of Activities, the cost of those assets is capitalized and allocated over their estimated useful lives as depreciation expense. Those capital outlay expenditures consist of the following:

	Land	\$ 87,241	
	Buildings and Improvements	(9,002)	
	Machinery and Equipment	5,346	
	Infrastructure	313,874	
	Construction in Progress	<u>43,069</u>	440,528

Revenues and expenses in the statement of activities that do not provide current financial resources are not reported as revenues and expenditures in the funds. 10,314

Bond proceeds provide current financial resources to governmental funds from issued debt, and increases long-term bonded debt in the Statement of Net Assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term bonded debt in the Statement of Net Assets. This is the amount proceeds exceed repayments.

	Bond Proceeds and Premiums Received	(1,747,855)	
	Repayment of Bond Principal	212,956	
	Payment to Refunded Bond Escrow Agent	<u>710,543</u>	(824,356)

The net results of current year operations of internal service funds is included in the net income of the proprietary funds, but is presented as part of the primary government for government-wide statements. (1,921)

Certain expenditures are reported in the funds. However, they either increase or decrease long-term liabilities reported on the Statement of Net Assets and have been eliminated from the Statement of Activities. Those expenditures consists of:

	Compensated Absences	(304)	
	Capital Lease Obligations	2,608	
	Accrued Interest Payable	(920)	
	Estimated Liabilities for Claims	(8,650)	
	Unamortized Bond Premium	9,925	
	Deferred Charges - Issuance Costs	8,371	
	Deferred Charges - Refunding	<u>(695)</u>	10,335

Revenues and expenses relating to changes in inventory are not reported in the funds. Current year inventory activity must be reported on the government-wide statements. (4,984)

**Change in Net Assets of Governmental Activities** \$ 1,152,148

The notes to the financial statements are an integral part of this statement.

**PROPRIETARY FUND  
FINANCIAL STATEMENTS**

# PROPRIETARY FUND FINANCIAL STATEMENTS

## Major Funds

### LOUISIANA LOTTERY CORPORATION

The Louisiana Lottery Corporation is a nonprofit corporation which conducts and administers the state lottery to ensure the integrity of the lottery and maintain the dignity of the state and the general welfare of its people.

### UNEMPLOYMENT TRUST FUND

This fund accounts primarily for the unemployment contributions from employers for the payment of unemployment benefits to eligible claimants.



# State of Louisiana

## BALANCE SHEET

### PROPRIETARY FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	LOUISIANA LOTTERY CORPORATION	UNEMPLOYMENT TRUST FUND	OTHER ENTERPRISE FUNDS	TOTAL	
<b>ASSETS</b>					
<b>CURRENT ASSETS:</b>					
CASH AND CASH EQUIVALENTS	\$ 53	\$ 1,504,143	\$ 154,315	\$ 1,658,511	\$ 75,529
INVESTMENTS	40,876	--	160,447	201,323	26,105
RECEIVABLES, NET	6,701	49,856	6,963	63,520	12,169
DUE FROM OTHER FUNDS	--	--	13	13	--
DUE FROM FEDERAL GOVERNMENT	--	84	72	156	--
INVENTORIES	--	--	6,066	6,066	1,167
PREPAYMENTS	540	--	57	597	31
NOTES RECEIVABLE	--	--	11,511	11,511	--
OTHER CURRENT ASSETS	14	--	5,434	5,448	1,725
TOTAL CURRENT ASSETS	<u>48,184</u>	<u>1,554,083</u>	<u>344,878</u>	<u>1,947,145</u>	<u>116,726</u>
<b>NONCURRENT ASSETS:</b>					
<b>RESTRICTED ASSETS</b>					
CASH	--	--	1,253	1,253	--
INVESTMENTS	--	--	--	--	32,439
RECEIVABLES	--	--	40	40	--
NOTES RECEIVABLE	--	--	250,857	250,857	--
INVESTMENTS	114,787	--	--	114,787	--
<b>CAPITAL ASSETS (NOTE 5)</b>					
LAND	1,542	--	2,265	3,807	301
BUILDINGS AND IMPROVEMENTS (NET OF DEPRECIATION)	3,534	--	6,048	9,582	8
MACHINERY AND EQUIPMENT (NET OF DEPRECIATION)	988	--	5,708	6,696	5,212
CONSTRUCTION IN PROGRESS	--	--	441	441	54,835
OTHER NONCURRENT ASSETS	7,923	--	43	7,966	3,239
TOTAL NONCURRENT ASSETS	<u>128,774</u>	<u>--</u>	<u>266,655</u>	<u>395,429</u>	<u>96,034</u>
<b>TOTAL ASSETS</b>	<u>\$ 176,958</u>	<u>\$ 1,554,083</u>	<u>\$ 611,533</u>	<u>\$ 2,342,574</u>	<u>\$ 212,760</u>
<b>LIABILITIES</b>					
<b>CURRENT LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ 2,530	\$ --	\$ 6,426	\$ 8,956	\$ 10,076
DUE TO OTHER FUNDS	10,679	--	2,278	12,957	504
DUE TO FEDERAL GOVERNMENT	--	28	53	81	--
DEFERRED REVENUES	--	--	3,287	3,287	683
AMOUNTS HELD IN CUSTODY FOR OTHERS	--	--	98	98	--
OTHER CURRENT LIABILITIES	31,850	7,759	115	39,724	4,233
<b>CURRENT PORTION OF LONG-TERM LIABILITIES:</b>					
CONTRACTS PAYABLE	--	--	5	5	--
COMPENSATED ABSENCES PAYABLE	326	--	318	644	56
CAPITAL LEASE OBLIGATIONS	--	--	62	62	--
NOTES PAYABLE	--	--	19	19	818
BONDS PAYABLE	--	--	63	63	--
OTHER LONG-TERM LIABILITIES	--	--	--	--	50
TOTAL CURRENT LIABILITIES	<u>45,385</u>	<u>7,787</u>	<u>12,724</u>	<u>65,896</u>	<u>16,420</u>
<b>NONCURRENT LIABILITIES:</b>					
<b>NON-CURRENT PORTION OF LONG-TERM LIABILITIES:</b>					
COMPENSATED ABSENCES PAYABLE	--	--	1,585	1,585	676
CAPITAL LEASE OBLIGATIONS	--	--	120	120	--
NOTES PAYABLE	--	--	74	74	1,441
BONDS PAYABLE	--	--	161,100	161,100	115,000
OTHER LONG-TERM LIABILITIES	107,733	--	4,483	112,216	39,135
TOTAL NONCURRENT LIABILITIES	<u>107,733</u>	<u>--</u>	<u>167,362</u>	<u>275,095</u>	<u>156,252</u>
<b>TOTAL LIABILITIES</b>	<u>153,118</u>	<u>7,787</u>	<u>180,086</u>	<u>340,991</u>	<u>172,672</u>
<b>NET ASSETS</b>					
INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	6,064	--	14,187	20,251	3,339
RESTRICTED FOR DEBT SERVICE	--	--	--	--	36,406
RESTRICTED FOR UNEMPLOYMENT COMPENSATION	--	1,444,226	--	1,444,226	--
RESTRICTED FOR OTHER SPECIFIC PURPOSES	--	102,070	1,404	103,474	--
UNRESTRICTED	17,776	--	415,856	433,632	343
<b>TOTAL NET ASSETS</b>	<u>23,840</u>	<u>1,546,296</u>	<u>431,447</u>	<u>2,001,583</u>	<u>40,088</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 176,958</u>	<u>\$ 1,554,083</u>	<u>\$ 611,533</u>	<u>\$ 2,342,574</u>	<u>\$ 212,760</u>

The notes to the financial statements are an integral part of this statement.

# State of Louisiana

## STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS

### PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS *
	LOUISIANA LOTTERY CORPORATION	UNEMPLOYMENT TRUST FUND	OTHER ENTERPRISE FUNDS *	TOTAL	
<b>OPERATING REVENUES:</b>					
SALES OF COMMODITIES AND SERVICES	\$ 306,945	\$ --	\$ 42,795	\$ 349,740	\$ 62,947
INTERGOVERNMENTAL REVENUES	--	7,099	--	7,099	--
ASSESSMENTS	--	186,565	4,119	190,684	--
USE OF MONEY AND PROPERTY	--	81,037	10,394	91,431	17,972
LICENSES, PERMITS, AND FEES	11	--	19,073	19,084	--
OTHER	6	--	1,986	1,992	18
<b>TOTAL OPERATING REVENUES</b>	<b>306,962</b>	<b>274,701</b>	<b>78,367</b>	<b>660,030</b>	<b>80,937</b>
<b>OPERATING EXPENSES:</b>					
COST OF SALES AND SERVICES	181,892	--	31,992	213,884	48,374
ADMINISTRATIVE	17,066	--	36,496	53,562	28,937
DEPRECIATION	597	--	1,652	2,249	1,786
AMORTIZATION	--	--	111	111	130
UNEMPLOYMENT INSURANCE BENEFITS	--	264,458	--	264,458	--
<b>TOTAL OPERATING EXPENSES</b>	<b>199,555</b>	<b>264,458</b>	<b>70,251</b>	<b>534,264</b>	<b>79,227</b>
<b>OPERATING INCOME</b>	<b>107,407</b>	<b>10,243</b>	<b>8,116</b>	<b>125,766</b>	<b>1,710</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>					
INTERGOVERNMENTAL EXPENSES	--	--	(962)	(962)	--
USE OF MONEY AND PROPERTY	1,503	--	818	2,321	15,921
GAIN ON DISPOSAL OF FIXED ASSETS	11	--	11	22	--
LOSS ON DISPOSAL OF FIXED ASSETS	--	--	(185)	(185)	(37)
INTEREST EXPENSES	--	--	(13)	(13)	(17,441)
OTHER REVENUES	--	--	898	898	1,332
OTHER EXPENSES	--	--	(3,302)	(3,302)	(267)
<b>TOTAL NONOPERATING REVENUES (EXPENSES)</b>	<b>1,514</b>	<b>--</b>	<b>(2,735)</b>	<b>(1,221)</b>	<b>(492)</b>
<b>INCOME BEFORE CONTRIBUTIONS AND TRANSFERS</b>	<b>108,921</b>	<b>10,243</b>	<b>5,381</b>	<b>124,545</b>	<b>1,218</b>
CAPITAL CONTRIBUTIONS	--	--	21,164	21,164	--
TRANSFERS IN	--	--	2,431	2,431	--
TRANSFERS OUT	(110,391)	--	(622)	(111,013)	(3,139)
<b>CHANGE IN NET ASSETS</b>	<b>(1,470)</b>	<b>10,243</b>	<b>28,354</b>	<b>37,127</b>	<b>(1,921)</b>
<b>TOTAL NET ASSETS - BEGINNING *</b>	<b>25,310</b>	<b>1,536,053</b>	<b>403,093</b>	<b>1,964,456</b>	<b>42,009</b>
<b>TOTAL NET ASSETS - ENDING</b>	<b>\$ 23,840</b>	<b>\$ 1,546,296</b>	<b>\$ 431,447</b>	<b>\$ 2,001,583</b>	<b>\$ 40,088</b>

\* Beginning Net Assets include a fund type change. See Note 10.

The notes to the financial statements are an integral part of this statement.

# State of Louisiana

## STATEMENT OF CASH FLOWS

### PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS *
	LOUISIANA LOTTERY CORPORATION	UNEMPLOYMENT TRUST FUND	OTHER ENTERPRISE FUNDS *	TOTAL	
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>					
CASH RECEIVED FROM CUSTOMERS	\$ 125,342	\$ 179,938	\$ 87,174	\$ 392,454	\$ 87,909
CASH PAYMENTS TO SUPPLIERS FOR GOODS AND SERVICES	(23,937)	--	(43,509)	(67,446)	(66,712)
CASH PAYMENTS TO EMPLOYEES FOR SERVICES	(6,052)	--	(23,173)	(29,225)	(11,191)
CLAIMS PAID TO OUTSIDERS	--	(263,579)	(43,313)	(306,892)	--
OTHER OPERATING REVENUES	--	87,196	2,858	90,054	19
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>95,353</u>	<u>3,555</u>	<u>(19,963)</u>	<u>78,945</u>	<u>10,025</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>					
PROCEEDS FROM SALE OF BONDS	--	--	1,985	1,985	--
PRINCIPAL PAID ON BONDS	--	--	(1,500)	(1,500)	--
INTEREST PAID ON BOND MATURITIES	--	--	(1)	(1)	--
INTEREST PAID ON NOTES PAYABLE	--	--	(5)	(5)	--
OPERATING GRANTS RECEIVED	--	--	12	12	--
TRANSFERS IN	--	--	1,061	1,061	5,962
TRANSFERS OUT	(110,049)	--	(681)	(110,730)	(3,139)
OTHER	--	--	201	201	5
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	<u>(110,049)</u>	<u>--</u>	<u>1,072</u>	<u>(108,977)</u>	<u>2,828</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>					
PROCEEDS FROM SALE OF BONDS	--	--	159,733	159,733	--
PRINCIPAL PAID ON BONDS	--	--	--	--	(15,770)
INTEREST PAID ON BOND MATURITIES	--	--	--	--	(18,690)
PROCEEDS FROM ISSUANCE OF NOTES PAYABLE	--	--	106	106	--
PRINCIPAL PAID ON NOTES PAYABLE	--	--	(97)	(97)	(1,158)
INTEREST PAID ON NOTES PAYABLE	--	--	(8)	(8)	(67)
ACQUISITION/CONSTRUCTION OF CAPITAL ASSETS	(525)	--	(1,579)	(2,104)	(39,674)
PROCEEDS FROM SALE OF CAPITAL ASSETS	36	--	730	766	(3)
CAPITAL CONTRIBUTIONS	--	--	21,192	21,192	--
OTHER	--	--	(4)	(4)	23,273
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(489)</u>	<u>--</u>	<u>180,073</u>	<u>179,584</u>	<u>(52,089)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>					
PURCHASES OF INVESTMENT SECURITIES	(3,180)	--	(159,587)	(162,767)	(51,776)
PROCEEDS FROM SALE OF INVESTMENT SECURITIES	16,857	--	1,453	18,310	108,295
INTEREST AND DIVIDENDS EARNED ON INVESTMENT SECURITIES	1,494	--	394	1,888	3,635
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<u>15,171</u>	<u>--</u>	<u>(157,740)</u>	<u>(142,569)</u>	<u>60,154</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(14)	3,555	3,442	6,983	20,918
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR *	67	1,500,588	152,126	1,652,781	54,611
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 53</u>	<u>\$ 1,504,143</u>	<u>\$ 155,568</u>	<u>\$ 1,659,764</u>	<u>\$ 75,529</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>					
OPERATING INCOME	\$ 107,407	\$ 10,243	\$ 8,116	\$ 125,766	\$ 1,710
<b>ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>					
DEPRECIATION / AMORTIZATION	597	--	1,763	2,360	1,916
PROVISION FOR UNCOLLECTIBLE ACCOUNTS	69	--	158	227	--
OTHER	--	--	(1,067)	(1,067)	(444)
<b>CHANGES IN ASSETS AND LIABILITIES:</b>					
(INCREASE)DECREASE IN ACCOUNTS RECEIVABLE	4,203	(7,441)	(1,043)	(4,281)	924
(INCREASE)DECREASE IN DUE FROM OTHER FUNDS	--	66	690	756	--
(INCREASE)DECREASE IN PREPAYMENTS	1,082	--	(2)	1,080	(15)
(INCREASE)DECREASE IN INVENTORIES	--	--	(301)	(301)	28
(INCREASE)DECREASE IN OTHER ASSETS	613	--	(30,377)	(29,764)	460
INCREASE(DECREASE) IN ACCOUNTS PAYABLE	(132)	--	1,029	897	(765)
INCREASE(DECREASE) IN ACCRUED PAYROLL AND RELATED	--	--	(16)	(16)	--
INCREASE(DECREASE) IN COMPENSATED ABSENCES PAYABLE	16	--	30	46	(18)
INCREASE(DECREASE) IN DUE TO OTHER FUNDS	343	3	52	398	--
INCREASE(DECREASE) IN DEFERRED REVENUES	--	--	1,044	1,044	6,265
INCREASE(DECREASE) IN OTHER LIABILITIES	(18,845)	684	(39)	(18,200)	(36)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 95,353</u>	<u>\$ 3,555</u>	<u>\$ (19,963)</u>	<u>\$ 78,945</u>	<u>\$ 10,025</u>

\* Beginning Cash and Cash Equivalents include a fund type change. See Note 1C

(Continued)

The notes to the financial statements are an integral part of this statement

# State of Louisiana

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## STATEMENT OF CASH FLOWS

### PROPRIETARY FUNDS

**JUNE 30, 2005**

(EXPRESSED IN THOUSANDS)

### NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES

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	2005
LOUISIANA STATE BOARD OF DENTISTRY FIXED ASSET RETIREMENTS	22
LOUISIANA LOTTERY CORPORATION NET DECREASE IN FAIR VALUE OF INVESTMENTS	248
INTEREST ACCRUED ON DEPOSITS WITH MULTI STATE LOTTERY	207

(Concluded)

The notes to the financial statements are an integral part of this statement.

FIDUCIARY FUND  
FINANCIAL STATEMENTS

# FIDUCIARY FUND FINANCIAL STATEMENTS

## FIDUCIARY FUNDS

By definition, these funds account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds, and cannot be used to address activities or obligations of the government. There are four types of fiduciary funds:

- *Pension trust funds* account for resources held in trust for members and beneficiaries of the four employee pension plans.
- *Investment trust funds* account for the portion of the government's investment pools that belong to others. The Louisiana Asset Management Pool is the only investment trust fund of the State.
- *Private-purpose trust funds* report all other trust arrangements benefiting those outside the government. Currently, the Louisiana Education Tuition and Savings Fund is the only

private-purpose trust fund Louisiana maintains.

- *Agency funds* contain resources held by the government in a temporary, purely custodial capacity and do not involve measurement of results of operations. Among the largest of the agency funds are the Escrow Fund, Insurance Trusts, Payroll Clearing Fund, and the Miscellaneous Agency Funds.

Four separate pension trust funds are maintained for state government employees, teachers, and law enforcement officers. The pension funds are as follows:

- Louisiana School Employees' Retirement System
- Louisiana State Employees' Retirement System
- Louisiana State Police Retirement System
- Teachers' Retirement System of Louisiana

# State of Louisiana

## STATEMENT OF FIDUCIARY NET ASSETS

### FIDUCIARY FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	PENSION TRUST FUNDS	INVESTMENT TRUST FUND	PRIVATE PURPOSE TRUST FUND	AGENCY FUNDS
<b>ASSETS</b>				
CASH AND CASH EQUIVALENTS	\$ 110,670	\$ 13,157	\$ 7,621	\$ 331,174
RECEIVABLES:				
EMPLOYER CONTRIBUTIONS	106,384	--	--	--
MEMBER CONTRIBUTIONS	63,810	--	--	--
INVESTMENT PROCEEDS	81,311	--	--	--
INTEREST AND DIVIDENDS	76,023	350	--	--
OTHER	6,556	--	8	143,917
TOTAL RECEIVABLES	334,084	350	8	143,917
INVESTMENTS (AT FAIR VALUE):				
SHORT TERM INVESTMENTS	635,316	206,623	--	--
U. S. GOVERNMENT AND AGENCY OBLIGATIONS	1,550,316	230,638	42,046	--
BONDS - DOMESTIC	2,322,104	--	--	--
BONDS - INTERNATIONAL	992,231	--	--	--
MARKETABLE SECURITIES - DOMESTIC	9,860,874	--	--	--
MARKETABLE SECURITIES - INTERNATIONAL	3,341,578	--	--	--
ALTERNATIVE INVESTMENT	2,696,124	--	--	--
COLLATERAL HELD UNDER SECURITIES LENDING PROGRAM	2,011,224	--	--	--
OTHER	42,182	413,754	27,211	161,915
TOTAL INVESTMENTS	23,451,949	851,015	69,257	161,915
OTHER ASSETS	--	--	--	644
PROPERTY, PLANT AND EQUIPMENT (NET)	15,763	36	--	--
TOTAL ASSETS	23,912,466	864,558	76,886	637,650
<b>LIABILITIES</b>				
ACCOUNTS PAYABLE	19,331	376	--	--
INVESTMENT COMMITMENTS PAYABLE	130,712	--	--	--
AMOUNTS HELD IN CUSTODY FOR OTHERS	--	--	--	459,860
OBLIGATIONS UNDER SECURITIES LENDING PROGRAM	2,011,224	--	--	--
REFUND PAYABLE AND OTHER	8,295	26	--	--
OTHER LIABILITIES	--	--	--	177,790
TOTAL LIABILITIES	2,169,562	402	--	637,650
<b>NET ASSETS</b>				
HELD IN TRUST FOR:				
EMPLOYEES' PENSION BENEFITS	21,742,904	--	--	--
INDIVIDUALS, PRIVATE ORGANIZATIONS, AND OTHER GOVERNMENTS	--	--	76,886	--
INVESTMENT POOL PARTICIPANTS	--	864,156	--	--
TOTAL NET ASSETS	\$ 21,742,904	\$ 864,156	\$ 76,886	\$ --

The notes to the financial statements are an integral part of this statement.

# State of Louisiana

## STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

### FIDUCIARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	PENSION TRUST FUNDS	INVESTMENT TRUST FUND	PRIVATE PURPOSE TRUST FUND
<b>ADDITIONS</b>			
CONTRIBUTIONS:			
EMPLOYER	\$ 974,326	\$ --	\$ --
MEMBERS	462,892	--	--
POOL PARTICIPANTS (DEPOSITS)	--	1,409,976	--
TOTAL CONTRIBUTIONS	<u>1,437,218</u>	<u>1,409,976</u>	<u>--</u>
INVESTMENT INCOME:			
NET INCREASE (DECREASE) IN FAIR VALUE OF INVESTMENTS	1,452,719	(7)	493
INTEREST AND DIVIDENDS	479,981	7,540	2,365
GAIN ON SALE OF INVESTMENT	--	93	(43)
SECURITIES LENDING INCOME	42,931	--	--
LESS SECURITIES LENDING EXPENSES	(36,485)	--	--
OTHER INVESTMENT INCOME	115,713	6,487	--
LESS INVESTMENT EXPENSE OTHER THAN SECURITIES LENDING	<u>(126,800)</u>	<u>--</u>	<u>--</u>
NET INVESTMENT INCOME	<u>1,928,059</u>	<u>14,113</u>	<u>2,815</u>
OTHER INCOME	<u>92,798</u>	<u>--</u>	<u>28,255</u>
TOTAL ADDITIONS	<u>3,458,075</u>	<u>1,424,089</u>	<u>31,070</u>
<b>DEDUCTIONS</b>			
RETIREMENT BENEFITS	1,856,538	--	--
REFUNDS OF CONTRIBUTIONS	64,100	--	--
ADMINISTRATIVE EXPENSES	31,702	1,850	--
DEPRECIATION EXPENSE	1,390	--	--
DISTRIBUTIONS TO POOL PARTICIPANTS	--	1,603,340	--
OTHER	<u>1,972</u>	<u>--</u>	<u>2,114</u>
TOTAL DEDUCTIONS	<u>1,955,702</u>	<u>1,605,190</u>	<u>2,114</u>
CHANGE IN NET ASSETS HELD IN TRUST FOR:			
EMPLOYEES' PENSION BENEFITS	1,502,373	--	--
INVESTMENT POOL PARTICIPANTS	--	(181,101)	--
INDIVIDUALS, ORGANIZATIONS, AND OTHER GOVERNMENTS	--	--	28,956
NET ASSETS - BEGINNING OF YEAR	<u>20,240,531</u>	<u>1,045,257</u>	<u>47,930</u>
NET ASSETS - END OF YEAR	<u>\$ 21,742,904</u>	<u>\$ 864,156</u>	<u>\$ 76,886</u>

The notes to the financial statements are an integral part of this statement.



**COMPONENT UNIT  
FINANCIAL STATEMENTS**

# COMPONENT UNIT FINANCIAL STATEMENTS

## Major Funds

### COLLEGES AND UNIVERSITIES

The College and University Funds are used to account for all transactions relating to public institutions of higher education. The public institutions of higher education are reported in the following systems:

- Louisiana State University System includes Louisiana State University and A&M College at Baton Rouge, Louisiana State University Agricultural Center at Baton Rouge, Louisiana State University at Alexandria, Louisiana State University at Eunice, Louisiana State University Medical Center at New Orleans, Louisiana State University Medical Center at Shreveport, University of New Orleans at New Orleans, Paul M. Hebert Law Center at Baton Rouge, and Pennington Biomedical Research Center at Baton Rouge. The Board of Supervisors of Louisiana State University also operates the general medical facilities in the state.
- Southern University System includes Southern University and A&M College at Baton Rouge, Southern University at New Orleans, and Southern University at Shreveport.
- University of Louisiana System includes the regional colleges and universities of Grambling State University at Grambling, Louisiana Tech University at Ruston, McNeese State University at Lake Charles, Nicholls State University at Thibodaux, University of Louisiana at Monroe, Northwestern State University at Natchitoches, Southeastern Louisiana University at Hammond, and University of Louisiana at Lafayette.
- Board of Regents is the policy making board for Louisiana State University Board of Supervisors, Louisiana State University Systems, Southern University Board of Supervisors, Southern University Systems, University of

Louisiana System Board of Supervisors, University of Louisiana Systems, Board of Supervisors of the Louisiana Community and Technical Colleges and Louisiana Community and Technical College System.

- Louisiana Community and Technical College System includes seven community colleges, two technical community colleges and one technical college with forty campuses.

### GREATER NEW ORLEANS EXPRESSWAY COMMISSION

The Greater New Orleans Expressway Commission was formed on October 20, 1954 to construct, operate and maintain the Expressway which is a bridge causeway across Lake Pontchartrain connecting Jefferson and St. Tammany parishes. Responsibilities include construction of approaches, access roads, other structures, and traffic safety facilities.

### LOUISIANA STADIUM AND EXPOSITION DISTRICT

The purpose of the district is to plan, finance, construct, develop, maintain, and operate an enclosed and covered stadium, as well as coliseums, sports arenas, sports pavilions, exposition sites, field houses, or other buildings or structures for holding sports events, athletic contests, contests of skill, exhibitions, spectacles, and other public meetings. The District is responsible for servicing and retiring the principal and interest on all bonds issued.

### ORLEANS LEVEE DISTRICT

The Orleans Levee District is responsible for the location, construction, maintenance, and improvement of levees and related works for Lake Pontchartrain and the connecting canals in Orleans Parish.



# State of Louisiana

## COMBINING BALANCE SHEET

### COMPONENT UNITS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	LOUISIANA STATE UNIVERSITY SYSTEM	UNIVERSITY OF LOUISIANA SYSTEM	SOUTHERN UNIVERSITY SYSTEM	LOUISIANA COMMUNITY AND TECHNICAL COLLEGE SYSTEM
<b>ASSETS</b>				
<b>CURRENT ASSETS:</b>				
CASH AND CASH EQUIVALENTS	\$ 234,974	\$ 124,471	\$ 24,671	\$ 42,724
INVESTMENTS	279,170	34,654	547	--
RECEIVABLES (NET)	260,487	42,335	8,562	20,628
PLEDGES RECEIVABLE (NET)	6,743	467	--	--
AMOUNTS DUE FROM PRIMARY GOVERNMENT	6,234	1,659	666	140
DUE FROM FEDERAL GOVERNMENT	--	343	10,909	10,178
INVENTORIES	37,152	6,745	255	1,523
PREPAYMENTS	6,200	4,932	694	601
NOTES RECEIVABLE	7,458	3,872	466	--
OTHER CURRENT ASSETS	3,610	6,564	133	12
TOTAL CURRENT ASSETS	<u>842,028</u>	<u>226,042</u>	<u>46,903</u>	<u>75,806</u>
<b>NONCURRENT ASSETS:</b>				
<b>RESTRICTED ASSETS:</b>				
CASH	156,668	93,517	15,110	28,238
INVESTMENTS	421,505	195,303	4,094	9,416
RECEIVABLES (NET)	16	634	--	--
NOTES RECEIVABLE	23,429	25,434	--	--
OTHER	13,972	1,422	--	--
NOTES RECEIVABLE	234	23	--	25
INVESTMENTS	80,278	35,500	--	--
PLEDGES RECEIVABLE (NET)	18,983	3,083	--	--
<b>CAPITAL ASSETS (NOTE 5)</b>				
LAND	119,573	39,720	7,475	15,841
BUILDINGS AND IMPROVEMENTS (NET OF DEPRECIATION)	894,964	549,438	106,935	113,255
MACHINERY AND EQUIPMENT (NET OF DEPRECIATION)	279,416	57,306	10,035	19,973
INFRASTRUCTURE (NET OF DEPRECIATION)	36,612	2,205	1,042	--
CONSTRUCTION IN PROGRESS	112,981	90,582	13,075	84,494
OTHER NONCURRENT ASSETS	5,721	8,102	--	4,549
TOTAL NONCURRENT ASSETS	<u>2,164,352</u>	<u>1,102,269</u>	<u>157,766</u>	<u>275,791</u>
TOTAL ASSETS	<u>\$ 3,006,380</u>	<u>\$ 1,328,311</u>	<u>\$ 204,669</u>	<u>\$ 351,597</u>
<b>LIABILITIES</b>				
<b>CURRENT LIABILITIES:</b>				
ACCOUNTS PAYABLE AND ACCRUALS	\$ 355,602	\$ 34,367	\$ 11,874	\$ 28,970
AMOUNTS DUE TO PRIMARY GOVERNMENT	--	43	--	--
DUE TO FEDERAL GOVERNMENT	--	--	--	--
DEFERRED REVENUES	62,345	20,025	6,015	13,412
OTHER CURRENT LIABILITIES	1,620	--	--	--
<b>CURRENT PORTION OF LONG-TERM LIABILITIES:</b>				
CONTRACTS PAYABLE	--	185	--	--
COMPENSATED ABSENCES PAYABLE	8,671	2,465	461	2,378
CAPITAL LEASE OBLIGATIONS	4,142	377	--	2,871
ESTIMATED LIABILITY FOR CLAIMS	--	--	--	--
AMOUNTS HELD IN CUSTODY FOR OTHERS	10,335	3,790	966	807
NOTES PAYABLE	18,286	845	74	--
LIABILITIES PAYABLE FROM RESTRICTED ASSETS	--	--	--	--
BONDS PAYABLE	17,412	4,884	218	690
OTHER LONG-TERM LIABILITIES	1,299	565	2,035	174
TOTAL CURRENT LIABILITIES	<u>479,712</u>	<u>67,546</u>	<u>21,643</u>	<u>49,302</u>
<b>NONCURRENT LIABILITIES:</b>				
<b>NONCURRENT PORTION OF LONG-TERM LIABILITIES:</b>				
CONTRACTS PAYABLE	--	--	--	--
COMPENSATED ABSENCES PAYABLE	119,220	26,479	13,096	13,362
CAPITAL LEASE OBLIGATIONS	62,081	1,503	--	9,666
ESTIMATED LIABILITY FOR CLAIMS	--	--	--	--
AMOUNTS HELD IN CUSTODY FOR OTHERS	7,846	5,447	--	--
NOTES PAYABLE	82,835	4,632	1,877	--
BONDS PAYABLE	370,607	247,362	1,667	138,509
OTHER LONG-TERM LIABILITIES	2,496	1,511	--	--
TOTAL NONCURRENT LIABILITIES	<u>645,085</u>	<u>286,934</u>	<u>16,640</u>	<u>161,537</u>
TOTAL LIABILITIES	<u>1,124,797</u>	<u>354,480</u>	<u>38,283</u>	<u>210,839</u>
<b>NET ASSETS:</b>				
INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	1,083,646	519,126	135,440	112,249
<b>RESTRICTED FOR:</b>				
CAPITAL PROJECTS	--	--	--	--
DEBT SERVICE	--	--	--	--
NONEXPENDABLE	367,389	183,486	9,323	3,444
EXPENDABLE	319,078	189,360	23,801	13,849
OTHER PURPOSES	--	--	--	--
UNRESTRICTED	111,470	81,859	(2,178)	11,216
TOTAL NET ASSETS	<u>1,881,583</u>	<u>973,831</u>	<u>166,386</u>	<u>140,758</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 3,006,380</u>	<u>\$ 1,328,311</u>	<u>\$ 204,669</u>	<u>\$ 351,597</u>

\* As of October 31, 2004.

The notes to the financial statements are an integral part of this statement.

# State of Louisiana

BOARD OF REGENTS	GREATER NEW ORLEANS EXPRESSWAY COMMISSION *	LOUISIANA STADIUM AND EXPOSITION DISTRICT	ORLEANS LEVEE DISTRICT	NONMAJOR COMPONENT UNITS	TOTAL COMPONENT UNITS
\$ 1,602	\$ 2,272	\$ 27,453	\$ 25,963	\$ 159,078	\$ 643,208
--	7,498	--	8,711	98,377	428,957
18	26	5,602	2,203	36,234	376,095
--	--	--	--	--	7,210
21,444	--	1,209	--	17,310	48,662
2,763	--	--	--	4,022	28,215
--	330	128	737	1,436	48,306
2	122	49	--	771	13,371
--	--	--	--	2,452	14,248
--	--	--	107	2,475	12,901
<u>25,829</u>	<u>10,248</u>	<u>34,441</u>	<u>37,721</u>	<u>322,155</u>	<u>1,621,173</u>
--	--	3,286	3,579	25,482	325,880
--	34,499	--	--	11,075	675,892
--	1,198	142	--	14,598	16,588
--	--	--	--	81,054	129,917
--	--	--	--	--	15,394
--	--	--	--	2,236	2,518
--	--	--	--	57,511	173,289
--	--	--	--	--	22,066
--	--	13,944	33,384	30,031	259,968
--	1,014	191,279	33,882	121,332	2,012,099
129	1,834	4,182	4,076	17,986	394,937
--	88,077	--	104,146	88,400	320,482
--	--	3,664	3,988	67,045	375,829
--	1,587	--	376	29,640	49,975
<u>129</u>	<u>128,209</u>	<u>216,497</u>	<u>183,431</u>	<u>546,390</u>	<u>4,774,834</u>
<u>\$ 25,958</u>	<u>\$ 138,457</u>	<u>\$ 250,938</u>	<u>\$ 221,152</u>	<u>\$ 868,545</u>	<u>\$ 6,396,007</u>
\$ 25,481	\$ 493	\$ 26,327	\$ 1,259	\$ 19,372	\$ 503,745
--	--	1,770	--	2,684	4,497
--	--	--	--	952	952
--	624	7,631	702	1,202	111,956
--	--	--	--	452	2,072
--	--	--	269	1,213	1,667
36	--	242	35	1,865	16,153
--	--	--	--	518	7,908
--	--	--	--	4	4
--	--	--	--	--	15,898
--	--	--	--	14,972	34,177
--	2,434	--	657	11,501	14,592
--	1,783	4,780	4,775	6,082	40,624
--	--	500	3	1,703	6,279
<u>25,517</u>	<u>5,334</u>	<u>41,250</u>	<u>7,700</u>	<u>62,520</u>	<u>760,524</u>
--	--	--	--	7,821	7,821
586	942	--	1,034	3,147	177,866
--	--	--	--	622	73,872
--	--	--	22,733	--	22,733
--	--	--	--	--	13,293
--	--	7,500	--	12,965	109,809
--	65,685	184,300	64,868	135,118	1,208,116
--	1,465	747	930	15,096	22,245
<u>586</u>	<u>68,092</u>	<u>192,547</u>	<u>89,565</u>	<u>174,769</u>	<u>1,635,755</u>
<u>26,103</u>	<u>73,426</u>	<u>233,797</u>	<u>97,265</u>	<u>237,289</u>	<u>2,396,279</u>
129	23,457	23,989	109,834	247,416	2,255,286
--	--	2	--	9,868	9,870
--	--	7,091	--	1,526	8,617
--	--	--	--	--	563,642
2,811	--	--	--	--	548,899
--	33,313	3,428	3,578	45,769	86,088
(3,085)	8,261	(17,369)	10,475	326,677	527,326
(145)	65,031	17,141	123,887	631,256	3,999,728
<u>\$ 25,958</u>	<u>\$ 138,457</u>	<u>\$ 250,938</u>	<u>\$ 221,152</u>	<u>\$ 868,545</u>	<u>\$ 6,396,007</u>

# State of Louisiana

## COMBINING STATEMENT OF ACTIVITIES

### COMPONENT UNITS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE	
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS		CAPITAL GRANTS AND CONTRIBUTIONS
COMPONENT UNITS:					
LOUISIANA STATE UNIVERSITY SYSTEM	\$ 2,856,237	1,717,107	457,331	47,085	(634,714)
UNIVERSITY OF LOUISIANA SYSTEM	835,300	319,612	186,180	18,841	(310,667)
SOUTHERN UNIVERSITY SYSTEM	214,928	50,595	70,589	5,329	(88,415)
LOUISIANA COMMUNITY AND TECHNICAL COLLEGE SYSTEM	344,129	56,345	121,053	11,694	(155,037)
BOARD OF REGENTS	78,357	752	6,965	--	(70,640)
GREATER N.O. EXPRESSWAY COMMISSION *	18,252	16,003	254	--	(1,995)
LOUISIANA STADIUM AND EXPOSITION DISTRICT	85,095	25,129	--	2,583	(57,383)
ORLEANS LEVEE DISTRICT	39,793	15,125	--	3,161	(21,507)
NONMAJOR COMPONENT UNITS	316,242	36,878	124,083	4,488	(150,793)
TOTAL COMPONENT UNITS	\$ 4,788,333	\$ 2,237,546	\$ 966,455	\$ 93,181	\$ (1,491,151)

	GENERAL REVENUES		CHANGE IN NET ASSETS	NET ASSETS BEGINNING OF YEAR AS RESTATED	NET ASSETS END OF YEAR
	PAYMENTS FROM PRIMARY GOVERNMENT	OTHER GENERAL REVENUES			
COMPONENT UNITS:					
LOUISIANA STATE UNIVERSITY SYSTEM	\$ 581,419	153,304	100,009	1,781,574	1,881,583
UNIVERSITY OF LOUISIANA SYSTEM	302,944	44,093	36,370	937,461	973,831
SOUTHERN UNIVERSITY SYSTEM	78,795	15,386	5,766	160,620	166,386
LOUISIANA COMMUNITY AND TECHNICAL COLLEGE SYSTEM	156,223	7,095	8,281	132,477	140,758
BOARD OF REGENTS	70,395	129	(116)	(29)	(145)
GREATER N.O. EXPRESSWAY COMMISSION *	28	5,311	3,344	61,687	65,031
LOUISIANA STADIUM AND EXPOSITION DISTRICT	--	42,329	(15,054)	32,195	17,141
ORLEANS LEVEE DISTRICT	1,283	23,934	3,710	120,177	123,887
NONMAJOR COMPONENT UNITS	87,010	66,970	3,187	628,069	631,256
TOTAL COMPONENT UNITS	\$ 1,278,097	\$ 358,551	\$ 145,497	\$ 3,854,231	\$ 3,999,728

\* For the period ending October 31, 2004.

The notes to the financial statements are an integral part of this statement.

**NOTES TO THE BASIC  
FINANCIAL STATEMENTS**

Note 1	Summary of Significant Accounting Policies
Note 2	Deposits and Investments
Note 3	Accounts Receivable and Accounts Payable
Note 4	Interfund Accounts and Transfers
Note 5	Capital Assets
Note 6	Employee Benefits
Note 7	Leases
Note 8	Long-Term Obligations
Note 9	Contingencies
Note 10	Fund Balance/Net Assets Disclosures
Note 11	Other Disclosures
Note 12	Subsequent Events



## NOTES TO THE BASIC FINANCIAL STATEMENTS June 30, 2005

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying basic financial statements of the State of Louisiana (State) have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB).

The basic financial statements present the financial position and results of operations of the various funds of the State and the cash flows of the proprietary funds as of and for the year ended June 30, 2005.

#### A. REPORTING ENTITY

The State reporting entity consists of the various departments, agencies, activities, and organizational units that are within the control and authority of the Louisiana Legislature and/or constitutional officers of the State. The State, like that of the United States, has three branches of government – legislative (bicameral), executive and judicial.

As required by GASB Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, a legally separate entity is considered to be a component unit of the State if at least one of the following criteria is met:

- The State appoints a voting majority of the organization's governing body and is either able to impose its will on the organization or there is a potential financial benefit/burden to the State.
- The entity is fiscally dependent on the State.
- The nature and significance of the relationship between the State and the entity is such that exclusion would cause the financial statements of the State to be misleading or incomplete.

Depending upon the closeness of their relationship with the State, some component units are blended with the State reporting entity, while others are discretely reported.

The following potential component units were evaluated to identify those entities whose financial activities should be blended with the primary government, discretely reported, disclosed in the Notes to the Basic Financial Statements as a related organization, or excluded from the State reporting entity:

#### Blended Component Units

A component unit is considered blended and therefore would be included in the reporting entity's financial statements if the component unit's governing body is substantively the same as the governing body of the primary government, the component unit provides services exclusively, or almost exclusively, to the primary government, or there is a financial benefit/burden relationship with the primary government. The following blended component units: the Louisiana Lottery Corporation, Tobacco Settlement Financing Corporation, Louisiana Correctional Facilities Corporation, Louisiana Office Building Corporation, Office Facilities Corporation, the various retirement systems and Louisiana Asset Management Pool provide services almost exclusively to the primary government.

Louisiana Lottery Corporation, 555 Laurel Street, Baton Rouge, LA 70801, a nonprofit corporation, conducts and administers the State lottery to ensure the integrity of the lottery and maintain the dignity of the State and the general welfare of its people. The board of directors consists of nine members appointed by the Governor.

Tobacco Settlement Financing Corporation, P. O. Box 44154, Baton Rouge, LA 70804, a special purpose, public corporate entity, is responsible for financing, purchasing, owning, and managing 60% of the tobacco assets and related incidental activities for the state of Louisiana. The board of directors consists of twelve members, seven appointed by the Governor.

Louisiana Correctional Facilities Corporation, P.O. Box 94095, Baton Rouge, LA 70804-9095, a nonprofit corporation, acquires and finances correctional facilities for lease to the State and is authorized to issue revenue bonds for its purposes. The board of directors consists of five members appointed by the Governor.

Louisiana Office Building Corporation, P.O. Box 94095, Baton Rouge, LA 70804-9095, a nonprofit quasi-public corporation, was created to construct, acquire and lease buildings and facilities on behalf of and for the benefit of the State and may finance such acquisitions by issuing revenue bonds.

Office Facilities Corporation, P.O. Box 94095, Baton Rouge, LA 70804-9095, a nonprofit corporation, finances the acquisition or construction of public facilities for lease to the State through the issuance of revenue bonds. The board of directors consists of five members appointed by the Governor.

Louisiana School Employees' Retirement System, P.O. Box 44516, Baton Rouge, LA 70804-4516, was

# State of Louisiana

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established in 1947 for the benefit of persons employed as school bus drivers, school janitors, school custodians, and school maintenance employees.

Louisiana State Employees' Retirement System, P.O. Box 44213, Baton Rouge, LA 70804-4213, was established in 1947 to benefit all State employees except those excluded by statute.

Louisiana State Police Retirement System, 3100 Brentwood Drive, Suite B, Baton Rouge, LA 70809, was established in 1938 for the benefit of commissioned law enforcement officers and the Superintendent of the Office of State Police.

Teachers' Retirement System of Louisiana, P.O. Box 94123, Baton Rouge, LA 70804-9123, was established in 1936 for the benefit of public school teachers.

Louisiana Asset Management Pool (LAMP), 228 St. Charles Avenue, Suite 1123, New Orleans, LA 70130, is a cooperative endeavor to establish an external local government investment pool administered by the State Treasurer. LAMP has a December 31 fiscal year end.

## **Discretely Presented Component Units**

Discretely presented component units are reported in separate columns to emphasize that they are legally separate from the State. The voting majority of the following major discretely presented component units' board members are appointed by the State and the State is able to impose its will on the organizations through budgetary oversight.

Board of Regents, Claiborne Building, Suite 6-180, Baton Rouge, LA 70802, is the policy making board for the four higher education systems of the State.

Board of Supervisors of Louisiana State University System, 3810 West Lakeshore Drive, Baton Rouge, LA 70808, is the managing and supervising board for the Louisiana State University System (LSU), which includes the following campuses:

- LSU and A&M College at Baton Rouge
- LSU Agricultural Center at Baton Rouge
- LSU at Alexandria
- LSU at Eunice
- LSU Health Sciences Center at New Orleans
- LSU Health Sciences Center at Shreveport
- LSU at Shreveport
- University of New Orleans at New Orleans
- Paul M. Hebert Law Center at Baton Rouge
- Pennington Biomedical Research Center at Baton Rouge

The Board of Supervisors of LSU also operates the following general medical facilities in the State:

- Dr. Walter O. Moss Regional Medical Center at Lake Charles
- Earl K. Long Medical Center at Baton Rouge
- Huey P. Long Medical Center at Pineville
- Lallie Kemp Regional Medical Center at Independence
- Medical Center of Louisiana (Charity Hospital) at New Orleans including University Hospital
- Leonard J. Chabert Medical Center at Houma
- University Medical Center at Lafayette
- Bogalusa Medical Center

Board of Supervisors - University of Louisiana System, 1201 North Third Street, Suite 7-300, Baton Rouge, LA 70802, is the managing and supervising board for the following regional universities:

- Grambling State University at Grambling
- Louisiana Tech University at Ruston
- McNeese State University at Lake Charles
- Nicholls State University at Thibodaux
- University of Louisiana at Monroe
- Northwestern State University at Natchitoches
- Southeastern Louisiana University at Hammond
- University of Louisiana at Lafayette

Board of Supervisors of the Southern University System, P.O. Box 10878, Baton Rouge, LA 70813, is the managing and supervising board of the Southern University System, which includes the following campuses:

- Southern University and A&M College at Baton Rouge
- Southern University at New Orleans
- Southern University at Shreveport
- Southern University Law Center
- Southern University Agricultural Research and Extension Center

Board of Supervisors of the Louisiana Community and Technical Colleges, 285 S. Foster Drive, Baton Rouge, LA 70806, is the managing and supervising board of the seven community colleges, two technical community colleges and one Louisiana Technical College with 40 branch campuses.

Greater New Orleans Expressway Commission, P.O. Box 7656, Metairie, LA 70010, was created to construct, operate, and maintain the Greater New Orleans Expressway. The fiscal year end of the commission is October 31.

The boards of the remaining major discretely presented component units are appointed by and serve at the pleasure of the governor.

# State of Louisiana

Louisiana Stadium and Exposition District, Sugar Bowl Drive, New Orleans, LA 70112, is responsible for financing and operating an enclosed covered stadium, as well as other related facilities and structures for holding sporting events, athletic contests, exhibitions, and other public meetings.

\* Orleans Levee District, 6001 Stars and Stripes Blvd., Suite 202, Admin. Bldg., New Orleans, LA 70126, primarily operates and maintains flood protection for the city of New Orleans, the southern shores of Lake Pontchartrain, and along the Mississippi River. It also operates and maintains public parks, beaches, the New Orleans and South Shore Harbors and Marinas, and the New Orleans Lakefront Airport.

The voting majority of the following nonmajor discretely presented component units' board members are appointed by the State and the State is able to impose its will on the organizations.

Capital Area Human Services District, 4615 Government Street, Bldg. 2, Baton Rouge, LA 70806, was established to direct the operation of community-based programs and services to public health, mental health, developmental disabilities, and addictive disorder services for the parishes of Ascension, East Baton Rouge, East Feliciana, Iberville, Pointe Coupee, West Baton Rouge, and West Feliciana.

Other Levee Districts provide services necessary to ensure adequate drainage control and to protect lands within their respective districts from damage by flood and include:

- Atchafalaya Basin, P.O. Box 170, Port Allen, LA 70767
- Amite River Basin Drainage and Water Conservation District, Suite 135, 3535 S. Sherwood Forest Blvd., Baton Rouge, LA 70816
- Bossier, P.O. Box 189, Benton, LA 71006
- Caddo, P.O. Box 78282, Shreveport, LA 71137
- East Jefferson, 203 Plaque Ct., Harahan, LA 70123
- Fifth Louisiana, 222 N. Cedar St., Tallulah, LA 71282
- Lafourche Basin, P.O. Box 670, Vacherie, LA 70090  
The District has a December 31 fiscal year end.
- Lake Borgne Basin, P.O. Box 216, Violet, LA 70092
- Natchitoches Levee and Drainage District, P.O. Box 1209, Natchitoches, LA 71458
- Nineteenth Louisiana, P.O. Box 267, Colfax, LA 71417
- North Bossier, P.O. Box 338, Benton, LA 71006
- North Lafourche Conservation, Levee and Drainage District, P.O. Box 230, Raceland, LA 71006. The District has a December 31 fiscal year end.
- Pontchartrain, P.O. Box 426, Lutcher, LA 70071

\* Office has temporarily relocated. Please contact the Office of Statewide Reporting and Accounting Policy for additional information.

- Red River, Atchafalaya, and Bayou Boeuf, Rt 2. Box 240D, Bunkie, LA 71322
- Red River Levee and Drainage District, P.O. Box 433, Coushatta, LA 71019
- South Lafourche, P.O. Box 426, Galliano, LA 70354
- Tensas Basin, P.O. Box 68, Rayville, LA 71269
- West Jefferson, 7001 River Road, Marrero, LA 70072
- Bayou D'Arbonne Lake Watershed District, P.O. Box 1613, Ruston, LA 71273-1613. The District has a December 31 fiscal year end.

Louisiana Agricultural Finance Authority, P.O. Box 3334, Baton Rouge, LA 70821-3334, was created to alleviate the severe shortage of capital and credit available for investment in agriculture in the State and to promote agriculture and forestry in Louisiana.

\* Louisiana Motor Vehicle Commission, 3519 12th Street, Metairie, LA 70002, regulates all areas of the new car industry, including motor vehicle sales finance companies in Louisiana.

Louisiana State Board of Private Investigator Examiners, 2051 Silverside Dr., Suite 190, Baton Rouge, LA 70808, regulates and licenses persons and businesses providing private investigative services.

Recreation and Used Motor Vehicle Commission (formerly the Louisiana Used Motor Vehicle and Parts Commission), 3132 Valley Creek Dr., Baton Rouge, LA 70808, administers and enforces statutory provisions regarding the sale of used motor vehicles and parts.

Sabine River Authority, 15091 Texas Highway, Many, LA 71449, is charged with the development of Toledo Bend resources within the State.

Although the State does not appoint a voting majority, the entities listed below are fiscally dependent on the State.

Greater Baton Rouge Port Commission, P.O. Box 380, Port Allen, LA 70767-0380, regulates commerce and traffic within the port area. The fiscal year end of the port commission is December 31.

Jefferson Parish Human Services Authority, 3101 W. Napoleon Avenue, Suite 229, Metairie, LA 70001, was established to provide the operations of mental health, mental retardation, and substance abuse services for the residents of Jefferson parish.

Metropolitan Human Services District, 2025 Canal Street, Suite 300, New Orleans, LA 70112, was established to provide the operations of mental health, developmental disabilities, and addictive disorder services for the

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residents of Orleans, St. Bernard, and Plaquemines parishes.

Florida Parishes Human Services Authority, 19404 North Tenth Street, Covington, LA 70433, was established to provide the operations of mental health, developmental disabilities, and substance abuse services for the residents of Livingston, St. Helena, St. Tammany, Tangipahoa, and Washington parishes.

Louisiana Economic Development Corporation, P.O. Box 94185, Baton Rouge, LA 70804-9185, is the financial assistance division of the Department of Economic Development and administers programs such as loan guarantees and venture capital for small- and medium-sized businesses.

Due to the nature and significance of the relationship between these entities and the State, the financial statements would be misleading if these were excluded.

Louisiana Housing Finance Agency, 2415 Quail Drive, Baton Rouge, LA 70808, is authorized to undertake various programs to assist in financing housing needs of persons of low and moderate incomes and may issue bonds or other evidence of indebtedness to accomplish its purposes.

Poverty Point Reservoir District, P.O. Box 811, Delhi, LA 71232, was created to develop a multi-faceted water resource and recreation lake.

## Related Organizations

Organizations, for which a primary government is accountable because that government appoints a voting majority of the board, but is not financially accountable, are considered related organizations. These related organizations are not reported in the accompanying basic financial statements and include:

- Ascension-St. James Airport and Transportation Authority
- Algiers Park Commission
- Lake Area Economic Development District
- Louisiana Research and Development Council
- River Parishes Transit Authority
- Castor Creek Reservoir District
- Greater Ouachita Port Commission
- St. Bernard Harbor and Terminal District
- South Tangipahoa Parish Port Commission
- North Terrebonne Parish Tidewater Management and Conservation District
- South Terrebonne Parish Tidewater Management and Conservation District
- Grand Isle Independent Levee District

- River Region Cancer Screening and Early Detection District
- Louisiana Airport Authority
- Ernest N. Morial New Orleans Exhibition Hall Authority
- Chaplin Lake District
- Allen Parish Reservoir District
- Grand Bayou Reservoir
- Seventh Ward Neighborhood Development District
- Terrebonne Levee and Conservation District
- Twelfth and Thirteenth Wards Neighborhood Development District
- Fourteenth and Sixteenth Wards Neighborhood Development District.
- Associated Branch Pilots of the Port of Lake Charles
- Associated Branch Pilots of the Port of New Orleans
- Crescent River Port Pilots' Association
- New Orleans Steamship Pilots' Association
- Parish Hospital Service Districts
- River Region Cancer Screening and Early Detection District
- West Ouachita Parish Reservoir Commission
- Bayou Lafourche Freshwater District

## Joint Ventures

A joint venture is a legal entity or other organization that results from a contractual arrangement and is owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control, in which the participants retain (1) an ongoing financial interest or (2) an ongoing financial responsibility. The purposes of a joint venture are to pool resources and share the costs, risks, and rewards of providing goods, or services to venture participants directly, or for the benefit of the general public or specific service recipients.

The Sabine River Authority of Louisiana participates equally with the Sabine River Authority of Texas in the Sabine River Compact Administration (Compact), 15091 Texas Highway, Many, LA 71449, and, through the Sabine River Authority, with the Sabine River Authority of Texas in the Toledo Bend Joint Operation (Joint Operation), Rt. 1, Box 270, Burkeville, TX 75932. Separate financial statements are prepared for the operations of both the Compact and the Joint Operation and may be obtained by contacting the entities at the addresses above. The Compact was created under authority granted by an act of the Congress of the United States to provide equitable apportionment of the waters of the Sabine River and its tributaries. A five-member board composed of two members appointed by the governors of each state and one non-voting, ex-officio member appointed by the President of the United States administers the Compact. The Joint Operation was established by joint resolution of the Sabine River Authorities of Texas and Louisiana for the construction and operation of the Toledo Bend Dam and Reservoir project administered by a board composed of

three members appointed by the Texas Authority and three members appointed by the Louisiana Authority. Costs of the Compact not paid by the federal government are to be paid equally by the two states, which share equally in the costs of the Joint Operation. Each state owns an undivided one-half share of all lands acquired for the project and each state owns and is entitled to 50% of the water produced and 50% of the power generated by the Joint Operation and may sell, use, or otherwise dispose of its share without consent and permission of the other Authority.

Act 453 of the 2005 Regular Session authorizes the State to forgive the debt due from the Sabine River Authority. The debt owed is in connection with the state of Louisiana General Obligation Bonds issued in 1975 for constructing, acquiring or improving a Diversion Channel and Water Distribution System for water from the Sabine River to the Lake Charles industrial area and other areas of Calcasieu Parish. This Act is effective on July 1, 2008.

The Sabine River Authority of Louisiana's share of the joint ventures is reported as a discrete component unit in the accompanying basic financial statements. For fiscal year 2005, the Sabine River Authority of Louisiana reported a decrease in net assets of \$16,000 from fiscal year 2004.

## Jointly Governed Organizations

A jointly governed organization is one governed by representatives from each of the governments creating it and in which the participants do not retain an ongoing financial interest or financial burden; therefore, they are not reported in the accompanying basic financial statements. These organizations include the Gulf States Marine Fisheries Commission and the Southern Rapid Rail Transit Commission, Interstate Commission for Adult Supervision and Interstate Commission for Juveniles.

## B. BASIS OF PRESENTATION

The financial report consists of Management Discussion and Analysis (MD&A), basic financial statements, notes to the basic financial statements and required supplementary information other than the MD&A. The MD&A provides an analytical overview of the financial activities of the State. The basic financial statements include the **government-wide financial statements**, **fund financial statements**, and **notes to the basic financial statements**.

The government-wide statements consist of a Statement of Net Assets and a Statement of Activities. These statements are prepared using the economic resources measurement focus and accrual basis of accounting. Major revenues such as sales tax, general severance tax, gasoline tax, and tobacco tax are assessed, collected, and

susceptible to accrual. Assets, liabilities, revenues, and expenses of the government are reported in the financial statements. The statements distinguish between the governmental and business-type activities of the primary government and between the total primary government and its component units by reporting each in separate columns. Fiduciary activities and component units that are fiduciary in nature, whose resources are not available to finance the government's programs, are excluded from the government-wide statements.

All capital (long-lived) assets, receivables and long-term obligations are reported in the Statement of Net Assets. The Statement of Activities reports revenues and expenses in a format that allows the reader to focus on the net cost of each function of the State. Both the gross and net cost per function, which are otherwise being supported by general government revenues, are compared to the revenues generated directly by the function. In the Statement of Activities, gross expenses, including depreciation, are reduced by related program revenues, operating and capital grants. Direct and indirect expenses are reported as program expenses for individual functions and activities. The program revenues must be directly associated with the function or a business-type activity. The types of transactions included in program revenues are sales of commodities, licenses, permits and fees. The operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The fund financial statements report the State as a collection of major and nonmajor funds presented on separate schedules by fund category – governmental, proprietary and fiduciary funds.

- The governmental fund statements include a balance sheet and a statement of revenues, expenditures, and changes in fund balances, with one column for the general fund, one for each of the other major funds, and one column combining all the nonmajor governmental funds. The statements are prepared using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized in the accounting period in which they become measurable and available to finance expenditures of the current period, generally considered 45 days after the end of the fiscal year. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest payments on general long-term liabilities, which are recognized when due.
- The proprietary fund statements include a balance sheet, statement of revenues, expenses and changes in fund net assets and a statement of cash flows.

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Each statement has one column for each of the major enterprise funds, one that combines all the nonmajor enterprise funds and one column that reports all internal service funds. The proprietary fund statements are prepared using the economic resources measurement focus and the accrual basis of accounting, in order to make a determination of net income, financial position, and cash flows. Internal service funds are included in governmental activities for government-wide reporting purposes and the excess revenues or expenses from the funds are allocated to the appropriate functional activity.

- The fiduciary fund statements include a statement of fiduciary net assets and a statement of changes in fiduciary net assets with one column for each of the four types of fiduciary funds. The statements are prepared using the economic resources measurement focus and the accrual basis of accounting, except agency fund statements which do use the accrual basis but do not have a measurement focus as they report only assets and liabilities.

Although the financial statements presented in each of these three schedules contain "total" columns, they merely combine rather than consolidate the funds. Hence, interfund transactions that generate receivables and payables or transfers from one fund to another are not eliminated.

Major funds are those whose revenues, expenditures/expenses, assets, or liabilities are at least 10 percent of the total for their fund category or type (governmental or enterprise) and at least 5 percent of the corresponding element total for all governmental and enterprise funds combined.

The data on the face of the three sets of financial statements must be accompanied by certain disclosures to ensure accurate information is presented in the financial report. This additional information is presented in the form of a single set of **notes to the basic financial statements**.

## Governmental Funds

The major governmental funds of the State are the General Fund, Medicaid Trust Fund for the Elderly, Bond Security and Redemption Fund, and the Louisiana Education Quality Trust Fund.

**General Fund** The General Fund is the principal operating fund of the State, and was established administratively to provide for the distribution of funds appropriated by the state legislature for the ordinary expenses of state government. Transactions related to resources that are not accounted for in other funds are recorded in the

General Fund. Revenues originate from the direct deposit of federal grants and the transfer of state revenues from the Bond Security and Redemption Fund after debt requirements and obligations to other funds are met.

**Medicaid Trust Fund for the Elderly** This fund was created to act as a trust fund for revenues received from the intergovernmental transfer programs. Monies in the fund may be used as the source of State matching funds for Medicaid funds to make enhanced payments to local government owned health care facilities. Spending from this fund is limited to the amount of earnings on investments of the fund.

**Bond Security and Redemption Fund** This fund is used to provide for the collection of all money deposited into the State Treasury except federal funds, donations, or other forms of assistance when the terms and conditions of the related agreements require otherwise. Each fiscal year, an amount is allocated from this fund sufficient to pay all obligations secured by the full faith and credit of the State that are due and payable within the current fiscal year, including debt principal, interest, premiums, and sinking or reserve funds. Except as otherwise provided by law, money remaining in the fund is credited to the General Fund at year-end.

**Louisiana Education Quality Trust Fund** Once requirements of the Bond Security and Redemption Fund have been met, certain funds received from the federal government attributable to mineral production or leases on the outer continental shelf pending a settlement between the United States and State of Louisiana are deposited by the State Treasurer in this fund. The money is held in a trustee capacity to be used for various educational purposes.

## Proprietary Funds

In accordance with GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, the State has elected to follow GASB statements issued after November 30, 1989, rather than the Financial Accounting Standards Board statements, in accounting for enterprise funds and business type activities. These funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services as their principal operation. Revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. There are two types of proprietary funds for the State:

- *Internal service funds* account for the provision of services, primarily to internal customers, on a cost reimbursement basis. The activities accounted for in internal service funds include copy and mail services,

flight maintenance, regional laundry service, telecommunications and financing and acquiring public facilities for lease to the State.

- *Enterprise funds* account for the activities for which fees are charged to external users for goods or services.

The major enterprise funds of the State are the Louisiana Lottery Corporation (discussed previously in the Blended Component Units section) and Unemployment Trust Fund described below.

**Unemployment Trust Fund** This fund accounts primarily for the unemployment tax payments from employers for the payment of unemployment benefits to eligible claimants.

## Fiduciary Funds

By definition, these funds account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds, and cannot be used to address activities or obligations of the government. These funds are presented in the fund financial statements, but are not incorporated into the government-wide statements. There are four types of fiduciary funds:

- *Pension trust funds* account for resources held in trust for members and beneficiaries of the four employee pension plans.
- *Investment trust funds* account for the portion of the government's investment pools that belong to others.
- *Private-purpose trust funds* report all other trust arrangements benefiting those outside the government.
- *Agency funds* contain resources held by the government in a temporary, purely custodial capacity for others (excluding agencies of the State) and do not involve measurement of results of operations. This method of reporting is consistent with GASB 34, paragraph 111.

## C. ASSETS, LIABILITIES, AND NET ASSETS, EQUITY, OR NET FUND BALANCES

### Cash and Investments

The State Treasurer pools those cash resources for which he is responsible and invests them accordingly. State policy describes cash equivalents as all highly liquid investments with a maturity date of three months or less

when purchased and all negotiable certificates of deposit, regardless of maturity date. These highly liquid investments (including restricted assets) are reported as cash equivalents in the accompanying basic financial statements.

Investments are reported at fair value in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Cash and investment earnings are recorded in the General Fund unless statutorily dedicated to specific funds. Cash and investment limitations are discussed in Note 2.

In accordance with bond resolution requirements, the trustee for Transportation Trust Fund debt service invests in principal-only strips. These investments are included in the disclosure of custodial credit risk as U.S. Government Obligations. (See Note 2 on Deposits and Investments.)

## Receivables and Payables

Activity between funds that are outstanding at the end of the fiscal year are referred to as either "due to or due from other funds" or "advances to or advances 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." Amounts reported in the funds as receivable from or payable to fiduciary funds are included in the statement of net assets as receivable from and payable to external parties rather than as "internal balances." All internal balances are eliminated in the total primary government column. Receivables of the primary government and its component units or between those components include all amounts susceptible to accrual that have not been collected at June 30, but will be collected soon enough after the end of the year to pay liabilities of that year. They include all amounts earned, but not collected, at June 30. Receivables, net of any uncollectible amounts, and payables are reported on separate lines.

## Inventories and Prepaid Items

Inventories consisting primarily of materials and supplies held for consumption, merchandise and livestock held for resale, and expendable medical supplies are valued primarily using the average cost method. The consumption method is used for financial reporting. 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.

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## Derivatives

In accordance with their investment authority, certain blended component units invest in derivative financial instruments. These derivatives are held in part to maximize yields on investments and in part to hedge against changes in interest rates. Risks associated with derivative instruments include the potential for credit loss in the event of nonperformance by other parties to the contracts, market risk as a result of possible future changes in market prices, and legal risk that a transaction will be prohibited by law.

## Restricted Assets

Restricted assets represent primarily cash, investments, and receivables held separately and restricted according to applicable bond indenture agreements.

## Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Infrastructure is reported retroactively to 1960.

For reporting purposes, the State has defined capital assets as follows:

- Movable property is defined by the State as assets with an initial, individual cost of more than \$5,000. When purchased, movable property is recorded as an expenditure in the governmental fund and capitalized in the government-wide financial statements. At the government-wide level, they are depreciated using the straight-line method, which divides the historical cost by the estimated useful life of the asset, generally 5 to 10 years.
- The Buildings and improvements capitalization threshold of \$100,000 was established in 2001. Land, buildings, improvements, and construction in progress are recorded as expenditures in the Capital Outlay Escrow Fund at the fund level and capitalized at the government-wide level; fixed assets of enterprise, internal service, and permanent trust funds are reported in the respective funds. These assets are depreciated principally using the straight-line method and their estimated useful lives, generally 40 years for structures and improvements, 20 years for depreciable land improvements and 6 years for machinery and equipment.
- Infrastructure assets such as roads, bridges, tunnels, drainage systems, water and sewer systems, dams, and lighting systems are recorded as expenditures in the Capital Outlay Escrow Fund at the fund level and capitalized at the government-wide level. These assets have a capitalization threshold of \$3,000,000

and are depreciated using the straight-line method and an estimated useful life of 40 years.

- Purchased computer software has a capitalization threshold of \$1,000,000 and is depreciated using the straight-line method over an estimated useful life of three years.
- Leasehold improvements have a capitalization threshold of \$100,000 and are depreciated using the straight-line method with an estimated useful life depending on the term of the lease.
- Historical treasures and works of art are items held for public exhibition, educational purposes, or research in enhancement of public service instead of financial gain, and therefore are not capitalized or depreciated.
- Donated fixed assets are valued at their estimated fair market value at the time of donation.
- Hospitals and medical units within LSUHSC are subject to federal cost reporting requirements and use capitalization and depreciation policies of the Centers for Medicare and Medicaid Services (CMS) to ensure compliance with federal regulations. These capitalization policies include capitalizing all assets above \$5,000, depreciable lives greater than 40 years on some assets, and recognizing a half year of depreciation in the year of acquisition and final year of useful life.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives are not capitalized.

## Compensated Absences

Classified and unclassified State employees earn annual leave and sick leave at various rates depending on the number of years of service. The amount of annual and sick leave that may be accrued by each employee is unlimited. An employee is compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Louisiana Revised Statutes (LRS) 17:425 provides for payment for up to 25 days of unused sick leave for all employees under the supervision of the Board of Elementary and Secondary Education, or other boards of control of publicly supported educational institutions.

Upon a member's retirement, annual leave balances in excess of 300 hours, and the number of hours of unused sick leave, are converted to years or fractions of years and added to the number of years of service earned by the retiree. Unused annual and sick leave are applied to the number of years of service only for computing the rate of pay due to the retiree and do not count toward the number of years necessary for retirement. Act 343 of 1993 allows members retiring after August 15, 1993, to elect to receive an actuarially determined lump-sum payment for unused leave that would have been converted for retirement credit.



An employee who is required to work overtime may, at the option of the appointing authority, be credited with compensatory leave for the hours required to work. Certain employees earn this leave at time and one-half, whereas others earn on an hour-for-hour basis. Generally, employees in positions at or below a certain pay level may be paid upon separation or transfer, based on the employee's final regular rate of pay. Compensatory leave for all other employees is canceled upon separation or transfer from the department in which it was earned.

## **Long-Term Obligations**

In the government-wide financial statements, long-term obligations are reported as liabilities in the applicable governmental or business-type activities. Also, in the fund financial statements, proprietary fund long-term obligations are reported as liabilities in the proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds.

## **Fund Balances and Net Assets**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. Proprietary funds report an all-inclusive change in fund net assets that include capital contributions, contributions to term and permanent endowments, special and extraordinary items, and transfers. Net assets are segregated into three categories on the government-wide statement of net assets: 1) invested in capital assets, net of related debt; 2) restricted; and 3) unrestricted. Net assets are restricted when constraints placed on them are either externally imposed or are imposed by constitutional provisions or enabling legislation. Internally imposed designations of resources are not presented as restricted net assets. The State first uses restricted assets for expenses incurred for which both restricted and unrestricted assets are available. It may defer the use of restricted assets based on a review of the specific transaction.

## **D. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The governmental fund balance sheet includes a reconciliation, which reconciles the government-wide statements to the governmental fund financial statements. This reconciliation is necessary to bring the financial statements from the current financial resources measurement focus and modified accrual basis of accounting to the economic resources measurement focus

and full accrual basis of accounting. Major items included in the reconciliation are capital assets, inventories and prepaids, long-term debt, accrued interest, long-term liabilities, assets and liabilities of internal service funds, and deferred revenue, which are shown on the government-wide but not the governmental fund statements.

## **E. BUDGETS AND BUDGETARY ACCOUNTING**

Legislation requires that, on or before November 15, the head of each spending agency submit to the Governor, the Joint Legislative Committee on the Budget, and the Legislative Fiscal Office an estimate of the financial requirements and receipts of the budget unit for the upcoming fiscal year (LRS 39:33). The Governor is required to prepare an executive budget and transmit a copy to each member of the Legislature on the first day of the regular session (LRS 39:37). The budget is enacted into law by the Legislature and sent to the Governor for signature. The State Constitution prohibits the passage of an unbalanced budget (Article VII, Section 10). The Governor may veto any line item appropriation, subject to legislative override.

LRS 39:73 authorizes the transfer of funds. The Commissioner may approve transfer of funds between programs within a budget unit when in aggregate the transfers are not more than 1% of the total appropriation to the budget unit and sufficient evidence is presented. The Commissioner of Administration, with the approval of the Joint Legislative Committee on the Budget, may approve the transfer of funds between programs within the budget unit when in aggregate the transfers do not exceed 25% of the total appropriation to the budget unit and sufficient evidence is presented. These and other requests for transfers are to be submitted by the budget unit to the Legislative Fiscal Office.

The Governor is required to submit to the Legislature, no later than the eighth day of the regular session, a proposed five-year capital outlay program. The Legislature enacts into law a bill incorporating the first year of the five-year capital outlay program. The Legislature adopts a concurrent resolution for the remaining four years of the five-year capital outlay program, itemizing the capital projects and the amount and source of funding for each of the subsequent four years.

According to LRS 39:77, in no event shall any budget unit commit to an expenditure in excess of the unencumbered balance of the allotment to which the resulting expenditure would be charged, without prior approval of the Interim Emergency Board and two-thirds of the Legislature. The Revenue Estimating Conference has been established to provide an official estimate of anticipated State revenues

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for each fiscal year. Appropriations by the Legislature from the State General Fund and dedicated funds for any fiscal year shall not exceed the official forecast in effect at the time the appropriations are made. If a cash deficit exists or may occur, the Governor may direct the Commissioner of Administration to reduce or disapprove warrants preventing a cash deficit.

In accordance with LRS 39:82(A), agencies are allowed 45 days for closing out prior year activities. This statute limits the use of appropriation balances after the June 30 close to true liabilities, delineates those items eligible for roll forward treatment, and establishes a 45-day period to request such carry-forwards. After that time, all appropriations lapse except permanent capital outlay appropriations that remain active until the projects are complete. Additionally, upon approval by the Commissioner of Administration, any federal funds and any state funds appropriated during a fiscal year specifically for matching federal grants may be carried forward into the upcoming year's appropriation.

Governments are required to disclose the *original, final* and *actual* budgetary basis of the General Fund and each individual major special revenue fund that has a legally adopted budget. For fiscal year 2005, the Medicaid Trust Fund for the Elderly is the only major special revenue fund with a legally adopted budget. The accompanying RSI

includes notes and a schedule making this comparison for the General Fund and the Medicaid Trust Fund for the Elderly.

Each year, the Legislature enacts an appropriation bill to establish and re-establish ancillary funds to include the following enterprise and internal service funds: Administrative Service, Louisiana Property Assistance Agency, Louisiana Federal Property Assistance Agency, Office of Telecommunications Management, Administrative Support, Flight Maintenance Operations, Donald J. Thibodeaux Training Complex, Public Safety Services Cafeteria, Jackson Regional Laundry, Central Regional Laundry, Prison Enterprises, and the Municipal Facilities Revolving Loan Fund. Re-established funds are allowed to retain any fund equity resulting from prior year operations. These and all monies from self-generated revenues are available for expenditure in the amounts appropriated. The Commissioner of Administration may approve increases from self-generated revenues, not exceeding in aggregate 5% of appropriated self-generated revenues. Only with the approval of the Division of Administration and the Joint Legislative Committee on the Budget will any larger increase in self-generated revenue over the amount appropriated be available to agencies for expenditures.

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## NOTE 2: DEPOSITS AND INVESTMENTS

### A. DEPOSITS

Included as deposits are bank accounts and short-term investments, especially certificates of deposit. In accordance with LRS 49:321, state depositing authorities shall require as security for deposit of state funds authorized bonds or other interest-bearing notes; authorized promissory notes, warrants, or certificates of indebtedness unmaturing or payable on demand; or notes representing loans to students guaranteed by the Louisiana Student Financial Assistance Commission. Fair value, excluding interest, of such securities held by the depositing authority shall be equal to 100% of the amount on deposit to the credit of the depositing authority except that portion appropriately insured. Designated depositories may be granted a period not to exceed five

days from the date of any deposit to post the necessary security.

The following chart presents bank deposit balances for the primary government and its component units as of June 30, 2005. Deposits are listed in terms of whether they are exposed to custodial credit risk, the risk that in the event of a bank failure, the state's deposits may not be returned. Deposits are exposed to custodial credit risk if they are either a) uninsured and uncollateralized, b) uninsured and collateralized with securities held by the pledging financial institution, or c) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent but not in the name of the State.

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## Bank Deposit Balances (Expressed in Thousands)

### Deposits Exposed to Custodial Credit Risk

	Uninsured and Uncollateralized	Uninsured and Collateralized with Securities Held by Pledging Institution	Uninsured and Collateralized with Securities Held by Pledging Institution's Trust Dept. or Agent but not in State's Name	Total Bank Balances - All Deposits	Total Carrying Value - All Deposits
Primary Government:					
Cash	\$ 4,783	\$ 3,735	\$ 4,963	\$ 1,753,212	\$ 1,569,579
Certificates of Deposit		196	4,091	338,573	338,948
Other	63,745	0	445	71,808	116,130
Total Primary Government	\$ 68,528	\$ 3,931	\$ 9,499	\$ 2,163,593	\$ 2,024,657
Component Units:					
Cash	20,419	61,706	18,078	526,817	421,242
Certificates of Deposit	94	6,252	31,148	225,088	214,286
Other	34,250	1,978	1,991	76,472	109,780
Total Component Units	\$ 54,763	\$ 69,936	\$ 51,217	\$ 828,377	\$ 745,308
Total Bank Balances	\$ 123,291	\$ 73,867	\$ 60,716	\$ 2,991,970	\$ 2,769,965

## B. INVESTMENTS

LRS 49:327 authorizes the State Treasurer to invest available monies in direct Treasury obligations, government agency obligations, corporate bonds, perfected repurchase agreements, and reverse repurchase agreements, time certificates of deposit in specified banks, savings accounts or shares of certain savings and loan associations and savings banks, or in share accounts and share certificate accounts of certain credit unions. Such securities shall not have maturity dates in excess of five years from the purchase date, except monies invested from special funds (those not considered general funds) which shall not exceed 10 years from the date of purchase. In each case, all funds must be fully insured or collateralized by the pledge of securities. Funds not on deposit in the State Treasury are authorized to be invested in time certificates of deposit of specified banks, in savings accounts or shares of specified savings and loan associations and savings banks, or in share accounts and share certificate accounts of specified credit unions. Funds determined to be available for investment for less than 30 days are authorized to be invested in direct United States Treasury obligations that mature in not more than 29 days after the date of purchase. These funds are also required to be fully insured or collateralized.

Because of limited maturity dates, availability of securities, and yield, perfected repurchase agreements are entered into for short-term management purposes. LRS 49:341 - 343 grants defined public entities the authority to invest bond proceeds and monies held in any fund established in connection with bonds in any direct obligation of, or obligation guaranteed by, the United States and in tax-exempt bonds until proceeds are required to be expended for the purpose of the issue.

LRS 11:263 directs Louisiana's pension systems to invest in accordance with the prudent man rule. As used in this statute, the rule means that the systems ". . . act with the care, skill, prudence, and diligence under the circumstances prevailing that a prudent institutional investor acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of a like character and with like aims." Notwithstanding the prudent man rule, no governing authority of any system shall invest more than 55% of the total portfolio in equities.

Generally, investment of funds by colleges and universities are subject to the same provisions of LRS 49:327 that govern the State Treasurer and State agencies. However, investment of funds of state colleges and universities derived from private sources such as gifts, grants, and endowments are governed by the "Uniform Management of Institutional Funds Act," LRS 9:2337.1 - 2337.8. If a donor has not provided specific instructions, state law permits the colleges and universities to authorize expenditure of the net appreciation (realized and unrealized) of the investments of endowment funds. Any net appreciation that is spent is required to be spent for the purposes for which the endowment was established. For the fiscal year ended June 30, 2005, \$7,210,166 net appreciation of investments of endowment funds was available to be spent, all of which were restricted for specific purposes. These amounts are reported in the financial statements of the colleges and universities as restricted expendable net assets.

Authorized investments include "mortgages, stocks, bonds, debentures, and other securities of profit or nonprofit corporations, shares in or obligations of associations, partnerships, or individuals, and obligations of any government or subdivision or instrumentality thereof." In investing funds, the governing board of the college or

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university must exercise ordinary business care and prudence under the facts and circumstances prevailing at the time of the investment action or decision.

Management of the cash and investments held by the State Treasurer is independent of the automated accounting system of the state. The vast majority of the cash reported on the financial statements within all fund types is reported by the State Treasurer as investments for this note disclosure. In order to accurately compare the cash and investments shown on the accompanying financial statements with the carrying values of deposits and investments in the schedules presented as part of this note disclosure, the following reconciliation is provided (amounts expressed in thousands):

Carrying Value of Deposits per Note	\$ 2,769,965	
Carrying Value of Investments per Note		<u>33,216,545</u>
		\$ <u>35,986,510</u>
Cash per Financial Statements	\$ 5,981,614	
Investments per Financial Statements		29,613,389
Restricted Cash per Financial		

Statements	327,133	
Restricted Investments per Financial Statements		710,935
Reconciling Items between Note and Financial Statements		<u>(646,561)</u>
		\$ <u>35,986,510</u>

## C. INVESTMENTS - CUSTODIAL CREDIT RISK

The chart beginning on this page presents the investment position of the State at June 30, 2005, unless otherwise noted. The various types of investments are listed and presented by whether they are exposed to custodial credit risk by the State. Custodial credit risk for investments is the risk that in the event of the failure of the counterparty to a transaction, the State will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. Investments are exposed to custodial credit risk if the securities are uninsured and unregistered and are either held by the counterparty, or by the counterparty's trust department or agent but not in the name of the State.

### Schedule of Investments Carrying Amount (Expressed in Thousands)

#### Investments Exposed to Custodial Credit Risk

	<u>Uninsured, Unregistered, and Held by Counterparty</u>	<u>Uninsured, Unregistered, and Held by Counterparty's Trust Dept. or Agent but not in the State's Name</u>	<u>All Investments Reported Amount</u>	<u>All Investments Fair Value</u>
General Government:				
Repurchase Agreements		\$43,373	\$966,997	\$966,997
U.S. Government Obligations:				
Not on Securities Loan	\$2,597	50,254	760,307	760,307
On Securities Loan			3,408,056	3,408,056
Common & Preferred Stock			53,938	53,938
Domestic & Foreign Bonds			2,105,300	2,105,300
Mortgages, Notes and Other	104,884		262,835	262,835
Mutual Funds			377,062	377,062
Bond Issue Trustee Accounts			26,299	26,299
Investments held by Broker-Dealers				
Under Securities Loan Contracts:				
U.S. Government Obligations			42,707	42,707
Domestic & Foreign Bonds			27,713	27,713
Total General Government	107,481	93,627	8,031,214	8,031,214
Retirement Systems and Other Trusts:				
Repurchase Agreements			429,194	429,194
U.S. Government Obligations:				
Not on Securities Loan			1,614,481	1,614,481
On Securities Loan			73,558	73,558

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## Schedule of Investments Carrying Amount (Expressed in Thousands)

### Investments Exposed to Custodial Credit Risk

	<u>Uninsured, Unregistered, and Held by Counterparty</u>	<u>Uninsured, Unregistered, and Held by Counterparty's Trust Dept. or Agent but not in the State's Name</u>	<u>All Investments Reported Amount</u>	<u>All Investments Fair Value</u>
Common & Preferred Stock:				
Not on Securities Loan			11,524,815	11,524,809
On Securities Loan			187,084	187,084
Domestic & Foreign Bonds:				
Not on Securities Loan			2,876,158	2,876,158
On Securities Loan			51,408	51,408
Mortgages, Notes and Other			578,830	578,830
Mutual Funds			367,413	367,413
Miscellaneous Short Term			330,450	330,450
Real Estate			406,661	406,661
Private Equity Investments			2,036,270	2,036,270
Investments held by Broker-Dealers				
Under Securities Loan Contracts:				
U.S. Government Obligations			72,467	72,467
Domestic & Foreign Bonds			336,190	336,190
Domestic Common & Pref. Stock			1,498,184	1,498,184
International Common Stock			51,355	51,355
Collateral Held Under Securities Lending Program			2,011,224	2,011,224
Total Retirement Systems and Other Trusts			24,445,742	24,445,736
<b>Total Primary Government</b>	<b>107,481</b>	<b>93,627</b>	<b>32,476,956</b>	<b>32,476,950</b>
Component Units:				
Repurchase Agreements	402	41,704	49,012	49,012
U.S. Government Obligations	9,308	112,382	299,204	299,239
Common & Preferred Stock		4,915	33,252	33,252
Domestic & Foreign Bonds			1,250	1,250
Mortgages, Notes & Other		57,439	62,712	62,712
Miscellaneous Other			17,245	17,245
Real Estate			3,457	3,457
Mutual Funds	9,434	10,400	62,433	62,433
Guaranteed Investment Contracts			23,763	23,763
External Investment Pool		246	1,247	1,247
Investments Held in Private Foundations	23,130	3,165	186,014	186,014
<b>Total Component Units</b>	<b>42,274</b>	<b>230,251</b>	<b>739,589</b>	<b>739,624</b>
<b>TOTAL INVESTMENTS</b>	<b>\$149,755</b>	<b>\$323,878</b>	<b>\$33,216,545</b>	<b>\$33,216,574</b>

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## D. INVESTMENTS - INTEREST RATE RISK

Interest rate risk is defined as the risk that changes in interest rates will adversely affect the fair value of investments. Also, investments can be highly sensitive to changes in interest rates due to their terms or characteristics.

### State Treasury

The State Treasury limits the interest rate risk of the General Fund by limiting maturities of its investments to five years or less. The interest rate risk of certain special funds within the State Treasury is limited by restricting maturities of their investments to ten years or less. The

interest rate risks of the Louisiana Education Quality Trust Fund (LEQTF), Millennium Trust Funds, and the Medicaid Trust Fund portfolios are limited by managing their duration using fixed income indices as benchmarks to gauge and limit such risk. Further, these portfolio's durations are limited by policy to 15 years or less for LEQTF, and 10 years or less for the Millennium Trust Funds and the Medicaid Trust Fund to minimize interest rate risk. The State Treasury has no investments with fair values that are highly sensitive to changes in interest rates due to their terms or characteristics.

As of June 30, 2005, the State Treasury had the following debt investments and maturities (amounts expressed in thousands).

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	Greater Than 10
U.S. Government Obligations	\$1,467,546	\$279,327	\$1,099,476	\$24,411	\$64,332
U.S. Agency Obligations	2,584,679	1,216,253	721,108	301,449	345,869
Corporate Bonds	1,224,743	28,603	354,918	328,181	513,041
Municipal Bonds	903,280	242,850		284,647	375,783
Foreign Bonds	4,990		4,990		
<b>Total</b>	<b>\$6,185,238</b>	<b>\$1,767,033</b>	<b>\$2,180,492</b>	<b>\$938,688</b>	<b>\$1,299,025</b>

### Retirement Systems and Other Trusts

At June 30, 2005, the Louisiana School Employees' Retirement System (LSERS) held \$586,752,454 in total debt investments, \$3,357,279 with maturities of less than 1 year, \$104,035,790 with maturities of 1 to 5 years, \$157,230,186 with maturities of 6 to 10 years, and \$322,129,199 with maturities of more than 10 years. The Louisiana State Employees' Retirement System (LASERS) held \$1,683,139,636 in total debt investments, \$68,407,337 with maturities of less than 1 year, \$495,255,963 with maturities of 1 to 5 years, \$584,592,014 with maturities of 6 to 10 years, and \$534,884,322 with maturities of more than 10 years. In addition, LASERS held investments in floaters and inverse floaters with a fair value of \$98,524,631 that, due to their characteristics, are sensitive to changes in interest rates. The Teachers' Retirement System of Louisiana (TRSLA) held \$2,707,203,274 in total debt investments, \$397,454,918 with maturities of less than 1 year, \$650,268,897 with maturities of 1 to 5 years, \$702,320,497 with maturities of 6 to 10 years, and \$957,158,962 with maturities of more

than 10 years. The Louisiana State Police Retirement System (LASPRS) held \$94,552,519 in total debt investments, \$8,432,436 with maturities of less than 1 year, \$21,293,852 with maturities of 1 to 5 years, \$31,042,686 with maturities of 6 to 10 years, and \$33,783,545 with maturities of more than 10 years.

As a means of limiting its exposure to fair value losses arising from rising interest rates, the LSERS investment policy allows no more than 3% of the plan's investment portfolio to have stated maturities in excess of 30 years. The TRSLA and LASPRS investment policies require its fixed income managers to approximate the portfolio's duration to established benchmarks for fixed income investments. Although LASERS has no official investment policy relating to limiting its exposure to interest rate risk, its fixed income managers monitor the duration of its portfolios to the benchmarks for fixed income investments.

The table on the following page displays the state retirement systems' and other trusts' debt investments by type and maturities (amounts expressed in thousands) as of June 30, 2005.

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Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	Greater Than 10
U.S. Government obligations	\$503,605	\$34,451	\$39,680	\$29,390	\$400,084
U.S. Agency obligations	931,687	282,934	97,792	23,533	527,428
U.S. Treasury obligations	48,345	21,946	6,350	8,206	11,843
Mortgage backed securities	211,734		10,389	11,304	190,041
Collateralized mortgage obligations	243,706		21,963	14,846	206,897
Corporate bonds	1,710,728	32,324	555,164	915,952	207,288
Foreign bonds	889,119	26,187	421,956	360,541	80,435
Yankee bonds	67,222		19,693	36,904	10,625
Other bonds	688,304	302,545	97,934	74,510	213,315
Mutual Funds	7,917	7,917			
Other	3,952	2,464	25	35	1,428
<b>Total</b>	<b>\$5,306,319</b>	<b>\$710,768</b>	<b>\$1,270,946</b>	<b>\$1,475,221</b>	<b>\$1,849,384</b>

## E. INVESTMENTS - CREDIT RISK & CONCENTRATION OF CREDIT RISK

The credit risk of investments is the risk that the issuer or other counterparty will not meet its obligations. This credit risk is measured by the credit quality ratings of investments in debt securities as described by nationally recognized statistical rating organizations (rating agencies) such as Standard & Poor's (S&P) and Moody's. The concentration of credit risk is the risk of loss that may occur due to the amount of investments in a single issuer (not including investments issued or guaranteed by the U.S. government, investments in mutual funds, or external investment pools).

### State Treasury

State statutes and investment policies limit the State Treasury investments to government securities with explicit guarantees by the U.S. government, agency securities with implicit U.S. government guarantees, and corporate securities with investment grade ratings by Moody's and S&P. The State Treasury has no limit on the amount it may invest in any one issuer. Of the State Treasury's total investments, 11.5% are issues of the Federal National Mortgage Association (FannieMae) and 14.7% of the Federal Home Loan Mortgage Corporation (FreddieMac).

The following table illustrates the State Treasury's investments exposure to credit risk as of June, 30, 2005 (expressed in thousands):

Rating	Fair Value
AAA	\$3,352,359
AA	331,693
A	675,628
BBB	380,939
BB	31,110
B	1,291
C	2,182
Not Rated	1,214,832
<b>Total</b>	<b>\$5,990,034</b>

### Retirement Systems and Other Trusts

The investment policies of the state's retirement systems and other trusts prescribe the level of credit risk to which their investments in debt securities are exposed. The table below details the total fair market value of investments in debt securities exposed to credit risk at June 30, 2005 for each of the state's retirement systems. In addition, the Louisiana Asset Management Pool (LAMP, an investment trust fund) had investments in debt securities with a fair value of \$230,637,948, all of which were rated AAA by S&P.

None of the state's retirement systems or other trusts had investments in any one issuer (other than those issued or guaranteed by the U.S. government) that represented more than 5% of its total investments.

Rating	Fair Value (in thousands)			
	LSERS	LASERS	TRSLA	LASPRS
AAA	\$94,496	\$831,695	\$483,206	\$6,815
AA-	10,229			430
AA	2,894	253,947		1,322
A+	33,551			11,982
A	27,853			10,291
A-	28,463			8,359
A-1		24,145	44,096	
A-2		135,632	33,344	
A-3		22,555	35,461	
AA1		6,668	11,051	
AA2		6,074	25,600	
AA3		12,292	54,920	
BBB+	34,967			6,516
BBB	39,999			3,910
BBB-	23,070	445		2,291
BB+	11,884	1,624		2,120
BB-	2,252	1,489		482
BB	4,292			410
B	2,713	839		
B+	2,076	791		
B-		2,591		
B1		66,131	126,347	
B2		102,081	158,095	
B3		92,359	127,997	
BA1		23,221	27,321	

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BA2	45,560	66,317		
BA3	115,868	146,035		
BAA1	27,341	27,960		
BAA2	55,803	23,132		
BAA3	39,502	21,319		
C	1,863			
CA	12,895			
CAA1	25,595	37,719		
CAA2	12,751	9,389		
CAA3	15,283	2,915		
CCC+	608			
D	144			
P-1			4,922	
Not Rated	187,160	14,309	1,240,057	
Total	\$505,899	\$1,952,101	\$2,707,203	\$54,928

## F. FOREIGN CURRENCY RISK

### State Treasury

The State Treasury limits the foreign currency risk of the State's investments by prohibiting investing in instruments denominated in foreign currencies. Also, the State has no deposits held by the State Treasury denominated in foreign currencies.

### Retirement Systems and Other Trusts

Louisiana School Employees' Retirement System's (LSERS) investment policy allows the Plan to invest in foreign marketable securities up to a target of 7% of total investments which totals \$106,079,750 at June 30, 2005. The Louisiana State Employees' Retirement System (LASERS) held foreign marketable securities with a fair value of \$1,024,356,411 at June 30, 2005, the Teachers' Retirement System of Louisiana (TRSLA) held \$2,152,168,336, and the Louisiana State Police Retirement System (LASPRS), \$24,211,796. LASPRS's investment policy allows no more than 12.5% of the system's portfolio to be international equities. The following table illustrates the total exposure to foreign currency risk at June 30, 2005 of \$3,306,816,293 by currency denomination and investment type:

Currency	Fair Value (U.S. dollars) (in thousands)	
	Bonds	Stocks & Other
Australian dollar	\$32,480	\$68,594
Bermudian dollar	192	663
British pound sterling	66,630	503,270
Brazilian real		2,650
Canadian dollar	16,580	78,062
Danish krone		21,966
European euro	386,966	850,691
Hong Kong dollar		91,208
Hungarian Forint		714
International pooled funds		18,118
Israeli Shekel		336
Japanese yen	174,882	508,231
Mexican new peso	45,603	6,284
Netherlands Antillian guilder		352

New Turkish Lira		350
New Zealand dollar	10,828	741
Norwegian krone		14,423
Peruvian nuevo sol		47
Philippines peso		629
Polish zloty	41,741	
Singapore dollar	17,284	43,931
South African rand		1,961
South Korean won		32,480
Swedish krona	41,057	44,913
Swiss franc		162,269
Thailand baht		19,690
Total	\$834,243	\$2,472,573

## G. SECURITIES LENDING

### State Treasury

The State Treasurer operated two separate securities lending programs during the 2005 fiscal year. One arrangement, authorized by LRS 49:321.1, entails the lending of its pooled assets comprising treasury and agency securities. In return for the lending transaction, the broker/dealer provides cash or securities of a similar nature and maturity to those lent valued at 102% of the securities involved. The State agrees to hold as collateral securities for which it has no negotiation rights but for which it does have ownership. The State Treasurer has neither actual nor constructive receipt of the collateral. The State Treasurer has the right to receive or sell the collateral only upon a default of the borrower as defined in the contracts. The cash collateral is invested in an overnight investment pool of the safekeeping agent. Securities lent are not considered to have been sold nor have the securities received as collateral considered to have been purchased. The safekeeping agent has agreed to indemnify the State Treasurer for certain conditions, the two most important of which are default on the part of the borrower and failure to maintain the daily marking to market on the pledged collateral. The State had no credit risk at the balance sheet date. No losses on securities lending transactions occurred during the 2005 fiscal year.

The Louisiana Education Quality Trust Fund (LEQTF) also participates in a securities lending program as authorized by LRS 17:3803(E)(1). In return, the State receives cash or securities as collateral equal to the market value plus interest of the securities lent or collateral of a similar type and maturity to those lent, collateralized at 102%. Securities purchased with cash collateral are included in an overnight repurchase investment pool, which is not categorized, and generally match loan maturities. The State Treasurer agrees to transfer lendable LEQTF securities (lendable securities are defined in the contract, but generally consist of treasury and agency fixed-income instruments) to the agent bank. The broker/dealer agrees to utilize securities as market opportunities arise, with the income from the transaction resulting in a split of 60/40,



the 60% accruing directly to the LEQTF. The State Treasurer has the right to sell the pledged collateral only upon default of the borrower as defined in the contract. The securities lending agent has agreed to indemnify the State Treasurer as agent for the LEQTF for broker default and failure to maintain the market value on the collateral. LEQTF had no credit risk at the balance sheet date; nor were there any losses on securities lending transactions occurring in fiscal year 2005.

At June 30, 2005, the value of securities on loan was \$3,408,055,738 for the Treasurer's pooled investments and \$70,420,684 for LEQTF.

### **Retirement Systems and Other Trusts**

The Teachers' Retirement System of Louisiana (TRSLA), the Louisiana State Police Retirement System (LASPRS), the Louisiana School Employees' Retirement System (LSERS), and the Louisiana State Employees' Retirement System (LASERS) are authorized by their respective boards of trustees to operate securities lending programs. These programs are designed to produce supplemental income on investments with little or no additional risk. All securities are available for loan to pre-approved securities dealers. Securities dealers must meet specific criteria to be approved. The TRSLA lends its securities for cash. The LASPRS, LSERS and LASERS lend their securities for cash, U.S. government securities, and irrevocable letters of credit. Collateral held under the programs, which may be reinvested by the systems under the terms of the agreement with the broker/ dealer, is recorded as an asset with a corresponding liability; otherwise, the collateral is not recorded on the Statement of Net Assets. Because the LASERS does not trade or sell the collateral received in its program, such collateral is not considered an asset of the System and a corresponding liability is not required on its Statement of Net Assets. The LASPRS, LSERS and LASERS cannot pledge or sell securities unless the borrower defaults.

The TRSLA lends domestic securities for cash collateral of 100% and international securities for cash collateral of 105%. The LASPRS, LSERS and LASERS lend U.S. securities for collateral valued at 102% of the market value of the securities plus any accrued interest (for LSERS only). For the LSERS and LASERS, non-U.S. securities are loaned for collateral valued at 105% of the market value of the securities plus any accrued interest (for LSERS only). In instances where LASPRS, TRSLA and LSERS loans are for term, the reinvestment of the cash is

matched to the maturity of the loan. LASERS loans are terminable at will. Therefore, their duration will not generally match the duration of the investments made with cash collateral.

At June 30, 2005, LASERS had no credit risk exposure to borrowers. Neither the LASPRS, TRSLA nor the LSERS had any credit risk exposure to borrowers at year end because the cash collateral held reflected the market value of securities on loan, and the amounts owed to borrowers exceeded amounts owed by borrowers. Securities loans of the three systems may be terminated on demand by either party within a period specified in the related agreement. There were neither significant violations of legal or contractual provisions, nor borrower or lending agent default losses known to the securities lending agents of either system. The LASPRS, LASERS and LSERS have indemnification agreements with their securities lending agents in case of borrower default. Securities on loan at June 30, 2005 totaled \$3,208,983 for LASERS, \$17,146,246 for LASPRS, \$46,442,392 for TRSLA, and \$248,460,802 for LSERS.

### **H. INVESTMENTS IN DERIVATIVES**

As of June 30, 2005, LASERS, TRSLA, and LSERS held investments in various derivative financial instruments (derivatives) including interest-only strips, principal-only strips, collateralized mortgage obligations, options, forward contracts, and futures contracts. LASERS and TRSLA invest in interest-only strips and principal-only strips which are mortgage-backed securities that involve the separation of the interest and principal components of a security. These derivatives are held in part to maximize yields and in part to hedge against changes in interest rates. Interest-only strips are based on cash flows from interest payments on mortgages, whereas principal-only strips are based on cash flows from principal payments on mortgages. The return on these investments is related to changes in interest rates. Additionally, LASERS and TRSLA invest in option and forward contracts which bear the risks of changes in market values, interest rates, and counterparties failing to meet the terms of the contracts. LASERS, TRSLA, and LSERS invest in futures contracts to maintain market exposure for excess cash or for security hedging. The risks associated with futures contracts are the potential for credit loss in the event of nonperformance by other parties to the contracts and market risk as a result of possible future changes in market prices.

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## NOTE 3: ACCOUNTS RECEIVABLE AND ACCOUNTS PAYABLE

Balances receivable and payable have been aggregated for presentation in the accompanying financial statements. Therefore, the following schedules provide additional detail information concerning balances receivable and payable by category and fund type.

### A. Receivables

Receivable balances at June 30, 2005, are as follows (expressed in thousands):

	<b>Governmental Funds</b>				
	<b>General</b>	<b>Bond Security</b>	<b>Nonmajor</b>	<b>Total</b>	
	<b>Fund</b>	<b>and Redemption</b>	<b>Funds</b>	<b>Governmental</b>	
		<b>Fund</b>		<b>Funds</b>	
Corporate/Individual Tax	\$	\$	398,417	\$	398,417
Excise Tax			38,735		38,735
Federal Revenues	119,335				119,335
Gaming			11,154		11,154
Licenses Permits and Fees			13,510		13,510
Mineral Resources			69,467		69,467
Motor Fuel Tax			104,180	9,259	113,439
Public Assistance			10,284		10,284
Tobacco Products Tax			8,745		8,745
Tobacco Settlement				172	172
Sales of Commodities and Services			23,502		23,502
Sales Tax			107,559		107,559
Severance Tax			83,810		83,810
Other Tax			207,179		207,179
Other	33,579	36,548	14,587		84,714
Total Receivables	152,914	1,113,090	24,018		1,290,022
Allowance for Uncollectibles	--	(20,310)	--		(20,310)
<b>Receivables, Net</b>	<b>\$ 152,914</b>	<b>\$ 1,092,780</b>	<b>\$ 24,018</b>	<b>\$</b>	<b>1,269,712</b>

#### Amounts Not Expected to be

<b>Collected Within One Year</b>	\$ 20	\$ 266,085	\$ --	\$ 266,105
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### Proprietary Funds

	<b>Business-Type Activities - Enterprise Funds</b>				<b>Governmental</b>
	<b>Louisiana</b>	<b>Unemployment</b>	<b>Nonmajor</b>	<b>Total</b>	<b>Activities -</b>
	<b>Lottery</b>	<b>Trust</b>	<b>Enterprise</b>	<b>Enterprise</b>	<b>Internal</b>
	<b>Corporation</b>	<b>Fund</b>	<b>Funds</b>	<b>Funds</b>	<b>Service</b>
					<b>Funds</b>
Employer Contributions	\$	\$	64,787	\$	64,787
Gaming	6,725				6,725
Other			6,963		6,963
Total Receivables	6,725	64,787	6,963	78,475	12,169
Allowance for Uncollectibles	(24)	(14,931)	--	(14,955)	--
<b>Receivables, Net</b>	<b>\$ 6,701</b>	<b>\$ 49,856</b>	<b>\$ 6,963</b>	<b>\$ 63,520</b>	<b>\$ 12,169</b>

#### Amounts Not Expected to be

<b>Collected Within One Year</b>	\$ --	\$ --	\$ 40	\$ 40	\$ --
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# State of Louisiana

## B. Accounts Payable and Accruals

Accounts Payable and Accruals at June 30, 2005, are as follows (expressed in thousands):

	<b>Governmental Funds</b>			
	<b>General</b>	<b>Bond Security</b>	<b>Nonmajor</b>	<b>Total</b>
	<b>Fund</b>	<b>and Redemption</b>	<b>Funds</b>	<b>Governmental</b>
		<b>Fund</b>		<b>Funds</b>
Disadvantaged Student Support	\$ 110,286	\$	\$	\$ 110,286
Engineering and Operations	12,274			12,274
Highway Operation and Maintenance			121,870	121,870
Inmate Housing	12,980			12,980
Job Training and Placement Programs	16,706			16,706
Medicaid	432,968			432,968
Personal Health	11,868			11,868
Public Assistance	36,734			36,734
School and Community Educational Support	41,018			41,018
School, Student, and Educator Performance	55,464			55,464
Other	314,713	161	684	315,558
<b>Total Accounts Payable and Accruals</b>	<b>\$ 1,045,011</b>	<b>\$ 161</b>	<b>\$ 122,554</b>	<b>\$ 1,167,726</b>

	<b>Proprietary Funds</b>			
	<b>Business-Type Activities - Enterprise Funds</b>			<b>Governmental</b>
	<b>Louisiana</b>	<b>Nonmajor</b>	<b>Total</b>	<b>Internal</b>
	<b>Lottery</b>	<b>Enterprise</b>	<b>Enterprise</b>	<b>Service</b>
	<b>Corporation</b>	<b>Funds</b>	<b>Funds</b>	<b>Funds</b>
Gaming	\$ 2,530	\$	\$ 2,530	\$
Other		6,426	6,426	10,076
<b>Total Accounts Payable and Accruals</b>	<b>\$ 2,530</b>	<b>\$ 6,426</b>	<b>\$ 8,956</b>	<b>\$ 10,076</b>

# State of Louisiana

## NOTE 4: INTERFUND ACCOUNTS AND TRANSFERS

**A. RECEIVABLES AND PAYABLES** A summary of interfund receivables and payables at June 30, 2005 is shown below (expressed in thousands):

	<b>Primary Government</b>	
	<b><u>Due From</u></b>	<b><u>Due To</u></b>
<b>GOVERNMENTAL FUNDS:</b>		
General Fund	\$ 924,663	\$ 346,014
Bond Security and Redemption	120,868	1,043,312
Louisiana Educational Quality Trust	692	45,790
Medicaid Trust Fund for the Elderly	4,579	1,685
Nonmajor Funds	<u>632,357</u>	<u>232,910</u>
Total Governmental Funds	<u>1,683,159</u>	<u>1,669,711</u>
<b>PROPRIETARY FUNDS:</b>		
Louisiana Lottery Corporation	--	10,679
Nonmajor Funds	13	2,278
Internal Service Funds	--	504
Total Proprietary Funds	<u>13</u>	<u>13,461</u>
<b>GRAND TOTALS</b>	<b><u>\$ 1,683,172</u></b>	<b><u>\$ 1,683,172</u></b>

**B. TRANSFERS IN AND OUT** A summary of transfers in and out at June 30, 2005, is shown below (expressed in thousands):

	<b>Primary Government</b>	
	<b><u>Transfers In</u></b>	<b><u>Transfers Out</u></b>
<b>GOVERNMENTAL FUNDS:</b>		
General Fund	\$ 10,832,450	\$ 772,147
Bond Security and Redemption	115,326	10,882,331
Louisiana Educational Quality Trust	18,610	--
Medicaid Trust Fund for the Elderly	49,973	66,850
Nonmajor Funds	<u>3,830,440</u>	<u>3,013,750</u>
Total Governmental Funds	<u>14,846,799</u>	<u>14,735,078</u>
<b>PROPRIETARY FUNDS:</b>		
Louisiana Lottery Corporation	--	110,391
Nonmajor Funds	2,431	622
Internal Service Funds	--	3,139
Total Proprietary Funds	<u>2,431</u>	<u>114,152</u>
<b>GRAND TOTALS</b>	<b><u>\$ 14,849,230</u></b>	<b><u>\$ 14,849,230</u></b>

## C. DETAILS OF INTERFUND BALANCES AND TRANSFERS

Per the Louisiana Constitution, most State revenues are deposited into the Bond Security and Redemption Fund (BSRF). The major exception is federal revenues, which are deposited directly into the General Fund. The BSRF was designed to protect the bond holders, so general obligation debt is paid from the BSRF. This set up results in an extremely large number of transfers in and out of BSRF from and to a majority of the other funds, including the General Fund. At the end of the accrual period, a transfer is made to move the remaining monies in BSRF to the General Fund. Louisiana is unique in the way its debt service fund operates and parts A and B of this note provide the total amounts flowing through the BSRF.

The General Fund receives a large number of transfers from statutorily dedicated (special) funds. Since the special funds do not report expenditures, monies warranted in these funds are reclassified as transfers to the General Fund and the General Fund reports all expenditures for the special funds. This reclassification of warrants along with the transfers reported in the BSRF account for the large volume of transfers from reported in the General Fund. The interfund balances and transfers are due to the regular functions of government in the Louisiana environment and, in general, all interfund balances are paid within the statutorily required close period.

# State of Louisiana

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Below is a discussion of the larger, more significant interfund transfers of the nonmajor funds.

- Budget Stabilization Fund – This fund was created in 1998 to restructure and rename the Revenue Stabilization/Mineral Trust Fund (Rainy Day Fund). Its funding is derived in several ways including twenty-five percent of non-recurring revenues, money available for appropriation from the state general fund and dedicated funds in excess of certain expenditure limits, and mineral revenues in excess of cap. For fiscal year 2005, transfers in totaled \$230 million and transfers out totaled \$513 thousand.
- Capital Outlay Escrow Fund – This fund was established in 1974 to provide for the capital outlay expenditures of the State as appropriated in the annual capital outlay appropriations act. Because of the volume of on-going and new construction, and routine maintenance and repairs that are included in the capital outlay appropriations act, the fund reported transfers in of \$849 million and transfers out of \$14 million.
- Louisiana Medical Assistance Trust Fund – This fund was established in 1992 to assist in the operation and maintenance of the Medicaid program in the state. In fiscal year 2005, transfers in amounted to \$384 million and transfers out were \$317 million.
- Transportation Infrastructure Model for Economic Development (TIMED) – This fund was established in 1989 to be used exclusively for specific road and bridge projects with portions designated for the Port of New Orleans and the New Orleans International Airport. During fiscal year 2005, this fund had transfers in of \$90 million and transfers out totaled \$223 million.
- Transportation Trust Fund – This fund, established in 1989, was created to receive the excess revenues on gasoline, motor fuels, and special fuels taxes. Purposes of the fund include highway construction and maintenance, statewide flood control, ports and airports priority programs, among others. During fiscal year 2005, transferred in amounted to \$528 million and transfers out were \$991 million.
- Video Draw Poker Device Fund – This fund was created in 1991 to receive an allocation of the revenues collected by the Gaming Division of the Office of State Police for fees, fines, penalties, and all other monies collected. During fiscal year 2005, this fund had transfers in of \$181 million and transfers out totaling \$178 million.

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## NOTE 5: CAPITAL ASSETS

### A. PRIMARY GOVERNMENT (in thousands)

	Capital Assets July 1, 2004 *	Additions	Deletions	Capital Assets June 30, 2005
<b>Governmental Activities:</b>				
Capital assets not being depreciated:				
Land	\$ *1,803,000	\$ 87,930	\$ 755	\$ 1,890,175
Construction in progress	<u>*98,928</u>	<u>88,339</u>	<u>49,183</u>	<u>138,084</u>
Total capital assets not being depreciated	<u>1,901,928</u>	<u>176,269</u>	<u>49,938</u>	<u>2,028,259</u>
Other capital assets historical cost:				
Buildings and improvements	*1,256,788	72,454	2,735	1,326,507
Machinery and equipment	*600,421	70,344	41,421	629,344
Infrastructure	<u>*16,235,572</u>	<u>702,114</u>	<u>--</u>	<u>16,937,686</u>
Total other capital assets historical cost	<u>18,092,781</u>	<u>844,912</u>	<u>44,156</u>	<u>18,893,537</u>
Less accumulated depreciation:				
Buildings and improvements	*403,380	31,055	933	433,502
Machinery and equipment	*459,901	65,689	41,384	484,206
Infrastructure	<u>*7,470,068</u>	<u>388,252</u>	<u>--</u>	<u>7,858,320</u>
Total accumulated depreciation	<u>8,333,349</u>	<u>484,996</u>	<u>42,317</u>	<u>8,776,028</u>
Other capital assets, net of depreciation	<u>9,759,432</u>	<u>359,916</u>	<u>1,839</u>	<u>10,117,509</u>
Governmental activities capital assets, net	<u>\$ 11,661,360</u>	<u>\$ 536,185</u>	<u>\$ 51,777</u>	<u>\$ 12,145,768</u>
<b>Business-type Activities:</b>				
Capital assets not being depreciated:				
Land	\$ *3,780	\$ 27	\$ --	\$ 3,807
Construction in progress	<u>*959</u>	<u>107</u>	<u>625</u>	<u>441</u>
Total capital assets not being depreciated	<u>4,739</u>	<u>134</u>	<u>625</u>	<u>4,248</u>
Other capital assets historical cost:				
Buildings and improvements	22,420	939	--	23,359
Machinery and equipment	*24,443	2,860	3,429	23,874
Infrastructure	<u>47</u>	<u>--</u>	<u>47</u>	<u>--</u>
Total other capital assets historical cost	<u>46,910</u>	<u>3,799</u>	<u>3,476</u>	<u>47,233</u>
Less accumulated depreciation:				
Buildings and improvements	12,903	874	--	13,777
Machinery and equipment	*18,062	1,832	2,716	17,178
Infrastructure	<u>37</u>	<u>--</u>	<u>37</u>	<u>--</u>
Total accumulated depreciation	<u>31,002</u>	<u>2,706</u>	<u>2,753</u>	<u>30,955</u>
Other capital assets, net of depreciation	<u>15,908</u>	<u>1,093</u>	<u>723</u>	<u>16,278</u>
Business-type activities capital assets, net	<u>\$ 20,647</u>	<u>\$ 1,227</u>	<u>\$ 1,348</u>	<u>\$ 20,526</u>

\* Restated Beginning Balances

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Depreciation expense was charged to functions as follows:

Governmental activities:

General government	\$	33,816
Culture, recreation, and tourism		2,944
Transportation and development		402,791
Public safety		14,133
Health and welfare		7,880
Corrections		12,156
Conservation		6,119
Education		<u>5,157</u>
Total governmental activities depreciation expense	\$	<u><u>484,996</u></u>

**B. COMPONENT UNITS (in thousands)**

	<u>Capital Assets</u>		<u>Additions</u>		<u>Deletions</u>		<u>Capital Assets</u>
	<u>July 1, 2004</u>						<u>June 30, 2005</u>
Capital assets not being depreciated:							
Land	\$ 247,352	\$	13,493	\$	877	\$	259,968
Construction in progress	<u>343,504</u>		<u>251,776</u>		<u>219,451</u>		<u>375,829</u>
Total capital assets not being depreciated	<u>590,856</u>		<u>265,269</u>		<u>220,328</u>		<u>635,797</u>
Other capital assets historical cost:							
Buildings and improvements	3,609,100		277,261		71,279		3,815,082
Machinery and equipment	1,473,414		197,500		136,782		1,534,132
Infrastructure	<u>521,088</u>		<u>17,689</u>		<u>4,500</u>		<u>534,277</u>
Total other capital assets historical cost	<u>5,603,602</u>		<u>492,450</u>		<u>212,561</u>		<u>5,883,491</u>
Less accumulated depreciation:							
Buildings and improvements	1,725,390		128,181		50,588		1,802,983
Machinery and equipment	1,134,176		125,032		120,013		1,139,195
Infrastructure	<u>205,542</u>		<u>11,981</u>		<u>3,728</u>		<u>213,795</u>
Total accumulated depreciation	<u>3,065,108</u>		<u>265,194</u>		<u>174,329</u>		<u>3,155,973</u>
Other capital assets, net of depreciation	<u>2,538,494</u>		<u>227,256</u>		<u>38,232</u>		<u>2,727,518</u>
Component units capital assets, net	<u>\$ 3,129,350</u>	\$	<u>492,525</u>	\$	<u>258,560</u>	\$	<u>3,363,315</u>

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## NOTE 6: EMPLOYEE BENEFITS

### A. RETIREMENT SYSTEMS

#### Background

The State of Louisiana maintains four defined benefit pension plans (DBP) that are considered component units of the State and are included in the Comprehensive Annual Financial Report as a part of the primary government. Those plans are administered by four public employee retirement systems. The Louisiana State Employees' Retirement System (LASERS), established July 1, 1947, includes classified and unclassified employees of the State. The Teachers' Retirement System of Louisiana (TRSLA) was established August 1, 1936, for the benefit of public school teachers and, effective July 1, 1983, includes school lunch employees. TRSLA offers a defined contribution plan to a relatively small, select group of employees in higher education. The Louisiana School Employees' Retirement System (LSERS) was established on July 1, 1947 for persons employed as school bus drivers, school janitors, school custodians, and school maintenance employees. The Louisiana State Police Retirement System (LSPRS) was established by Act 293 of 1938. Its members include commissioned law enforcement officers of the Office of State Police and the Superintendent of the Office of State Police.

In 1987, a constitutional amendment was ratified by the electorate that added subsection (E) to Article 10, Section 29, mandating the actuarial soundness of state and statewide retirement systems. In compliance with that amendment, the Legislature enacted LRS 11:1-127 in its 1988 regular session to consolidate the public retirement law. LASERS and TRSLA must use the projected unit credit cost method to determine their actuarially required contributions; LSERS and LSPRS must use the entry age normal cost method for this determination.

LRS 11: 42B(4), (5), and (11) establish requirements for the amortization of unfunded accrued liabilities of these Public Employees Retirement Systems (PERS). The LSERS, LASERS, and TRSLA requirements are as follows:

The unfunded liability as of June 30, 1988, determined under the projected unit credit funding method "...shall be amortized over a forty year period, commencing with the fiscal year 1989-1990 with the series of forty annual payments forming an increasing annuity, increasing initially at 4% per annum for the first five years, with the percent of increase reduced one-half of one percent over each successive five year period, so that the payments are increasing at the rate of one-half of one percent over the last five year period."

LRS 11:42B (5) and (11) were amended in 1992 to require that the outstanding balance of the unfunded accrued liability as of June 30, 1992 for LASERS and TRSLA, "...shall be

amortized over the remaining thirty-seven year period with payments forming an annuity at four and one half percent annually."

LRS 11: 42B(10) specifies that the unfunded accrued liability of the State Police Retirement System as of June 30, 1988, be amortized over a twenty year period, beginning in fiscal year 1989-1990, with level dollar payments annually.

LRS 11:62 specifies employee contribution rates effective July 1, 1989, while LRS 11:102 details the calculation of the employer contribution rate each year for each system.

Act 588 of the 2004 Regular Session made significant changes to prospective funding for LASERS, TRSL, and LSERS. As a result of the Act, the outstanding balances of changes in liabilities prior to 1999 were re-amortized using level dollar method until 2029. The remaining amortization periods for changes in liabilities beginning with 1999 through 2003 were extended to a thirty year period from the date of occurrence and amortized as a level percentage of projected payroll. Bases established after June 30, 2004 are amortized over a thirty year period as level dollar payments. In addition, the Act authorizes the Legislature to set employer contribution rates based on specific criteria but no less than fifteen and one-half percent for LASERS and TRSLA. TRSLA early implemented Act 588 for inclusion in the FY 2004 CAFR.

Readers requiring pension information not included in this report may request a copy of the separately issued financial reports by writing to each retirement system individually at the addresses listed in Note 1.

#### Plan Description

Louisiana State Employees' Retirement System. Although there are 352 contributing employers in this system, LASERS is considered a single employer plan because the material portion of its activity is with one employer - the State of Louisiana. The system is established and provided for within Title 11, Subtitle II, Chapter 1, of the Louisiana Revised Statutes. Benefit provisions are authorized within LRS 11:441-501.

Those employees considered eligible for membership in LASERS include all employees of the State (except those specifically excluded by statute) and are eligible immediately upon employment. Members are vested after 10 years of service.

A member is eligible to retire after at least 10 years of service at age 60, 25 years at age 55, or after 30 years at any age. Effective January 1, 1996, members may choose to retire with 20 years of service at any age, with an actuarially reduced benefit. The system does provide for deferred



benefits for vested members who terminate before being eligible for retirement. Once the member reaches retirement age, benefits are payable at 2.5% of the average of the highest three consecutive years of compensation, multiplied by the number of years of creditable service. Once an employee has accumulated 10 years of service, disability benefits apply based on the regular benefit formula without age restrictions. Act 75 of the 2005 Regular Session changes retirement eligibility and final average compensation for members who are eligible to begin participation in the DBP beginning July 1, 2006. Eligibility for these members is limited to age 60, or thereafter, upon attainment of ten years of creditable service. Final average compensation will be based on the member's average earned compensation for the highest 60 consecutive months of employment.

In 1990, the Legislature created the Deferred Retirement Option Plan (DROP) with Act 14. When members enter DROP, they continue to work at their regular job and draw their regular salary for a period of up to three years. While on DROP, the retiree's retirement benefits are paid into a special account. The election is irrevocable once participation begins. Interest is credited after participation ends; at which time, the member must choose a distribution option for benefits that have accumulated in the DROP account. The DROP program was designed to have no actuarial effect on LASERS' unfunded liability. Currently, there are 2,810 members in the program.

Teachers' Retirement System of Louisiana. The TRSLA is the administrator of a cost-sharing multiple employer plan. The system was established and provided for within Title 11, Subtitle II, Chapter 2, of the Louisiana Revised Statutes. Benefit provisions are authorized within LRS 11:761-813.

The word "plan" as used below does not carry the same definition as referred to in GASB Statements 25, 26, and 27. Our use of the word "plan" in this context refers to individual benefit options. Those employees considered eligible for membership in TRSLA include teachers and eligible school lunch employees and are eligible immediately upon employment. Under the Teachers' Regular Plan, as amended by Act 1055 of 2001, members are vested after 5 years of service. A teacher member who becomes a member prior to July 1, 1999, is eligible to retire after at least 5 years of service at age 60, or after 20 years at any age, and will receive benefits based on a formula of 2%; a teacher member who retires with 25 years of service at age 55, 20 years at age 65, or 30 years at any age will receive benefits based on a formula of 2.5%. A teacher member who becomes a member on or after July 1, 1999, is eligible to retire after at least 5 years of service at age 60, 20 years at any age (actuarially reduced), 25 years of service at age 55, or 30 years at any age will receive benefits based on a formula of 2.5%. In 1983 the Louisiana School Lunch Employees' Retirement System was merged into this system.

The Louisiana School Lunch Employees' Retirement System contained two plans that were acquired by Teachers' Retirement: Plan A for members who are employed by the school system and are not covered by the Social Security system, and Plan B for members who are employed by the school system and are covered by Social Security. Plan A members are eligible to receive benefits based on a 3% benefit formula after 5 years of service at age 60, 25 years at age 55, or after 30 years service at any age. A 2% benefit formula accrues to Plan B members after 5 years service at age 60 and after 30 years service at age 55.

The system does provide for deferred benefits for vested members who terminate before being eligible for retirement. Once the member reaches the appropriate age for retirement, benefits become payable. After an employee has accumulated five years of service, he becomes eligible for disability benefits based on the regular benefit formula without age restrictions if determined eligible by the medical board. The member must also be in active service at the time of filing the application for disability retirement. Otherwise, reduced benefits are available based on varying percentage formulas for each plan.

The Optional Retirement Plan (ORP), in LRS 11:921-931, provides a defined contribution program for academic employees in higher education. Eligible members have the option of making an irrevocable election to participate in the ORP rather than the TRSLA and purchase annuity contracts for benefits payable at retirement. Monthly contributions based on percentages of salary are made by the employee and the employer to companies selected as providers of the plan. ORP provides for portability of assets and full and immediate vesting of all contributions submitted to the participating companies on behalf of the employees. In accordance with LRS 11:927(B), the system retains 9.242% of the 15.5% ORP employer contributions to be applied to the unfunded accrued liability of the system. Thus, the amount transferred to the carrier is the employer's portion of the normal cost contribution, which has been determined by the Public Retirement Systems' Actuarial Committee to be 6.258%. The number of employers participating in the ORP program is currently 93. Current membership in the program is 19,541. The ORP is not an obligation of the State or Teachers' Retirement System, and is therefore not included in the CAFR.

Members of TRSLA also have the option of participating in a three-year DROP program. Although Act 1055 of 2001 changes the vesting requirements, members must still have ten years of service credit to participate in DROP. The election is irrevocable once participation begins.

The Initial Lump-Sum Benefit (ILSB) became effective January 1, 1996. Under this program, a retiring member who did not participate in DROP could select an ILSB alternative.

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This alternative provides the retiree with a one-time payment of up to 36 months of a regular maximum monthly retirement benefit with a reduced regular monthly retirement benefit for life.

On January 1, 2000, TRSLA established the Excess Benefit Plan. This plan is an unfunded, non-qualified plan intended to be a qualified excess benefit arrangement. It is designed to pay excess benefits to those members who retired on July 1, 1988, or later. The excess benefit is the portion of the TRSLA benefit that exceeds the maximum benefit allowed under Section 415 of the Internal Revenue Code.

Louisiana School Employees' Retirement System. Although the LSERS is considered part of the State of Louisiana financial reporting entity, it is not a part of the State payroll. LSERS is the administrator of a cost-sharing, multiple-employer, defined-benefit pension plan. The system was established and provided for by LRS 11:1001-1206. LRS 11:1116 mandates that specified employees become members of the system as a condition of employment. Benefit provisions are authorized in LRS 11:1141-1153.

Membership is mandatory for all employees under age 60 employed by a Louisiana parish or city school board, who work more than 20 hours per week as a school bus driver, school janitor, school custodian, school maintenance employee, or school bus aide. Members are vested after 10 years of service time.

A member is eligible to retire after at least 10 years of service at age 60, 25 years at age 55, or after 30 years at any age. The system does provide for deferred benefits for vested members who terminate before being eligible for retirement. Benefits become payable once the member reaches retirement age. The maximum retirement benefit is an amount equal to  $3\frac{1}{3}\%$  of the average compensation for the 3 highest consecutive years of membership service, multiplied by the number of years of service limited to 100% of final average compensation, plus a supplementary allowance of \$2 per month for each year of service. Once an employee has accumulated 5 years of service, disability benefits apply based on the normal benefit formula without age restrictions. Other benefits have resulted from legislative changes and include cost-of-living benefits.

Effective July 1, 1992, members of the LSERS may elect to participate in the Deferred Retirement Option Plan (DROP) and defer receipt of benefits. The election may be made one time only and is limited to three years. Monthly retirement benefits are paid into the plan and credited to a subaccount for that individual. All amounts that remain credited to the individual's subaccount shall be credited with interest at the end of each plan year at a rate equal to the realized return of the system's portfolio for that plan year, less one-half of one percent. Upon termination of participation in both the plan

and employment, a participant may receive either a lump sum payment from the account or systematic disbursements. All employers are eligible to participate in DROP. The number of employers currently having plan members participating in the DROP program is 65. As of June 30, 2005, there were 856 members participating in the program.

Effective January 1, 1996, the Legislature authorized the Plan to establish the Initial Benefit Retirement Plan (IBRP). IBRP is available to members who have not participated in DROP and who select the maximum benefit, Option 2 benefit, Option 3 benefit or Option 4 benefit. Thereafter, these members are ineligible to participate in DROP. IBRP provides both a one-time single sum payment of up to 36 months of a regular monthly retirement benefit, plus a reduced monthly retirement benefit for life. Interest credited and payments from the IBRP account are made in accordance with the DROP account, LRS 11:1152(F)(3).

Louisiana State Police Retirement System. The LSPRS was established by Act 293 of 1938 and is the administrator of a single employer plan. Benefit provisions are authorized within LRS 11:1307-1322.

Those employees considered eligible for membership in LSPRS include commissioned law enforcement officers of the Office of State Police and the Superintendent of State Police, and are eligible immediately upon employment.

After 10 years of service at age 50, benefits are determined by multiplying the years of service credit by  $3\frac{1}{3}\%$  to compute a retirement percentage factor (not to exceed 100%), which is then multiplied by the member's average salary. For those plan members employed before September 8, 1978, with 20 years of service at any age, benefits are determined by multiplying the years of service by  $3\frac{1}{3}\%$  to compute retirement percentage factor (not to exceed 100%), which is then multiplied by the member's average salary. For those plan members employed on or after September 8, 1978, with 25 years of service at any age, benefits are determined by multiplying the years of service by  $3\frac{1}{3}\%$  to compute retirement percentage factor (not to exceed 100%), which is then multiplied by the member's average salary.

The following Acts of the 2003 Regular Legislative Session affected LSPRS as described. Act 211 provided a retroactive (to January 1, 1999) benefit to a surviving spouse of less than two years of any member who died of terminal cancer diagnosed prior to April 1, 2003. Act 538 provides a benefit of 100% of final average compensation or \$36,000 annually, whichever is greater, for certain catastrophic disability retirees as of June 30, 2003. Act 748 provides a 20% longevity bonus or benefits as provided by R.S. 11:1307.1, whichever is greater, for members who participated in DROP on or before June 30, 2003 and who continued in employment after DROP. Act 876 amended the plan to make it eligible for tax-shelter qualification with the Internal

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Revenue Service effective January 1, 2004. Disability benefits equal 50% of average salary plus one and one-half percent of average salary for each year in excess of 10 years. Disability benefits shall be modified whenever a non-service disability retiree is engaged in gainful employment. Non-duty disability rates vary depending on length of service, but begin after 5 years of service credit. Death benefits vary whether cause was in the line of duty and whether there is a surviving spouse and/or number of minor children. The system does provide for deferred benefits for vested members who terminate before being eligible for retirement.

Any active member who is eligible to receive a service retirement allowance is eligible to participate in the Deferred Retirement Option Plan (DROP) and defer receipt of benefits. The participation period shall not exceed 3 years. Upon termination of employment at the end of the DROP period, a participant may receive benefits in a lump sum payment, by a true annuity or in any other manner approved by the Board. Current membership in the program is 25.

A summary of government employers participating in the plans at June 30, 2005, is as follows:

		<b><u>Number of Employers</u></b>
<b><u>LASERS</u></b>	State Agencies	220
	Other Public Employers	<u>132</u>
	Total	<u>352</u>
<b><u>TRSLA</u></b>	School Boards	68
	Colleges and Universities	26
	State Agencies	55
	Charter Schools	7
	Other	<u>19</u>
Total	<u>175</u>	
<b><u>LSERS</u></b>	School Boards	67
	Other Agencies	<u>23</u>
	Total	<u>90</u>
<b><u>LSPRS</u></b>		<u>1</u>

## Summary of Significant Accounting Policies

All four systems use the accrual basis of accounting for operating income and operating expenses. Within this context, interest income is recognized when earned, as are employer and employee contributions. Dividends are recognized when declared. State fund appropriations are recognized when earned by LASERS, TRSLA, and LSPRS. LASERS, LSERS, and TRSLA use the trade date basis to record investment purchases and sales. In addition, contributions are recognized in the period in which the amounts are due pursuant to formal commitments. Benefits and refunds are recognized when due and payable in accordance with the terms of the plans.

As required by GASB 25 Statement, "Financial Reporting for Defined Benefit Pension Plans and Note Disclosure for

Defined Contribution Plans," investments are reported at fair value. Investments are reported as follows:

**LASERS.** Short-term investments are reported at market value when published prices are available, or 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. Corporate bonds are valued based on yields currently available on comparable securities from issuers of similar credit ratings. Mortgage securities are valued on the basis of estimated future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair value.

Land, building, equipment, and furniture are carried at historical cost. Depreciation is computed using the straight-line method based on useful lives of 40 years for the building and 3 to 15 years for equipment and furniture.

Besides investments in the U.S. Government and U.S. Government obligations, LASERS has no investments in any one organization that represents more than 5% of the net assets available for benefits.

**TRSLA.** Fair value is the market value on the last business day of the fiscal year. Securities traded on a national or international exchange are valued at the last reported sales price at the current exchange rate. Securities purchased pursuant to agreements to resell are carried at the contract price, exclusive of interest, at which the securities will be sold.

Land, building, equipment, and furniture are carried at historical cost. Depreciation is computed by the straight-line method based on useful lives of 40 years for the building and 3 to 10 years for equipment and furniture.

Besides investments in the U.S. Government and U.S. Government obligations, TRSLA has no investments of more than 5% of the portfolio invested in any one corporation nor does TRSLA hold more than 5% of any corporation's outstanding stock.

**LSERS.** 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.

Land, building, equipment, and furniture are carried at historical cost. Depreciation is computed by the straight-line method based on useful lives of 40 years for the building and 3 to 10 years for equipment and furniture.

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Besides investments in the U.S. Government and U.S. Government obligations, LSERS has no investments in any one organization that represents 5% or more of the net assets available for pension benefits. There are no investments in loans to or leases with parties related to the pension plan. The investment activity of LSERS is subject to an investment policy adopted by the Board of Trustees and to oversight by the Board of Trustees.

LSPRS. Investments are reported at fair value. Fair value is determined by the last reported sales price.

Furniture, fixtures, and equipment are stated at cost and are being depreciated on the straight-line basis over their estimated useful lives. The estimated useful lives range from 3 to 10 years.

Besides investments in the U.S. Government and U.S. Government obligations, LSPRS has no investments representing more than 5% of the net assets available for benefits.

## Contributions

A system's funding policy refers to the amounts and timing of contributions to be made by employers, participants, and any other sources to provide the benefits a pension plan specifies. Employee and employer contributions for all systems are provided for in Chapter 2 of Title 11 of the Louisiana Revised Statutes. Each system is described separately in the following paragraphs.

LASERS. The vast majority of employees of the State contribute 7.5% of their salaries. Act 75 of the 2005 Regular Session increases the member contribution rate from 7.5% to 8.0% for new members hired after June 30, 2006. Exceptions include: judges, court officers, the governor, lieutenant governor, and legislators, who contribute 11.5% of their respective salaries; the Clerk of the House of Representatives, and the Secretary of the Senate who contribute 9.5% of their salaries; certain Department of Corrections employees who contribute 9.0%; certain employees of the Department of Wildlife and Fisheries who contribute 9.5%, and Bridge Police employees who contribute 8.5% of their salaries. The employers of each group listed contributed 17.8% of the employees' salaries toward future benefits for fiscal year 2005.

Act 340 of the 2004 Regular Session amended the purchase of service credit provisions enacted by the Act 289 of the 1992 Regular Session. Effective July 1, 2004, Act 340 established that any LASERS member with at least one year of service credit in the system would be eligible to obtain up to five years of service credit in one-year increments (referred to as "Airtime" service credit purchases) provided that

application for the purchase of service was made on or before June 30, 2005. However, Act 75 of the 2005 Regular Session amended Act 340 and provided that purchases of service credit made on or after July 1, 2005 will be used solely for the calculation of retirement benefits, and may not be used for the attainment of additional years of retirement eligibility.

TRSLA. Contributions required of TRSLA members and their employers are based on the plan in which the employee participates. During the year ended June 30, 2005, members of the system's Regular Plan contributed 8.0% of their earned compensation, with the employer contributing 15.5%. Members of the TRSLA Plan A contributed 9.1% of their salary and the employer contributed 15.5%. Members of TRSLA Plan B contributed 5.0% of their compensation and the employer made a 15.5% contribution. The sources of employer contributions are appropriated state funds and tax proceeds collected in the parishes and remitted by the respective parishes' sheriff's office.

LSERS. Member contributions are established by statute and are currently 7.5% of earned compensation. Employer contributions, provided by the Board of Trustees, were increased to 14.8% for fiscal year 2005.

Act 278 of the 1999 Regular Session provided for the establishment of an Employer Credit Account consisting of the accumulated excess employer contributions which exceeded the actuarially required employer rate. As of July 1, 2003, the account had a balance of \$5.9 million which was used to fund 2.7% of the required employer contributions during 2004. As of June 30, 2004, the account had a balance of \$0.

LSPRS. Member contributions are 8.0% of earned compensation and are deducted from the member's salary. The employer's contributions consist of various fees collected by the Office of Motor Vehicle, and appropriations from the State.

As required by GASB Statement 27, paragraph 20b(3), the LSERS and the TRSLA, both cost-sharing employers, disclose the following information:

<u>Fiscal Year Ending</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
<b><u>LSERS</u></b>		
6/30/03	\$16,440,025	100.0%
6/30/04	\$47,980,745	58.7%
6/30/05	\$46,187,680	61.0%
<b><u>TRSLA</u></b>		
6/30/03	\$479,077,364	98.0%
6/30/04	\$527,899,270	94.4%
6/30/05	\$555,169,630	105.6%

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As required by GASB Statement 27, paragraph 21, the LASERS and LSPRS, both single employers, disclose the following information.

The state's annual pension cost and net pension obligation to LASERS and LSPRS for the current year are as follows:

	<u><b>LASERS</b></u>	<u><b>LSPRS</b></u>
Annual required contribution	\$ 411,727,561	\$ 33,658,907
Interest on net pension obligation	2,917,818	(247,817)
Adjustment to annual required contribution	(10,185,312)	2,475,494
<b>Annual pension cost</b>	<b>404,460,067</b>	<b>35,886,584</b>
Contributions made	(408,275,385)	(29,432,635)
Increase (Decrease) in net pension obligation	(3,815,318)	6,453,949
Net pension obligation beginning of year	35,367,487	(3,304,234)
<b>Net pension obligation end of year</b>	<b>\$ 31,552,169</b>	<b>\$ 3,149,715</b>

In accordance with GASB 27, paragraph 21(b), the LASERS and LSPRS disclose the following:

<u><b>Fiscal Year Ending</b></u>	<u><b>Annual Pension Cost (APC)</b></u>	<u><b>Percentage of APC Contributed</b></u>	<u><b>Net Pension Obligation</b></u>
<u><b>LASERS</b></u>			
6/30/03	\$328,772,738	94.1 %	\$21,225,164
6/30/04	\$364,930,168	96.1 %	\$35,367,487
6/30/05	\$404,460,067	100.9 %	\$31,552,169
<u><b>LSPRS</b></u>			
6/30/03	\$28,272,466	92.4 %	\$(10,812,252)
6/30/04	\$33,855,791	77.8 %	\$(3,304,234)
6/30/05	\$35,886,584	82.0 %	\$3,149,715

## Actuarial Methods and Assumptions

The following table provides information concerning actuarial methods and assumptions.

	<u><b>LASERS</b></u>	<u><b>TRSLA</b></u>	<u><b>LSERS</b></u>	<u><b>LSPRS</b></u>
Actuarial Cost Method	Projected Unit Credit	Projected Unit Credit	Entry Age	Entry Age
Amortization Method	Level Percentage of Projected Payroll	Level Dollar	Level Percentage of Projected Payroll	Level Dollar
Remaining Amortization Period (Open or Closed Period)	24-30 years Closed	30 years Closed	24 years Closed	4 years Closed
Asset Valuation Method	All assets valued at 4-year weighted market average	All assets valued at 4-year weighted market average	All assets valued at 4-year weighted market average	All assets valued at 4-year weighted market average
Actuarial Assumptions:				
Investment Rate of Return*	8.25%	8.25%	7.5%	7.5%
Projected Salary Increases*	4.25 - 14%**	3.2 – 9.0%	4.0 - 8.0%	4.5 – 15%
Cost of Living Adjustment	None	None	None	None
*Includes inflation at:	3%	3%	3%	3%

\*\*The listed rates do not include those for judges, correction officers and wildlife agents.

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## Funding Status and Progress

Because the purpose of each system is to provide specific benefits to groups of employees at various times in the future, actuarial valuations and assumptions are made regularly. The most recent actuarial valuation for the four statewide retirement systems is as of June 30, 2005. The Schedule of Funding Progress for the six\* most recent actuarial valuations are as follows:

### Schedule of Funding Progress (Expressed in Thousands)

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
<b><u>LASERS</u></b>						
Actuarial Valuation Date	6/30/05	6/30/04	6/30/03	6/30/02	6/30/01	6/30/00
Actuarial Value of Assets	\$6,673,500	\$6,097,815	\$6,487,538	\$6,460,594	\$6,418,296	\$6,170,978
Actuarial Accrued Liability	\$10,847,062	\$10,237,574	\$9,796,306	\$9,206,734	\$8,652,591	\$8,257,313
Unfunded AAL	\$4,173,562	\$4,139,759	\$3,308,738	\$2,746,140	\$2,234,295	\$2,086,335
Funded Ratio	61.5%	59.6%	66.2%	70.2%	74.2%	74.7%
Annual Covered Payroll	\$2,100,043	\$2,017,726	\$1,924,680	\$1,861,887	\$1,782,884	\$1,820,132
UAAL as a Percentage of Covered Payroll	198.7%	205.2%	171.9%	147.5%	125.3%	114.6%
<b><u>TRSLA</u></b>						
Actuarial Valuation Date	6/30/05	6/30/04	6/30/03	6/30/02	6/30/01	6/30/00
Actuarial Value of Assets	\$12,082,682	\$11,409,404	\$11,826,926	\$12,019,552	\$12,062,136	\$11,368,692
Actuarial Accrued Liability	\$18,699,765	\$18,067,486	\$17,196,812	\$16,263,239	\$15,390,417	\$14,596,441
Unfunded AAL	\$6,617,083	\$6,658,082	\$5,369,886	\$4,243,687	\$3,328,281	\$3,227,749
Funded Ratio	64.6%	63.1%	68.8%	73.9%	78.4%	77.9%
Annual Covered Payroll	\$3,132,169	\$3,017,087	\$2,977,885	\$2,777,667	\$2,582,831	\$2,563,634
UAAL as a Percentage of Covered Payroll	211.3%	220.7%	180.3%	152.8%	128.9%	125.9%
<b><u>LSERS</u></b>						
Actuarial Valuation Date	6/30/05	6/30/04	6/30/03	6/30/02	6/30/01	6/30/00
Actuarial Value of Assets	\$1,423,207	\$1,381,154	\$1,369,601	\$1,433,859	\$1,516,236	\$1,556,270
Actuarial Accrued Liability	\$1,889,445	\$1,820,958	\$1,730,796	\$1,582,071	\$1,472,423	\$1,291,823
Unfunded AAL	\$466,238	\$439,804	\$361,195	\$148,212	\$(43,814)	\$(264,447)
Funded Ratio	75.3%	75.8%	79.1%	90.6%	103.0%	120.5%
Annual Covered Payroll	\$259,232	\$259,698	\$268,656	\$258,876	\$249,674	\$241,128
UAAL as a Percentage of Covered Payroll	179.9%	169.4%	134.4%	57.3%	(17.5)%	(109.7)%
<b><u>LSPRS</u></b>						
Actuarial Valuation Date	6/30/05	6/30/04	6/30/03	6/30/02	6/30/01	6/30/00
Actuarial Value of Assets	\$322,482	\$288,865	\$271,062	\$271,694	\$261,576	\$244,015
Actuarial Accrued Liability	\$516,427	\$477,085	\$447,694	\$386,698	\$355,629	\$337,701
Unfunded AAL	\$193,945	\$188,220	\$176,631	\$115,004	\$94,053	\$93,686
Funded Ratio	62.4%	60.6%	60.6%	70.3%	73.6%	72.3%
Annual Covered Payroll	\$49,290	\$47,923	\$44,148	\$31,695	\$32,157	\$33,603
UAAL as a Percentage of Covered Payroll	393.5%	392.8%	400.1%	362.8%	292.5%	278.8%

(\* GASB 25, paragraph 34, requires only three years of valuations for single employer plans. We chose to show six years for all statewide retirement systems.)

Unfunded Actuarial Accrued Liability (UAAL) differs from the Unfunded Funding Actuarial Liability (UFAL) for funding purposes. UFAL for funding purposes excludes the Texaco Settlement Fund Assets. The UFAL reported for LASERS, TRSLA and LSPRS on June 30, 2005 are \$4,202,816,555, \$6,812,643,322 and \$238,205,849 respectively. The UFAL dollar amount for FY 2005 is the same amount as the UAAL for LASERS.

The Actuarial Value of Assets for TRSLA also has a deficit in the LSU Agriculture and Extension Service Fund of \$9,347 which is not included. Considering this deficit, TRSLA's funded ratio would be reduced to 63.6%. Act 588 of the 2004 Regular Legislative Session reset the Employee Experience Account balance to zero and thereafter limited the account balance to no more than the reserve for two COLAs. The employee experience account had balances for LASERS and TRSLA of \$105,289,193 and \$89,229,521 respectively at June 30, 2005. The Experience account can only be used to fund retiree cost-of-living adjustments.

## **B. LOUISIANA LOTTERY CORPORATION RETIREMENT PLANS**

Pursuant to LRS 47:9015(A), the Louisiana Lottery Corporation provides two defined contribution retirement plans for its employees.

### **1. Basic Retirement**

The Basic Retirement Plan was established effective September 1, 1993, with all employees eligible except those who elect coverage under a State retirement plan and those who are either independent contractors or leased employees. Eligible employees may participate in the Plan immediately upon employment. Employer contributions for fiscal year 2005 were 5% of the participant's compensation. Employee contributions were 6.2% of their compensation. Participants are fully vested immediately. Plan assets do not revert for the benefit of the employer. Benefit distributions commence as of the date designated by the participant (annuity starting date) after termination of employment, but not later than April 1st of the year following the calendar year in which the participant attains age seventy and one half. The participant must make a qualified election to receive the distribution in the form of a single-sum payment or in the form of a qualified joint and survivor annuity or single life annuity contract. Employee and employer contributions for fiscal year 2005 were \$316,250 and \$254,219, respectively.

### **2. Supplemental Retirement**

Substantially all full-time employees are eligible to participate in the Supplemental Retirement Plan. The Louisiana Lottery Corporation contributed 4.5% of each participant's compensation for fiscal year 2005. Generally, participants are not permitted to contribute to the Plan; however, participants may contribute proceeds from a qualified rollover distribution as allowed by IRS Section 402. Effective July 1, 1991, all eligible employees employed by the Corporation on or before that date participate in the Plan. Effective for the January 1, 1992, entry date, all eligible employees employed prior to such date automatically participate in the Plan as of that date. Thereafter, an eligible employee participates in the Plan as of the entry date that coincides with or immediately follows the date on which the eligible employee completes 90 consecutive calendar days of employment with the Corporation. Each plan year, the board of directors of the Corporation may determine the amount of a discretionary contribution not to exceed 2% of each participant's compensation for any plan year. Plan participants are fully vested and amounts are nonforfeitable upon the participant's death, disability, or attainment of the normal

retirement date or upon the completion of three years of service. Any forfeiture of nonvested amounts is reallocated to the accounts of all the remaining participants. Plan assets do not revert for the benefit of the employer. The distribution of a participant's vested and nonforfeitable portion of his or her account is made in the form of a single-sum payment after the participant terminates employment with the employer, attains the normal retirement age (65 years of age), or dies. Employer contributions for fiscal year 2005 were \$313,799.

## **C. OTHER POSTEMPLOYMENT BENEFITS**

### **Health Care and Life Insurance Benefits**

In accordance with LRS 42:821-880, the State provides health care and life insurance benefits to its active and retired employees and their eligible dependents through either self-insured and self-funded Office of Group Benefits (OGB) programs or, in the case of certain boards and commissions, through private insurance companies. All benefits and premium structures are reviewed by the OGB Policy and Planning Board. A written recommendation from this Board is forwarded to the House Appropriations Committee and Senate Finance Committee for oversight. The Office of Group Benefits provides health care and life insurance to substantially all of employees of the State, employees of school boards of 44 out of the 68 school systems, and employees of eligible political subdivisions of the State. The health care insurance or HMO coverage for both active and retired employees is financed by contributions from the State and the participating employee. Life insurance for the individual employee is financed by equal contributions from the State and the employee; insurance for eligible dependents and voluntary optional life products are funded totally through employees' contributions. Upon retirement, substantially all employees become eligible for continuing health care and life insurance benefits if they reach normal retirement age while working for the State. Other post-employment benefits (OPEB) administered through the OGB are financed on a pay-as-you-go basis. Expenses are recognized by the OGB as retirees report claims and include provisions for health claims reported but unpaid, and health claims incurred but unreported. Computed under the requirements of GASB Statement 12 as reported by state agencies, the cost to the State of providing insurance benefits to retirees and their eligible dependents for the year ended June 30, 2005, was \$156,240,477 and the number of retirees meeting eligibility requirements was 29,655. Actual claims expense incurred by the OGB for other postemployment benefits cannot readily be separated from the expenses of similar types of benefits provided to active employees and their dependents.

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## NOTE 7: LEASES

### A. LEASE AGREEMENTS

The State of Louisiana has entered into numerous operating and capital lease agreements for equipment, land, and buildings. Most leases contain non-appropriation exculpatory clauses that allow lease cancellation if the Louisiana Legislature does not make an appropriation for its continuation during any future fiscal period. Because legislative appropriation is reasonably assured, all leases contracted by the state are included in subsequent schedules.

### B. OPERATING LEASES

Operating lease payments are recorded as expenditures or expenses of the applicable fund when the related liability is incurred and totaled \$71,703,946 (component units totaled \$21,330,178) for the fiscal year ended June 30, 2005. Commitments of the primary government under operating lease agreements for equipment, land, and buildings provide for future annual rental payments as follows (expressed in thousands):

<u>Fiscal Year</u>	<u>Office Space</u>	<u>Equipment</u>	<u>Land</u>	<u>Other</u>	<u>Total</u>
2006	\$ 42,725	\$ 2,390	\$ 152	\$ 2,952	\$ 48,219
2007	30,853	1,217	110	2,155	34,335
2008	23,599	1,043	111	1,961	26,714
2009	17,599	848	108	1,810	20,365
2010	11,902	749	91	177	12,919
2011-2015	15,960	2,701	314	736	19,711
2016-2020	7,044	2,221	373	652	10,290
Total	<u>\$ 149,682</u>	<u>\$ 11,169</u>	<u>\$ 1,259</u>	<u>\$ 10,443</u>	<u>\$ 172,553</u>

Operating leases for component units are as follows (expressed in thousands):  
Office space - \$54,379; Equipment - \$15,962; Land - \$626; and Other - \$17,899 for a total of \$88,866.

### C. CAPITAL LEASES AND INSTALLMENT PURCHASE AGREEMENTS

Capital lease obligations are payable from resources of the governmental and proprietary funds. The following is a schedule of future minimum payments remaining under contracts in existence at June 30, 2005 (expressed in thousands):

<u>Fiscal Year</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Component Units</u>
2006	\$ 9,538	\$ 62	\$ 11,813
2007	8,282	41	9,779
2008	6,772	41	9,283
2009	5,266	41	8,029
2010	5,026	7	5,952
2011-2015	23,147		27,478
2016-2020	18,918		30,947
2021-2025			16,693
Subtotal	<u>76,949</u>	<u>192</u>	<u>119,974</u>
Less interest and executory costs	<u>21,759</u>	<u>10</u>	<u>38,194</u>
Present value of minimum lease Payments	<u>\$ 55,190</u>	<u>\$ 182</u>	<u>\$ 81,780</u>

The gross amount of the leased assets at June 30, 2005 (expressed in thousands) for governmental activities is \$13,618 for office space and \$12,102 for equipment; and component units is \$5,541 for office space, \$89,565 for equipment, and \$606 for land.



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Total capital leases by asset classes include the following (expressed in thousands):

	Governmental Activities	Component Units
Buildings	\$ 65,900	\$
Office Space	3,384	8,442
Equipment	7,306	111,155
Land	359	380
Total Capital Leases	<u>\$ 76,949</u>	<u>\$ 119,977</u>

## D. LESSOR LEASES

Various property and facilities are leased to outside parties as leases from port authorities, levee districts, universities, and various other entities. The current amount of lease revenues for the primary government for the fiscal year ending June 30, 2005, is \$3,381,152 (component units \$10,562,675).

The value of the property carried on the financial reports for the entities included below (expressed in thousands) is \$16,281 for land; \$205,845 for buildings; and \$3,678 for equipment; accumulated depreciation on the buildings and other totaled \$116,233.

### 1. OPERATING LEASES

The following is a schedule by years of minimum future rentals on operating leases as of June 30, 2005 (expressed in thousands):

Fiscal Year	Governmental Activities	Business- Type Activities	Component Units
2006	\$ 3,414	\$ 192	\$ 13,915
2007	2,746	45	9,156
2008	2,657	42	8,028
2009	2,533	7	5,875
2010	2,271		5,138
2011-2015	2,648		15,485
2016-2020	2		11,627
Total	<u>\$ 16,271</u>	<u>\$ 286</u>	<u>\$ 69,224</u>

### 2. CAPITAL LEASES

The following is a schedule by years of minimum future rentals on capital leases as of June 30, 2005 (expressed in thousands):

Fiscal Year	Component Units
2006	\$ 1,477
2007	1,439
2008	1,400
2009	1,299
2010	1,201
2011-2015	2,288
Total	<u>\$ 9,104</u>

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## NOTE 8: LONG-TERM OBLIGATIONS

### A. DEBT AUTHORIZATION AND LIMITATIONS

The Louisiana Constitution of 1974 provides that the State shall have no power, directly or indirectly, through any board, agency, commission, or otherwise, to incur debt or issue bonds except by law enacted by two-thirds of the elected members of each house of the Legislature. LRS 39:1365(25) limits the legislative authorization of general obligation bonds and other general obligations secured by the full faith and credit of the State by prohibiting total authorized bonds from exceeding an amount equal to two times the average annual revenues of the Bond Security and Redemption Fund for the last three fiscal years prior to such authorization. The bond authorization limitation is \$20,693,990,000. The total general obligation bonds authorized are \$2,121,610,000 at June 30, 2005, or 10.25% of the bond authorization limit.

LRS 39:1402(D) limits issuance by the Louisiana State Bond Commission of general obligation bonds or other general obligations secured by the full faith and credit of the State. The highest annual debt service requirement for the current or any subsequent fiscal years for general obligation debt, including the debt service on any bonds or other obligations that are proposed to be sold by the Louisiana State Bond Commission, may not exceed 10% of the average annual revenues of the Bond Security and Redemption Fund for the last three fiscal years completed prior to the issuance being proposed. The general obligation debt issuance limitation is \$1,034,700,000. At June 30, 2005, the highest current or future annual general obligation debt service requirement is \$240,685,000, which represents 23.26% of the debt issuance limitation.

LRS 39:1367, enacted pursuant to a constitutional amendment, provides that the State Bond Commission establish annually a limit on the net State tax-supported debt issued subject to certain percentages established in the statutes and based on General Fund and dedicated funds revenues forecast by the Revenue Estimating Conference. The maximum amount of net State tax-supported debt allowed by statute for fiscal year 2004-2005 is 6.00% of estimated General Fund and dedicated funds revenues established by the Revenue Estimating Conference which was \$499,530,000. During the fiscal year 2004-2005, the total net State tax-supported debt paid was \$348,714,942 or 4.19% of the estimated General Fund and dedicated funds to revenues established by the Revenue Estimating Conference.

### B. AUTHORIZED BUT UNISSUED DEBT

The Omnibus Bond Authorization Act of 2005 provides for the repeal of all acts, except any Act authorizing issuance of refunding bonds for the issuance of general obligation

bond authorizations which are no longer found feasible or desirable, and to reauthorize general obligation bonds for projects deemed to be essential, and to authorize new projects. As a result, there were no authorized but unissued bonds outstanding at June 30, 2005.

### C. PURPOSE AND RETIREMENT OF GENERAL OBLIGATION BONDS

General obligation bonds are authorized and issued primarily to provide funds for constructing and improving State-owned facilities including ports, university facilities, public schools, parks, bridges, roads, and charity hospitals. General obligation bonds are backed by the full faith, credit, and taxing power of the State. Although certain general obligation debt is being retired from the resources of the enterprise funds and discretely presented component units and is therefore recorded in these funds, the State remains contingently liable for its payment. General obligation debt issued to finance the construction and equipping of education buildings and other facilities for colleges and universities and not secured by a pledge of revenues from the related facilities is a direct obligation of the State and is reported in the government-wide financial statements. Other general obligation debt of the college and university funds, which is being retired from pledged resources of those funds, is reported as a liability of the component units although the State remains contingently liable for its retirement.

In order to facilitate the funding of capital improvements by certain governmental units and political subdivisions of the State, the Omnibus Bond Authorization Act of 2005 authorized the issuance of general obligation bonds contingent upon executing a reimbursement contract with the State Bond Commission pertaining to the reimbursement payments and reimbursement reserve account payments for such projects. A reimbursement contract is a contract between the State, as bond issuer, and an entity, through which the entity receives a portion of bond money for its project. The entity repays or reimburses the State at the same interest rate and the same maturity dates as the bond issue. Entities utilize reimbursement contracts to attempt to obtain a better interest rate.

Reimbursement contracts include colleges and universities in the amount of \$1,617,060 and miscellaneous contracts in the amount of \$952,001. Applicable interest to maturity is \$440,042 and \$271,441, respectively. In the accompanying financial statements, reimbursement contracts are shown as accounts receivable and the debt shown is not reduced for these items. In addition, the Sabine River Authority (Sabine), a component unit, was the recipient of \$10 million in proceeds of General Obligation Issue 1975-B. Act 453 of 2005 (effective July 1, 2008) authorizes the State of Louisiana to forgive certain

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debt due to the State from Sabine. The amount of the debt forgiven, according to the Act, will be \$8.6 million less any

payments made prior to July 1, 2008.

## D. LONG-TERM OBLIGATIONS OUTSTANDING AT JUNE 30, 2005

Long-term obligations outstanding at June 30, 2005, principal only, are as follows (expressed in thousands):

Long-Term Obligations	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year	Interest Rates
<b>GOVERNMENTAL ACTIVITIES:</b>						
<b>General obligation bonds</b>						
<b>Payable</b>	\$ 1,846,790	\$ 1,150,000	\$ 875,180	\$ 2,121,610	\$ 82,800	2.50 – 7.75%
<b>Other bonds payable by agency:</b>						
Crescent City Connection	18,090	--	1,780	16,310	1,815	2.00 – 3.65%
Health Education Authority of Louisiana	8,860	--	210	8,650	255	5.70 – 8.30%
Louisiana Correctional Facilities Corporation	29,340	--	4,610	24,730	4,840	3.00 – 4.96%
Office Facilities Corporation	236,355	--	11,160	225,195	11,680	4.00 – 5.50%
Office Facilities Corporation (Internal Service Fund)*	115,000	--	--	115,000	--	Variable
Public Safety LPFA	85,067	--	3,715	81,352	3,941	4.25 – 5.88%
Tobacco Settlement Financing	1,110,310	--	26,805	1,083,505	30,650	5.50 - 6.36%
Transportation Infrastructure Model for Economic Development	266,645	525,000	4,955	786,690	5,105	Variable
<b>Total Other Bonds Payable by agency*</b>	<u>1,869,667</u>	<u>525,000</u>	<u>53,235</u>	<u>2,341,432</u>	<u>58,286</u>	
<b>Total bonded debt</b>	<u>3,716,457</u>	<u>1,675,000</u>	<u>928,415</u>	<u>4,463,042</u>	<u>141,086</u>	
<b>Other liabilities:</b>						
Compensated absences	187,504	90,798	89,762	188,540	11,615	
Capital lease obligations	57,798	6,195	8,803	55,190	9,538	
Claims and judgments	2,203,655	287,693	254,091	2,237,257	108,677	
Unamortized bond premium	47,175	130,277	9,953	167,499	9,953	
Other long-term obligations	3,049	368	1,158	2,259	818	
Total other liabilities	<u>2,499,181</u>	<u>515,331</u>	<u>363,767</u>	<u>2,650,745</u>	<u>140,601</u>	
<b>Total long-term obligations</b>						
<b>Governmental Activities*</b>	<u>\$ 6,215,638</u>	<u>\$ 2,190,331</u>	<u>\$ 1,292,182</u>	<u>\$ 7,113,787</u>	<u>\$ 281,687</u>	

\*restated

## **BUSINESS-TYPE ACTIVITIES:**

### **Bonds payable:**

Revenue bonds*	\$ --	\$ 161,663	\$ 500	\$ 161,163	\$ 63	3.50-5.34%
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### **Other liabilities:**

Compensated absences	2,159	216	146	2,229	644
Capital lease obligations	74	191	83	182	62
Notes payable	--	106	13	93	19
Other long-term liabilities*	185,854	20,172	93,810	112,216	--
Total other liabilities	<u>188,087</u>	<u>20,685</u>	<u>94,052</u>	<u>114,720</u>	<u>725</u>

### **Total long-term obligations**

<b>Business-Type Activities</b>	<u>\$ 188,087</u>	<u>\$ 182,348</u>	<u>\$ 94,552</u>	<u>\$ 275,883</u>	<u>\$ 788</u>
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\*restated

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Long-Term Obligations	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year	Interest Rates
<b>COMPONENT UNITS:</b>						
<b>Bonds payable:</b>						
Revenue bonds*	\$ 1,036,678	\$ 313,511	\$ 101,449	\$ 1,248,740	\$ 40,624	Various
<b>Other liabilities:</b>						
Compensated absences	185,936	38,142	30,059	194,019	16,153	
Capital lease obligations	70,092	19,404	7,716	81,780	7,908	
Amounts held in custody for others	23,701	8,614	3,124	29,191	15,898	
Notes payable*	117,557	53,046	26,617	143,986	34,177	
Claims and Judgments	--	22,737	--	22,737	4	
Other long-term liabilities	44,915	7,424	23,815	28,524	6,279	
Total other liabilities	442,201	149,367	91,331	500,237	80,419	
<b>Total long-term obligations</b>						
<b>Component units</b>	\$ 1,478,879	\$ 462,878	\$ 192,780	\$ 1,748,977	\$ 121,043	

\*restated

## E. DEBT SERVICE REQUIREMENTS AT JUNE 30, 2005

Annual principal and interest payments for bonds and notes (expressed in thousands) are as follow:

Year:	Governmental Activities								
	General Obligation Bonds			Other Bonded Debt			Totals		
	Principal	Interest	Total	Principal	Interest	Total	Total Principal	Total Interest	Total
2006	\$ 82,800	\$ 106,508	\$ 189,308	\$ 58,286	\$ 105,341	\$ 163,627	\$ 141,086	\$ 211,849	\$ 352,935
2007	139,565	101,573	241,138	67,535	122,644	190,179	207,100	224,217	431,317
2008	133,405	94,122	227,527	87,760	119,069	206,829	221,165	213,191	434,356
2009	140,395	86,751	227,146	98,145	114,014	212,159	238,540	200,765	439,305
2010	147,380	79,410	226,790	94,713	108,877	203,590	242,093	188,287	430,380
2011-15	685,175	283,761	968,936	579,506	462,171	1,041,677	1,264,681	745,932	2,010,613
2016-20	492,410	132,210	624,620	676,812	273,900	950,712	1,169,222	406,110	1,575,332
2021-25	300,480	30,630	331,110	183,660	149,870	333,530	484,140	180,500	664,640
2026-30	--	--	--	204,760	104,964	309,724	204,760	104,964	309,724
2031-35	--	--	--	290,255	45,516	335,771	290,255	45,516	335,771
Total	\$ 2,121,610	\$ 914,965	\$ 3,036,575	\$ 2,341,432	\$ 1,606,366	\$ 3,947,798	\$ 4,463,042	\$ 2,521,331	\$ 6,984,373

Year:	Business-Type Activities			Component Units		
	Revenue Bonds			Revenue Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2006	\$ 63	\$ 3,165	\$ 3,228	\$ 40,624	\$ 44,878	\$ 85,502
2007	71	6,624	6,695	46,313	48,321	94,634
2008	83	6,624	6,707	46,487	46,870	93,357
2009	100	6,624	6,724	50,252	48,349	98,601
2010	66,125	5,813	71,938	53,594	46,380	99,974
2011-15	1,688	16,856	18,544	273,621	186,174	459,795
2016-20	10,415	16,005	26,420	205,427	130,387	335,814
2021-25	35,964	11,831	47,795	218,351	87,103	305,454
2026-30	16,019	41,529	57,548	189,148	42,423	231,571
2031-35	30,635	1,655	32,290	120,516	12,281	132,797
2036-40	--	--	--	4,407	85	4,492
Total	\$ 161,163	\$ 116,726	\$ 277,889	\$ 1,248,740	\$ 693,251	\$ 1,941,991

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Year:	<b>Business-Type Activities</b>			<b>Component Units</b>		
	<u>Notes Payable</u>			<u>Notes Payable</u>		
	Principal	Interest	Total	Principal	Interest	Total
2006	\$ 19	\$ 5	\$ 24	\$ 34,177	\$ 3,507	\$ 37,684
2007	21	4	25	32,080	2,763	34,843
2008	22	3	25	12,383	2,263	14,646
2009	24	1	25	7,594	1,925	9,519
2010	7	--	7	11,757	2,015	13,772
2011-15	--	--	--	10,101	3,319	13,420
2016-20	--	--	--	11,082	2,041	13,123
2021-25	--	--	--	12,437	964	13,401
2026-30	--	--	--	12,375	18	12,393
Total	\$ 93	\$ 13	\$ 106	\$ 143,986	\$ 18,815	\$ 162,801

## F. DEFEASED BONDS

The following table enumerates the principal balances of previously outstanding bonds considered defeased at June 30, 2005 (expressed in thousands). The defeased bonds are not included in the accompanying financial statements.

<u>Bond Series</u>	<u>Date Defeased</u>	<u>Maturity Date</u>	<u>Amount Defeased</u>	<u>Outstanding at June 30, 2005</u>
<b>Primary Government:</b>				
1981-A	2/87	Various	\$ 60,085	\$ 230
1981-B	2/87	Various	37,580	500
1985-A	2/87	Various	124,300	-0-
1985-B	2/87	Various	113,980	-0-
1985-C	2/87	Various	127,690	18,255
1980-A	2/93	Various	43,570	-0-
1980-C	2/93	Various	70,725	-0-
1986-A	2/93	Various	94,620	13,050
1987-A	2/93	8/05	48,709	48,709
1987-B	2/93	Various	95,145	23,290
1990	2/93	Various	89,855	89,855
1987-A	5/98	8/04	51,745	-0-
1992-A	5/98	Various	135,255	111,240
1994-A	5/98	Various	108,245	108,245
1995-A	1/05	5/07	10,540	10,540
1997-A	1/05	Various	142,925	142,925
1998-B	1/05	Various	130,540	130,540
2000-A	1/05	Various	190,930	190,930
2002-A	1/05	Various	92,970	92,970
2003-A	1/05	Various	39,915	39,915
2004-A	1/05	Various	45,240	45,240
Transportation Trust Fund	5/99	Various	92,235	-0-
<b>Partially Defeased Bonds:</b>				
1994-A	6/03	Various	16,540	-0-
1995-A	6/03	Various	28,210	9,950
2001-A	6/03	Various	10,750	9,890
2003-A	6/03	Various	21,100	-0-
1997-A	6/05	4/06	9,975	9,975
1998-A	6/05	4/06	14,200	14,200
1998-B	6/05	4/06	8,780	8,780
2000-A	6/05	11/05	8,720	8,720
2001-A	6/05	5/06	1,125	1,125
2002-A	6/05	4/06	9,335	9,335
2003-A	6/05	5/06	10,895	10,895

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<u>Bond Series</u>	<u>Date</u> <u>Defeased</u>	<u>Maturity</u> <u>Date</u>	<u>Amount</u> <u>Defeased</u>	<u>Outstanding at</u> <u>June 30, 2005</u>
<b>Component Units:</b>				
Louisiana Stadium and Exposition District:				
1994-A	12/98	Various	\$ 48,475	\$ 48,405
1995-A	12/98	7/24	10,500	10,500
1995-B	12/98	7/25	12,140	12,100
1996-A	12/98	Various	63,095	62,615
Greater New Orleans Expressway Commission				
	11/92	Various	54,920	44,005

## G. ADVANCE REFUNDING OF BONDS-GENERAL OBLIGATION BONDS

On January 26, 2005, the State Bond Commission issued \$650,000,000 in General Obligation Refunding Bonds, Series 2005A, bearing interest rates of 2.50% to 5.25% to advance refund certain maturities of previously issued General Obligation Bonds in the aggregate principal amount of \$653,060,000. Net proceeds of \$713,650,330 were used to purchase state and local government securities in the amount of \$710,543,045 to pay insurance premiums of \$1,305,000, underwriter's discount of \$1,495,650, and additional costs of \$306,635. The securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the "Refunded Bonds". As a result, the "Refunded Bonds" are considered to be defeased and the liability for these bonds have been removed from the long-term obligation account. The state advance refunded the bonds to reduce its total gross debt service payments over the next 14 years by \$46,150,619 and to obtain an economic gain (difference between the present value of the old debt service payments and the new debt) of \$27,716,870 (present value savings).

### DEFEASED BOND PAYMENTS

On June 28, 2005, the State Bond Commission authorized defeasement of certain General Obligation Bond principal payments, which are due in fiscal year 2005-06 in the amount of \$63,030,000 using a portion of the General Fund Surplus, as calculated by the Office of Planning and Budget, from fiscal year 2003-04 in the amount of \$32,907,167 and \$31,719,171 from the Mineral Revenue Audit Settlement Fund. The action was taken because of the provisions of Article VII, Section 10(D)(2)(a) of the

## NOTE 9: CONTINGENCIES

### A. CLAIMS AND LIABILITIES HANDLED BY THE OFFICE OF RISK MANAGEMENT

Pursuant to Act 448 of the 1988 Regular Session of the Louisiana Legislature, R.S. 39:1533 was re-enacted to create the "Self-Insurance Fund" within the Department of

State Constitution to produce savings from the advance repayment of debt. The cost of securities, escrow, including accrued interest on the securities purchased, totaled \$64,626,338. The resulting cash flows will allow for the defeasement of \$63,030,000 in bond principal and \$3,148,744 in interest payments. The contribution to fund the Escrow Account will reduce the required debt service payment obligation by a like amount during fiscal year 2005-06. The bonds are considered fully defeased as of June 28, 2005, at which time the liability for that portion of the bonds was removed from the Long-term Obligations on the Statement of Net Assets.

### H. CONDUIT DEBT

Revenue bonds were issued by the Louisiana Agricultural Finance Authority (LAFA), a component unit, which constituted conduit debt outstanding at year-end totaling \$94,266,547. Of this amount, \$94,196,962 is currently in default. The authority and the State have no responsibility for the repayment of this debt, and it is not reflected in the accompanying financial statements.

Revenue bonds were issued by the Louisiana Public Facilities Authority (LPFA), a component unit, which constituted conduit debt outstanding at year-end totaling \$3,661,720,772. The authority and the State have no responsibility for the repayment of this debt, and it is not reflected in the accompanying financial statements.

### I. OTHER GENERAL LONG-TERM OBLIGATIONS

The liability for compensated absences is described in detail in Note 1 Section C; the liability for capital leases is described in more detail in Note 7; the liability for claims and litigation is described in more detail in Notes 9 and 11.

the Treasury. The Self-Insurance Fund consists of all premiums paid by agencies of the State participating in the risk management program, the investment earnings thereon, and commissions retained. The Self-Insurance Fund can be used only for the payment of losses incurred by participants of the self-insurance program, together with insurance premiums, legal expenses, and administrative costs. The Office of Risk Management is responsible for

administration of the risk management program of the State. In that capacity, they negotiate, compromise, and settle all claims, including all tort claims, against the State and all agencies participating in the Self-Insurance Fund, as well as all tort claims against agencies not covered by the Self-Insurance Fund when funding is provided by the Legislature through the General Fund of the State. Because the Self-Insurance Fund is now in a deficit and is no longer a viable internal service fund, discounts are not applicable under Governmental Accounting Standards Board (GASB) Statement No. 10.

To satisfy claims, judgments, and expenses associated with the judgments for fiscal year 2004-2005, \$131,460,956 was paid from the Self-Insurance Fund. At June 30, 2005, outstanding non-discounted reserve valuations of the open claims within the programs total \$1,262,164,594. As of June 30, 2005, there was an adjusted cash balance in the Self-Insurance Fund of \$48,825,935. The Office of Risk Management advises that the non-discounted liability reserve valuation for the claims in litigation being handled by that office is \$581,114,780 as of June 30, 2005.

Since 2001 two lines of tort litigation against the State have been settled, leaving the State significantly exposed to damage claims. In the first, a suit against the State based on claims that the construction of Interstate 12 has caused extensive flood damage to homes along the highway has become final as to liability. The trial court, having previously bifurcated the trial on liability and damages, has received a master's recommendation that damages in excess of \$200 million should be awarded for several classifications of damages including property damage, loss of income, emotional injuries and devaluation of real estate. The judgment bears approximately 200% interest. It is currently on appeal and counsel is hopeful that the principal amount of the judgment will be reduced to between \$56 million and \$60 million. If successful, the judgment with interest would approximate between \$168 million and \$180 million.

In the second tort matter, a collection of cases against the State involving claims alleging damages to oyster leases caused by coastal restoration efforts have been litigated to conclusion. While the trial court awarded damages in excess of \$1 billion when judicial interest is included, the appellate court dismissed plaintiffs' claims in their entirety. The Legislature also passed a series of acts in the Regular Session of 2003, including proposed amendments to the Louisiana Constitution, which will significantly limit or reduce the liability of the State in future oyster lease cases. The amendment was approved by the voters in the fall of 2003..

## **B. CLAIMS AND LIABILITIES HANDLED OUTSIDE OF THE OFFICE OF RISK MANAGEMENT**

The Attorney General has opined that only a small portion of the dollar amount of potential liability to the State resulting from pending litigation not being handled through the Office of Risk Management will ultimately be recovered by plaintiffs. It is his opinion that the estimated probable future liability for existing claims against the State is between \$63,564,188 (accrued in the accompanying financial statements) and \$88,564,188. In addition, as of June 30, 2005, there are claims totaling between \$255,992,517 and \$256,029,517 against the State where it is reasonably possible that the State will incur liability.

In September 1993, the Louisiana Supreme Court invalidated, on constitutional grounds, R.S. 13:5106, limiting the liability of the State for general damages to a maximum of \$500,000. Following the same reasoning, in January 1994, the Supreme Court invalidated R.S. 13:5112(C), limiting the liability of the State for pre-judgment interest to 6%. Subsequently, the voters approved a constitutional amendment curing the defect found by the Supreme Court in the two cases. This amendment, along with the re-enactment of the two cited statutes, as well as several other statutes intended to protect the State in tort claims, became effective in November 1995. The efforts of the State to have the amendment and the legislation made applicable to then pending claims to limit recovery in accordance with the statutes were unsuccessful. Consequently, any case pending in September 1993 will have no upper limit on general damages, any case pending in January 1994 will not be subject to 6% interest pre-judgment, and any claim arising as late as November 24, 1995, will not be limited by either statute. The financial impact of this court-imposed hiatus has been significant, but is declining, as cases are resolved. The State's Medical Malpractice Statute (R.S. 40:1299.39) was not impacted by the Supreme Court's decision vis a vis R.S. 13:5106.

In February 2004, the Louisiana Supreme Court held that the parents who brought a wrongful death action against the State of Louisiana were each entitled to the statutory cap of \$500,000 for wrongful death actions. Previously, it was the belief that the limit was \$500,000 per death victim. This could impose an adverse impact upon the State's liability for tort compensation.

In May 1999, the Louisiana Supreme Court invalidated R.S. 9:2800, which limited the circumstances under which the State could be held liable for damages caused by the condition of things under its care and custody. The Court's judgment was applied retroactively to November 23, 1995, the effective date of its implementation, thus imposing an

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adverse and severe impact upon the liability of the State for tort compensation.

Act 3 of the First Extraordinary Session of the Legislature of 1996 amended Article 2323 of the Louisiana Civil Code to require trial quantification of the degree of liability of known non-parties, unknown persons not made a party, and statutorily immune parties such as the employer of a plaintiff suing a third party tortfeasor. The same act also amended Article 2324 of the Civil Code to provide that a negligent defendant would pay compensation calculated solely on the degree of his liability under comparative fault, regardless of the ability of co-defendants to pay their respective shares. The Louisiana Supreme Court declared that the provisions of Act 3 were remedial in nature and, therefore, retroactive in application to pending cases. This ruling will result in some reduction of the ultimate liability of the State in pending and future cases.

In June 2000, the Louisiana Supreme Court refused to consider a lower court decision which held that the Medical Liability for State Services Act did not apply to blood transfusions received in hospitals operated by the State. The State has pending cases alleging serious or fatal infections linked to blood transfusions in hospitals operated by the State. The decision denies the State the benefits of the medical malpractice reforms in those cases.

In June 2001, the Louisiana Supreme Court held that the administrative remedy procedure for inmates in the custody of the Department of Corrections was unconstitutional. Under the procedure, inmate complaints that reached the State court system did so as judicial review of agency decisions. Many of those complaints will now be lawsuits rather than administrative matters. The financial impact of this decision will be significant, both in the expense of defending these cases and in the potential judgments, but is declining as cases are resolved.

In the First Extraordinary Session of 2002 the Legislature passed Act 89 to address the impact of the Supreme Court's inmate administrative remedy decision. The legislation was signed into law on April 19, 2002 and affects suits filed thereafter. The Act may significantly limit litigation costs and the tort exposure of the State in inmate claims going forward from enactment, however, it does not significantly limit the hundreds of suits filed before enactment.

From the beginning of fiscal year 2002-2003 to the present, the self-insurance fund of the State has not been available as a source of funds to settle tort claims involving road defect allegations nor to pay final judgments in such matters. As a result, settlements and judgments in such road hazard tort claims have been and will continue to be funded and paid only through individual legislative appropriation. The sum appropriated for such matters

totaled approximately \$33,392,788 since fiscal year 2002. Included in that amount is \$16,650,788, which was appropriated in FY 2004-2005.

While not included in the dollar values set forth above, it should be noted that suits have been filed challenging the constitutionality of various provisions of state law, including challenges to state laws pertaining to elections, specialty license plates, the indigent defender system, campaign finance regulations, and tax exemptions for certain non-profit organizations. While these cases do not seek recovery for damages, rulings adverse to the State could result in liability for the plaintiffs' attorney fees.

As of June 30, 2005, the Department of Transportation and Development (DOTD) advises that there are 745 expropriation cases pending with an estimated dollar demand of \$59,395,101 and DOTD estimates its exposure to be \$32,600,746. There were 53 outstanding inverse condemnation suits with demands of \$7,083,010 and with an estimated exposure of \$1,770,753. Expropriation suits filed by levee boards and other expropriating entities, other than DOTD, have not been included in this number because the State does not appropriate the dollar amount due to the landowners. In addition to the amount reported as Fund Balance-Reserve for Construction in the Capital Outlay Escrow Fund, DOTD indicates that \$76,712,012 in flood control and construction contracts is outstanding and unfunded as of June 30, 2005.

As of June 30, 2005, the State is not aware of any pending suits concerning the ability of the State to issue bonds or other evidences of indebtedness.

The Department of Revenue (DOR) reports that the total amount of pending litigation affecting the department's right to tax, where there is a probable likelihood that an asset has been impaired or a liability has been incurred as of June 30, 2005, is \$28,521,719. The DOR has also advised that the total dollar amount of pending litigation affecting the DOR's right to tax, where it is reasonably possible that an asset has been impaired or a liability has been incurred as of fiscal year end June 30, 2005, is \$27,590,546. These figures include a large number of refund claims that were filed against the State as a result of a lower court decision that held that refunds under R.S. 47:1621 were to be granted only under very limited circumstances. In response to this ruling, Act 6 of the First Extraordinary Session of the Louisiana Legislature of 2001 was enacted. This legislation expanded the conditions under which the Department of Revenue is now authorized to make tax refunds.

As to judgments rendered prior to June 30, 2005, but not appropriated in the 2005 Legislative Session, no entities have reported such judgments.



State agencies reported unasserted claims totaling \$500,000. These claims have been determined to be probable of assertion and subject to disclosure in accordance with the Statement of Financial Accounting Standards No. 5 (AC section C59), with "probable" being defined as "future event or events that are likely to occur."

The Injured Worker Reemployment Program encourages employers to hire physically handicapped employees who have a permanent partial disability, by reimbursing the employer or, if insured, his or her insurance carrier for part of the workers' compensation costs for on-the-job injuries. The estimated total future payments to be made for claims outstanding at June 30, 2005, were \$179,509,957. Funds to make these payments will come from an annual assessment made against all insurance companies writing workers' compensation insurance in the State and all employers that are self-insured.

## **Discrete Component Units**

It is estimated that the future liability for the existing claims and judgments against the discrete component units of the State is approximately \$30,419,086 (accrued on the accompanying financial statements). Also, as of June 30, 2005, there are existing claims totaling \$26,836,430 against discrete component units of the state where there is a reasonable possibility that the State will incur liability. These probable and reasonably possible liabilities include claims and judgments against Pontchartrain Levee District for \$29,356,115, Orleans Levee District for \$22,733,183, Louisiana Housing Finance Agency for \$1,375,000, Sabine River Authority for \$1,200,000 and other component units for \$2,591,218.

Discrete component units reported unasserted claims totaling \$62,000. These claims have been determined to be probable of assertion and subject to disclosure in accordance with the Statement of Financial Accounting Standards No. 5 (AC section C59).

## **C. DISALLOWANCES**

A significant amount of federal grant dollars is received by the State subject to financial and compliance audits mandated by the grantors. Questioned costs resulting from these audits may be disallowed by the Federal grantor and may become a liability of the State. Disallowances are estimated to be \$49,636,316. This amount is not reflected in the accompanying financial statements.

## **D. LIABILITIES AS A RESULT OF ADMINISTRATIVE RESPONSIBILITY**

The State is the recipient of food commodities from the federal government and is responsible for distribution to the agencies, institutions, etc., that will ultimately distribute the food. The value of surplus commodities on hand in State warehouses at June 30, 2005, is \$2,461,099. At this time, the State anticipates no material losses because of this federal program.

## **E. LOUISIANA'S INACTIVE AND ABANDONED SITES**

On July 1, 1999, the Louisiana Department of Environmental Quality (LDEQ) initiated its reorganization effort. This resulted in the dissolution of the Inactive and Abandoned Sites Division and the creation of the Remediation Services Division (RSD). This new division oversees not only remediation of inactive and abandoned-type sites, but also remediation of hazardous waste sites, solid waste sites, and underground storage tank sites. This departmental reorganization also included development of a new electronic tracking system, TEMPO (Tools for Environmental Management and Protection Organizations). The RSD continues to enter historical information along with new programmatic information into TEMPO.

Currently, the RSD universe consists of 1,802 sites in some phase of remediation: confirmed sites-157; solid waste sites-315; hazardous waste sites-82; underground storage tank sites-1003; ground water sites-191; voluntary remediation program sites-51; and undesignated sites in TEMPO-3. There are also 440 "potential" sites that have not currently been assessed to determine: (1) if there is a need for remediation, and (2) their regulatory jurisdiction.

The 157 confirmed sites are from the former Inactive and Abandoned Sites Division and are in remediation under CERCLA (Comprehensive Environmental Response, Compensation, and Liability Act), the Environmental Quality Act, and the Inactive and Abandoned Sites Regulations. Sites without financially viable responsible parties may be eligible for remediation with funding from the State Hazardous Waste Site Cleanup Fund or the U.S. Environmental Protection Agency (EPA) Superfund program.

Within the subset of confirmed sites, currently there are four government funded Superfund sites (Southern Shipbuilding, Bayou Bonfouca, Madisonville Wood Preserving and Delatte Metals) that are in the Operation and Maintenance (O&M) phase. The State is responsible for funding and implementing O&M at three of these four sites until determined to be no longer necessary through five-year reviews. The Southern Shipbuilding site is now privately owned; therefore, the State is not funding and implementing the O&M, but LDEQ oversees the O&M. In future years, the State will be responsible for O&M at

# State of Louisiana

additional Superfund sites. Prior to the O&M phase, the State is also responsible for 10% of all remediation expenses for sites that are funded by the U.S. EPA Superfund program. Currently, there are four government-funded Superfund sites in remediation in Louisiana: American Creosote Works, Inc.; Central Wood Preserving; Mallard Bay Landing Bulk Plant; and Old Inger Oil Refinery.

Finally, during FY 02-03 LDEQ committed state matching funds to an expedited EPA removal action at one site, Coastal Radiation Services. EPA expenses for this time-critical removal totaled approximately \$5,000,000, with the LDEQ match set at \$81,000. This match amount was billed for payment in FY 04-05, after completion of the removal project.

For FY 04-05, the LDEQ prepared 10% state match payments for the EPA-lead Superfund sites in the amount of \$1,588,682. State match is invoiced and paid in accordance with Superfund State Contracts (SSCs); payments are due in October each year. The LDEQ expenditures for Operation and Maintenance for FY 04-05 totaled \$408,230. For the Bayou Bonfouca, Southern Shipbuilding and Delatte Metals sites, LDEQ paid both state match for EPA-lead remediation work and state-lead O&M contract work during FY 04-05. To allow for budgeting, SSC invoices are billed one year in advance of the October payment due date. Due to post-term EPA contract audits, fee audit adjustments may result in continued state-match payments due for remediation work through the 2004-05 SSC billing period. These will be invoiced to the LDEQ and due for payment in October 2006.

The 315 solid waste sites are from the former Solid Waste Division and are remediated under Hazardous and Solid Waste Amendments (HSWA). These are active sites with existing parties that are responsible for site remediation.

The 82 hazardous waste sites are from the former Hazardous Waste Division and are remediated under RCRA (Resource Conservation and Recovery Act). These are active sites with existing parties that are responsible for site remediation.

The 1003 underground storage tank (UST) sites are remediated under RCRA Subtitle I and may be eligible for funding through the Louisiana Motor Fuels Trust Fund or the U.S. EPA's Leaking Underground Storage Tank (LUST) Trust Fund. Additionally, as of July 1, 2001, a new State source of funding for LUST remediation is available to LDEQ to address "orphan" LUST sites. RSD has identified and prioritized 22 "orphan" sites among the 1003 known leaking UST sites.

Act 1121 of the 2001 Regular Session directed that beginning July 1, 2001, all interest monies earned by the Motor Fuels Underground Storage Tank Trust Fund shall be used for the closure of abandoned motor fuel USTs and assessment and remediation of property contaminated by abandoned motor fuel USTs. In order to implement this legislation, the Remediation Services Division has developed an identification and ranking process for abandoned UST sites and is developing the contracts necessary to utilize Trust Fund interest monies in accordance with State bid and contracting requirements to meet the requirements of the Act.

The Louisiana Voluntary Remediation Program (VRP) provides a mechanism by which property owners (or potential owners) or others can clean up contaminated properties and receive a release of liability for further clean up of historical contamination at a site. This release of liability flows to future owners as well.

The 3 sites without program designation are either new sites where the program determination has not been made or the site is in some phase of remediation, but the program designation has not been entered into TEMPO.

At present, no reliable estimate of the total cleanup cost for the known and unknown waste sites is available. As a result, no amounts have been accrued in the accompanying financial statement related to liabilities involving inactive and abandoned waste site cleanup.

## F. COOPERATIVE ENDEAVORS

R.S. 33:9022 defines "cooperative endeavor" as any form of economic development assistance between and among the State, its local governmental subdivisions, political corporations, public benefit corporations, the United States government or its agencies, or any public or private association, corporation, or individual. The term cooperative endeavor includes cooperative financing, cooperative development, or any form of cooperative economic development activity. The State has entered into cooperative endeavor agreements with certain entities aimed at developing the economy of the State. The estimated amounts outstanding for governmental units as of June 30, 2005, which are not reflected on the accompanying financial reports, are as follow:

• General funds	\$454,346,459
• Self-Generated funds	7,234,444
• Statutorily Dedicated funds	104,236,846
• General Obligation Bonds	149,359,477
• Federal funds	13,304,580
• Interagency transfers	23,782
• Other funds	<u>383,684</u>
Total	<u>\$728,889,272</u>

# State of Louisiana

## NOTE 10: FUND BALANCE/NET ASSETS DISCLOSURES

A. Reservations of fund balance are those amounts either legally restricted to a specific future use or not available for appropriation or expenditure. Designations of fund balance represent self-imposed limitations on the use of otherwise available expendable financial resources. The following table enumerates the fund balance reservations and designations (expressed in thousands).

	General Fund		Louisiana Education Quality Trust Fund		Medicaid Trust for the Elderly		Nonmajor Funds		Component Units
<b>Reserved for:</b>									
Debt Service	\$ --		\$ --		\$ --		\$ 136,945		\$ 8,617
Inventories	53,449		--		--		--		--
Encumbrances	50,072		--		--		34,117		--
Continuing Projects	--		--		--		255,132		--
Construction	--		--		--		1,282,992		9,870
Trust Principal	--		930,074		--		13,295		--
Other Specific Purposes	208,745		--		--		91,576		86,088
Nonexpendable	--		--		--		--		563,642
Expendable	--		--		--		--		548,899
<b>Total Reservations of Fund Balances</b>	\$ 312,266		\$ 930,074		\$ --		\$ 1,814,057		\$ 1,217,116
<b>Designated for:</b>									
<b>Total Net Unrealized Gains on Fair Value of Investments</b>							\$ 23,598	\$ 101,756	

B. Total encumbrances amounted to \$97,073,193. Encumbrances relating to federal revenues not deferred totaling \$1,784,418 are not reported on the face of the General Fund balance sheet. Encumbered interagency transfers of \$7,511,008 and self-generated funds of \$3,587,743 are also not included in the reserve for encumbrances on the General Fund balance sheet because monies were not available at fiscal year end to cover these encumbrances. Encumbrances of statutory dedications totaling \$34,117,509 are reported in the appropriate fund types as reserve for encumbrances. The amount reserved for encumbrances on the General Fund balance sheet is \$50,072,515.

## C. NET ASSETS RESTATEMENT - GOVERNMENT-WIDE FINANCIAL STATEMENTS

The following table discloses restatements of net assets for governmental activities in the government-wide financial statements (expressed in thousands):

	<b>Governmental Activities</b>
<b>Net Assets at June 30, 2004</b>	\$ 12,123,217
Reclassification of Fund Types	28,275
Prior Period Adjustments	54,973
<b>Beginning Net Assets as Restated</b>	\$ 12,206,465

## D. FUND BALANCE/NET ASSETS RESTATEMENT – FUND FINANCIAL STATEMENTS

The following table discloses restatements of certain fund balance/net assets by fund type (expressed in thousands):

	<b>General Fund</b>	<b>Major/Nonmajor Governmental Funds</b>	<b>Internal Service Funds</b>	<b>Major/Nonmajor Enterprise Funds</b>	<b>Component Units</b>
<b>Fund Balances/Net Assets at June 30, 2004</b>	\$ 287,140	\$ 5,585,894	\$ 13,734	\$ 1,992,731	\$ 3,890,627
Reclassification of Fund Type	--	--	28,275	(28,275)	--
Prior Period Adjustments	(416)	19,520	--	--	(36,396)
<b>Beginning Fund Balances/Net Assets as Restated</b>	\$ 286,724	\$ 5,605,414	\$ 42,009	\$ 1,964,456	\$ 3,854,231

# State of Louisiana

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## **E. ENTITY RECLASSIFICATIONS**

(expressed in thousands)

For the year ended June 30, 2005, Louisiana Office Building Corporation, Louisiana Correctional Facilities Corporation, and Office Facilities Corporation, previously reported as enterprise funds, are reported as internal service funds. After a review of the customer base of these funds it was determined that the provision of goods and services was substantially to other funds, departments, or agencies of the primary government and warranted a change in fund type for reporting purposes. This change resulted in a reclassification of fund balance of \$8,163 for the Louisiana Correctional Facilities Corporation, \$443 for the Louisiana Office Building Corporation and \$19,669 for the Office Facilities Corporation.

## **F. PRIOR PERIOD ADJUSTMENTS**

(expressed in thousands)

An adjustment in the General Fund decreased beginning fund balance by \$416. This adjustment was due to various entries including prior year off-system adjustments and a fund closure.

For non-major governmental funds, adjustments to beginning fund balance are comprised of increases in Tobacco Settlement Financing Corporation of \$9,104 as a result of a prior year adjustment and \$10,416 for the Louisiana Economic Development Fund which consolidates its cash with a related discrete fund at year end.

Beginning fund balance in component units was adjusted for two of the college systems: Louisiana State University System and University of Louisiana System. The total change in beginning fund balance for both systems was a decrease of \$36,396 which was attributable to the inclusion of foundation eliminations per GASB Statement No. 39.

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## **NOTE 11: OTHER DISCLOSURES**

### **A. FEDERAL GUARANTEED STUDENT LOANS**

The Office of Student Financial Assistance (OSFA) participates in the U.S. Department of Education's Guaranteed Student Loan Program whereby guaranteed loans are reinsured by the federal government. Through participation agreements with various lending institutions, OSFA guarantees 100%, 98%, or 95% of principal and interest of qualified student loans made by lenders and purchases all defaulted loans to the extent of its guarantee. OSFA receives reinsurance reimbursements from the U.S. Department of Education for claims paid because of default, school closures, false certification, death, disability, and bankruptcy at rates varying from 75% to 100% of claims paid, depending on default rates in OSFA's portfolio and the dates the loans were guaranteed. Under the Federal Guaranteed Student Loan Program, OSFA is obligated to repay the U.S. Department of Education 77% of subsequent collections on defaulted loans for which OSFA has received reinsurance reimbursements. OSFA is allowed to retain up to 23% for administrative expenses.

### **B. PATIENTS' COMPENSATION FUND**

The Patients' Compensation Fund acts primarily as an agent to facilitate payment of medical malpractice claims covering excess liability of private sector health care providers practicing in the State. The fund levies surcharges to private sector health care providers to pay settled claims and administrative expenses paid on behalf of health care providers during the prior year. Act 507 of

1988 amended RS 40:1299.44 to further define the fund by including language specifically stating that the fund and any income from it are not public monies. Therefore, obligations for payment of claims against the fund are not legal liabilities of the State. However, because of the provisions of GASB Codification Section 2100.108-112, the long-term obligations of the fund, \$605,346,000, are included in the accompanying financial statements. This balance of long-term obligations reported as of June 30, 2005, is based on projections contained in a draft actuarial report as of December 31, 2004.

### **C. LOUISIANA HOUSING FINANCE AGENCY**

The Louisiana Housing Finance Agency has single and multifamily mortgage revenue bonds outstanding of \$702,366,000, which are not included in the accompanying financial statements. The obligations of the programs are not obligations of the State, and the State is not liable for such obligations. The ability of the programs to meet the debt service requirements on bonds issued to finance mortgage loans is dependent on the ability of the mortgagors in such programs to generate sufficient funds to meet their respective mortgage repayments.

### **D. OFFICE OF RISK MANAGEMENT**

The Office of Risk Management purchases annuities to settle portions of certain claims. Third-party trustees then make payments to the claimants. Annuities totaling \$41,486,255 were purchased during the fiscal year ended June 30, 2005. At June 30, 2005, there were 108 active annuities valued at \$222,966,500. Of the 108 annuities, 95 annuities release the State from further liability on the

related claims. The remaining 13 annuities do not contain the wording necessary to release the State from any possible future liability, although the probability of these becoming a liability is remote.

## E. RECONCILIATION OF CLAIMS LIABILITY FOR STATE RISK PROGRAMS

In addition to risks related to the Office of Risk Management, the State is exposed to various risks of losses related to tort claims and the self-insured and self-funded State Employees' Group Benefits Program, which provides health and life insurance benefits to active and retired employees. Beginning in 1989, the State stopped carrying commercial insurance because of the prohibitive cost, and began covering all claim settlements and judgments with the resources of the General Fund. Claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Total claims and judgments expenditures were \$713,546,090. Changes in the reported liability since June 30, 2004, resulted from the following (expressed in thousands):

	Beginning of Fiscal Year	Claims and Changes in Liability	Claim Payments	Recoveries from Settled and Unsettled Claims	Balance at Fiscal Year End
2003-04	\$1,105,150	\$796,364	\$635,560	\$8,109	\$1,257,845
2004-05	\$1,257,845	\$752,813	\$704,121	\$7,069	\$1,299,468

## F. RELATED PARTY TRANSACTIONS

The State Board of Elementary and Secondary Education (SBESE) serves as the governing board for the Department of Education. The State Superintendent of Education is appointed by the SBESE. The State Superintendent is responsible for the daily administration of the department and submits educational policy and funding issues and awards to the SBESE for implementation authority.

The SBESE consists of eleven members representing eight geographic regions of the State (SBESE districts). Eight members are elected by citizens in the representative SBESE districts and three members at large are appointed by the governor. Elected and appointed members serve a term of four years concurrent with the term of the governor.

The Department of Education presents funding awards and/or allocations to the Finance Committee of the SBESE for recommendation to the full board. A majority of the board constitutes department authority to award funds to sub-recipients.

The elected SBESE member for the fourth SBESE district is currently the Superintendent of DeSoto Parish School Board and a sub-recipient of funds authorized by SBESE.

For the fiscal year ending June 30, 2005, DeSoto Parish School Board received amounts totaling \$29,014,997 in funding authorized by SBESE and released by the Department of Education.

Louisiana Educational Television Authority (LETA) leases space on their satellite to various universities and the monies are deposited into the Foundation for Excellence in Louisiana Public Broadcasting. At June 30, 2005, the net amount owed by the Foundation on rentals is \$6,744,861, which includes \$1,907,600 of interest earnings.

In addition, the Foundation entered into a contract with the Louisiana Lottery Corporation to provide production and nightly distribution services for the various lottery games. All equipment used in providing these services was purchased by the Foundation on behalf of LETA and were recorded on LETA's fixed asset listing in the prior years. Accordingly, the cumulative net revenue included for the services amounted to \$730,591 and is owed to LETA.

## G. CONTINGENT RECEIVABLES AND PAYABLES FOR UNCOMPENSATED CARE COSTS

Section 13621 of the Omnibus Budget Reconciliation Act (OBRA) of 1993 amended Section 1923 of the Social Security Act to limit disproportionate share hospital (DSH) payments. For State fiscal years beginning after January 1, 1995, payments to all hospitals were limited to 100% of uncompensated costs. Uncompensated costs were defined as cost of services to Medicaid patients, less the amount paid by the State under the non-DSH payment provisions; plus cost of services to uninsured patients, less any cash payments made by them.

Estimates and draws for allowable costs requested from Health and Human Services by LSUHSC-HCSD through the Louisiana Department of Health and Hospitals were, after audit adjustments, found to be in excess of actual allowable expenditures of \$290,154,502, including \$210,603,336 in Federal Financial Participation (FFP). The Centers for Medicare and Medicaid Services (CMS) has requested in a letter dated December 2, 2002, the State establish accounts receivable for these overpayments and refund the FFP within 60 days of receipt of the letter. The CMS letter further states "A disallowance will be issued if the State does not reflect the DHS overpayments as accounts receivable as requested."

The State has appealed the decision of the CMS based upon the advice of legal counsel. No receivable or payable has been reported in the accompanying financial statements for governmental activities due to its contingent nature as discussed in the Financial Accounting Standard Board Statement No. 5.

# State of Louisiana

## NOTE 12: SUBSEQUENT EVENTS

### A. HURRICANES KATRINA AND RITA

On August 29, 2005, and again on September 24, 2005, coastal Louisiana was struck by two Category 3 hurricanes, causing catastrophic damage to the State. While the estimated damages to Louisiana from Hurricanes Katrina and Rita are \$22 billion and \$2.4 billion, respectively, the full impact of these hurricanes on the State remains unknown at this time.

The resulting loss of state revenue, as well as increased expenditures for disaster recovery, prompted the Governor to order an executive branch spending freeze effective September 19, 2005, until June 30, 2006. Two special sessions of the State legislature were called to address the State's needs including an estimated deficit in the State general fund of \$959,062,000 for fiscal year 2005-2006. As a result of budget cutting measures, the deficit has been eliminated.

The Louisiana Recovery Authority has been created to develop and promote priorities and plans for recovery, including the coordination of resource allocations, and to recommend recovery-related policy. The Debt Service Assistance Fund has been established to receive proceeds of Gulf Tax Credit bonds issued by the State under the provisions of the Federal Gulf Opportunity Zone Act of 2005. The bond proceeds will be disbursed to qualified political subdivisions of the State to provide relief from the fiscal emergency resulting from the effects of the hurricanes.

On February 16, 2006, the Governor issued an Executive Order establishing a bond allocation system to coordinate the cooperative efforts of the Louisiana State Bond Commission and the Louisiana Department of Economic Development to allocate \$7.8 billion in Qualified Gulf Opportunity Zone Bonds, \$4.5 billion in Advance Refunding Bonds, and \$200 million in Gulf Tax Credit Bonds authorized under the provisions of the Federal Gulf Opportunity Zone Act of 2005.

### B. CONSTITUTIONAL AMENDMENTS PROPOSED

During the 1<sup>st</sup> Extraordinary Session of 2005 and the 1<sup>st</sup> Extraordinary Session of 2006, three Acts were passed as proposed amendments to the Louisiana Constitution of 1974, to be voted on at the statewide election to be held on September 30, 2006. A summary of the proposed amendments is as follows:

- To rename the Wetlands Conservation and Restoration Fund to the Coastal Protection and Restoration Fund; to provide that the eligible federal revenues received by the State generated from Outer Continental Shelf oil and gas activity shall be credited

to the Coastal Protection and Restoration Fund and used only for purposes of coastal wetlands conservation, coastal restoration, hurricane protection, and infrastructure directly impacted by coastal wetland losses.

- To authorize the continuation of the homestead exemption and the special assessment level for homesteads that have been destroyed or are uninhabitable due to a declared disaster or emergency.
- To authorize the legislature to establish regional flood protection authorities and provide for its governing authority, powers, duties, and functions; for the governing authority of levee districts within the territorial jurisdiction of the regional authority; and authorizing ad valorem taxes subject to voter approval.

### C. LOUISIANA STADIUM AND EXPOSITION DISTRICT

On July 1, 2005, the Louisiana Stadium and Exposition District issued a \$10.5 million Revenue Anticipation Note, Series 2005, to help fund contractually required inducement payments to the New Orleans Saints and New Orleans Hornets professional sports franchises. On March 6, 2006, the Governor issued an Executive Order authorizing the District to issue \$300 million in Series 2006 Revenue and Refunding Bonds for the purpose of refunding prior debt, paying operational expenses of the District, funding the costs of capital improvements and betterments to the Louisiana Superdome, and paying costs of issuance of the Series 2006 bonds.

The District has incurred losses in its business-type activities of \$17.8 million for fiscal year 2005 and \$23.6 million for fiscal year 2004, largely due to contractually obligated additional inducement expenses paid to the New Orleans Saints and the New Orleans Hornets. Because of Hurricane Katrina and the resulting catastrophic damage and subsequent loss of revenue, the District expects to incur additional losses. These losses will be intensified by required future inducement payments to the sports franchises, which total in excess of \$125.5 million over the next six years.

The agreement between the Saints and the District provides for certain options in the event of a disaster. Under "Force Majeure", obligations of both parties to the contract are suspended until such time that the repairs to the stadium may be completed. Based on the timely completion of repairs, the State has the option of not paying \$70.5 million of future inducements for the 2008 through the 2010 football seasons. If this option is exercised, the Saints would then have the right to terminate the stadium agreement with the State without payment of any exit fee.

REQUIRED SUPPLEMENTARY  
INFORMATION OTHER THAN  
MANAGEMENT'S DISCUSSION  
AND ANALYSIS

# State of Louisiana

## BUDGETARY COMPARISON SCHEDULE

### BUDGET TO ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	GENERAL FUND			
	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH
	ORIGINAL	FINAL	BUDGETARY BASIS	FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
INTERGOVERNMENTAL	\$ 6,276,784	\$ 6,574,372	\$ 6,343,933	\$ (230,439)
USE OF MONEY AND PROPERTY	100	100	583	483
SALES OF COMMODITIES	678,940	692,760	681,606	(11,154)
OTHER	157,781	159,203	150,505	(8,698)
INTERAGENCY TRANSFERS	<u>392,362</u>	<u>417,483</u>	<u>331,685</u>	<u>(85,798)</u>
 TOTAL REVENUES	 <u>7,505,967</u>	 <u>7,843,918</u>	 <u>7,508,312</u>	 <u>(335,606)</u>
EXPENDITURES:				
CURRENT:				
GENERAL GOVERNMENT	1,446,677	1,524,109	1,274,259	249,850
CULTURE, RECREATION, AND TOURISM	72,778	73,087	69,691	3,396
TRANSPORTATION AND DEVELOPMENT	418,067	440,837	409,954	30,883
PUBLIC SAFETY	327,911	334,544	302,011	32,533
HEALTH AND WELFARE	7,282,387	7,436,077	7,263,382	172,695
CORRECTIONS	714,513	716,287	699,194	17,093
CONSERVATION	367,830	393,033	287,187	105,846
EDUCATION	6,359,344	6,524,223	6,371,104	153,119
OTHER	--	19,599	10,024	9,575
INTERGOVERNMENTAL	388,939	381,004	375,411	5,593
DEBT SERVICE	<u>54,058</u>	<u>34,458</u>	<u>42,496</u>	<u>(8,038)</u>
 TOTAL EXPENDITURES	 <u>17,432,504</u>	 <u>17,877,258</u>	 <u>17,104,713</u>	 <u>772,545</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(9,926,537)</u>	<u>(10,033,340)</u>	<u>(9,596,401)</u>	<u>436,939</u>
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	9,531,196	9,983,543	10,521,408	537,865
TRANSFERS OUT	(94,200)	(110,300)	(772,147)	(661,847)
OTHER	<u>--</u>	<u>(64,629)</u>	<u>(64,626)</u>	<u>3</u>
 TOTAL OTHER FINANCING SOURCES AND (USES)	 <u>9,436,996</u>	 <u>9,808,614</u>	 <u>9,684,635</u>	 <u>(123,979)</u>
NET CHANGES IN FUND BALANCES	<u>\$ (489,541)</u>	<u>\$ (224,726)</u>	<u>\$ 88,234</u>	<u>\$ 312,960</u>

#### MEDICAID TRUST FUND FOR THE ELDERLY

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH
	ORIGINAL	FINAL	BUDGETARY BASIS	FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
USE OF MONEY AND PROPERTY	\$ --	\$ --	\$ 9,703	\$ 9,703
 TOTAL REVENUES	 <u>--</u>	 <u>--</u>	 <u>9,703</u>	 <u>9,703</u>
 TOTAL EXPENDITURES	 <u>--</u>	 <u>--</u>	 <u>--</u>	 <u>--</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>--</u>	<u>--</u>	<u>9,703</u>	<u>9,703</u>
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	31,745	58,943	49,973	(8,970)
TRANSFERS OUT	<u>(31,745)</u>	<u>(58,943)</u>	<u>(66,850)</u>	<u>(7,907)</u>
 TOTAL OTHER FINANCING USES	 <u>--</u>	 <u>--</u>	 <u>(16,877)</u>	 <u>(16,877)</u>
NET CHANGES IN FUND BALANCES	<u>\$ --</u>	<u>\$ --</u>	<u>\$ (7,174)</u>	<u>\$ (7,174)</u>

The notes to required supplementary information are an integral part of this schedule.



# State of Louisiana

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## NOTE TO REQUIRED SUPPLEMENTARY INFORMATION

### BUDGETARY REPORTING

FOR THE YEAR ENDED JUNE 30, 2005

The Budgetary Comparison Schedule - Budget to Actual (Non-GAAP Budgetary Basis) presents comparisons of the original and final legally adopted budget with actual data on a budgetary basis.

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with GAAP, a reconciliation of resulting basis, perspective, and entity differences in the revenues in excess of (less than) expenditures and other financing sources (uses) between budgetary and GAAP presentations for the year ended June 30, 2005, is presented below (expressed in thousands) for the General Fund.

Net Change in Fund Balances (GAAP)	\$	295,025
Reconciling Adjustments:		
Basis Differences:		
To Adjust for Revenue Accruals and Deferrals		1,084,035
To Adjust for Capital Leases		6,196
To Adjust for Expenditure Accruals		(1,288,043)
To Delete IAT Related Transfers In		972,532
To Delete IAT Expenditures		<u>(981,511)</u>
Net Change in Fund Balances (Budgetary Basis)	\$	<u><u>88,234</u></u>

Generally, revenues and expenditures are budgeted using the modified accrual basis of accounting. The budget is prepared for each budget unit at the appropriated program level which is the lowest level at which appropriations are adopted. This level of control also applies to the special revenue funds.

The General Fund Budget and Actual Schedule is reported by agency in the Supplementary Information to the Comprehensive Annual Financial Report available on request from the Louisiana Division of Administration, Office of Statewide Reporting and Accounting Policy.

**BUDGETARY COMPARISON  
SCHEDULE  
MAJOR DEBT SERVICE FUND**

# State of Louisiana

## BUDGETARY COMPARISON SCHEDULE

### BUDGET TO ACTUAL (NON-GAAP BUDGETARY BASIS)

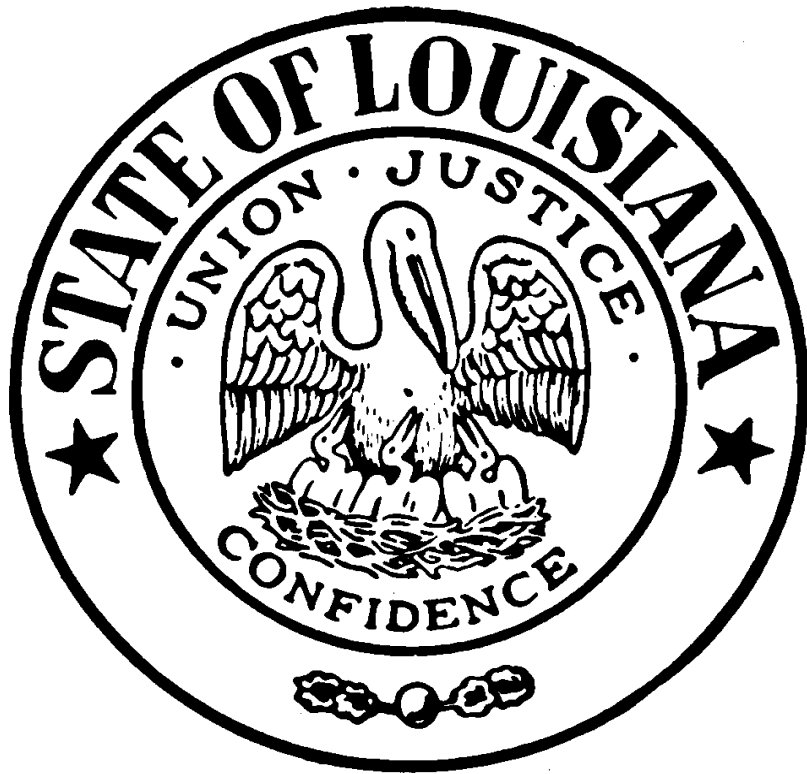
FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

#### BOND SECURITY AND REDEMPTION FUND

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
INTERGOVERNMENTAL	\$ 21,861	\$ 14,912	\$ 13,694	\$ (1,218)
TAXES	6,665,200	6,943,700	7,392,710	449,010
GAMING	751,891	757,600	740,379	(17,221)
TOBACCO SETTLEMENT	53,900	57,800	57,495	(305)
USE OF MONEY AND PROPERTY	457,256	603,356	599,879	(3,477)
LICENSES, PERMITS, AND FEES	234,445	256,619	360,195	103,576
SALES OF COMMODITIES	44,640	45,232	64,049	18,817
OTHER	547,502	707,526	514,561	(192,965)
INTERAGENCY TRANSFERS	855,551	847,045	758,901	(88,144)
TOTAL REVENUES	9,632,246	10,233,790	10,501,863	268,073
EXPENDITURES:				
CURRENT:				
DEBT SERVICE	272,880	272,880	262,142	10,738
TOTAL EXPENDITURES	272,880	272,880	262,142	10,738
EXCESS OF REVENUES OVER EXPENDITURES	9,359,366	9,960,910	10,239,721	278,811
OTHER FINANCING USES:				
TRANSFERS OUT	(9,359,366)	(9,960,910)	(10,239,721)	(278,811)
TOTAL OTHER FINANCING USES	(9,359,366)	(9,960,910)	(10,239,721)	(278,811)
NET CHANGES IN FUND BALANCES	\$ --	\$ --	\$ --	\$ --

The notes to required supplementary information are an integral part of this schedule.



COMBINING AND INDIVIDUAL  
FUND STATEMENTS AND  
SCHEDULE – NONMAJOR  
FUNDS



# State of Louisiana

## COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2005

(EXPRESSED IN THOUSANDS)	SPECIAL REVENUE FUNDS				
	2004 OVERCOLLECTIONS FUND	ACADEMIC IMPROVEMENT FUND	ADDICTIVE DISORDERS PROFESSIONAL LICENSING AND CERTIFICATION FUND	ADMINISTRATIVE FUND OF THE DEPARTMENT OF INSURANCE	AGRICULTURAL COMMODITIES COMMISSION SELF INSURANCE FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 2,500	\$ 25	\$ 89	\$ --	\$ 191
INVESTMENTS	--	--	--	--	--
RECEIVABLES (NET)	--	--	--	--	--
DUE FROM OTHER FUNDS	--	--	--	285	139
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 2,500</b>	<b>\$ 25</b>	<b>\$ 89</b>	<b>\$ 285</b>	<b>\$ 330</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ --	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	--	--	21	148	--
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	--	--
DUE TO LOCAL GOVERNMENTS	--	--	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>--</b>	<b>--</b>	<b>21</b>	<b>148</b>	<b>--</b>
<b>FUND BALANCES:</b>					
RESERVED FOR:					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	--	--	--	--	--
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
UNRESERVED:					
DESIGNATED FOR:					
OTHER	--	--	--	--	--
UNDESIGNATED	2,500	25	68	137	330
<b>TOTAL FUND BALANCES</b>	<b>2,500</b>	<b>25</b>	<b>68</b>	<b>137</b>	<b>330</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 2,500</b>	<b>\$ 25</b>	<b>\$ 89</b>	<b>\$ 285</b>	<b>\$ 330</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)	2004 OVERCOLLECTIONS FUND	ACADEMIC IMPROVEMENT FUND	ADDICTIVE DISORDERS PROFESSIONAL LICENSING AND CERTIFICATION FUND	ADMINISTRATIVE FUND OF THE DEPARTMENT OF INSURANCE	AGRICULTURAL COMMODITIES COMMISSION SELF INSURANCE FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	--	--	--	--
LICENSES, PERMITS, AND FEES	--	--	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	--	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
DEBT SERVICE:					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	--	--	--	--	--
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	--	--	--
TRANSFERS IN	5,700	6	68	289	58
TRANSFERS OUT	(3,200)	(257)	--	(665)	(212)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>2,500</b>	<b>(251)</b>	<b>68</b>	<b>(376)</b>	<b>(154)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>2,500</b>	<b>(251)</b>	<b>68</b>	<b>(376)</b>	<b>(154)</b>
FUND BALANCES AT BEGINNING OF YEAR AS RESTATED	--	276	--	513	484
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 2,500</b>	<b>\$ 25</b>	<b>\$ 68</b>	<b>\$ 137</b>	<b>\$ 330</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

AGRICULTURAL COMMODITY DEALERS & WAREHOUSE FUND	AGRICULTURAL PRODUCTS PROCESSING DEVELOPMENT FUND	APIARY FUND	AQUATIC PLANT CONTROL FUND	ARCHAEOLOGICAL CURATION FUND	ARTIFICIAL REEF DEVELOPMENT FUND	AVOYELLES PARISH LOCAL GOVERNMENT GAMING MITIGATION FUND	BATTERED WOMEN'S SHELTER FUND
\$ 10	\$ 23	\$ --	\$ 934	\$ 79	\$ 820	\$ --	\$ 154
--	--	--	--	--	29,506	--	--
48	--	--	30	--	--	294	16
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>\$ 58</u>	<u>\$ 23</u>	<u>\$ --</u>	<u>\$ 964</u>	<u>\$ 79</u>	<u>\$ 30,326</u>	<u>\$ 294</u>	<u>\$ 170</u>

\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
58	--	--	111	28	82	294	12
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>58</u>	<u>--</u>	<u>--</u>	<u>111</u>	<u>28</u>	<u>82</u>	<u>294</u>	<u>12</u>

--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	445	--	--
--	23	--	853	51	29,799	--	158
--	23	--	853	51	30,244	--	158
<u>\$ 58</u>	<u>\$ 23</u>	<u>\$ --</u>	<u>\$ 964</u>	<u>\$ 79</u>	<u>\$ 30,326</u>	<u>\$ 294</u>	<u>\$ 170</u>

AGRICULTURAL COMMODITY DEALERS & WAREHOUSE FUND	AGRICULTURAL PRODUCTS PROCESSING DEVELOPMENT FUND	APIARY FUND	AQUATIC PLANT CONTROL FUND	ARCHAEOLOGICAL CURATION FUND	ARTIFICIAL REEF DEVELOPMENT FUND	AVOYELLES PARISH LOCAL GOVERNMENT GAMING MITIGATION FUND	BATTERED WOMEN'S SHELTER FUND
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--	--
--	--	--	--	--	(17)	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	(17)	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
1,158	--	2	705	10	4,709	1,510	93
(1,158)	--	(2)	(578)	(28)	(657)	(1,510)	(90)
--	--	--	127	(18)	4,052	--	3
--	--	--	127	(18)	4,035	--	3
--	23	--	726	69	26,209	--	155
<u>\$ --</u>	<u>\$ 23</u>	<u>\$ --</u>	<u>\$ 853</u>	<u>\$ 51</u>	<u>\$ 30,244</u>	<u>\$ --</u>	<u>\$ 158</u>



# State of Louisiana

## COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

## SPECIAL REVENUE FUNDS

	BEAUTIFICATION & IMPROVEMENT OF THE NEW ORLEANS CITY PARK FUND	BLACK BEAR ACCOUNT	BLIND VENDORS TRUST FUND	BOLL WEEVIL ERADICATION FUND	BUDGET STABILIZATION FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 408	\$ 135	\$ 1,516	\$ 128	\$ 255,419
INVESTMENTS	--	--	--	--	--
RECEIVABLES (NET)	--	--	--	--	--
DUE FROM OTHER FUNDS	--	1	--	182	206,305
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 408</b>	<b>\$ 136</b>	<b>\$ 1,516</b>	<b>\$ 310</b>	<b>\$ 461,724</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ --	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	--	--	42	268	--
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	--	--
DUE TO LOCAL GOVERNMENTS	--	--	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>--</b>	<b>--</b>	<b>42</b>	<b>268</b>	<b>--</b>
<b>FUND BALANCES:</b>					
RESERVED FOR:					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	--	--	--	--	--
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
UNRESERVED:					
DESIGNATED FOR:					
OTHER	--	--	--	--	63
UNDESIGNATED	408	136	1,474	42	461,661
<b>TOTAL FUND BALANCES</b>	<b>408</b>	<b>136</b>	<b>1,474</b>	<b>42</b>	<b>461,724</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 408</b>	<b>\$ 136</b>	<b>\$ 1,516</b>	<b>\$ 310</b>	<b>\$ 461,724</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	BEAUTIFICATION & IMPROVEMENT OF THE NEW ORLEANS CITY PARK FUND	BLACK BEAR ACCOUNT	BLIND VENDORS TRUST FUND	BOLL WEEVIL ERADICATION FUND	BUDGET STABILIZATION FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	--	--	--	50
LICENSES, PERMITS, AND FEES	--	--	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>50</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	--	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
DEBT SERVICE:					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	--	--	--	--	50
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	--	--	--
TRANSFERS IN	207	33	374	11,397	229,955
TRANSFERS OUT	(200)	(2)	(354)	(11,428)	(513)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>7</b>	<b>31</b>	<b>20</b>	<b>(31)</b>	<b>229,442</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>7</b>	<b>31</b>	<b>20</b>	<b>(31)</b>	<b>229,492</b>
FUND BALANCES AT BEGINNING OF YEAR AS RESTATED	401	105	1,454	73	232,232
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 408</b>	<b>\$ 136</b>	<b>\$ 1,474</b>	<b>\$ 42</b>	<b>\$ 461,724</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

CASINO GAMING PROCEEDS FUND	CHILDREN'S TRUST FUND	CHOOSE LIFE FUND	COASTAL MITIGATION ACCOUNT	COASTAL RESOURCES TRUST FUND	COMMERCIAL FEED FUND	COMPULSIVE AND PROBLEM GAMING FUND	CONCEALED HANDGUN PERMIT FUND
\$ 3	\$ 956	\$ 66	\$ 276	\$ 548	\$ --	\$ 107	\$ 28
--	--	--	--	--	--	--	--
123	147	--	--	2	--	565	8
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>\$ 126</u>	<u>\$ 1,103</u>	<u>\$ 66</u>	<u>\$ 276</u>	<u>\$ 550</u>	<u>\$ --</u>	<u>\$ 672</u>	<u>\$ 36</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	523	--	--	167	--	500	35
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	523	--	--	167	--	500	35
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
126	580	66	276	383	--	172	1
126	580	66	276	383	--	172	1
<u>\$ 126</u>	<u>\$ 1,103</u>	<u>\$ 66</u>	<u>\$ 276</u>	<u>\$ 550</u>	<u>\$ --</u>	<u>\$ 672</u>	<u>\$ 36</u>

CASINO GAMING PROCEEDS FUND	CHILDREN'S TRUST FUND	CHOOSE LIFE FUND	COASTAL MITIGATION ACCOUNT	COASTAL RESOURCES TRUST FUND	COMMERCIAL FEED FUND	COMPULSIVE AND PROBLEM GAMING FUND	CONCEALED HANDGUN PERMIT FUND
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
126	848 (841)	32	269	1,156 (814)	420 (420)	2,037 (2,746)	365 (451)
126	7	32	269	342	--	(709)	(86)
126	7	32	269	342	--	(709)	(86)
--	573	34	7	41	--	881	87
<u>\$ 126</u>	<u>\$ 580</u>	<u>\$ 66</u>	<u>\$ 276</u>	<u>\$ 383</u>	<u>\$ --</u>	<u>\$ 172</u>	<u>\$ 1</u>

# State of Louisiana

## COMBINING BALANCE SHEET

### NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	CONSERVATION FUND	CRIME VICTIMS' REPARATION FUND	CRIMINAL IDENTIFICATION AND INFORMATION FUND	CROP PESTS & DISEASES FUND	DEPARTMENT OF JUSTICE LEGAL SUPPORT FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 1,509	\$ 1,668	\$ 11,325	\$ --	\$ 389
INVESTMENTS	--	--	--	--	--
RECEIVABLES (NET)	--	--	--	--	--
DUE FROM OTHER FUNDS	31,062	219	1,389	--	--
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 32,571</b>	<b>\$ 1,887</b>	<b>\$ 12,714</b>	<b>\$ --</b>	<b>\$ 389</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ --	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	2,000	--	--	--	24
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	--	--
DUE TO LOCAL GOVERNMENTS	--	--	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>2,000</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>24</b>
<b>FUND BALANCES:</b>					
<b>RESERVED FOR:</b>					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	77	--	--	--	300
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
<b>UNRESERVED:</b>					
<b>DESIGNATED FOR:</b>					
OTHER	--	--	--	--	--
<b>UNDESIGNATED</b>	<b>30,494</b>	<b>1,887</b>	<b>12,714</b>	<b>--</b>	<b>65</b>
<b>TOTAL FUND BALANCES</b>	<b>30,571</b>	<b>1,887</b>	<b>12,714</b>	<b>--</b>	<b>365</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 32,571</b>	<b>\$ 1,887</b>	<b>\$ 12,714</b>	<b>\$ --</b>	<b>\$ 389</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	CONSERVATION FUND	CRIME VICTIMS' REPARATION FUND	CRIMINAL IDENTIFICATION AND INFORMATION FUND	CROP PESTS & DISEASES FUND	DEPARTMENT OF JUSTICE LEGAL SUPPORT FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	--	--	--	--
LICENSES, PERMITS, AND FEES	--	--	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	--	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
<b>DEBT SERVICE:</b>					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	--	78	--
TRANSFERS IN	65,012	1,365	13,219	(78)	500
TRANSFERS OUT	(43,801)	(1,666)	(4,317)	--	(135)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>21,211</b>	<b>(301)</b>	<b>8,902</b>	<b>--</b>	<b>365</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>21,211</b>	<b>(301)</b>	<b>8,902</b>	<b>--</b>	<b>365</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>9,360</b>	<b>2,188</b>	<b>3,812</b>	<b>--</b>	<b>--</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 30,571</b>	<b>\$ 1,887</b>	<b>\$ 12,714</b>	<b>\$ --</b>	<b>\$ 365</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

DOTD RIGHT OF WAY PERMIT PROCESSING FUND	DIRECTOR OF WORKER'S COMPENSATION REVOLVING FUND	DISABILITY AFFAIRS TRUST FUND	DNA TESTING POST- CONVICTION RELIEF FOR INDIGENTS FUND	DRUG ABUSE EDUCATION AND TREATMENT FUND	ECONOMICS AND RATE ANALYSIS DIVISION AND HEARING EXAMINERS SUPPLEMENTAL FEE FUND	EMERGENCY MEDICAL TECHNICAL FUND	EMPLOYMENT SECURITY ADMINISTRATIVE ACCOUNT
\$ 380	\$ 246	\$ 11	\$ 48	\$ 689	\$ 122	\$ 24	\$ 4,099
--	--	--	--	--	--	--	97
8	2	12	--	15	248	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>\$ 388</u>	<u>\$ 248</u>	<u>\$ 23</u>	<u>\$ 48</u>	<u>\$ 704</u>	<u>\$ 370</u>	<u>\$ 24</u>	<u>\$ 4,196</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
388	248	23	48	704	370	24	4,196
388	248	23	48	704	370	24	4,196
<u>\$ 388</u>	<u>\$ 248</u>	<u>\$ 23</u>	<u>\$ 48</u>	<u>\$ 704</u>	<u>\$ 370</u>	<u>\$ 24</u>	<u>\$ 4,196</u>

DOTD RIGHT OF WAY PERMIT PROCESSING FUND	DIRECTOR OF WORKER'S COMPENSATION REVOLVING FUND	DISABILITY AFFAIRS TRUST FUND	DNA TESTING POST- CONVICTION RELIEF FOR INDIGENTS FUND	DRUG ABUSE EDUCATION AND TREATMENT FUND	ECONOMICS AND RATE ANALYSIS DIVISION AND HEARING EXAMINERS SUPPLEMENTAL FEE FUND	EMERGENCY MEDICAL TECHNICAL FUND	EMPLOYMENT SECURITY ADMINISTRATIVE ACCOUNT
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--	4,633
--	--	--	--	--	--	--	115
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
300	41	149	37	165	946	4	--
(427)	--	(195)	(25)	(256)	(719)	--	(5,000)
(127)	41	(46)	12	(91)	227	4	(5,000)
(127)	41	(46)	12	(91)	227	4	(252)
515	207	69	36	795	143	20	4,448
<u>\$ 388</u>	<u>\$ 248</u>	<u>\$ 23</u>	<u>\$ 48</u>	<u>\$ 704</u>	<u>\$ 370</u>	<u>\$ 24</u>	<u>\$ 4,196</u>

# State of Louisiana

## COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2005

### SPECIAL REVENUE FUNDS

(EXPRESSED IN THOUSANDS)	ENFORCEMENT EMERGENCY SITUATION RESPONSE ACCOUNT	ENVIRONMENTAL TRUST FUND	EQUINE HEALTH STUDIES PROGRAM FUND	EVANGELINE PARISH RECREATION DISTRICT SUPPORT FUND	EXPLOSIVES TRUST FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 162	\$ 16,577	\$ --	\$ 250	\$ 75
INVESTMENTS	--	--	--	--	--
RECEIVABLES (NET)	--	--	--	--	--
DUE FROM OTHER FUNDS	6	3,412	--	--	--
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 168</b>	<b>\$ 19,989</b>	<b>\$ --</b>	<b>\$ 250</b>	<b>\$ 75</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ --	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	--	--	--	--	--
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	--	--
DUE TO LOCAL GOVERNMENTS	--	--	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>FUND BALANCES:</b>					
<b>RESERVED FOR:</b>					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	--	--	--	--	--
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
<b>UNRESERVED:</b>					
<b>DESIGNATED FOR:</b>					
OTHER	--	--	--	--	--
UNDESIGNATED	168	19,989	--	250	75
<b>TOTAL FUND BALANCES</b>	<b>168</b>	<b>19,989</b>	<b>--</b>	<b>250</b>	<b>75</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 168</b>	<b>\$ 19,989</b>	<b>\$ --</b>	<b>\$ 250</b>	<b>\$ 75</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)	ENFORCEMENT EMERGENCY SITUATION RESPONSE ACCOUNT	ENVIRONMENTAL TRUST FUND	EQUINE HEALTH STUDIES PROGRAM FUND	EVANGELINE PARISH RECREATION DISTRICT SUPPORT FUND	EXPLOSIVES TRUST FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	6	--	--	--
LICENSES, PERMITS, AND FEES	--	--	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>6</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	--	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
<b>DEBT SERVICE:</b>					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	750	--	--
OTHER	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>750</b>	<b>--</b>	<b>--</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>--</b>	<b>6</b>	<b>(750)</b>	<b>--</b>	<b>--</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	--	--	--
TRANSFERS IN	91	57,274	750	250	64
TRANSFERS OUT	--	(62,056)	--	--	(116)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>91</b>	<b>(4,782)</b>	<b>750</b>	<b>250</b>	<b>(52)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>91</b>	<b>(4,776)</b>	<b>--</b>	<b>250</b>	<b>(52)</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>77</b>	<b>24,765</b>	<b>--</b>	<b>--</b>	<b>127</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 168</b>	<b>\$ 19,989</b>	<b>\$ --</b>	<b>\$ 250</b>	<b>\$ 75</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

FEDERAL ENERGY SETTLEMENT FUND	FEED COMMISSION FUND	FERTILIZER FUND	FIRE INSURANCE FUND	FIRE PROTECTION TRUST FUND	FIRE SPRINKLER TRUST FUND	FISHERMEN'S GEAR COMPENSATION FUND	FOREST PROTECTION FUND
\$ 33,581	\$ 660	\$ --	\$ 775	\$ 218	\$ 38	\$ 202	\$ 3
--	217	510	--	--	--	--	--
--	--	300	--	3	1	32	1
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>\$ 33,581</u>	<u>\$ 877</u>	<u>\$ 810</u>	<u>\$ 775</u>	<u>\$ 221</u>	<u>\$ 39</u>	<u>\$ 234</u>	<u>\$ 4</u>
\$ --	\$ --	\$ 3	\$ --	\$ --	\$ --	\$ --	\$ --
227	--	300	--	--	7	--	4
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>227</u>	<u>--</u>	<u>303</u>	<u>--</u>	<u>--</u>	<u>7</u>	<u>--</u>	<u>4</u>
--	877	507	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
91	--	--	--	--	--	--	--
<u>33,263</u>	<u>--</u>	<u>--</u>	<u>775</u>	<u>221</u>	<u>32</u>	<u>234</u>	<u>--</u>
<u>33,354</u>	<u>877</u>	<u>507</u>	<u>775</u>	<u>221</u>	<u>32</u>	<u>234</u>	<u>--</u>
<u>\$ 33,581</u>	<u>\$ 877</u>	<u>\$ 810</u>	<u>\$ 775</u>	<u>\$ 221</u>	<u>\$ 39</u>	<u>\$ 234</u>	<u>\$ 4</u>

FEDERAL ENERGY SETTLEMENT FUND	FEED COMMISSION FUND	FERTILIZER FUND	FIRE INSURANCE FUND	FIRE PROTECTION TRUST FUND	FIRE SPRINKLER TRUST FUND	FISHERMEN'S GEAR COMPENSATION FUND	FOREST PROTECTION FUND
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--	--
695	6	4	--	--	--	--	--
--	776	10	--	--	--	--	--
11	--	--	--	--	--	--	--
<u>706</u>	<u>782</u>	<u>14</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	420	--	2,011	--	--	--	--
--	420	--	2,011	--	--	--	--
<u>706</u>	<u>362</u>	<u>14</u>	<u>(2,011)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
--	--	--	--	--	--	--	--
(5,363)	254 (254)	807 (811)	14,607 (12,558)	203 (200)	59 (30)	115 (817)	802 (802)
<u>(5,363)</u>	<u>--</u>	<u>(4)</u>	<u>2,049</u>	<u>3</u>	<u>29</u>	<u>(702)</u>	<u>--</u>
(4,657)	362	10	38	3	29	(702)	--
<u>38,011</u>	<u>515</u>	<u>497</u>	<u>737</u>	<u>218</u>	<u>3</u>	<u>936</u>	<u>--</u>
<u>\$ 33,354</u>	<u>\$ 877</u>	<u>\$ 507</u>	<u>\$ 775</u>	<u>\$ 221</u>	<u>\$ 32</u>	<u>\$ 234</u>	<u>\$ --</u>

# State of Louisiana

## COMBINING BALANCE SHEET

### NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	FORESTRY PRODUCTIVITY FUND	FORMOSAN TERMITE INITIATIVE FUND	FRAUD DETECTION FUND	GENERAL AVIATION AND RELIEVER AIRPORT MAINTENANCE GRANT PROGRAM FUND	GREATER NEW ORLEANS EXPRESSWAY COMMISSION ADDITIONAL COST FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 12	\$ 32	\$ 1,166	\$ 75	\$ 13
INVESTMENTS	--	--	--	--	--
RECEIVABLES (NET)	--	--	--	--	--
DUE FROM OTHER FUNDS	1,051	--	52	--	1
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 1,063</b>	<b>\$ 32</b>	<b>\$ 1,218</b>	<b>\$ 75</b>	<b>\$ 14</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ --	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	--	--	269	--	14
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	--	--
DUE TO LOCAL GOVERNMENTS	--	--	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>--</b>	<b>--</b>	<b>269</b>	<b>--</b>	<b>14</b>
<b>FUND BALANCES:</b>					
<b>RESERVED FOR:</b>					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	--	--	--	--	--
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
<b>UNRESERVED:</b>					
<b>DESIGNATED FOR:</b>					
OTHER	--	--	--	--	--
UNDESIGNATED	1,063	32	949	75	--
<b>TOTAL FUND BALANCES</b>	<b>1,063</b>	<b>32</b>	<b>949</b>	<b>75</b>	<b>--</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 1,063</b>	<b>\$ 32</b>	<b>\$ 1,218</b>	<b>\$ 75</b>	<b>\$ 14</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	FORESTRY PRODUCTIVITY FUND	FORMOSAN TERMITE INITIATIVE FUND	FRAUD DETECTION FUND	GENERAL AVIATION AND RELIEVER AIRPORT MAINTENANCE GRANT PROGRAM FUND	GREATER NEW ORLEANS EXPRESSWAY COMMISSION ADDITIONAL COST FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	--	--	--	--
LICENSES, PERMITS, AND FEES	--	--	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	--	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
<b>DEBT SERVICE:</b>					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	--	--	--
TRANSFERS IN	3,129	17	471	1	16
TRANSFERS OUT	(2,705)	(1,012)	(833)	--	(16)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>424</b>	<b>(995)</b>	<b>(362)</b>	<b>1</b>	<b>--</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>424</b>	<b>(995)</b>	<b>(362)</b>	<b>1</b>	<b>--</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>639</b>	<b>1,027</b>	<b>1,311</b>	<b>74</b>	<b>--</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 1,063</b>	<b>\$ 32</b>	<b>\$ 949</b>	<b>\$ 75</b>	<b>\$ --</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

HAZARDOUS MATERIALS EMERGENCY RESPONSE FUND	HAZARDOUS WASTE SITE CLEANUP FUND	HEALTH TRUST FUND	HELP LOUISIANA VOTE FUND	HIGHER EDUCATION INITIATIVES FUND	HORTICULTURE COMMISSION FUND	INCENTIVE FUND	INSURANCE FRAUD INVESTIGATION FUND
\$ 332	\$ 6,000	\$ 276	\$ 48,136	\$ 22,894	\$ 4	\$ 72	\$ 64
--	--	--	--	--	--	--	--
--	1,702	1,526	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>\$ 332</u>	<u>\$ 7,702</u>	<u>\$ 1,802</u>	<u>\$ 48,136</u>	<u>\$ 22,894</u>	<u>\$ 4</u>	<u>\$ 72</u>	<u>\$ 64</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	1,852	490	--	1,581	--	--	11
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>--</u>	<u>1,852</u>	<u>490</u>	<u>--</u>	<u>1,581</u>	<u>--</u>	<u>--</u>	<u>11</u>
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>332</u>	<u>5,850</u>	<u>1,312</u>	<u>48,136</u>	<u>21,313</u>	<u>4</u>	<u>72</u>	<u>53</u>
<u>332</u>	<u>5,850</u>	<u>1,312</u>	<u>48,136</u>	<u>21,313</u>	<u>4</u>	<u>72</u>	<u>53</u>
<u>\$ 332</u>	<u>\$ 7,702</u>	<u>\$ 1,802</u>	<u>\$ 48,136</u>	<u>\$ 22,894</u>	<u>\$ 4</u>	<u>\$ 72</u>	<u>\$ 64</u>

HAZARDOUS MATERIALS EMERGENCY RESPONSE FUND	HAZARDOUS WASTE SITE CLEANUP FUND	HEALTH TRUST FUND	HELP LOUISIANA VOTE FUND	HIGHER EDUCATION INITIATIVES FUND	HORTICULTURE COMMISSION FUND	INCENTIVE FUND	INSURANCE FRAUD INVESTIGATION FUND
\$ --	\$ --	\$ --	\$ 22,518	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--	--
--	--	--	785	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>23,303</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
--	--	--	--	--	--	--	--
--	--	--	--	6,714	--	--	--
--	--	--	--	6,714	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>23,303</u>	<u>(6,714)</u>	<u>--</u>	<u>--</u>	<u>--</u>
--	--	--	--	--	--	--	--
295	8,694	13,648	--	19,424	795	4,002	3,006
(115)	(8,556)	(17,501)	--	--	(794)	(4,000)	(2,953)
<u>180</u>	<u>138</u>	<u>(3,853)</u>	<u>--</u>	<u>19,424</u>	<u>1</u>	<u>2</u>	<u>53</u>
180	138	(3,853)	23,303	12,710	1	2	53
152	5,712	5,165	24,833	8,603	3	70	--
<u>\$ 332</u>	<u>\$ 5,850</u>	<u>\$ 1,312</u>	<u>\$ 48,136</u>	<u>\$ 21,313</u>	<u>\$ 4</u>	<u>\$ 72</u>	<u>\$ 53</u>



# State of Louisiana

## COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2005

### SPECIAL REVENUE FUNDS

(EXPRESSED IN THOUSANDS)

	JUDGES' SUPPLEMENTAL COMPENSATION FUND	LABOR PENALTY AND INTEREST ACCOUNT	LABOR WORKFORCE DEVELOPMENT TRAINING ACCOUNT	LEAD HAZARD REDUCTION FUND	LIQUIFIED PETROLEUM GAS COMMISSION RAINY DAY FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 289	\$ 5,580	\$ 139,016	\$ 134	\$ 411
INVESTMENTS	--	--	--	--	--
RECEIVABLES (NET)	--	767	--	--	--
DUE FROM OTHER FUNDS	35	--	--	--	20
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 324</b>	<b>\$ 6,347</b>	<b>\$ 139,016</b>	<b>\$ 134</b>	<b>\$ 431</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ 88	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	--	4,931	5,557	32	181
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	--	--
DUE TO LOCAL GOVERNMENTS	--	--	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>--</b>	<b>4,931</b>	<b>5,645</b>	<b>32</b>	<b>181</b>
<b>FUND BALANCES:</b>					
<b>RESERVED FOR:</b>					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	--	--	--	--	--
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
<b>UNRESERVED:</b>					
<b>DESIGNATED FOR:</b>					
OTHER	--	--	--	--	--
<b>UNDESIGNATED</b>	<b>324</b>	<b>1,416</b>	<b>133,371</b>	<b>102</b>	<b>250</b>
<b>TOTAL FUND BALANCES</b>	<b>324</b>	<b>1,416</b>	<b>133,371</b>	<b>102</b>	<b>250</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 324</b>	<b>\$ 6,347</b>	<b>\$ 139,016</b>	<b>\$ 134</b>	<b>\$ 431</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	JUDGES' SUPPLEMENTAL COMPENSATION FUND	LABOR PENALTY AND INTEREST ACCOUNT	LABOR WORKFORCE DEVELOPMENT TRAINING ACCOUNT	LEAD HAZARD REDUCTION FUND	LIQUIFIED PETROLEUM GAS COMMISSION RAINY DAY FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	4,853	11,408	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	135	3,188	--	--
LICENSES, PERMITS, AND FEES	--	217	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>5,205</b>	<b>14,596</b>	<b>--</b>	<b>--</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	--	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
<b>DEBT SERVICE:</b>					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>--</b>	<b>5,205</b>	<b>14,596</b>	<b>--</b>	<b>--</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	--	--	--
TRANSFERS IN	4,274	--	--	92	620
TRANSFERS OUT	(4,000)	(10,013)	(38,019)	(84)	(620)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>274</b>	<b>(10,013)</b>	<b>(38,019)</b>	<b>8</b>	<b>--</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>274</b>	<b>(4,808)</b>	<b>(23,423)</b>	<b>8</b>	<b>--</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>50</b>	<b>6,224</b>	<b>156,794</b>	<b>94</b>	<b>250</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 324</b>	<b>\$ 1,416</b>	<b>\$ 133,371</b>	<b>\$ 102</b>	<b>\$ 250</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

LIVESTOCK BRAND COMMISSION FUND	LOTTERY PROCEEDS FUND	LOUISIANA AGRICULTURAL FINANCE AUTHORITY FUND	LOUISIANA ALARM REGULATORY TRUST FUND	LOUISIANA ALLIGATOR RESOURCE FUND	LOUISIANA ANIMAL WELFARE FUND	LOUISIANA AUTO THEFT AND INSURANCE FRAUD PREVENTION FUND	LOUISIANA CHARTER SCHOOL START-UP LOAN FUND
\$ --	\$ 45,072	\$ --	\$ 44	\$ 1,621	\$ 6	\$ 25	\$ 829
--	--	--	--	--	--	--	--
--	10,679	--	13	68	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>\$ --</u>	<u>\$ 55,751</u>	<u>\$ --</u>	<u>\$ 57</u>	<u>\$ 1,689</u>	<u>\$ 6</u>	<u>\$ 25</u>	<u>\$ 829</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	7	74	--	--	52
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	7	74	--	--	52
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	113	--	--	--	--	--	--
--	55,638	--	50	1,615	6	25	777
--	55,751	--	50	1,615	6	25	777
<u>\$ --</u>	<u>\$ 55,751</u>	<u>\$ --</u>	<u>\$ 57</u>	<u>\$ 1,689</u>	<u>\$ 6</u>	<u>\$ 25</u>	<u>\$ 829</u>

LIVESTOCK BRAND COMMISSION FUND	LOTTERY PROCEEDS FUND	LOUISIANA AGRICULTURAL FINANCE AUTHORITY FUND	LOUISIANA ALARM REGULATORY TRUST FUND	LOUISIANA ALLIGATOR RESOURCE FUND	LOUISIANA ANIMAL WELFARE FUND	LOUISIANA AUTO THEFT AND INSURANCE FRAUD PREVENTION FUND	LOUISIANA CHARTER SCHOOL START-UP LOAN FUND
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	11	--	--	--	--	--	--
--	--	--	--	--	6	--	--
--	11	--	--	--	6	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	11	--	--	--	6	--	--
10	111,391	12,004	251	1,107	--	25	110
(10)	(122,504)	(12,435)	(231)	(1,165)	--	--	(1,831)
--	(11,113)	(431)	20	(58)	--	25	(1,721)
--	(11,102)	(431)	20	(58)	6	25	(1,721)
--	66,853	431	30	1,673	--	--	2,498
<u>\$ --</u>	<u>\$ 55,751</u>	<u>\$ --</u>	<u>\$ 50</u>	<u>\$ 1,615</u>	<u>\$ 6</u>	<u>\$ 25</u>	<u>\$ 777</u>

# State of Louisiana

## COMBINING BALANCE SHEET

### NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	LOUISIANA DUCK LICENSE, STAMP, AND PRINT FUND	LOUISIANA ECONOMIC DEVELOPMENT FUND	LOUISIANA ENVIRONMENTAL EDUCATION FUND	LOUISIANA FIRE MARSHAL FUND	LOUISIANA FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 1,881	\$ 86	\$ 887	\$ 82	\$ 1,472
INVESTMENTS	--	--	--	--	--
RECEIVABLES (NET)	--	--	--	--	--
DUE FROM OTHER FUNDS	1	2,620	20	64	--
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 1,882</b>	<b>\$ 2,706</b>	<b>\$ 907</b>	<b>\$ 146</b>	<b>\$ 1,472</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ --	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	21	3,329	150	130	22
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	--	571
DUE TO LOCAL GOVERNMENTS	--	--	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>21</b>	<b>3,329</b>	<b>150</b>	<b>130</b>	<b>593</b>
<b>FUND BALANCES:</b>					
<b>RESERVED FOR:</b>					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	--	9,195	--	16	--
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
<b>UNRESERVED:</b>					
<b>DESIGNATED FOR:</b>					
OTHER	--	--	--	--	--
UNDESIGNATED	1,861	(9,818)	757	--	879
<b>TOTAL FUND BALANCES</b>	<b>1,861</b>	<b>(623)</b>	<b>757</b>	<b>16</b>	<b>879</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 1,882</b>	<b>\$ 2,706</b>	<b>\$ 907</b>	<b>\$ 146</b>	<b>\$ 1,472</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	LOUISIANA DUCK LICENSE, STAMP, AND PRINT FUND	LOUISIANA ECONOMIC DEVELOPMENT FUND	LOUISIANA ENVIRONMENTAL EDUCATION FUND	LOUISIANA FIRE MARSHAL FUND	LOUISIANA FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	5	--	--	--
LICENSES, PERMITS, AND FEES	--	--	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>5</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	--	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
<b>DEBT SERVICE:</b>					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	--	--	--
OTHER	--	--	--	--	1,274
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>1,274</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>--</b>	<b>5</b>	<b>--</b>	<b>--</b>	<b>(1,274)</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	--	--	--
TRANSFERS IN	637	37,383	778	9,647	14,406
TRANSFERS OUT	(229)	(43,988)	(920)	(10,721)	(13,153)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>408</b>	<b>(6,605)</b>	<b>(142)</b>	<b>(1,074)</b>	<b>1,253</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>408</b>	<b>(6,600)</b>	<b>(142)</b>	<b>(1,074)</b>	<b>(21)</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>1,453</b>	<b>5,977</b>	<b>899</b>	<b>1,090</b>	<b>900</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 1,861</b>	<b>\$ (623)</b>	<b>\$ 757</b>	<b>\$ 16</b>	<b>\$ 879</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

LOUISIANA FUR AND ALLIGATOR PUBLIC EDUCATION AND MARKETING FUND	LOUISIANA HELP OUR WILDLIFE FUND	LOUISIANA MANUFACTURED HOUSING COMMISSION FUND	LOUISIANA MEDICAL ASSISTANCE TRUST FUND	LOUISIANA QUALITY EDUCATION SUPPORT FUND	LOUISIANA STATE PARKS IMPROVEMENT AND REPAIR FUND	LOUISIANA STATE POLICE SALARY FUND	LOUISIANA TECHNOLOGY INNOVATIONS FUND
\$ 420	\$ 159	\$ 1	\$ 305,475	\$ 480	\$ 6,492	\$ --	\$ 1,068
--	--	--	--	83,578	--	--	--
--	--	6	22,631	20	--	15,600	--
--	--	--	--	47,864	561	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>\$ 420</u>	<u>\$ 159</u>	<u>\$ 7</u>	<u>\$ 328,106</u>	<u>\$ 131,942</u>	<u>\$ 7,053</u>	<u>\$ 15,600</u>	<u>\$ 1,068</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
3	--	4	--	7,988	--	15,600	210
--	--	--	--	16,584	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>3</u>	<u>--</u>	<u>4</u>	<u>--</u>	<u>24,572</u>	<u>--</u>	<u>15,600</u>	<u>210</u>
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	584
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	117	53,331	--	--	--
<u>417</u>	<u>159</u>	<u>3</u>	<u>327,989</u>	<u>54,039</u>	<u>7,053</u>	<u>--</u>	<u>274</u>
<u>417</u>	<u>159</u>	<u>3</u>	<u>328,106</u>	<u>107,370</u>	<u>7,053</u>	<u>--</u>	<u>858</u>
<u>\$ 420</u>	<u>\$ 159</u>	<u>\$ 7</u>	<u>\$ 328,106</u>	<u>\$ 131,942</u>	<u>\$ 7,053</u>	<u>\$ 15,600</u>	<u>\$ 1,068</u>

LOUISIANA FUR AND ALLIGATOR PUBLIC EDUCATION AND MARKETING FUND	LOUISIANA HELP OUR WILDLIFE FUND	LOUISIANA MANUFACTURED HOUSING COMMISSION FUND	LOUISIANA MEDICAL ASSISTANCE TRUST FUND	LOUISIANA QUALITY EDUCATION SUPPORT FUND	LOUISIANA STATE PARKS IMPROVEMENT AND REPAIR FUND	LOUISIANA STATE POLICE SALARY FUND	LOUISIANA TECHNOLOGY INNOVATIONS FUND
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--	--
--	--	--	39	27,512	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	923	--	--	--
--	--	--	39	28,435	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	31,274	--	--	--
--	--	--	--	31,274	--	--	--
--	--	--	39	(2,839)	--	--	--
--	--	--	--	--	--	--	--
80	15	334	384,190	66,630	5,624	15,600	38
(75)	--	(366)	(316,562)	(30,923)	(4,400)	(18,473)	(1,300)
<u>5</u>	<u>15</u>	<u>(32)</u>	<u>67,628</u>	<u>35,707</u>	<u>1,224</u>	<u>(2,873)</u>	<u>(1,262)</u>
5	15	(32)	67,667	32,868	1,224	(2,873)	(1,262)
<u>412</u>	<u>144</u>	<u>35</u>	<u>260,439</u>	<u>74,502</u>	<u>5,829</u>	<u>2,873</u>	<u>2,120</u>
<u>\$ 417</u>	<u>\$ 159</u>	<u>\$ 3</u>	<u>\$ 328,106</u>	<u>\$ 107,370</u>	<u>\$ 7,053</u>	<u>\$ --</u>	<u>\$ 858</u>

# State of Louisiana

## COMBINING BALANCE SHEET

### NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	LOUISIANA TOURISM PROMOTION DISTRICT	LOUISIANA TOWING AND STORAGE FUND	LOUISIANA UNDERWATER OBSTRUCTION REMOVAL FUND	LOUISIANA WILD TURKEY STAMP FUND	LOUISIANA WORKER'S COMPENSATION SECOND INJURY FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 3,056	\$ 21	\$ 186	\$ 332	\$ 37,875
INVESTMENTS	--	--	--	--	--
RECEIVABLES (NET)	3,812	--	--	--	--
DUE FROM OTHER FUNDS	1,397	137	--	--	72
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 8,265</b>	<b>\$ 158</b>	<b>\$ 186</b>	<b>\$ 332</b>	<b>\$ 37,947</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ --	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	3,812	158	21	--	--
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	--	--
DUE TO LOCAL GOVERNMENTS	--	--	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>3,812</b>	<b>158</b>	<b>21</b>	<b>--</b>	<b>--</b>
<b>FUND BALANCES:</b>					
<b>RESERVED FOR:</b>					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	--	--	134	--	--
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
<b>UNRESERVED:</b>					
<b>DESIGNATED FOR:</b>					
OTHER	--	--	--	--	--
<b>UNDESIGNATED</b>	<b>4,453</b>	<b>--</b>	<b>31</b>	<b>332</b>	<b>37,947</b>
<b>TOTAL FUND BALANCES</b>	<b>4,453</b>	<b>--</b>	<b>165</b>	<b>332</b>	<b>37,947</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 8,265</b>	<b>\$ 158</b>	<b>\$ 186</b>	<b>\$ 332</b>	<b>\$ 37,947</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	LOUISIANA TOURISM PROMOTION DISTRICT	LOUISIANA TOWING AND STORAGE FUND	LOUISIANA UNDERWATER OBSTRUCTION REMOVAL FUND	LOUISIANA WILD TURKEY STAMP FUND	LOUISIANA WORKER'S COMPENSATION SECOND INJURY FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	22,485	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	32	--	--	--	--
LICENSES, PERMITS, AND FEES	--	--	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	111	--	--	--	--
<b>TOTAL REVENUES</b>	<b>22,628</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	--	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
<b>DEBT SERVICE:</b>					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>22,628</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	--	--	--
TRANSFERS IN	1,397	445	256	64	53,797
TRANSFERS OUT	(24,058)	(445)	(245)	(15)	(35,862)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(22,661)</b>	<b>--</b>	<b>11</b>	<b>49</b>	<b>17,935</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(33)</b>	<b>--</b>	<b>11</b>	<b>49</b>	<b>17,935</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>4,486</b>	<b>--</b>	<b>154</b>	<b>283</b>	<b>20,012</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 4,453</b>	<b>\$ --</b>	<b>\$ 165</b>	<b>\$ 332</b>	<b>\$ 37,947</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

MARKETING FUND	MARSH ISLAND OPERATING FUND	MEDICAL ASSISTANCE PROGRAMS FRAUD DETECTION FUND	MINERAL RESOURCES OPERATION FUND	MINERAL REVENUE AUDIT AND SETTLEMENT FUND	MOTOR CARRIER REGULATION FUND	MOTOR FUELS UNDERGROUND STORAGE TANK TRUST FUND	MOTORCYCLE SAFETY AWARENESS AND OPERATOR TRAINING PROGRAM FUND
\$ 4,749	\$ 24	\$ 2,774	\$ 10,970	\$ --	\$ 252	\$ 20,277	\$ --
--	34	--	--	--	--	--	--
42	--	1	84	--	86	1,617	15
--	--	--	--	--	--	--	--
<u>4,791</u>	<u>58</u>	<u>2,775</u>	<u>11,054</u>	<u>--</u>	<u>338</u>	<u>21,894</u>	<u>15</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
232	58	--	--	--	69	3,156	15
--	--	--	--	--	--	--	--
<u>232</u>	<u>58</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>69</u>	<u>3,156</u>	<u>15</u>
--	--	--	--	--	--	--	--
--	--	--	472	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	40	--
<u>4,559</u>	<u>--</u>	<u>2,775</u>	<u>10,582</u>	<u>--</u>	<u>269</u>	<u>18,698</u>	<u>--</u>
<u>4,559</u>	<u>--</u>	<u>2,775</u>	<u>11,054</u>	<u>--</u>	<u>269</u>	<u>18,738</u>	<u>--</u>
<u>\$ 4,791</u>	<u>\$ 58</u>	<u>\$ 2,775</u>	<u>\$ 11,054</u>	<u>\$ --</u>	<u>\$ 338</u>	<u>\$ 21,894</u>	<u>\$ 15</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	67	--	--	--	--	4	--
--	--	--	--	--	--	--	--
<u>--</u>	<u>67</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>4</u>	<u>--</u>
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>--</u>	<u>67</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>4</u>	<u>--</u>
5,658	577	2,700	12,781	65,635	6,181	21,766	136
(1,982)	(644)	(3,321)	(11,418)	(66,719)	(6,495)	(20,236)	(136)
<u>3,676</u>	<u>(67)</u>	<u>(621)</u>	<u>1,363</u>	<u>(1,084)</u>	<u>(314)</u>	<u>1,530</u>	<u>--</u>
3,676	--	(621)	1,363	(1,084)	(314)	1,534	--
883	--	3,396	9,691	1,084	583	17,204	--
<u>\$ 4,559</u>	<u>\$ --</u>	<u>\$ 2,775</u>	<u>\$ 11,054</u>	<u>\$ --</u>	<u>\$ 269</u>	<u>\$ 18,738</u>	<u>\$ --</u>

# State of Louisiana

## COMBINING BALANCE SHEET

### NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	MUNICIPAL FIRE AND POLICE CIVIL SERVICE OPERATING FUND	NATURAL HERITAGE ACCOUNT	NATURAL RESOURCES RESTORATION TRUST FUND	NURSING HOME RESIDENTS' TRUST FUND	OFFICE OF MOTOR VEHICLES CUSTOMER SERVICE AND TECHNOLOGY FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ --	\$ 343	\$ 4	\$ 1,651	\$ 7,998
INVESTMENTS	--	--	--	--	--
RECEIVABLES (NET)	--	--	--	--	--
DUE FROM OTHER FUNDS	48	--	--	--	175
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 48</b>	<b>\$ 343</b>	<b>\$ 4</b>	<b>\$ 1,651</b>	<b>\$ 8,173</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ --	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	48	--	--	34	531
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	--	--
DUE TO LOCAL GOVERNMENTS	--	--	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>48</b>	<b>--</b>	<b>--</b>	<b>34</b>	<b>531</b>
<b>FUND BALANCES:</b>					
<b>RESERVED FOR:</b>					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	10	--	--	--	2,688
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
<b>UNRESERVED:</b>					
<b>DESIGNATED FOR:</b>					
OTHER	--	--	--	--	--
UNDESIGNATED	(10)	343	4	1,617	4,954
<b>TOTAL FUND BALANCES</b>	<b>--</b>	<b>343</b>	<b>4</b>	<b>1,617</b>	<b>7,642</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 48</b>	<b>\$ 343</b>	<b>\$ 4</b>	<b>\$ 1,651</b>	<b>\$ 8,173</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	MUNICIPAL FIRE AND POLICE CIVIL SERVICE OPERATING FUND	NATURAL HERITAGE ACCOUNT	NATURAL RESOURCES RESTORATION TRUST FUND	NURSING HOME RESIDENTS' TRUST FUND	OFFICE OF MOTOR VEHICLES CUSTOMER SERVICE AND TECHNOLOGY FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	--	--	--	--
LICENSES, PERMITS, AND FEES	--	--	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	--	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
<b>DEBT SERVICE:</b>					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	--	--	--
TRANSFERS IN	1,504	17	4	365	6,228
TRANSFERS OUT	(1,504)	(4)	--	(33)	(7,527)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>--</b>	<b>13</b>	<b>4</b>	<b>332</b>	<b>(1,299)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>--</b>	<b>13</b>	<b>4</b>	<b>332</b>	<b>(1,299)</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>--</b>	<b>330</b>	<b>--</b>	<b>1,285</b>	<b>8,941</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ --</b>	<b>\$ 343</b>	<b>\$ 4</b>	<b>\$ 1,617</b>	<b>\$ 7,642</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

OFFICE OF WORKER'S COMPENSATION ADMINISTRATIVE FUND	OIL AND GAS REGULATORY FUND	OIL SPILL CONTINGENCY FUND	OILFIELD SITE RESTORATION FUND	OYSTER DEVELOPMENT ACCOUNT	OYSTER SANITATION FUND	PARI-MUTUEL LIVE RACING FACILITY GAMING CONTROL FUND	PARISH AND MUNICIPALITIES EXCELLENCE FUND
\$ 6,199	\$ 986	\$ 7,028	\$ 5,125	\$ 48	\$ 27	\$ 503	\$ 1,807
--	--	--	--	--	--	--	--
77	96	--	156	3	--	2,735	137
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>\$ 6,276</u>	<u>\$ 1,082</u>	<u>\$ 7,028</u>	<u>\$ 5,281</u>	<u>\$ 51</u>	<u>\$ 27</u>	<u>\$ 3,238</u>	<u>\$ 1,944</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
264	--	130	181	8	27	3,238	595
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
264	--	130	181	8	27	3,238	595
--	--	--	--	--	--	--	--
--	197	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
6,012	885	6,898	5,100	43	--	--	1,349
6,012	1,082	6,898	5,100	43	--	--	1,349
<u>\$ 6,276</u>	<u>\$ 1,082</u>	<u>\$ 7,028</u>	<u>\$ 5,281</u>	<u>\$ 51</u>	<u>\$ 27</u>	<u>\$ 3,238</u>	<u>\$ 1,944</u>

OFFICE OF WORKER'S COMPENSATION ADMINISTRATIVE FUND	OIL AND GAS REGULATORY FUND	OIL SPILL CONTINGENCY FUND	OILFIELD SITE RESTORATION FUND	OYSTER DEVELOPMENT ACCOUNT	OYSTER SANITATION FUND	PARI-MUTUEL LIVE RACING FACILITY GAMING CONTROL FUND	PARISH AND MUNICIPALITIES EXCELLENCE FUND
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--	--
--	--	2	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	2	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	50	400
--	--	--	--	--	--	50	400
--	--	2	--	--	--	(50)	(400)
--	--	--	--	--	--	--	--
14,840	8,951	164	5,247	157	236	47,780	2,417
(10,837)	(8,975)	(1,914)	(3,830)	(151)	(236)	(47,739)	(1,795)
4,003	(24)	(1,750)	1,417	6	--	41	622
4,003	(24)	(1,748)	1,417	6	--	(9)	222
2,009	1,106	8,646	3,683	37	--	9	1,127
<u>\$ 6,012</u>	<u>\$ 1,082</u>	<u>\$ 6,898</u>	<u>\$ 5,100</u>	<u>\$ 43</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 1,349</u>



# State of Louisiana

## COMBINING BALANCE SHEET

### NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	PARISH AND MUNICIPALITIES FUND	PARISH ROYALTY FUND	PATIENT'S COMPENSATION FUND	PESTICIDE FUND	PETROLEUM PRODUCTS FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 6,202	\$ 15,172	\$ 194,520	\$ 872	\$ --
INVESTMENTS	--	--	98,364	--	--
RECEIVABLES (NET)	--	7,962	--	36	--
DUE FROM OTHER FUNDS	5,783	--	8,192	1	810
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 11,985</b>	<b>\$ 23,134</b>	<b>\$ 301,076</b>	<b>\$ 909</b>	<b>\$ 810</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ --	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	8,169	--	1,022	4	810
AMOUNTS DUE TO COMPONENT UNITS	1,209	--	--	147	--
DUE TO LOCAL GOVERNMENTS	--	23,134	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>9,378</b>	<b>23,134</b>	<b>1,022</b>	<b>151</b>	<b>810</b>
<b>FUND BALANCES:</b>					
<b>RESERVED FOR:</b>					
DEBT SERVICE	--	--	--	758	--
ENCUMBRANCES	354	--	--	--	--
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
<b>UNRESERVED:</b>					
<b>DESIGNATED FOR:</b>					
OTHER	--	--	--	--	--
UNDESIGNATED	2,253	--	300,054	--	--
<b>TOTAL FUND BALANCES</b>	<b>2,607</b>	<b>--</b>	<b>300,054</b>	<b>758</b>	<b>--</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 11,985</b>	<b>\$ 23,134</b>	<b>\$ 301,076</b>	<b>\$ 909</b>	<b>\$ 810</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	PARISH AND MUNICIPALITIES FUND	PARISH ROYALTY FUND	PATIENT'S COMPENSATION FUND	PESTICIDE FUND	PETROLEUM PRODUCTS FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	46,920	2,142	46	--
LICENSES, PERMITS, AND FEES	--	--	--	1,486	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>46,920</b>	<b>2,142</b>	<b>1,532</b>	<b>--</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	46,920	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
<b>DEBT SERVICE:</b>					
PRINCIPAL RETIREMENT	--	--	--	841	--
INTEREST AND FISCAL CHARGES	--	--	--	69	--
OTHER	5,948	--	--	147	--
<b>TOTAL EXPENDITURES</b>	<b>5,948</b>	<b>46,920</b>	<b>--</b>	<b>1,057</b>	<b>--</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(5,948)</b>	<b>--</b>	<b>2,142</b>	<b>475</b>	<b>--</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	--	--	--
TRANSFERS IN	34,705	--	148,263	3,680	4,839
TRANSFERS OUT	(27,889)	--	(79,299)	(3,680)	(6,117)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>6,816</b>	<b>--</b>	<b>68,964</b>	<b>--</b>	<b>(1,278)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>868</b>	<b>--</b>	<b>71,106</b>	<b>475</b>	<b>(1,278)</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>1,739</b>	<b>--</b>	<b>228,948</b>	<b>283</b>	<b>1,278</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 2,607</b>	<b>\$ --</b>	<b>\$ 300,054</b>	<b>\$ 758</b>	<b>\$ --</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

PROPRIETARY SCHOOL STUDENTS PROTECTION FUND	PUBLIC OYSTER SEED GROUND DEVELOPMENT ACCOUNT	PUBLIC SAFETY COMPLEX FUND	PUBLIC SAFETY DWI TESTING, MAINTENANCE, AND TRAINING FUND	QUAIL ACCOUNT	REHABILITATION FOR THE BLIND AND VISUALLY IMPAIRED FUND	REPTILE AND AMPHIBIAN RESEARCH FUND	RETIREMENT SYSTEMS INSURANCE PROCEEDS FUND
\$ 1,369	\$ 38	\$ --	\$ 428	\$ 23	\$ 1,000	\$ 18	\$ --
--	--	--	--	--	--	--	--
--	--	--	93	--	--	--	--
--	--	--	--	--	--	--	--
<u>\$ 1,369</u>	<u>\$ 38</u>	<u>\$ --</u>	<u>\$ 521</u>	<u>\$ 23</u>	<u>\$ 1,000</u>	<u>\$ 18</u>	<u>\$ --</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	17	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	17	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
530	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
839	21	--	521	23	1,000	18	--
<u>1,369</u>	<u>21</u>	<u>--</u>	<u>521</u>	<u>23</u>	<u>1,000</u>	<u>18</u>	<u>--</u>
<u>\$ 1,369</u>	<u>\$ 38</u>	<u>\$ --</u>	<u>\$ 521</u>	<u>\$ 23</u>	<u>\$ 1,000</u>	<u>\$ 18</u>	<u>\$ --</u>

PROPRIETARY SCHOOL STUDENTS PROTECTION FUND	PUBLIC OYSTER SEED GROUND DEVELOPMENT ACCOUNT	PUBLIC SAFETY COMPLEX FUND	PUBLIC SAFETY DWI TESTING, MAINTENANCE, AND TRAINING FUND	QUAIL ACCOUNT	REHABILITATION FOR THE BLIND AND VISUALLY IMPAIRED FUND	REPTILE AND AMPHIBIAN RESEARCH FUND	RETIREMENT SYSTEMS INSURANCE PROCEEDS FUND
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	42,098
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	<u>42,098</u>
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
6	--	--	--	--	--	--	58,213
6	--	--	--	--	--	--	<u>58,213</u>
(6)	--	--	--	--	--	--	<u>(16,115)</u>
--	--	--	--	--	--	--	--
41	2	--	527	3	1,500	12	--
--	(56)	(526)	(679)	--	(1,500)	(8)	--
41	(54)	(526)	(152)	3	--	4	--
35	(54)	(526)	(152)	3	--	4	(16,115)
<u>1,334</u>	<u>75</u>	<u>526</u>	<u>673</u>	<u>20</u>	<u>1,000</u>	<u>14</u>	<u>16,115</u>
<u>\$ 1,369</u>	<u>\$ 21</u>	<u>\$ --</u>	<u>\$ 521</u>	<u>\$ 23</u>	<u>\$ 1,000</u>	<u>\$ 18</u>	<u>\$ --</u>

# State of Louisiana

## COMBINING BALANCE SHEET

### NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	RIGHT TO KNOW FUND	RIVERBOAT GAMING ENFORCEMENT FUND	ROCKEFELLER REFUGE FUND	ROCKEFELLER WILDLIFE REFUGE TRUST AND PROTECTION FUND	RURAL DEVELOPMENT FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 100	\$ 2,159	\$ 12,266	\$ 526	\$ 7,137
INVESTMENTS	--	--	--	50,179	--
RECEIVABLES (NET)	--	--	288	--	--
DUE FROM OTHER FUNDS	3	2,978	--	27	--
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 103</b>	<b>\$ 5,137</b>	<b>\$ 12,554</b>	<b>\$ 50,732</b>	<b>\$ 7,137</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ --	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	--	--	1,231	--	724
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	--	--
DUE TO LOCAL GOVERNMENTS	--	--	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>--</b>	<b>--</b>	<b>1,231</b>	<b>--</b>	<b>724</b>
<b>FUND BALANCES:</b>					
<b>RESERVED FOR:</b>					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	--	77	--	--	5,921
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
<b>UNRESERVED:</b>					
<b>DESIGNATED FOR:</b>					
OTHER	--	--	--	--	--
UNDESIGNATED	103	5,060	11,323	50,732	492
<b>TOTAL FUND BALANCES</b>	<b>103</b>	<b>5,137</b>	<b>11,323</b>	<b>50,732</b>	<b>6,413</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 103</b>	<b>\$ 5,137</b>	<b>\$ 12,554</b>	<b>\$ 50,732</b>	<b>\$ 7,137</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	RIGHT TO KNOW FUND	RIVERBOAT GAMING ENFORCEMENT FUND	ROCKEFELLER REFUGE FUND	ROCKEFELLER WILDLIFE REFUGE TRUST AND PROTECTION FUND	RURAL DEVELOPMENT FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	--	2,951	2,654	2
LICENSES, PERMITS, AND FEES	--	--	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	--	--	27	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>--</b>	<b>2,978</b>	<b>2,654</b>	<b>2</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	--	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
<b>DEBT SERVICE:</b>					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>2,978</b>	<b>2,654</b>	<b>2</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	--	--	--
TRANSFERS IN	268	54,325	--	137	7,620
TRANSFERS OUT	(200)	(53,358)	(4,067)	(208)	(7,151)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>68</b>	<b>967</b>	<b>(4,067)</b>	<b>(71)</b>	<b>469</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>68</b>	<b>967</b>	<b>(1,089)</b>	<b>2,583</b>	<b>471</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>35</b>	<b>4,170</b>	<b>12,412</b>	<b>48,149</b>	<b>5,942</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 103</b>	<b>\$ 5,137</b>	<b>\$ 11,323</b>	<b>\$ 50,732</b>	<b>\$ 6,413</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

RUSSELL SAGE OR MARSH ISLAND CAPITAL IMPROVEMENT FUND	RUSSELL SAGE OR MARSH ISLAND REFUGE FUND	RUSSELL SAGE SPECIAL FUND NO. 2	SALTWATER FISHERY ENFORCEMENT FUND	SAVINGS ENHANCEMENT FUND	SCENIC RIVERS FUND	SCHOOL AND DISTRICT ACCOUNTABILITY REWARDS FUND	SEAFOOD PROMOTION AND MARKETING FUND
\$ 1,409	\$ 25 12,763	\$ 2,790	\$ 86	\$ 8 2,983	\$ 15	\$ 4	\$ 57
--	--	129	--	--	--	--	1
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>\$ 1,409</u>	<u>\$ 12,788</u>	<u>\$ 2,919</u>	<u>\$ 86</u>	<u>\$ 2,991</u>	<u>\$ 15</u>	<u>\$ 4</u>	<u>\$ 58</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	105	--	--	--	--	--	13
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	105	--	--	--	--	--	13
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	363	--	--	46	--	--	--
<u>1,409</u>	<u>12,320</u>	<u>2,919</u>	<u>86</u>	<u>2,945</u>	<u>15</u>	<u>4</u>	<u>45</u>
<u>1,409</u>	<u>12,683</u>	<u>2,919</u>	<u>86</u>	<u>2,991</u>	<u>15</u>	<u>4</u>	<u>45</u>
<u>\$ 1,409</u>	<u>\$ 12,788</u>	<u>\$ 2,919</u>	<u>\$ 86</u>	<u>\$ 2,991</u>	<u>\$ 15</u>	<u>\$ 4</u>	<u>\$ 58</u>

RUSSELL SAGE OR MARSH ISLAND CAPITAL IMPROVEMENT FUND	RUSSELL SAGE OR MARSH ISLAND REFUGE FUND	RUSSELL SAGE SPECIAL FUND NO. 2	SALTWATER FISHERY ENFORCEMENT FUND	SAVINGS ENHANCEMENT FUND	SCENIC RIVERS FUND	SCHOOL AND DISTRICT ACCOUNTABILITY REWARDS FUND	SEAFOOD PROMOTION AND MARKETING FUND
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	765	55	--	44	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	372	--	--	--
--	765	55	--	416	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	106	--	--	--
--	--	--	--	106	--	--	--
--	765	55	--	310	--	--	--
29	--	129	9	142	2	--	339
--	(682)	--	--	--	(3)	(2)	(294)
<u>29</u>	<u>(682)</u>	<u>129</u>	<u>9</u>	<u>142</u>	<u>(1)</u>	<u>(2)</u>	<u>45</u>
29	83	184	9	452	(1)	(2)	45
<u>1,380</u>	<u>12,600</u>	<u>2,735</u>	<u>77</u>	<u>2,539</u>	<u>16</u>	<u>6</u>	<u>--</u>
<u>\$ 1,409</u>	<u>\$ 12,683</u>	<u>\$ 2,919</u>	<u>\$ 86</u>	<u>\$ 2,991</u>	<u>\$ 15</u>	<u>\$ 4</u>	<u>\$ 45</u>

# State of Louisiana

## COMBINING BALANCE SHEET

### NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2005

### SPECIAL REVENUE FUNDS

(EXPRESSED IN THOUSANDS)

	SEED COMMISSION FUND	SEVERANCE TAX FUND	SEX OFFENDER REGISTRY TECHNOLOGY FUND	SHRIMP MARKETING AND PROMOTION ACCOUNT	SHRIMP TRADE PETITION ACCOUNT
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 1	\$ 486	\$ 362	\$ 383	\$ 261
INVESTMENTS	--	--	--	--	--
RECEIVABLES (NET)	--	--	--	--	--
DUE FROM OTHER FUNDS	--	12,167	317	--	1
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 1</b>	<b>\$ 12,653</b>	<b>\$ 679</b>	<b>\$ 383</b>	<b>\$ 262</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ --	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	--	--	--	32	--
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	--	--
DUE TO LOCAL GOVERNMENTS	--	12,653	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>--</b>	<b>12,653</b>	<b>--</b>	<b>32</b>	<b>--</b>
<b>FUND BALANCES:</b>					
<b>RESERVED FOR:</b>					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	--	--	--	--	--
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
<b>UNRESERVED:</b>					
<b>DESIGNATED FOR:</b>					
OTHER	--	--	--	--	--
UNDESIGNATED	1	--	679	351	262
<b>TOTAL FUND BALANCES</b>	<b>1</b>	<b>--</b>	<b>679</b>	<b>351</b>	<b>262</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 1</b>	<b>\$ 12,653</b>	<b>\$ 679</b>	<b>\$ 383</b>	<b>\$ 262</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	SEED COMMISSION FUND	SEVERANCE TAX FUND	SEX OFFENDER REGISTRY TECHNOLOGY FUND	SHRIMP MARKETING AND PROMOTION ACCOUNT	SHRIMP TRADE PETITION ACCOUNT
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	--	--	--	--
LICENSES, PERMITS, AND FEES	--	--	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	45,790	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
<b>DEBT SERVICE:</b>					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>45,790</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>--</b>	<b>(45,790)</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	521	--	--
TRANSFERS IN	228	45,790	(365)	100	262
TRANSFERS OUT	(228)	--	--	(122)	--
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>--</b>	<b>45,790</b>	<b>156</b>	<b>(22)</b>	<b>262</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>--</b>	<b>--</b>	<b>156</b>	<b>(22)</b>	<b>262</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>1</b>	<b>--</b>	<b>523</b>	<b>373</b>	<b>--</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 1</b>	<b>\$ --</b>	<b>\$ 679</b>	<b>\$ 351</b>	<b>\$ 262</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

SMALL BUSINESS SURETY BONDING FUND	SOUTHERN UNIVERSITY AGCENTER PROGRAM FUND	SPORTS FACILITY ASSISTANCE FUND	STATE HIGHWAY FUND #2	STATE REVENUE SHARING FUND	STRUCTURAL PEST CONTROL COMMISSION FUND	SUPPORT EDUCATION IN LOUISIANA FIRST FUND	SWEET POTATO PESTS & DISEASES FUND
\$ 795	\$ 750	\$ 683	\$ 9,937	\$ --	\$ 215	\$ 4,492	\$ --
--	--	--	844	--	--	--	--
--	--	--	--	--	--	1,119	2
--	--	--	--	--	--	38	--
--	--	--	--	--	--	--	--
<u>\$ 795</u>	<u>\$ 750</u>	<u>\$ 683</u>	<u>\$ 10,781</u>	<u>\$ --</u>	<u>\$ 215</u>	<u>\$ 5,649</u>	<u>\$ 2</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
3	--	--	--	--	1	--	2
--	--	--	10,781	--	--	3,314	--
--	--	--	--	--	--	--	--
<u>3</u>	<u>--</u>	<u>--</u>	<u>10,781</u>	<u>--</u>	<u>1</u>	<u>3,314</u>	<u>2</u>
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
792	750	683	--	--	214	2,335	--
<u>792</u>	<u>750</u>	<u>683</u>	<u>--</u>	<u>--</u>	<u>214</u>	<u>2,335</u>	<u>--</u>
<u>\$ 795</u>	<u>\$ 750</u>	<u>\$ 683</u>	<u>\$ 10,781</u>	<u>\$ --</u>	<u>\$ 215</u>	<u>\$ 5,649</u>	<u>\$ 2</u>

SMALL BUSINESS SURETY BONDING FUND	SOUTHERN UNIVERSITY AGCENTER PROGRAM FUND	SPORTS FACILITY ASSISTANCE FUND	STATE HIGHWAY FUND #2	STATE REVENUE SHARING FUND	STRUCTURAL PEST CONTROL COMMISSION FUND	SUPPORT EDUCATION IN LOUISIANA FIRST FUND	SWEET POTATO PESTS & DISEASES FUND
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--	--
--	--	--	9,291	--	--	8	--
--	--	--	--	--	--	--	--
--	--	--	9,291	--	--	8	--
--	--	--	9,291	--	--	--	--
--	--	--	--	--	--	--	--
--	750	1,636	--	--	--	38,669	--
--	750	1,636	9,291	--	--	38,669	--
--	(750)	(1,636)	--	--	--	(38,661)	--
--	--	--	--	--	--	--	--
821	750	2,355	--	90,000	720	140,039	229
(162)	--	(36)	--	(90,000)	(702)	(98,979)	(229)
<u>659</u>	<u>750</u>	<u>2,319</u>	<u>--</u>	<u>--</u>	<u>18</u>	<u>41,060</u>	<u>--</u>
659	--	683	--	--	18	2,399	--
133	750	--	--	--	196	(64)	--
<u>\$ 792</u>	<u>\$ 750</u>	<u>\$ 683</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 214</u>	<u>\$ 2,335</u>	<u>\$ --</u>

# State of Louisiana

## COMBINING BALANCE SHEET

### NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	TAX COMMISSION EXPENSE FUND	TEACHER EDUCATIONAL AID FOR CHILDREN FUND	TELECOMMUN- ICATIONS FOR THE DEAF FUND	TELEPHONE COMPANY PROPERTY ASSESSMENT RELIEF FUND	TIDELANDS FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 131	\$ 12,500	\$ 7,095	\$ 32,022	\$ 4
INVESTMENTS	--	--	--	--	--
RECEIVABLES (NET)	--	--	--	--	--
DUE FROM OTHER FUNDS	25	--	284	1,829	--
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 156</b>	<b>\$ 12,500</b>	<b>\$ 7,379</b>	<b>\$ 33,851</b>	<b>\$ 4</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ --	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	--	--	387	28,409	--
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	--	--
DUE TO LOCAL GOVERNMENTS	--	--	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>--</b>	<b>--</b>	<b>387</b>	<b>28,409</b>	<b>--</b>
<b>FUND BALANCES:</b>					
<b>RESERVED FOR:</b>					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	--	--	--	--	--
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
<b>UNRESERVED:</b>					
<b>DESIGNATED FOR:</b>					
OTHER	--	--	--	--	--
UNDESIGNATED	156	12,500	6,992	5,442	4
<b>TOTAL FUND BALANCES</b>	<b>156</b>	<b>12,500</b>	<b>6,992</b>	<b>5,442</b>	<b>4</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 156</b>	<b>\$ 12,500</b>	<b>\$ 7,379</b>	<b>\$ 33,851</b>	<b>\$ 4</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	TAX COMMISSION EXPENSE FUND	TEACHER EDUCATIONAL AID FOR CHILDREN FUND	TELECOMMUN- ICATIONS FOR THE DEAF FUND	TELEPHONE COMPANY PROPERTY ASSESSMENT RELIEF FUND	TIDELANDS FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	--	--	7	--
LICENSES, PERMITS, AND FEES	--	--	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>7</b>	<b>--</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	--	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
<b>DEBT SERVICE:</b>					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>7</b>	<b>--</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	--	--	--
TRANSFERS IN	484	12,500	1,532	9,187	--
TRANSFERS OUT	(583)	--	(1,420)	(28,409)	--
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(99)</b>	<b>12,500</b>	<b>112</b>	<b>(19,222)</b>	<b>--</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(99)</b>	<b>12,500</b>	<b>112</b>	<b>(19,215)</b>	<b>--</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>255</b>	<b>--</b>	<b>6,880</b>	<b>24,657</b>	<b>4</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 156</b>	<b>\$ 12,500</b>	<b>\$ 6,992</b>	<b>\$ 5,442</b>	<b>\$ 4</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

TOBACCO TAX HEALTH CARE FUND	TRANSPORTATION TRUST FUND	TRAUMATIC HEAD AND SPINAL CORD INJURY TRUST FUND	TRIAL COURT CASE MANAGEMENT INFORMATION FUND	UNDERGROUND DAMAGES PREVENTION FUND	UTILITY AND CARRIER INSPECTION AND SUPERVISION FUND	VIDEO DRAW POKER DEVICE FUND	VIDEO DRAW POKER DEVICE PURSE SUPPLEMENT FUND
\$ 165	\$ 224,639	\$ 5,952	\$ 2,713	\$ 5	\$ 4,352	\$ 6,585	\$ 2,803
--	--	--	--	--	--	--	--
12,119	82,442	21	--	--	1,153	8,897	116
--	57,194	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>\$ 12,284</u>	<u>\$ 364,275</u>	<u>\$ 5,973</u>	<u>\$ 2,713</u>	<u>\$ 5</u>	<u>\$ 5,505</u>	<u>\$ 15,482</u>	<u>\$ 2,919</u>

\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
2,619	93,254	228	--	--	--	12,619	--
5,385	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
8,004	93,254	228	--	--	--	12,619	--
--	--	--	--	--	--	--	--
--	14,092	--	--	--	--	--	--
--	255,132	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	157	--	--	--	--	--	--
4,280	1,640	5,745	2,713	5	5,505	2,863	2,919
4,280	271,021	5,745	2,713	5	5,505	2,863	2,919
<u>\$ 12,284</u>	<u>\$ 364,275</u>	<u>\$ 5,973</u>	<u>\$ 2,713</u>	<u>\$ 5</u>	<u>\$ 5,505</u>	<u>\$ 15,482</u>	<u>\$ 2,919</u>

TOBACCO TAX HEALTH CARE FUND	TRANSPORTATION TRUST FUND	TRAUMATIC HEAD AND SPINAL CORD INJURY TRUST FUND	TRIAL COURT CASE MANAGEMENT INFORMATION FUND	UNDERGROUND DAMAGES PREVENTION FUND	UTILITY AND CARRIER INSPECTION AND SUPERVISION FUND	VIDEO DRAW POKER DEVICE FUND	VIDEO DRAW POKER DEVICE PURSE SUPPLEMENT FUND
\$ --	\$ 494,730	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--	--
--	41	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	494,771	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
28,333	--	--	--	--	--	--	--
28,333	--	--	--	--	--	--	--
(28,333)	494,771	--	--	--	--	--	--
--	--	--	--	--	--	--	--
44,810	527,909	1,651	1,411	--	3,970	180,897	2,919
(13,940)	(990,522)	(1,723)	(1,918)	--	(5,601)	(178,034)	(2,830)
30,870	(462,613)	(72)	(507)	--	(1,631)	2,863	89
2,537	32,158	(72)	(507)	--	(1,631)	2,863	89
1,743	238,863	5,817	3,220	5	7,136	--	2,830
<u>\$ 4,280</u>	<u>\$ 271,021</u>	<u>\$ 5,745</u>	<u>\$ 2,713</u>	<u>\$ 5</u>	<u>\$ 5,505</u>	<u>\$ 2,863</u>	<u>\$ 2,919</u>



# State of Louisiana

## COMBINING BALANCE SHEET

### NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	VITAL RECORDS CONVERSION FUND	WASTE TIRE MANAGEMENT FUND	WATERFOWL ACCOUNT	WEIGHTS AND MEASURES FUND	WETLANDS CONSERVATION AND RESTORATION FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 57	\$ 1,881	\$ 66	\$ 1	\$ 116,023
INVESTMENTS	--	--	--	--	--
RECEIVABLES (NET)	--	--	--	--	--
DUE FROM OTHER FUNDS	2	994	--	--	20,881
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	--	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 59</b>	<b>\$ 2,875</b>	<b>\$ 66</b>	<b>\$ 1</b>	<b>\$ 136,904</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ --	\$ --	\$ --	\$ --
CONTRACTS AND RETAINAGE PAYABLE	--	--	--	--	--
DUE TO OTHER FUNDS	--	1,614	--	--	1,911
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	--	--
DUE TO LOCAL GOVERNMENTS	--	--	--	--	--
OTHER LIABILITIES	--	--	--	--	--
<b>TOTAL LIABILITIES</b>	<b>--</b>	<b>1,614</b>	<b>--</b>	<b>--</b>	<b>1,911</b>
<b>FUND BALANCES:</b>					
<b>RESERVED FOR:</b>					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	--	--	--	--	--
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	--	--	--	--	--
TRUST PRINCIPAL	--	--	--	--	--
OTHER	--	--	--	--	--
<b>UNRESERVED:</b>					
<b>DESIGNATED FOR:</b>					
OTHER	--	--	--	--	20
UNDESIGNATED	59	1,261	66	1	134,973
<b>TOTAL FUND BALANCES</b>	<b>59</b>	<b>1,261</b>	<b>66</b>	<b>1</b>	<b>134,993</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 59</b>	<b>\$ 2,875</b>	<b>\$ 66</b>	<b>\$ 1</b>	<b>\$ 136,904</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	VITAL RECORDS CONVERSION FUND	WASTE TIRE MANAGEMENT FUND	WATERFOWL ACCOUNT	WEIGHTS AND MEASURES FUND	WETLANDS CONSERVATION AND RESTORATION FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	--	--	--	20
LICENSES, PERMITS, AND FEES	--	--	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>20</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	--	--	--	--
CAPITAL OUTLAY	--	--	--	--	--
<b>DEBT SERVICE:</b>					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	--	--	--
OTHER	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>20</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	--	--	--	--	--
TRANSFERS IN	24	10,050	9	1,775	62,983
TRANSFERS OUT	--	(9,249)	--	(1,774)	(31,675)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>24</b>	<b>801</b>	<b>9</b>	<b>1</b>	<b>31,308</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>24</b>	<b>801</b>	<b>9</b>	<b>1</b>	<b>31,328</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>35</b>	<b>460</b>	<b>57</b>	<b>--</b>	<b>103,665</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 59</b>	<b>\$ 1,261</b>	<b>\$ 66</b>	<b>\$ 1</b>	<b>\$ 134,993</b>

(Continued)

# State of Louisiana

## SPECIAL REVENUE FUNDS

## DEBT SERVICE FUNDS

WHITE TAIL DEER ACCOUNT	WILDLIFE HABITAT AND NATURAL HERITAGE TRUST FUND	YOUTHFUL OFFENDER MANAGEMENT FUND	TOTAL SPECIAL REVENUE FUNDS JUNE 30, 2005	TOBACCO SETTLEMENT FINANCING CORPORATION	TRANSPORTATION INFRASTRUCTURE MODEL FOR ECONOMIC DEVELOPMENT	TOTAL DEBT SERVICE FUNDS JUNE 30, 2005
\$ 9	\$ 4,478	\$ 2,851	\$ 1,729,228	\$ 227	\$ 278,638	\$ 278,865
--	--	--	277,373	134,422	550,332	684,754
--	--	--	14,587	172	--	172
--	28	3	516,664	--	19,716	19,716
--	--	--	38	--	--	--
--	--	--	57,194	--	--	--
--	--	--	--	--	--	--
<u>\$ 9</u>	<u>\$ 4,506</u>	<u>\$ 2,854</u>	<u>\$ 2,595,084</u>	<u>\$ 134,821</u>	<u>\$ 848,686</u>	<u>\$ 983,507</u>
\$ --	\$ --	\$ --	\$ 91	\$ 18	\$ 559	\$ 577
--	--	--	--	--	--	--
--	10	--	211,539	--	17,981	17,981
--	--	--	28,791	--	--	--
--	--	--	46,568	--	--	--
--	--	--	--	--	--	--
--	<u>10</u>	<u>--</u>	<u>286,989</u>	<u>18</u>	<u>18,540</u>	<u>18,558</u>
--	--	--	2,142	134,803	--	134,803
--	--	--	34,117	--	--	--
--	--	--	255,132	--	--	--
--	--	--	--	--	830,146	830,146
--	--	--	530	--	--	--
--	--	--	54,786	--	--	--
<u>9</u>	<u>4,496</u>	<u>2,854</u>	<u>1,961,388</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>9</u>	<u>4,496</u>	<u>2,854</u>	<u>2,308,095</u>	<u>134,803</u>	<u>830,146</u>	<u>964,949</u>
<u>\$ 9</u>	<u>\$ 4,506</u>	<u>\$ 2,854</u>	<u>\$ 2,595,084</u>	<u>\$ 134,821</u>	<u>\$ 848,686</u>	<u>\$ 983,507</u>

WHITE TAIL DEER ACCOUNT	WILDLIFE HABITAT AND NATURAL HERITAGE TRUST FUND	YOUTHFUL OFFENDER MANAGEMENT FUND	TOTAL SPECIAL REVENUE FUNDS JUNE 30, 2005	TOBACCO SETTLEMENT FINANCING CORPORATION	TRANSPORTATION INFRASTRUCTURE MODEL FOR ECONOMIC DEVELOPMENT	TOTAL DEBT SERVICE FUNDS JUNE 30, 2005
\$ --	\$ --	\$ --	\$ 517,248	\$ --	\$ --	\$ --
--	--	--	43,379	--	30,134	30,134
--	--	--	--	85,299	--	85,299
--	--	--	88,294	4,313	448	4,761
--	--	--	53,878	--	--	--
--	--	--	--	--	--	--
--	14	--	1,464	--	--	--
--	<u>14</u>	<u>--</u>	<u>704,263</u>	<u>89,612</u>	<u>30,582</u>	<u>120,194</u>
--	--	--	102,001	--	--	--
--	--	--	--	--	--	--
--	--	--	841	26,805	4,955	31,760
--	--	--	69	65,255	25,179	90,434
--	--	--	176,701	114	4,003	4,117
--	--	--	<u>279,612</u>	<u>92,174</u>	<u>34,137</u>	<u>126,311</u>
--	14	--	424,651	(2,562)	(3,555)	(6,117)
--	--	--	--	--	551,331	551,331
1	1,891	3,017	2,802,073	--	90,323	90,323
--	(492)	(3,163)	(2,740,255)	--	(223,466)	(223,466)
<u>1</u>	<u>1,399</u>	<u>(146)</u>	<u>61,818</u>	<u>--</u>	<u>418,188</u>	<u>418,188</u>
1	1,413	(146)	486,469	(2,562)	414,633	412,071
<u>8</u>	<u>3,083</u>	<u>3,000</u>	<u>1,821,626</u>	<u>137,365</u>	<u>415,513</u>	<u>552,878</u>
<u>\$ 9</u>	<u>\$ 4,496</u>	<u>\$ 2,854</u>	<u>\$ 2,308,095</u>	<u>\$ 134,803</u>	<u>\$ 830,146</u>	<u>\$ 964,949</u>

# State of Louisiana

## COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	CAPITAL				
	PROJECTS FUNDS		PERMANENT FUNDS		
	CAPITAL OUTLAY ESCROW FUND	EDUCATION EXCELLENCE FUND	FULLER- EDWARDS- ARBORETUM TRUST FUND	HEALTH EXCELLENCE FUND	W. R. IRBY BEQUEST FUND
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 408,688	\$ 53,708	\$ 187	\$ 906	\$ 2,618
INVESTMENTS	59,663	437,820	--	402,357	--
RECEIVABLES (NET)	9,259	--	--	--	--
DUE FROM OTHER FUNDS	95,934	--	--	--	--
AMOUNTS DUE FROM COMPONENT UNITS	--	--	--	--	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
OTHER ASSETS	3,524	--	--	--	--
<b>TOTAL ASSETS</b>	<b>\$ 577,068</b>	<b>\$ 491,528</b>	<b>\$ 187</b>	<b>\$ 403,263</b>	<b>\$ 2,618</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ --	\$ 11	\$ --	\$ --	\$ 5
CONTRACTS AND RETAINAGE PAYABLE	121,870	--	--	--	--
DUE TO OTHER FUNDS	2,195	54	--	7	--
AMOUNTS DUE TO COMPONENT UNITS	--	--	--	298	--
DUE TO LOCAL GOVERNMENTS	--	--	--	--	--
OTHER LIABILITIES	--	--	--	--	56
<b>TOTAL LIABILITIES</b>	<b>124,065</b>	<b>65</b>	<b>--</b>	<b>305</b>	<b>61</b>
<b>FUND BALANCES:</b>					
<b>RESERVED FOR:</b>					
DEBT SERVICE	--	--	--	--	--
ENCUMBRANCES	--	--	--	--	--
CONTINUING PROJECTS	--	--	--	--	--
CONSTRUCTION	452,846	--	--	--	--
TRUST PRINCIPAL	--	--	100	--	--
OTHER	--	90,025	--	--	1,021
<b>UNRESERVED:</b>					
<b>DESIGNATED FOR:</b>					
OTHER	157	15,397	--	15,660	--
UNDESIGNATED	--	386,041	87	387,298	1,536
<b>TOTAL FUND BALANCES</b>	<b>453,003</b>	<b>491,463</b>	<b>187</b>	<b>402,958</b>	<b>2,557</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 577,068</b>	<b>\$ 491,528</b>	<b>\$ 187</b>	<b>\$ 403,263</b>	<b>\$ 2,618</b>

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

### NONMAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	CAPITAL OUTLAY ESCROW FUND	EDUCATION EXCELLENCE FUND	FULLER- EDWARDS- ARBORETUM TRUST FUND	HEALTH EXCELLENCE FUND	W. R. IRBY BEQUEST FUND
<b>REVENUES:</b>					
INTERGOVERNMENTAL REVENUES	\$ 83,103	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--
TOBACCO SETTLEMENT	--	--	--	--	--
USE OF MONEY AND PROPERTY	1,944	5,064	4	6,828	1,354
LICENSES, PERMITS, AND FEES	--	--	--	--	--
SALES OF COMMODITIES AND SERVICES	--	--	--	--	38
OTHER	--	16,541	--	--	--
<b>TOTAL REVENUES</b>	<b>85,047</b>	<b>21,605</b>	<b>4</b>	<b>6,828</b>	<b>1,392</b>
<b>EXPENDITURES:</b>					
INTERGOVERNMENTAL	--	--	--	--	--
CAPITAL OUTLAY	1,184,140	--	--	--	--
<b>DEBT SERVICE:</b>					
PRINCIPAL RETIREMENT	--	--	--	--	--
INTEREST AND FISCAL CHARGES	--	--	--	--	--
OTHER	--	16,648	--	5,047	1,411
<b>TOTAL EXPENDITURES</b>	<b>1,184,140</b>	<b>16,648</b>	<b>--</b>	<b>5,047</b>	<b>1,411</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(1,099,093)</b>	<b>4,957</b>	<b>4</b>	<b>1,781</b>	<b>(19)</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
LONG-TERM DEBT ISSUED	500,000	--	--	--	--
TRANSFERS IN	849,343	29,076	--	29,180	--
TRANSFERS OUT	(14,317)	(12,631)	--	(8,905)	--
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>1,335,026</b>	<b>16,445</b>	<b>--</b>	<b>20,275</b>	<b>--</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>235,933</b>	<b>21,402</b>	<b>4</b>	<b>22,056</b>	<b>(19)</b>
<b>FUND BALANCES AT BEGINNING OF YEAR AS RESTATED</b>	<b>217,070</b>	<b>470,061</b>	<b>183</b>	<b>380,902</b>	<b>2,576</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 453,003</b>	<b>\$ 491,463</b>	<b>\$ 187</b>	<b>\$ 402,958</b>	<b>\$ 2,557</b>

(Concluded)

# State of Louisiana

## PERMANENT FUNDS

LIFETIME LICENSE ENDOWMENT TRUST FUND	TOPS FUND	TOTAL PERMANENT FUNDS JUNE 30, 2005	TOTAL NONMAJOR GOVERNMENTAL FUNDS
\$ 170	\$ --	\$ 57,589	\$ 2,474,370
13,078	402,357	1,255,612	2,277,402
43	--	43	24,018
--	--	--	632,357
--	--	--	38
--	--	--	57,194
--	--	--	3,524
<u>\$ 13,291</u>	<u>\$ 402,357</u>	<u>\$ 1,313,244</u>	<u>\$ 5,468,903</u>
\$ --	\$ --	\$ 16	\$ 684
--	--	--	121,870
--	1,134	1,195	232,910
--	--	298	29,089
--	--	--	46,568
--	--	56	56
<u>--</u>	<u>1,134</u>	<u>1,565</u>	<u>431,177</u>
--	--	--	136,945
--	--	--	34,117
--	--	--	255,132
13,195	--	13,295	1,282,992
--	--	91,046	13,295
--	--	--	91,576
96	15,660	46,813	101,756
--	385,563	1,160,525	3,121,913
<u>13,291</u>	<u>401,223</u>	<u>1,311,679</u>	<u>5,037,726</u>
<u>\$ 13,291</u>	<u>\$ 402,357</u>	<u>\$ 1,313,244</u>	<u>\$ 5,468,903</u>

LIFETIME LICENSE ENDOWMENT TRUST FUND	TOPS FUND	TOTAL PERMANENT FUNDS JUNE 30, 2005	TOTAL NONMAJOR GOVERNMENTAL FUNDS
\$ --	\$ --	\$ --	\$ 600,351
--	--	--	73,513
132	6,829	20,211	85,299
--	--	--	115,210
--	--	38	53,878
--	--	16,541	38
<u>132</u>	<u>6,829</u>	<u>36,790</u>	<u>18,005</u>
--	--	--	102,001
--	--	--	1,184,140
--	--	--	32,601
--	--	23,106	90,503
<u>--</u>	<u>--</u>	<u>23,106</u>	<u>203,924</u>
<u>132</u>	<u>6,829</u>	<u>13,684</u>	<u>1,613,169</u>
--	--	--	1,051,331
1,265	29,180	88,701	3,830,440
--	(14,176)	(35,712)	(3,013,750)
<u>1,265</u>	<u>15,004</u>	<u>52,989</u>	<u>1,868,021</u>
1,397	21,833	66,673	1,201,146
<u>11,894</u>	<u>379,390</u>	<u>1,245,006</u>	<u>3,836,580</u>
<u>\$ 13,291</u>	<u>\$ 401,223</u>	<u>\$ 1,311,679</u>	<u>\$ 5,037,726</u>

# State of Louisiana

## COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND

### CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BASIS)

#### NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	EMPLOYMENT SECURITY ADMINISTRATION ACCT			FEDERAL ENERGY SETTLEMENT FUND		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:						
INTERGOVERNMENTAL	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	5,050	4,633	(417)	--	--	--
USE OF MONEY AND PROPERTY	--	115	115	18,160	695	(17,465)
LICENSES, PERMITS, AND FEES	--	--	--	--	--	--
OTHER	--	--	--	--	11	11
<b>TOTAL REVENUES</b>	<b>5,050</b>	<b>4,748</b>	<b>(302)</b>	<b>18,160</b>	<b>706</b>	<b>(17,454)</b>
EXPENDITURES:						
INTERGOVERNMENTAL	--	--	--	--	--	--
OTHER	--	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	5,050	4,748	(302)	18,160	706	(17,454)
OTHER FINANCING SOURCES (USES):						
TRANSFERS IN	--	--	--	--	--	--
TRANSFERS OUT	(5,050)	(5,000)	50	(18,160)	(5,363)	12,797
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(5,050)</b>	<b>(5,000)</b>	<b>50</b>	<b>(18,160)</b>	<b>(5,363)</b>	<b>12,797</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>\$ --</b>	<b>\$ (252)</b>	<b>\$ (252)</b>	<b>\$ --</b>	<b>\$ (4,657)</b>	<b>\$ (4,657)</b>

	HELP LOUISIANA VOTE FUND			LABOR PENALTY AND INTEREST ACCOUNT		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:						
INTERGOVERNMENTAL	\$ 47,638	\$ 22,518	\$ (25,120)	\$ --	\$ --	\$ --
TAXES	--	--	--	8,650	4,853	(3,797)
USE OF MONEY AND PROPERTY	--	785	785	--	135	135
LICENSES, PERMITS, AND FEES	--	--	--	--	217	217
OTHER	--	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>47,638</b>	<b>23,303</b>	<b>(24,335)</b>	<b>8,650</b>	<b>5,205</b>	<b>(3,445)</b>
EXPENDITURES:						
INTERGOVERNMENTAL	--	--	--	--	--	--
OTHER	--	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	47,638	23,303	(24,335)	8,650	5,205	(3,445)
OTHER FINANCING SOURCES (USES):						
TRANSFERS IN	--	--	--	--	--	--
TRANSFERS OUT	(47,638)	--	47,638	(8,650)	(10,013)	(1,363)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(47,638)</b>	<b>--</b>	<b>47,638</b>	<b>(8,650)</b>	<b>(10,013)</b>	<b>(1,363)</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>\$ --</b>	<b>\$ 23,303</b>	<b>\$ 23,303</b>	<b>\$ --</b>	<b>\$ (4,808)</b>	<b>\$ (4,808)</b>

(Continued)

# State of Louisiana

## COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BASIS)

### NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	LABOR WORKFORCE DEVELOPMENT TRAINING ACCOUNT			LOUISIANA TOURISM PROMOTION DISTRICT		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:						
INTERGOVERNMENTAL	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	41,664	11,408	(30,256)	17,500	22,485	4,985
USE OF MONEY AND PROPERTY	--	3,188	3,188	--	32	32
LICENSES, PERMITS, AND FEES	--	--	--	--	--	--
OTHER	--	--	--	--	111	111
<b>TOTAL REVENUES</b>	<b>41,664</b>	<b>14,596</b>	<b>(27,068)</b>	<b>17,500</b>	<b>22,628</b>	<b>5,128</b>
EXPENDITURES:						
INTERGOVERNMENTAL	--	--	--	--	--	--
OTHER	--	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	41,664	14,596	(27,068)	17,500	22,628	5,128
OTHER FINANCING SOURCES (USES):						
TRANSFERS IN	--	--	--	--	1,397	1,397
TRANSFERS OUT	(41,664)	(38,019)	3,645	(17,500)	(24,058)	(6,558)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(41,664)</b>	<b>(38,019)</b>	<b>3,645</b>	<b>(17,500)</b>	<b>(22,661)</b>	<b>(5,161)</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>\$ --</b>	<b>\$ (23,423)</b>	<b>\$ (23,423)</b>	<b>\$ --</b>	<b>\$ (33)</b>	<b>\$ (33)</b>

	MARSH ISLAND OPERATING FUND			PARISH ROYALTY FUND		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:						
INTERGOVERNMENTAL	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--	--
USE OF MONEY AND PROPERTY	805	67	(738)	43,700	46,920	3,220
LICENSES, PERMITS, AND FEES	--	--	--	--	--	--
OTHER	--	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>805</b>	<b>67</b>	<b>(738)</b>	<b>43,700</b>	<b>46,920</b>	<b>3,220</b>
EXPENDITURES:						
INTERGOVERNMENTAL	--	--	--	43,700	46,920	(3,220)
OTHER	--	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>43,700</b>	<b>46,920</b>	<b>(3,220)</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	805	67	(738)	--	--	--
OTHER FINANCING SOURCES (USES):						
TRANSFERS IN	--	577	577	--	--	--
TRANSFERS OUT	(805)	(644)	161	--	--	--
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(805)</b>	<b>(67)</b>	<b>738</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ --</b>

# State of Louisiana

## COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND

### CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BASIS)

#### NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	RETIREMENT SYSTEM INSURANCE PROCEEDS FUND			ROCKEFELLER REFUGE FUND		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:						
INTERGOVERNMENTAL	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	--	--	5,538	2,951	(2,587)
LICENSES, PERMITS, AND FEES	39,200	42,098	2,898	--	--	--
OTHER	--	--	--	--	27	27
<b>TOTAL REVENUES</b>	<b>39,200</b>	<b>42,098</b>	<b>2,898</b>	<b>5,538</b>	<b>2,978</b>	<b>(2,560)</b>
EXPENDITURES:						
INTERGOVERNMENTAL	--	--	--	--	--	--
OTHER	39,200	58,213	(19,013)	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>39,200</b>	<b>58,213</b>	<b>(19,013)</b>	<b>--</b>	<b>--</b>	<b>--</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	--	(16,115)	(16,115)	5,538	2,978	(2,560)
OTHER FINANCING SOURCES (USES):						
TRANSFERS IN	--	--	--	--	--	--
TRANSFERS OUT	--	--	--	(5,538)	(4,067)	1,471
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>(5,538)</b>	<b>(4,067)</b>	<b>1,471</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>\$ --</b>	<b>\$ (16,115)</b>	<b>\$ (16,115)</b>	<b>\$ --</b>	<b>\$ (1,089)</b>	<b>\$ (1,089)</b>

	SEVERANCE TAX FUND			STATE HIGHWAY FUND NUMBER TWO		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:						
INTERGOVERNMENTAL	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	--	--	--	--	--
LICENSES, PERMITS, AND FEES	--	--	--	9,900	9,291	(609)
OTHER	--	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>9,900</b>	<b>9,291</b>	<b>(609)</b>
EXPENDITURES:						
INTERGOVERNMENTAL	56,300	45,790	10,510	9,900	9,291	609
OTHER	--	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>56,300</b>	<b>45,790</b>	<b>10,510</b>	<b>9,900</b>	<b>9,291</b>	<b>609</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(56,300)	(45,790)	10,510	--	--	--
OTHER FINANCING SOURCES (USES):						
TRANSFERS IN	56,300	45,790	(10,510)	--	--	--
TRANSFERS OUT	--	--	--	--	--	--
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>56,300</b>	<b>45,790</b>	<b>(10,510)</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ --</b>

(Continued)

# State of Louisiana

## COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BASIS)

### NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	TRANSPORTATION TRUST FUND			WETLANDS CONSERVATION AND RESTORATION FUND		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:						
INTERGOVERNMENTAL	\$ 573,105	\$ 494,730	\$ (78,375)	\$ --	\$ --	\$ --
TAXES	--	--	--	--	--	--
USE OF MONEY AND PROPERTY	--	41	41	--	20	20
LICENSES, PERMITS, AND FEES	--	--	--	--	--	--
OTHER	--	--	--	--	--	--
<b>TOTAL REVENUES</b>	<b>573,105</b>	<b>494,771</b>	<b>(78,334)</b>	<b>--</b>	<b>20</b>	<b>20</b>
EXPENDITURES:						
INTERGOVERNMENTAL	--	--	--	--	--	--
OTHER	--	--	--	--	--	--
<b>TOTAL EXPENDITURES</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<b>573,105</b>	<b>494,771</b>	<b>(78,334)</b>	<b>--</b>	<b>20</b>	<b>20</b>
OTHER FINANCING SOURCES (USES):						
TRANSFERS IN	496,680	527,909	31,229	61,300	62,983	1,683
TRANSFERS OUT	(1,069,785)	(990,522)	79,263	(61,300)	(31,675)	29,625
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(573,105)</b>	<b>(462,613)</b>	<b>110,492</b>	<b>--</b>	<b>31,308</b>	<b>31,308</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>\$ --</b>	<b>\$ 32,158</b>	<b>\$ 32,158</b>	<b>\$ --</b>	<b>\$ 31,328</b>	<b>\$ 31,328</b>

	TOTAL BUDGETED SPECIAL REVENUE FUNDS		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
INTERGOVERNMENTAL	\$ 620,743	\$ 517,248	\$ (103,495)
TAXES	72,864	43,379	(29,485)
USE OF MONEY AND PROPERTY	68,203	54,949	(13,254)
LICENSES, PERMITS, AND FEES	49,100	51,606	2,506
OTHER	--	149	149
<b>TOTAL REVENUES</b>	<b>810,910</b>	<b>667,331</b>	<b>(143,579)</b>
EXPENDITURES:			
INTERGOVERNMENTAL	109,900	102,001	7,899
OTHER	39,200	58,213	(19,013)
<b>TOTAL EXPENDITURES</b>	<b>149,100</b>	<b>160,214</b>	<b>(11,114)</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<b>661,810</b>	<b>507,117</b>	<b>(154,693)</b>
OTHER FINANCING SOURCES (USES):			
TRANSFERS IN	614,280	638,656	24,376
TRANSFERS OUT	(1,276,090)	(1,109,361)	166,729
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(661,810)</b>	<b>(470,705)</b>	<b>191,105</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>\$ --</b>	<b>\$ 36,412</b>	<b>\$ 36,412</b>

(Concluded)



# State of Louisiana

## COMBINING BALANCE SHEET

### NONMAJOR ENTERPRISE FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	BOARDS AND COMMISSIONS	DRINKING WATER REVOLVING LOAN FUND	LOUISIANA FEDERAL PROPERTY ASSISTANCE AGENCY	LOUISIANA OPPORTUNITY LOAN FUND	LOUISIANA PROPERTY ASSISTANCE AGENCY
<b>ASSETS</b>					
<b>CURRENT ASSETS:</b>					
CASH AND CASH EQUIVALENTS	\$ 23,294	\$ 7,599	\$ 796	\$ 2,419	\$ 2,239
INVESTMENTS	2,497	--	--	--	--
RECEIVABLES (NET)	1,370	456	275	--	136
DUE FROM OTHER FUNDS	--	--	--	13	--
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	--
INVENTORIES (AT COST)	2	--	96	--	--
PREPAYMENTS	30	--	--	--	--
NOTES RECEIVABLE	--	2,090	--	--	--
OTHER CURRENT ASSETS	21	--	--	--	--
<b>TOTAL CURRENT ASSETS</b>	<b>27,214</b>	<b>10,145</b>	<b>1,167</b>	<b>2,432</b>	<b>2,375</b>
<b>NONCURRENT ASSETS:</b>					
<b>RESTRICTED ASSETS</b>					
CASH	1,253	--	--	--	--
RECEIVABLES	40	--	--	--	--
NOTES RECEIVABLE	--	46,494	--	--	--
<b>CAPITAL ASSETS (NOTE 5)</b>					
LAND	325	--	--	--	695
BUILDINGS AND IMPROVEMENTS (NET OF DEPRECIATION)	1,607	--	51	--	3,199
MACHINERY AND EQUIPMENT (NET OF DEPRECIATION)	295	--	30	--	331
CONSTRUCTION IN PROGRESS	157	--	--	--	--
OTHER NONCURRENT ASSETS	43	--	--	--	--
<b>TOTAL NONCURRENT ASSETS</b>	<b>3,720</b>	<b>46,494</b>	<b>81</b>	<b>--</b>	<b>4,225</b>
<b>TOTAL ASSETS</b>	<b>\$ 30,934</b>	<b>\$ 56,639</b>	<b>\$ 1,248</b>	<b>\$ 2,432</b>	<b>\$ 6,600</b>
<b>LIABILITIES</b>					
<b>CURRENT LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ 1,472	\$ --	\$ 45	\$ --	\$ 260
DUE TO OTHER FUNDS	--	--	--	2,250	--
DUE TO FEDERAL GOVERNMENT	--	--	--	--	--
DEFERRED REVENUES	3,287	--	--	--	--
AMOUNTS HELD IN CUSTODY FOR OTHERS	98	--	--	--	--
OTHER CURRENT LIABILITIES	115	--	--	--	--
<b>CURRENT PORTION OF LONG-TERM LIABILITIES:</b>					
CONTRACTS PAYABLE	5	--	--	--	--
COMPENSATED ABSENCES PAYABLE	129	--	--	--	12
CAPITAL LEASE OBLIGATIONS	--	--	--	--	--
NOTES PAYABLE	19	--	--	--	--
BONDS PAYABLE	--	63	--	--	--
<b>TOTAL CURRENT LIABILITIES</b>	<b>5,125</b>	<b>63</b>	<b>45</b>	<b>2,250</b>	<b>272</b>
<b>NONCURRENT LIABILITIES:</b>					
<b>NONCURRENT PORTION OF LONG-TERM LIABILITIES:</b>					
COMPENSATED ABSENCES PAYABLE	748	--	53	--	113
CAPITAL LEASE OBLIGATIONS	--	--	--	--	--
NOTES PAYABLE	74	--	--	--	--
BONDS PAYABLE	--	437	--	--	--
OTHER LONG-TERM LIABILITIES	--	--	--	--	--
<b>TOTAL NONCURRENT LIABILITIES</b>	<b>822</b>	<b>437</b>	<b>53</b>	<b>--</b>	<b>113</b>
<b>TOTAL LIABILITIES</b>	<b>5,947</b>	<b>500</b>	<b>98</b>	<b>2,250</b>	<b>385</b>
<b>NET ASSETS:</b>					
INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	2,291	--	81	--	4,225
RESTRICTED FOR OTHER SPECIFIC PURPOSES	1,404	--	--	--	--
UNRESTRICTED	21,292	56,139	1,069	182	1,990
<b>TOTAL NET ASSETS</b>	<b>24,987</b>	<b>56,139</b>	<b>1,150</b>	<b>182</b>	<b>6,215</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 30,934</b>	<b>\$ 56,639</b>	<b>\$ 1,248</b>	<b>\$ 2,432</b>	<b>\$ 6,600</b>

# State of Louisiana

LOUISIANA TRANSPORTATION AUTHORITY	MUNICIPAL FACILITIES REVOLVING LOAN FUND	PRISON ENTERPRISES	PUBLIC SAFETY SERVICES CAFETERIAS	DONALD J. THIBODEAUX TRAINING COMPLEX	TOTAL NONMAJOR ENTERPRISE FUNDS
\$ --	\$ 116,414	\$ 284	\$ 314	\$ 956	\$ 154,315
157,950	--	--	--	--	160,447
314	1,889	1,960	26	537	6,963
--	--	--	--	--	13
--	18	--	--	54	72
--	--	5,891	27	50	6,066
--	--	27	--	--	57
--	9,421	--	--	--	11,511
5,413	--	--	--	--	5,434
<u>163,677</u>	<u>127,742</u>	<u>8,162</u>	<u>367</u>	<u>1,597</u>	<u>344,878</u>
--	--	--	--	--	1,253
--	--	--	--	--	40
--	204,363	--	--	--	250,857
--	--	--	--	1,245	2,265
--	--	517	--	674	6,048
--	--	4,065	19	968	5,708
--	--	284	--	--	441
--	--	--	--	--	43
--	<u>204,363</u>	<u>4,866</u>	<u>19</u>	<u>2,887</u>	<u>266,655</u>
<u>\$ 163,677</u>	<u>\$ 332,105</u>	<u>\$ 13,028</u>	<u>\$ 386</u>	<u>\$ 4,484</u>	<u>\$ 611,533</u>
\$ --	\$ --	\$ 3,851	\$ 83	\$ 715	\$ 6,426
--	21	--	--	7	2,278
--	--	--	--	53	53
--	--	--	--	--	3,287
--	--	--	--	--	98
--	--	--	--	--	115
--	--	--	--	--	5
--	--	151	6	20	318
--	--	62	--	--	62
--	--	--	--	--	19
--	--	--	--	--	63
--	<u>21</u>	<u>4,064</u>	<u>89</u>	<u>795</u>	<u>12,724</u>
--	--	285	44	342	1,585
--	--	120	--	--	120
--	--	--	--	--	74
160,663	--	--	--	--	161,100
4,483	--	--	--	--	4,483
<u>165,146</u>	<u>--</u>	<u>405</u>	<u>44</u>	<u>342</u>	<u>167,362</u>
<u>165,146</u>	<u>21</u>	<u>4,469</u>	<u>133</u>	<u>1,137</u>	<u>180,086</u>
--	--	4,684	19	2,887	14,187
--	--	--	--	--	1,404
(1,469)	332,084	3,875	234	460	415,856
<u>(1,469)</u>	<u>332,084</u>	<u>8,559</u>	<u>253</u>	<u>3,347</u>	<u>431,447</u>
<u>\$ 163,677</u>	<u>\$ 332,105</u>	<u>\$ 13,028</u>	<u>\$ 386</u>	<u>\$ 4,484</u>	<u>\$ 611,533</u>

# State of Louisiana

## COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS

### NONMAJOR ENTERPRISE FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	BOARDS AND COMMISSIONS	DRINKING WATER REVOLVING LOAN FUND	LOUISIANA FEDERAL PROPERTY ASSISTANCE AGENCY	LOUISIANA OPPORTUNITY LOAN FUND	LOUISIANA PROPERTY ASSISTANCE AGENCY
OPERATING REVENUES:					
SALES OF COMMODITIES AND SERVICES	\$ 2,721	\$ --	\$ 3,250	\$ --	\$ 4,060
ASSESSMENTS	4,119	--	--	--	--
USE OF MONEY AND PROPERTY	4	1,662	--	151	--
LICENSES, PERMITS, AND FEES	19,073	--	--	--	--
OTHER	757	220	--	--	--
TOTAL OPERATING REVENUES	<u>26,674</u>	<u>1,882</u>	<u>3,250</u>	<u>151</u>	<u>4,060</u>
OPERATING EXPENSES:					
COST OF SALES AND SERVICES	14,920	--	2,286	--	1,032
ADMINISTRATIVE	11,213	--	909	31	3,020
DEPRECIATION	235	--	20	--	291
AMORTIZATION	--	--	--	111	--
TOTAL OPERATING EXPENSES	<u>26,368</u>	<u>--</u>	<u>3,215</u>	<u>142</u>	<u>4,343</u>
OPERATING INCOME (LOSS)	<u>306</u>	<u>1,882</u>	<u>35</u>	<u>9</u>	<u>(283)</u>
NONOPERATING REVENUES (EXPENSES):					
INTERGOVERNMENTAL EXPENSES	--	--	--	--	--
USE OF MONEY AND PROPERTY	401	--	15	19	41
GAIN ON DISPOSAL OF FIXED ASSETS	--	--	--	--	11
LOSS ON DISPOSAL OF FIXED ASSETS	--	--	--	--	--
INTEREST EXPENSE	(5)	(1)	--	--	--
OTHER REVENUES	278	--	2	--	5
OTHER EXPENSES	(759)	(14)	--	(2,514)	--
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>(85)</u>	<u>(15)</u>	<u>17</u>	<u>(2,495)</u>	<u>57</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	221	1,867	52	(2,486)	(226)
CAPITAL CONTRIBUTIONS	--	6,594	--	--	--
TRANSFERS IN	--	--	--	2,431	--
TRANSFERS OUT	(7)	--	--	--	--
CHANGE IN NET ASSETS	214	8,461	52	(55)	(226)
TOTAL NET ASSETS - BEGINNING *	<u>24,773</u>	<u>47,678</u>	<u>1,098</u>	<u>237</u>	<u>6,441</u>
TOTAL NET ASSETS - ENDING	<u>\$ 24,987</u>	<u>\$ 56,139</u>	<u>\$ 1,150</u>	<u>\$ 182</u>	<u>\$ 6,215</u>

\* Beginning Net Assets include a fund type change. See Note 10.

# State of Louisiana

LOUISIANA TRANSPORTATION AUTHORITY	MUNICIPAL FACILITIES REVOLVING LOAN FUND	PRISON ENTERPRISES	PUBLIC SAFETY SERVICES CAFETERIAS	DONALD J. THIBODEAUX TRAINING COMPLEX	TOTAL NONMAJOR ENTERPRISE FUNDS
\$ --	\$ --	\$ 22,228	\$ 1,044	\$ 9,492	\$ 42,795
--	--	--	--	--	4,119
--	8,577	--	--	--	10,394
--	--	--	--	--	19,073
--	1,009	--	--	--	1,986
<u>--</u>	<u>9,586</u>	<u>22,228</u>	<u>1,044</u>	<u>9,492</u>	<u>78,367</u>
--	--	12,780	788	186	31,992
1,783	--	9,390	534	9,616	36,496
--	--	766	9	331	1,652
--	--	--	--	--	111
<u>1,783</u>	<u>--</u>	<u>22,936</u>	<u>1,331</u>	<u>10,133</u>	<u>70,251</u>
<u>(1,783)</u>	<u>9,586</u>	<u>(708)</u>	<u>(287)</u>	<u>(641)</u>	<u>8,116</u>
--	--	(962)	--	--	(962)
314	--	14	5	9	818
--	--	--	--	--	11
--	--	(180)	(5)	--	(185)
--	--	(7)	--	--	(13)
--	--	335	19	259	898
--	(15)	--	--	--	(3,302)
<u>314</u>	<u>(15)</u>	<u>(800)</u>	<u>19</u>	<u>268</u>	<u>(2,735)</u>
(1,469)	9,571	(1,508)	(268)	(373)	5,381
--	14,570	--	--	--	21,164
--	--	--	--	--	2,431
--	(615)	--	--	--	(622)
<u>(1,469)</u>	<u>23,526</u>	<u>(1,508)</u>	<u>(268)</u>	<u>(373)</u>	<u>28,354</u>
<u>--</u>	<u>308,558</u>	<u>10,067</u>	<u>521</u>	<u>3,720</u>	<u>403,093</u>
<u>\$ (1,469)</u>	<u>\$ 332,084</u>	<u>\$ 8,559</u>	<u>\$ 253</u>	<u>\$ 3,347</u>	<u>\$ 431,447</u>

# State of Louisiana

## COMBINING STATEMENT OF CASH FLOWS

### NONMAJOR ENTERPRISE FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	BOARDS AND COMMISSIONS	DRINKING WATER REVOLVING LOAN FUND	LOUISIANA FEDERAL PROPERTY ASSISTANCE AGENCY	LOUISIANA OPPORTUNITY LOAN FUND	LOUISIANA PROPERTY ASSISTANCE AGENCY
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>					
CASH RECEIVED FROM CUSTOMERS	\$ 26,563	\$ 3,804	\$ 3,275	\$ 151	\$ 3,989
CASH PAYMENTS TO SUPPLIERS FOR GOODS AND SERVICES	(13,486)	--	(2,620)	(34)	(2,404)
CASH PAYMENTS TO EMPLOYEES FOR SERVICES	(12,099)	--	(509)	--	(1,674)
CLAIMS PAID TO OUTSIDERS	(1)	(7,991)	--	--	--
OTHER OPERATING REVENUES	470	129	--	--	--
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>1,447</u>	<u>(4,058)</u>	<u>146</u>	<u>117</u>	<u>(89)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>					
PROCEEDS FROM SALE OF BONDS	--	1,985	--	--	--
PRINCIPAL PAID ON BONDS	--	(1,500)	--	--	--
INTEREST PAID ON BOND MATURITIES	--	(1)	--	--	--
INTEREST PAID ON NOTES PAYABLE	(5)	--	--	--	--
OPERATING GRANTS RECEIVED	12	--	--	--	--
TRANSFERS IN	--	--	--	1,061	--
TRANSFERS OUT	(7)	--	--	--	--
OTHER	216	--	--	(12)	--
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	<u>216</u>	<u>484</u>	<u>--</u>	<u>1,049</u>	<u>--</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>					
PROCEEDS FROM SALE OF BONDS	--	--	--	--	--
PROCEEDS FROM ISSUANCE OF NOTES PAYABLE	106	--	--	--	--
PRINCIPAL PAID ON NOTES PAYABLE	(26)	--	--	--	--
INTEREST PAID ON NOTES PAYABLE	(1)	--	--	--	--
ACQUISITION/CONSTRUCTION OF CAPITAL ASSETS	(453)	--	(80)	--	(83)
PROCEEDS FROM SALE OF CAPITAL ASSETS	--	--	--	--	39
CAPITAL CONTRIBUTIONS	--	6,594	--	--	--
OTHER	(1)	--	--	--	--
NET CASH PROVIDED (USED) FOR CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(375)</u>	<u>6,594</u>	<u>(80)</u>	<u>--</u>	<u>(44)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>					
PURCHASES OF INVESTMENT SECURITIES	(1,637)	--	--	--	--
PROCEEDS FROM SALE OF INVESTMENT SECURITIES	1,151	--	--	302	--
INTEREST AND DIVIDENDS EARNED ON INVESTMENT SECURITIES	301	--	15	8	42
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<u>(185)</u>	<u>--</u>	<u>15</u>	<u>310</u>	<u>42</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,103	3,020	81	1,476	(91)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR *	<u>23,444</u>	<u>4,579</u>	<u>715</u>	<u>943</u>	<u>2,330</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 24,547</u>	<u>\$ 7,599</u>	<u>\$ 796</u>	<u>\$ 2,419</u>	<u>\$ 2,239</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>					
OPERATING INCOME (LOSS)	\$ 306	\$ 1,882	\$ 35	\$ 9	\$ (283)
<b>ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>					
DEPRECIATION	235	--	20	111	291
PROVISION FOR UNCOLLECTIBLE ACCOUNTS	210	--	--	--	--
OTHER	--	--	2	--	--
<b>CHANGES IN ASSETS AND LIABILITIES:</b>					
(INCREASE)DECREASE IN ACCOUNTS RECEIVABLE	(608)	(18)	31	--	(27)
(INCREASE)DECREASE IN DUE FROM OTHER FUNDS	(11)	--	--	--	--
(INCREASE)DECREASE IN PREPAYMENTS	3	--	--	--	--
(INCREASE)DECREASE IN INVENTORIES	10	--	46	--	--
(INCREASE)DECREASE IN OTHER ASSETS	(25)	(5,922)	--	--	--
INCREASE(DECREASE) IN ACCOUNTS PAYABLE	317	--	9	(3)	(71)
INCREASE(DECREASE) IN ACCRUED PAYROLL AND RELATED	(16)	--	--	--	--
INCREASE(DECREASE) IN COMPENSATED ABSENCES PAYABLE	15	--	3	--	1
INCREASE(DECREASE) IN DUE TO OTHER FUNDS	--	--	--	--	--
INCREASE(DECREASE) IN DEFERRED REVENUES	1,050	--	--	--	--
INCREASE(DECREASE) IN OTHER LIABILITIES	(39)	--	--	--	--
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 1,447</u>	<u>\$ (4,058)</u>	<u>\$ 146</u>	<u>\$ 117</u>	<u>\$ (89)</u>

\* Beginning Cash and Cash Equivalents include a fund type change. See Note 10.

(Continued)

# State of Louisiana

LOUISIANA TRANSPORTATION AUTHORITY	MUNICIPAL FACILITIES REVOLVING LOAN FUND	PRISON ENTERPRISES	PUBLIC SAFETY SERVICES CAFETERIAS	DONALD J. THIBODEAUX TRAINING COMPLEX	TOTAL NONMAJOR ENTERPRISE FUNDS
\$ --	\$ 15,981	\$ 22,395	\$ 1,041	\$ 9,975	\$ 87,174
--	--	(17,904)	(859)	(6,202)	(43,509)
--	--	(5,064)	(444)	(3,383)	(23,173)
(1,783)	(33,538)	--	--	--	(43,313)
--	2,259	--	--	--	2,858
<u>(1,783)</u>	<u>(15,298)</u>	<u>(573)</u>	<u>(262)</u>	<u>390</u>	<u>(19,963)</u>
--	--	--	--	--	1,985
--	--	--	--	--	(1,500)
--	--	--	--	--	(1)
--	--	--	--	--	(5)
--	--	--	--	--	12
--	--	--	--	--	1,061
--	(674)	--	--	--	(681)
--	--	--	(3)	--	201
<u>--</u>	<u>(674)</u>	<u>--</u>	<u>(3)</u>	<u>--</u>	<u>1,072</u>
159,733	--	--	--	--	159,733
--	--	--	--	--	106
--	--	(71)	--	--	(97)
--	--	(7)	--	--	(8)
--	--	(907)	--	(56)	(1,579)
--	--	691	--	--	730
--	14,604	(6)	--	--	21,192
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(3)</u>	<u>(4)</u>
<u>159,733</u>	<u>14,604</u>	<u>(300)</u>	<u>--</u>	<u>(59)</u>	<u>180,073</u>
(157,950)	--	--	--	--	(159,587)
--	--	--	--	--	1,453
<u>--</u>	<u>--</u>	<u>14</u>	<u>5</u>	<u>9</u>	<u>394</u>
<u>(157,950)</u>	<u>--</u>	<u>14</u>	<u>5</u>	<u>9</u>	<u>(157,740)</u>
--	(1,368)	(859)	(260)	340	3,442
--	117,782	1,143	574	616	152,126
<u>\$ --</u>	<u>\$ 116,414</u>	<u>\$ 284</u>	<u>\$ 314</u>	<u>\$ 956</u>	<u>\$ 155,568</u>
<u>\$ (1,783)</u>	<u>\$ 9,586</u>	<u>\$ (708)</u>	<u>\$ (287)</u>	<u>\$ (641)</u>	<u>\$ 8,116</u>
--	--	766	9	331	1,763
--	--	(52)	--	--	158
--	--	(939)	16	(146)	(1,067)
--	(453)	159	4	(131)	(1,043)
--	--	--	--	701	690
--	--	(5)	--	--	(2)
--	--	(540)	(3)	186	(301)
--	(24,431)	1	--	--	(30,377)
--	--	722	18	37	1,029
--	--	--	--	--	(16)
--	--	29	(18)	--	30
--	--	--	(1)	53	52
--	--	(6)	--	--	1,044
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(39)</u>
<u>\$ (1,783)</u>	<u>\$ (15,298)</u>	<u>\$ (573)</u>	<u>\$ (262)</u>	<u>\$ 390</u>	<u>\$ (19,963)</u>

# State of Louisiana

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## COMBINING STATEMENT OF CASH FLOWS

### NONMAJOR ENTERPRISE FUNDS

### FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

### NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES

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2005

LOUISIANA STATE BOARD OF DENTISTRY  
FIXED ASSET RETIREMENTS

22

(Concluded)





# State of Louisiana

## COMBINING BALANCE SHEET

### INTERNAL SERVICE FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	ADMINISTRATIVE SERVICES	ADMINISTRATIVE SUPPORT	CENTRAL REGIONAL LAUNDRY	FLIGHT MAINTENANCE OPERATIONS
<b>ASSETS</b>				
<b>CURRENT ASSETS:</b>				
CASH AND CASH EQUIVALENTS	\$ 1,209	\$ 294	\$ 257	\$ 327
INVESTMENTS	--	--	--	--
RECEIVABLES, NET	573	317	37	559
INVENTORIES	853	216	13	83
PREPAYMENTS	2	--	--	--
OTHER CURRENT ASSETS	--	--	--	--
TOTAL CURRENT ASSETS	<u>2,637</u>	<u>827</u>	<u>307</u>	<u>969</u>
<b>NONCURRENT ASSETS:</b>				
<b>RESTRICTED ASSETS</b>				
INVESTMENTS	--	--	--	--
<b>CAPITAL ASSETS (NOTE 5)</b>				
LAND	--	--	--	--
BUILDINGS AND IMPROVEMENTS (NET OF DEPRECIATION)	--	--	8	--
MACHINERY AND EQUIPMENT (NET OF DEPRECIATION)	918	9	123	6
CONSTRUCTION IN PROGRESS	--	--	--	--
OTHER NONCURRENT ASSETS	--	--	--	--
TOTAL NONCURRENT ASSETS	<u>918</u>	<u>9</u>	<u>131</u>	<u>6</u>
TOTAL ASSETS	<u>\$ 3,555</u>	<u>\$ 836</u>	<u>\$ 438</u>	<u>\$ 975</u>
<b>LIABILITIES</b>				
<b>CURRENT LIABILITIES:</b>				
ACCOUNTS PAYABLE AND ACCRUALS	\$ 288	\$ 61	\$ 19	\$ 304
DUE TO OTHER FUNDS	400	--	--	--
DEFERRED REVENUES	--	--	--	--
OTHER CURRENT LIABILITIES	--	--	--	--
<b>CURRENT PORTION OF LONG-TERM LIABILITIES:</b>				
COMPENSATED ABSENCES PAYABLE	7	3	2	3
NOTES PAYABLE	110	--	--	--
OTHER LONG-TERM LIABILITIES	--	--	--	--
TOTAL CURRENT LIABILITIES	<u>805</u>	<u>64</u>	<u>21</u>	<u>307</u>
<b>NONCURRENT LIABILITIES:</b>				
<b>NONCURRENT PORTION OF LONG-TERM LIABILITIES:</b>				
COMPENSATED ABSENCES PAYABLE	117	30	27	20
NOTES PAYABLE	434	--	--	--
BONDS PAYABLE	--	--	--	--
OTHER LONG-TERM LIABILITIES	--	--	--	--
TOTAL NONCURRENT LIABILITIES	<u>551</u>	<u>30</u>	<u>27</u>	<u>20</u>
TOTAL LIABILITIES	<u>1,356</u>	<u>94</u>	<u>48</u>	<u>327</u>
<b>NET ASSETS</b>				
INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	374	9	131	6
RESTRICTED FOR DEBT SERVICE	--	--	--	--
UNRESTRICTED	1,825	733	259	642
TOTAL NET ASSETS	<u>2,199</u>	<u>742</u>	<u>390</u>	<u>648</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 3,555</u>	<u>\$ 836</u>	<u>\$ 438</u>	<u>\$ 975</u>

# State of Louisiana

JACKSON REGIONAL LAUNDRY	LOUISIANA CORRECTIONAL FACILITIES CORPORATION	LOUISIANA OFFICE BUILDING CORPORATION	OFFICE FACILITIES CORPORATION	OFFICE OF TELECOMMUNICATIONS MANAGEMENT	TOTAL INTERNAL SERVICE FUNDS
\$ 14	\$ 4,312	\$ 450	\$ 65,043	\$ 3,623	\$ 75,529
--	--	--	26,105	--	26,105
90	23	--	5,023	5,547	12,169
2	--	--	--	--	1,167
--	--	--	29	--	31
100	1,588	--	37	--	1,725
<u>206</u>	<u>5,923</u>	<u>450</u>	<u>96,237</u>	<u>9,170</u>	<u>116,726</u>
--	--	--	32,439	--	32,439
--	--	--	301	--	301
--	--	--	--	--	8
204	--	--	562	3,390	5,212
--	--	--	54,835	--	54,835
--	--	--	3,239	--	3,239
<u>204</u>	<u>--</u>	<u>--</u>	<u>91,376</u>	<u>3,390</u>	<u>96,034</u>
<u>\$ 410</u>	<u>\$ 5,923</u>	<u>\$ 450</u>	<u>\$ 187,613</u>	<u>\$ 12,560</u>	<u>\$ 212,760</u>
\$ 21	\$ --	\$ --	\$ 8,087	\$ 1,296	\$ 10,076
100	--	--	--	4	504
--	--	--	683	--	683
--	--	--	4,233	--	4,233
7	--	--	--	34	56
--	--	--	--	708	818
--	50	--	--	--	50
<u>128</u>	<u>50</u>	<u>--</u>	<u>13,003</u>	<u>2,042</u>	<u>16,420</u>
46	--	--	--	436	676
--	--	--	--	1,007	1,441
--	--	--	115,000	--	115,000
--	910	--	38,225	--	39,135
<u>46</u>	<u>910</u>	<u>--</u>	<u>153,225</u>	<u>1,443</u>	<u>156,252</u>
174	960	--	166,228	3,485	172,672
204	--	--	940	1,675	3,339
--	3,853	--	32,553	--	36,406
32	1,110	450	(12,108)	7,400	343
<u>236</u>	<u>4,963</u>	<u>450</u>	<u>21,385</u>	<u>9,075</u>	<u>40,088</u>
<u>\$ 410</u>	<u>\$ 5,923</u>	<u>\$ 450</u>	<u>\$ 187,613</u>	<u>\$ 12,560</u>	<u>\$ 212,760</u>

# State of Louisiana

## COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS

### INTERNAL SERVICE FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	ADMINISTRATIVE SERVICES	ADMINISTRATIVE SUPPORT	CENTRAL REGIONAL LAUNDRY	FLIGHT MAINTENANCE OPERATIONS
OPERATING REVENUES:				
SALES OF COMMODITIES AND SERVICES	\$ 4,256	\$ 2,313	\$ 448	\$ 1,224
USE OF MONEY AND PROPERTY	--	--	--	--
OTHER	--	--	--	--
TOTAL OPERATING REVENUES	<u>4,256</u>	<u>2,313</u>	<u>448</u>	<u>1,224</u>
OPERATING EXPENSES:				
COST OF SALES AND SERVICES	1,494	1,744	151	925
ADMINISTRATIVE	2,841	547	353	267
DEPRECIATION	269	5	32	3
AMORTIZATION	--	--	--	--
TOTAL OPERATING EXPENSES	<u>4,604</u>	<u>2,296</u>	<u>536</u>	<u>1,195</u>
OPERATING INCOME (LOSS)	<u>(348)</u>	<u>17</u>	<u>(88)</u>	<u>29</u>
NONOPERATING REVENUES (EXPENSES):				
USE OF MONEY AND PROPERTY	16	10	5	8
LOSS ON DISPOSAL OF FIXED ASSETS	(37)	--	--	--
INTEREST EXPENSES	(11)	--	--	--
OTHER REVENUES	5	1	--	--
OTHER EXPENSES	--	--	--	--
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>(27)</u>	<u>11</u>	<u>5</u>	<u>8</u>
INCOME (LOSS) BEFORE TRANSFERS	(375)	28	(83)	37
TRANSFERS OUT	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
CHANGE IN NET ASSETS	(375)	28	(83)	37
TOTAL NET ASSETS - BEGINNING	<u>2,574</u>	<u>714</u>	<u>473</u>	<u>611</u>
TOTAL NET ASSETS - ENDING	<u>\$ 2,199</u>	<u>\$ 742</u>	<u>\$ 390</u>	<u>\$ 648</u>

\* Beginning Net Assets include a fund type change. See Note 10.

# State of Louisiana

JACKSON REGIONAL LAUNDRY	LOUISIANA CORRECTIONAL FACILITIES CORPORATION *	LOUISIANA OFFICE BUILDING CORPORATION *	OFFICE FACILITIES CORPORATION *	OFFICE OF TELECOMMUNICATIONS MANAGEMENT	TOTAL INTERNAL SERVICE FUNDS
\$ 793	\$ --	\$ --	\$ --	\$ 53,913	\$ 62,947
--	--	--	17,972	--	17,972
--	--	16	--	2	18
<u>793</u>	<u>--</u>	<u>16</u>	<u>17,972</u>	<u>53,915</u>	<u>80,937</u>
--	--	--	--	44,060	48,374
733	34	16	15,555	8,591	28,937
46	--	--	77	1,354	1,786
--	184	--	(54)	--	130
<u>779</u>	<u>218</u>	<u>16</u>	<u>15,578</u>	<u>54,005</u>	<u>79,227</u>
<u>14</u>	<u>(218)</u>	<u>--</u>	<u>2,394</u>	<u>(90)</u>	<u>1,710</u>
--	148	7	15,646	81	15,921
--	--	--	--	--	(37)
--	(1,317)	--	(16,057)	(56)	(17,441)
--	1,326	--	--	--	1,332
--	--	--	(267)	--	(267)
<u>--</u>	<u>157</u>	<u>7</u>	<u>(678)</u>	<u>25</u>	<u>(492)</u>
14	(61)	7	1,716	(65)	1,218
<u>--</u>	<u>(3,139)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(3,139)</u>
14	(3,200)	7	1,716	(65)	(1,921)
<u>222</u>	<u>8,163</u>	<u>443</u>	<u>19,669</u>	<u>9,140</u>	<u>42,009</u>
<u>\$ 236</u>	<u>\$ 4,963</u>	<u>\$ 450</u>	<u>\$ 21,385</u>	<u>\$ 9,075</u>	<u>\$ 40,088</u>

# State of Louisiana

## COMBINING STATEMENT OF CASH FLOWS

### INTERNAL SERVICE FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	ADMINISTRATIVE SERVICES	ADMINISTRATIVE SUPPORT	CENTRAL REGIONAL LAUNDRY	FLIGHT MAINTENANCE OPERATIONS
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
CASH RECEIVED FROM CUSTOMERS	\$ 4,176	\$ 2,231	\$ 448	\$ 783
CASH PAYMENTS TO SUPPLIERS FOR GOODS AND SERVICES	(2,134)	(2,657)	(155)	(737)
CASH PAYMENTS TO EMPLOYEES FOR SERVICES	(1,930)	321	(349)	(205)
OTHER OPERATING REVENUES	--	--	1	--
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>112</u>	<u>(105)</u>	<u>(55)</u>	<u>(159)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
TRANSFERS IN	--	--	--	--
TRANSFERS OUT	--	--	--	--
OTHER	5	--	--	--
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>5</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
PRINCIPAL PAID ON BONDS	--	--	--	--
INTEREST PAID ON BOND MATURITIES	--	--	--	--
PRINCIPAL PAID ON NOTES PAYABLE	(200)	--	--	--
INTEREST PAID ON NOTES PAYABLE	(11)	--	--	--
ACQUISITION/CONSTRUCTION OF CAPITAL ASSETS	(36)	(6)	--	--
PROCEEDS FROM SALE OF CAPITAL ASSETS	--	--	--	(3)
OTHER	--	--	--	--
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(247)</u>	<u>(6)</u>	<u>--</u>	<u>(3)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
PURCHASE OF INVESTMENT SECURITIES	--	--	--	--
PROCEEDS FROM SALE OF INVESTMENT SECURITIES	--	--	--	--
INTEREST AND DIVIDENDS EARNED ON INVESTMENT SECURITIES	16	10	5	8
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>16</u>	<u>10</u>	<u>5</u>	<u>8</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(114)	(101)	(50)	(154)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR *	<u>1,323</u>	<u>395</u>	<u>307</u>	<u>481</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 1,209</u>	<u>\$ 294</u>	<u>\$ 257</u>	<u>\$ 327</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
OPERATING INCOME (LOSS)	\$ (348)	\$ 17	\$ (88)	\$ 29
<b>ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
DEPRECIATION/AMORTIZATION	269	5	32	3
OTHER	--	1	--	--
<b>CHANGES IN ASSETS AND LIABILITIES:</b>				
(INCREASE)DECREASE IN ACCOUNTS RECEIVABLE	(80)	(82)	5	(439)
(INCREASE)DECREASE IN PREPAYMENTS	--	--	--	--
(INCREASE)DECREASE IN INVENTORIES	129	(84)	(4)	(13)
(INCREASE)DECREASE IN OTHER ASSETS	--	--	--	--
INCREASE(DECREASE) IN ACCOUNTS PAYABLE	152	20	(3)	251
INCREASE(DECREASE) IN COMPENSATED ABSENCES PAYABLE	(10)	18	3	10
INCREASE(DECREASE) IN DEFERRED REVENUES	--	--	--	--
INCREASE(DECREASE) IN OTHER LIABILITIES	--	--	--	--
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 112</u>	<u>\$ (105)</u>	<u>\$ (55)</u>	<u>\$ (159)</u>

\* Beginning Cash and Cash Equivalents include a fund type change. See Note 10.

# State of Louisiana

JACKSON REGIONAL LAUNDRY	LOUISIANA CORRECTIONAL FACILITIES CORPORATION *	LOUISIANA OFFICE BUILDING CORPORATION *	OFFICE FACILITIES CORPORATION *	OFFICE OF TELECOMMUNICATIONS MANAGEMENT	TOTAL INTERNAL SERVICE FUNDS
\$ 741	\$ --	\$ --	\$ 25,231	\$ 54,299	\$ 87,909
(184)	(34)	(16)	(16,735)	(44,060)	(66,712)
(543)	--	--	--	(8,485)	(11,191)
--	--	16	--	2	19
<u>14</u>	<u>(34)</u>	<u>--</u>	<u>8,496</u>	<u>1,756</u>	<u>10,025</u>
--	5,962	--	--	--	5,962
--	(3,139)	--	--	--	(3,139)
--	--	--	--	--	5
<u>--</u>	<u>2,823</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>2,828</u>
--	(4,610)	--	(11,160)	--	(15,770)
--	(1,326)	--	(17,364)	--	(18,690)
--	--	--	--	(958)	(1,158)
--	--	--	--	(56)	(67)
--	--	--	(38,949)	(683)	(39,674)
--	--	--	--	--	(3)
--	--	--	23,273	--	23,273
<u>--</u>	<u>(5,936)</u>	<u>--</u>	<u>(44,200)</u>	<u>(1,697)</u>	<u>(52,089)</u>
--	--	--	(51,776)	--	(51,776)
--	--	--	108,295	--	108,295
--	115	7	3,393	81	3,635
<u>--</u>	<u>115</u>	<u>7</u>	<u>59,912</u>	<u>81</u>	<u>60,154</u>
14	(3,032)	7	24,208	140	20,918
--	7,344	443	40,835	3,483	54,611
<u>\$ 14</u>	<u>\$ 4,312</u>	<u>\$ 450</u>	<u>\$ 65,043</u>	<u>\$ 3,623</u>	<u>\$ 75,529</u>
<u>\$ 14</u>	<u>\$ (218)</u>	<u>\$ --</u>	<u>\$ 2,394</u>	<u>\$ (90)</u>	<u>\$ 1,710</u>
46	184	--	23	1,354	1,916
--	(445)	--	--	--	(444)
(24)	(6)	--	1,164	386	924
--	--	--	(15)	--	(15)
--	--	--	--	--	28
--	460	--	--	--	460
13	--	--	(1,335)	137	(765)
(8)	--	--	--	(31)	(18)
--	--	--	6,265	--	6,265
<u>(27)</u>	<u>(9)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(36)</u>
<u>\$ 14</u>	<u>\$ (34)</u>	<u>\$ --</u>	<u>\$ 8,496</u>	<u>\$ 1,756</u>	<u>\$ 10,025</u>

# State of Louisiana

## COMBINING STATEMENT OF FIDUCIARY NET ASSETS

### PENSION TRUST FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	LOUISIANA SCHOOL EMPLOYEES' RETIREMENT SYSTEM	LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM	LOUISIANA STATE POLICE RETIREMENT SYSTEM	TEACHERS' RETIREMENT SYSTEM OF LOUISIANA	TOTAL JUNE 30, 2005
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 12,045	\$ 73,610	\$ 338	\$ 24,677	\$ 110,670
RECEIVABLES:					
EMPLOYER CONTRIBUTIONS	5,393	27,817	239	72,935	106,384
MEMBER CONTRIBUTIONS	2,767	12,006	124	48,913	63,810
INVESTMENT PROCEEDS	11,520	16,324	1,315	52,152	81,311
INTEREST AND DIVIDENDS	5,830	26,320	1,051	42,822	76,023
OTHER	24	675	8	5,849	6,556
TOTAL RECEIVABLES	25,534	83,142	2,737	222,671	334,084
INVESTMENTS (AT FAIR VALUE):					
SHORT TERM INVESTMENTS	75,608	254,841	7,917	296,950	635,316
U. S. GOVERNMENT AND AGENCY OBLIGATIONS	313,048	528,943	31,708	676,617	1,550,316
BONDS - DOMESTIC	266,154	716,112	103,415	1,236,423	2,322,104
BONDS - INTERNATIONAL	7,551	486,363	1,103	497,214	992,231
MARKETABLE SECURITIES - DOMESTIC	721,816	3,170,621	171,647	5,796,790	9,860,874
MARKETABLE SECURITIES - INTERNATIONAL	106,080	1,242,686	23,478	1,969,334	3,341,578
ALTERNATIVE INVESTMENTS	--	678,419	--	2,017,705	2,696,124
COLLATERAL HELD UNDER SECURITIES LENDING PROGRAM	247,573	3,254	17,686	1,742,711	2,011,224
OTHER	2,369	39,813	--	--	42,182
TOTAL INVESTMENTS	1,740,199	7,121,052	356,954	14,233,744	23,451,949
PROPERTY, PLANT AND EQUIPMENT:					
LAND	1,010	858	--	858	2,726
BUILDINGS AND IMPROVEMENTS	3,676	5,149	--	5,149	13,974
FURNITURE AND EQUIPMENT	1,007	7,622	115	3,281	12,025
LESS ACCUMULATED DEPRECIATION	(1,768)	(6,482)	(100)	(4,612)	(12,962)
TOTAL PROPERTY, PLANT AND EQUIPMENT	3,925	7,147	15	4,676	15,763
TOTAL ASSETS	1,781,703	7,284,951	360,044	14,485,768	23,912,466
<b>LIABILITIES</b>					
ACCOUNTS PAYABLE	1,045	8,507	539	9,240	19,331
INVESTMENT COMMITMENTS PAYABLE	42,459	47,135	1,282	39,836	130,712
OBLIGATIONS UNDER SECURITIES LENDING PROGRAM	247,573	3,254	17,686	1,742,711	2,011,224
REFUNDS PAYABLE AND OTHER	227	--	--	8,068	8,295
TOTAL LIABILITIES	291,304	58,896	19,507	1,799,855	2,169,562
NET ASSETS HELD IN TRUST FOR EMPLOYEES' PENSION BENEFITS	\$ 1,490,399	\$ 7,226,055	\$ 340,537	\$ 12,685,913	\$ 21,742,904

(Schedule of Funding Progress - Note 6)

# State of Louisiana

## COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

### PENSION TRUST FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	LOUISIANA SCHOOL EMPLOYEES' RETIREMENT SYSTEM	LOUISIANA STATE EMPLOYEES' RETIREMENT SYSTEM	LOUISIANA STATE POLICE RETIREMENT SYSTEM	TEACHERS' RETIREMENT SYSTEM OF LOUISIANA	TOTAL JUNE 30, 2005
<b>ADDITIONS</b>					
CONTRIBUTIONS:					
EMPLOYER	\$ 37,753	\$ 391,870	\$ 26,888	\$ 517,815	\$ 974,326
MEMBERS	18,947	169,144	4,182	270,619	462,892
TOTAL CONTRIBUTIONS	56,700	561,014	31,070	788,434	1,437,218
INVESTMENT INCOME:					
NET INCREASE IN FAIR					
VALUE OF INVESTMENTS	71,139	498,572	21,475	861,533	1,452,719
INTEREST AND DIVIDENDS	46,735	167,881	7,453	257,912	479,981
SECURITIES LENDING INCOME	5,093	12,915	415	24,508	42,931
LESS SECURITIES LENDING EXPENSES	(4,688)	(11,138)	(375)	(20,284)	(36,485)
OTHER INVESTMENT INCOME	289	6,230	--	109,194	115,713
LESS INVESTMENT EXPENSE OTHER THAN SECURITIES LENDING	(3,476)	(24,114)	(1,171)	(98,039)	(126,800)
NET INVESTMENT INCOME	115,092	650,346	27,797	1,134,824	1,928,059
OTHER INCOME	--	37,327	3,290	52,181	92,798
TOTAL ADDITIONS	171,792	1,248,687	62,157	1,975,439	3,458,075
<b>DEDUCTIONS</b>					
RETIREMENT BENEFITS	109,842	581,665	25,217	1,139,814	1,856,538
REFUNDS OF CONTRIBUTIONS	2,979	30,358	309	30,454	64,100
ADMINISTRATIVE EXPENSES	3,120	15,999	404	12,179	31,702
DEPRECIATION EXPENSE	140	761	13	476	1,390
OTHER	98	1,874	--	--	1,972
TOTAL DEDUCTIONS	116,179	630,657	25,943	1,182,923	1,955,702
NET INCREASE IN NET ASSETS	55,613	618,030	36,214	792,516	1,502,373
NET ASSETS HELD IN TRUST FOR EMPLOYEES' PENSION BENEFITS					
BEGINNING OF YEAR	1,434,786	6,608,025	304,323	11,893,397	20,240,531
END OF YEAR	\$ 1,490,399	\$ 7,226,055	\$ 340,537	\$ 12,685,913	\$ 21,742,904



# State of Louisiana

## COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

### AGENCY FUNDS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	DEBT SERVICE RESERVE FUND	ESCROW FUND	FREE SCHOOL FUND	FUTURE MEDICAL CARE FUND	INSURANCE TRUSTS
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 4,281	\$ 294,546	\$ 1,461	\$ 10,558	\$ 2,677
INVESTMENTS	--	64,692	19,135	--	78,088
RECEIVABLES	--	121,863	350	--	21,704
OTHER ASSETS	--	--	--	--	644
<b>TOTAL ASSETS</b>	<b>\$ 4,281</b>	<b>\$ 481,101</b>	<b>\$ 20,946</b>	<b>\$ 10,558</b>	<b>\$ 103,113</b>
<b>LIABILITIES</b>					
AMOUNTS HELD IN CUSTODY FOR OTHERS	\$ 4,281	\$ 303,488	\$ 20,770	\$ 10,558	\$ 103,113
OTHER LIABILITIES	--	177,613	176	--	--
<b>TOTAL LIABILITIES</b>	<b>\$ 4,281</b>	<b>\$ 481,101</b>	<b>\$ 20,946</b>	<b>\$ 10,558</b>	<b>\$ 103,113</b>

	LOUISIANA MANUFACTURED AND MOBILE HOMES SETTLEMENT FUND	MISCEL- LANEOUS AGENCY FUNDS	PAYROLL CLEARING FUND	REVER- SIONARY MEDICAL TRUST FUND	TOTAL JUNE 30, 2005
<b>ASSETS</b>					
CASH AND CASH EQUIVALENTS	\$ 1	\$ 13,652	\$ 1,237	\$ 2,761	\$ 331,174
INVESTMENTS	--	--	--	--	161,915
RECEIVABLES	--	--	--	--	143,917
OTHER ASSETS	--	--	--	--	644
<b>TOTAL ASSETS</b>	<b>\$ 1</b>	<b>\$ 13,652</b>	<b>\$ 1,237</b>	<b>\$ 2,761</b>	<b>\$ 637,650</b>
<b>LIABILITIES</b>					
AMOUNTS HELD IN CUSTODY FOR OTHERS	\$ --	\$ 13,652	\$ 1,237	\$ 2,761	\$ 459,860
OTHER LIABILITIES	1	--	--	--	177,790
<b>TOTAL LIABILITIES</b>	<b>\$ 1</b>	<b>\$ 13,652</b>	<b>\$ 1,237</b>	<b>\$ 2,761</b>	<b>\$ 637,650</b>

# State of Louisiana

## COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

### AGENCY FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	BALANCE JULY 1, 2004	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2005
<b>DEBT SERVICE RESERVE FUND</b>				
ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 4,540	\$ --	\$ 259	\$ 4,281
TOTAL ASSETS	\$ 4,540	\$ --	\$ 259	\$ 4,281
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	\$ 4,540	\$ --	\$ 259	\$ 4,281
TOTAL LIABILITIES	\$ 4,540	\$ --	\$ 259	\$ 4,281
<b>ESCROW FUND *</b>				
ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 128,937	\$ 1,042,749	\$ 877,140	\$ 294,546
INVESTMENTS	--	64,692	--	64,692
RECEIVABLES	105,463	121,863	105,463	121,863
TOTAL ASSETS	\$ 234,400	\$ 1,229,304	\$ 982,603	\$ 481,101
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	\$ 121,361	\$ 1,123,841	\$ 941,714	\$ 303,488
OTHER LIABILITIES	113,039	177,613	113,039	177,613
TOTAL LIABILITIES	\$ 234,400	\$ 1,301,454	\$ 1,054,753	\$ 481,101
* Balance July 1, 2004 as restated				
<b>FREE SCHOOL FUND</b>				
ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 1,871	\$ 4,661	\$ 5,071	\$ 1,461
INVESTMENTS	16,944	5,431	3,240	19,135
RECEIVABLES	349	350	349	350
TOTAL ASSETS	\$ 19,164	\$ 10,442	\$ 8,660	\$ 20,946
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	\$ 19,091	\$ 2,295	\$ 616	\$ 20,770
OTHER LIABILITIES	73	176	73	176
TOTAL LIABILITIES	\$ 19,164	\$ 2,471	\$ 689	\$ 20,946

(Continued)

# State of Louisiana

## COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

### AGENCY FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	BALANCE JULY 1, 2004	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2005
<u>FUTURE MEDICAL CARE FUND</u>				
ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 10,780	\$ 228	\$ 450	\$ 10,558
TOTAL ASSETS	\$ 10,780	\$ 228	\$ 450	\$ 10,558
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	\$ 10,780	\$ 228	\$ 450	\$ 10,558
TOTAL LIABILITIES	\$ 10,780	\$ 228	\$ 450	\$ 10,558

### INSURANCE TRUSTS

ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 1,227	\$ 51,300	\$ 49,850	\$ 2,677
INVESTMENTS	84,901	41,098	47,911	78,088
RECEIVABLES	26,207	10,960	15,463	21,704
OTHER ASSETS	281	423	60	644
TOTAL ASSETS	\$ 112,616	\$ 103,781	\$ 113,284	\$ 103,113
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	\$ 112,616	\$ 103,781	\$ 113,284	\$ 103,113
TOTAL LIABILITIES	\$ 112,616	\$ 103,781	\$ 113,284	\$ 103,113

### LOUISIANA MANUFACTURED AND MOBILE HOMES SETTLEMENT FUND

ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 1	\$ --	\$ --	\$ 1
TOTAL ASSETS	\$ 1	\$ --	\$ --	\$ 1
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	\$ 1	\$ --	\$ 1	\$ --
OTHER LIABILITIES	--	1	--	1
TOTAL LIABILITIES	\$ 1	\$ 1	\$ 1	\$ 1

### MISCELLANEOUS AGENCY FUNDS

ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 12,906	\$ 41,789	\$ 41,043	\$ 13,652
TOTAL ASSETS	\$ 12,906	\$ 41,789	\$ 41,043	\$ 13,652
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	\$ 12,906	\$ 41,789	\$ 41,043	\$ 13,652
TOTAL LIABILITIES	\$ 12,906	\$ 41,789	\$ 41,043	\$ 13,652

(Continued)

# State of Louisiana

## COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

### AGENCY FUNDS

FOR THE YEAR ENDED JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	BALANCE JULY 1, 2004	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2005
<u>PAYROLL CLEARING FUND</u>				
ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 1,144	\$ 1,992,726	\$ 1,992,633	\$ 1,237
TOTAL ASSETS	\$ 1,144	\$ 1,992,726	\$ 1,992,633	\$ 1,237
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	\$ 1,144	\$ 1,992,726	\$ 1,992,633	\$ 1,237
TOTAL LIABILITIES	\$ 1,144	\$ 1,992,726	\$ 1,992,633	\$ 1,237
<u>REVERSIONARY MEDICAL TRUST FUND</u>				
ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 2,761	\$ --	\$ --	\$ 2,761
TOTAL ASSETS	\$ 2,761	\$ --	\$ --	\$ 2,761
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	\$ 2,761	\$ --	\$ --	\$ 2,761
TOTAL LIABILITIES	\$ 2,761	\$ --	\$ --	\$ 2,761
<u>TOTAL ALL AGENCY FUNDS</u>				
ASSETS:				
CASH AND CASH EQUIVALENTS	\$ 164,167	\$ 3,133,453	\$ 2,966,446	\$ 331,174
INVESTMENTS	101,845	111,221	51,151	161,915
RECEIVABLES	132,019	133,173	121,275	143,917
OTHER ASSETS	281	423	60	644
TOTAL ASSETS	\$ 398,312	\$ 3,378,270	\$ 3,138,932	\$ 637,650
LIABILITIES:				
AMOUNTS HELD IN CUSTODY FOR OTHERS	\$ 285,200	\$ 3,264,660	\$ 3,090,000	\$ 459,860
OTHER LIABILITIES	113,112	177,790	113,112	177,790
TOTAL LIABILITIES	\$ 398,312	\$ 3,442,450	\$ 3,203,112	\$ 637,650

(Concluded)

# State of Louisiana

## COMBINING BALANCE SHEET

### NONMAJOR COMPONENT UNITS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	BOARDS AND COMMISSIONS	CAPITAL AREA HUMAN SERVICES DISTRICT	FLORIDA PARISHES HUMAN SERVICES AUTHORITY	GREATER BATON ROUGE PORT COMMISSION *	JEFFERSON PARISH HUMAN SERVICES AUTHORITY
<b>ASSETS</b>					
<b>CURRENT ASSETS:</b>					
CASH AND CASH EQUIVALENTS	\$ 4,141	\$ 2,682	\$ 686	\$ 2,005	\$ 415
INVESTMENTS	--	--	--	11,749	--
RECEIVABLES (NET)	309	390	--	614	864
AMOUNTS DUE FROM PRIMARY GOVERNMENT	--	843	688	--	--
DUE FROM FEDERAL GOVERNMENT	--	1,703	--	401	--
INVENTORIES	--	632	376	--	151
PREPAYMENTS	17	--	--	73	--
NOTES RECEIVABLE	--	--	--	939	--
OTHER CURRENT ASSETS	3	--	--	--	--
<b>TOTAL CURRENT ASSETS</b>	<b>4,470</b>	<b>6,250</b>	<b>1,750</b>	<b>15,781</b>	<b>1,430</b>
<b>NONCURRENT ASSETS:</b>					
<b>RESTRICTED ASSETS:</b>					
CASH	--	--	--	64	--
INVESTMENTS	--	--	--	1,770	--
RECEIVABLES (NET)	--	--	--	1	--
NOTES RECEIVABLE	--	--	--	--	--
NOTES RECEIVABLE	--	--	--	--	--
INVESTMENTS	24,407	--	--	--	--
<b>CAPITAL ASSETS (NOTE 5)</b>					
LAND	237	--	--	5,619	--
BUILDINGS AND IMPROVEMENTS (NET OF DEPRECIATION)	757	--	--	34,000	734
MACHINERY AND EQUIPMENT (NET OF DEPRECIATION)	180	67	77	1,024	365
INFRASTRUCTURE (NET OF DEPRECIATION)	--	--	--	8,418	--
CONSTRUCTION IN PROGRESS	--	--	--	4,590	--
OTHER NONCURRENT ASSETS	--	--	--	232	--
<b>TOTAL NONCURRENT ASSETS</b>	<b>25,581</b>	<b>67</b>	<b>77</b>	<b>55,718</b>	<b>1,099</b>
<b>TOTAL ASSETS</b>	<b>\$ 30,051</b>	<b>\$ 6,317</b>	<b>\$ 1,827</b>	<b>\$ 71,499</b>	<b>\$ 2,529</b>
<b>LIABILITIES</b>					
<b>CURRENT LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ 447	\$ 1,516	\$ 549	\$ 899	\$ 1,342
AMOUNTS DUE TO PRIMARY GOVERNMENT	--	183	1,131	--	--
DUE TO FEDERAL GOVERNMENT	--	--	--	--	--
DEFERRED REVENUES	31	--	--	684	--
OTHER CURRENT LIABILITIES	--	--	3	--	--
<b>CURRENT PORTION OF LONG-TERM LIABILITIES:</b>					
CONTRACTS PAYABLE	--	--	--	--	--
COMPENSATED ABSENCES PAYABLE	11	513	400	--	--
CAPITAL LEASE OBLIGATIONS	--	--	--	--	1
ESTIMATED LIABILITY FOR CLAIMS	--	--	--	--	--
NOTES PAYABLE	20	--	--	--	--
LIABILITIES PAYABLE FROM RESTRICTED ASSETS	--	--	--	--	--
BONDS PAYABLE	--	--	--	340	--
OTHER LONG-TERM LIABILITIES	--	--	--	204	--
<b>TOTAL CURRENT LIABILITIES</b>	<b>509</b>	<b>2,212</b>	<b>2,083</b>	<b>2,127</b>	<b>1,343</b>
<b>LONG-TERM LIABILITIES:</b>					
<b>NONCURRENT PORTION OF LONG-TERM LIABILITIES:</b>					
CONTRACTS PAYABLE	--	--	--	--	--
COMPENSATED ABSENCES PAYABLE	175	485	253	--	691
CAPITAL LEASE OBLIGATIONS	--	--	--	--	2
NOTES PAYABLE	148	--	--	--	--
BONDS PAYABLE	--	--	--	7,351	--
OTHER LONG-TERM LIABILITIES	--	--	--	--	--
<b>TOTAL LONG-TERM LIABILITIES</b>	<b>323</b>	<b>485</b>	<b>253</b>	<b>7,351</b>	<b>693</b>
<b>TOTAL LIABILITIES</b>	<b>832</b>	<b>2,697</b>	<b>2,336</b>	<b>9,478</b>	<b>2,036</b>
<b>NET ASSETS:</b>					
INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	1,006	67	77	46,973	1,096
<b>RESTRICTED FOR:</b>					
CAPITAL PROJECTS	--	--	--	1,013	--
DEBT SERVICE	--	--	--	276	--
OTHER PURPOSES	--	--	--	--	--
<b>UNRESTRICTED</b>	<b>28,213</b>	<b>3,553</b>	<b>(586)</b>	<b>13,759</b>	<b>(603)</b>
<b>TOTAL NET ASSETS</b>	<b>29,219</b>	<b>3,620</b>	<b>(509)</b>	<b>62,021</b>	<b>493</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 30,051</b>	<b>\$ 6,317</b>	<b>\$ 1,827</b>	<b>\$ 71,499</b>	<b>\$ 2,529</b>

\* As of December 31, 2004.

(Continued)

# State of Louisiana

KENNER NAVAL MUSEUM COMMISSION	LOUISIANA AGRICULTURAL FINANCE AUTHORITY	LOUISIANA CANCER RESEARCH CENTER	LOUISIANA ECONOMIC DEVELOPMENT CORPORATION	LOUISIANA HOUSING FINANCE AGENCY	LOUISIANA NAVAL WAR MEMORIAL COMMISSION *	LOUISIANA PUBLIC FACILITIES AUTHORITY	METROPOLITAN HUMAN SERVICES DISTRICT
\$ --	\$ 62	\$ 13,413	\$ 47,648	\$ 2,594	\$ 189	\$ 8,192	\$ 379
--	--	--	2,453	44,759	--	760	--
--	137	17,850	6,535	477	3	2,859	--
--	14,472	--	--	--	--	--	1,307
--	--	--	--	1,918	--	--	--
--	--	--	--	--	21	--	172
--	--	--	--	--	12	18	--
--	--	--	170	1,314	--	--	--
--	1,403	321	--	670	--	--	--
<u>--</u>	<u>16,074</u>	<u>31,584</u>	<u>56,806</u>	<u>51,732</u>	<u>225</u>	<u>11,829</u>	<u>1,858</u>
--	12,840	--	--	9,509	69	--	--
--	--	--	--	9,305	--	--	--
--	--	--	--	14,547	--	--	--
--	--	--	--	81,054	--	--	--
--	--	--	2,236	--	--	--	--
--	--	--	26,171	--	--	5,176	--
--	6,513	672	--	712	268	--	--
--	30,254	--	--	9,809	2,672	5	--
--	4,686	2,617	--	728	21	96	27
--	--	--	--	--	--	--	--
--	31,079	1,699	--	--	--	--	--
--	7,759	--	9,539	--	--	11,992	--
<u>--</u>	<u>93,131</u>	<u>4,988</u>	<u>37,946</u>	<u>125,664</u>	<u>3,030</u>	<u>17,269</u>	<u>27</u>
<u>\$ --</u>	<u>\$ 109,205</u>	<u>\$ 36,572</u>	<u>\$ 94,752</u>	<u>\$ 177,396</u>	<u>\$ 3,255</u>	<u>\$ 29,098</u>	<u>\$ 1,885</u>
\$ --	\$ 30	\$ 2,869	\$ 3,775	\$ 1,481	\$ 21	\$ 60	\$ 890
--	147	--	--	--	--	--	1,223
--	--	--	--	952	--	--	--
--	--	--	--	188	6	--	--
--	427	--	--	--	--	--	6
--	--	--	--	--	--	--	--
--	--	--	--	240	5	--	521
--	343	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	11,564	--	--	1,000	--	88	--
--	3,465	--	--	8,011	--	--	--
--	1,087	--	--	2,800	--	--	--
--	1,344	--	64	--	--	--	--
<u>--</u>	<u>18,407</u>	<u>2,869</u>	<u>3,839</u>	<u>14,672</u>	<u>32</u>	<u>148</u>	<u>2,640</u>
--	--	--	--	--	--	--	--
--	--	--	--	165	19	--	302
--	142	--	--	--	--	--	--
--	5,218	--	--	--	--	7,599	--
--	51,522	--	--	65,300	--	--	--
--	7,210	--	1,786	--	--	--	--
<u>--</u>	<u>64,092</u>	<u>--</u>	<u>1,786</u>	<u>65,465</u>	<u>19</u>	<u>7,599</u>	<u>302</u>
--	82,499	2,869	5,625	80,137	51	7,747	2,942
--	31,692	4,988	--	3,194	2,961	100	27
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	(2,879)	--	2,360	45,849	69	--	--
<u>--</u>	<u>(2,107)</u>	<u>28,715</u>	<u>86,767</u>	<u>48,216</u>	<u>174</u>	<u>21,251</u>	<u>(1,084)</u>
<u>--</u>	<u>26,706</u>	<u>33,703</u>	<u>89,127</u>	<u>97,259</u>	<u>3,204</u>	<u>21,351</u>	<u>(1,057)</u>
<u>\$ --</u>	<u>\$ 109,205</u>	<u>\$ 36,572</u>	<u>\$ 94,752</u>	<u>\$ 177,396</u>	<u>\$ 3,255</u>	<u>\$ 29,098</u>	<u>\$ 1,885</u>

# State of Louisiana

## COMBINING BALANCE SHEET

### NONMAJOR COMPONENT UNITS

JUNE 30, 2005

(EXPRESSED IN THOUSANDS)

	MILLENNIUM PORT AUTHORITY	OTHER LEVEE DISTRICTS	SABINE RIVER AUTHORITY	WHITE LAKE PRESERVATION, INCORPORATED	TOTAL NONMAJOR COMPONENT UNITS
<b>ASSETS</b>					
<b>CURRENT ASSETS:</b>					
CASH AND CASH EQUIVALENTS	\$ 259	\$ 72,899	\$ 3,006	\$ 508	\$ 159,078
INVESTMENTS	--	38,656	--	--	98,377
RECEIVABLES (NET)	17	5,343	836	--	36,234
AMOUNTS DUE FROM PRIMARY GOVERNMENT	--	--	--	--	17,310
DUE FROM FEDERAL GOVERNMENT	--	--	--	--	4,022
INVENTORIES	--	84	--	--	1,436
PREPAYMENTS	--	617	--	34	771
NOTES RECEIVABLE	--	29	--	--	2,452
OTHER CURRENT ASSETS	--	75	--	3	2,475
<b>TOTAL CURRENT ASSETS</b>	<b>276</b>	<b>117,703</b>	<b>3,842</b>	<b>545</b>	<b>322,155</b>
<b>NONCURRENT ASSETS:</b>					
<b>RESTRICTED ASSETS:</b>					
CASH	--	1,722	1,278	--	25,482
INVESTMENTS	--	--	--	--	11,075
RECEIVABLES (NET)	--	50	--	--	14,598
NOTES RECEIVABLE	--	--	--	--	81,054
NOTES RECEIVABLE	--	--	--	--	2,236
INVESTMENTS	--	1,757	--	--	57,511
<b>CAPITAL ASSETS (NOTE 5)</b>					
LAND	--	14,783	1,227	--	30,031
BUILDINGS AND IMPROVEMENTS (NET OF DEPRECIATION)	--	6,235	36,866	--	121,332
MACHINERY AND EQUIPMENT (NET OF DEPRECIATION)	13	7,160	647	278	17,986
INFRASTRUCTURE (NET OF DEPRECIATION)	--	57,091	22,891	--	88,400
CONSTRUCTION IN PROGRESS	--	29,567	110	--	67,045
OTHER NONCURRENT ASSETS	--	9	109	--	29,640
<b>TOTAL NONCURRENT ASSETS</b>	<b>13</b>	<b>118,374</b>	<b>63,128</b>	<b>278</b>	<b>546,390</b>
<b>TOTAL ASSETS</b>	<b>\$ 289</b>	<b>\$ 236,077</b>	<b>\$ 66,970</b>	<b>\$ 823</b>	<b>\$ 868,545</b>
<b>LIABILITIES</b>					
<b>CURRENT LIABILITIES:</b>					
ACCOUNTS PAYABLE AND ACCRUALS	\$ 52	\$ 4,968	\$ 456	\$ 17	\$ 19,372
AMOUNTS DUE TO PRIMARY GOVERNMENT	--	--	--	--	2,684
DUE TO FEDERAL GOVERNMENT	--	--	--	--	952
DEFERRED REVENUES	--	291	--	2	1,202
OTHER CURRENT LIABILITIES	--	16	--	--	452
<b>CURRENT PORTION OF LONG-TERM LIABILITIES:</b>					
CONTRACTS PAYABLE	--	944	269	--	1,213
COMPENSATED ABSENCES PAYABLE	--	175	--	--	1,865
CAPITAL LEASE OBLIGATIONS	--	174	--	--	518
ESTIMATED LIABILITY FOR CLAIMS	--	4	--	--	4
NOTES PAYABLE	--	2,300	--	--	14,972
LIABILITIES PAYABLE FROM RESTRICTED ASSETS	--	25	--	--	11,501
BONDS PAYABLE	--	1,195	660	--	6,082
OTHER LONG-TERM LIABILITIES	--	--	91	--	1,703
<b>TOTAL CURRENT LIABILITIES</b>	<b>52</b>	<b>10,092</b>	<b>1,476</b>	<b>19</b>	<b>62,520</b>
<b>LONG-TERM LIABILITIES:</b>					
<b>NONCURRENT PORTION OF LONG-TERM LIABILITIES:</b>					
CONTRACTS PAYABLE	--	--	7,821	--	7,821
COMPENSATED ABSENCES PAYABLE	--	1,057	--	--	3,147
CAPITAL LEASE OBLIGATIONS	--	478	--	--	622
NOTES PAYABLE	--	--	--	--	12,965
BONDS PAYABLE	--	4,250	6,695	--	135,118
OTHER LONG-TERM LIABILITIES	--	6,100	--	--	15,096
<b>TOTAL LONG-TERM LIABILITIES</b>	<b>--</b>	<b>11,885</b>	<b>14,516</b>	<b>--</b>	<b>174,769</b>
<b>TOTAL LIABILITIES</b>	<b>52</b>	<b>21,977</b>	<b>15,992</b>	<b>19</b>	<b>237,289</b>
<b>NET ASSETS:</b>					
INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	13	108,739	46,205	278	247,416
<b>RESTRICTED FOR:</b>					
CAPITAL PROJECTS	--	8,855	--	--	9,868
DEBT SERVICE	--	723	527	--	1,526
OTHER PURPOSES	--	370	--	--	45,769
UNRESTRICTED	224	95,413	4,246	526	326,677
<b>TOTAL NET ASSETS</b>	<b>237</b>	<b>214,100</b>	<b>50,978</b>	<b>804</b>	<b>631,256</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 289</b>	<b>\$ 236,077</b>	<b>\$ 66,970</b>	<b>\$ 823</b>	<b>\$ 868,545</b>

\* As of December 31, 2004.

(Concluded)

# State of Louisiana

## COMBINING STATEMENT OF ACTIVITIES

### NONMAJOR COMPONENT UNITS

FOR THE YEAR ENDED JUNE 30, 2005

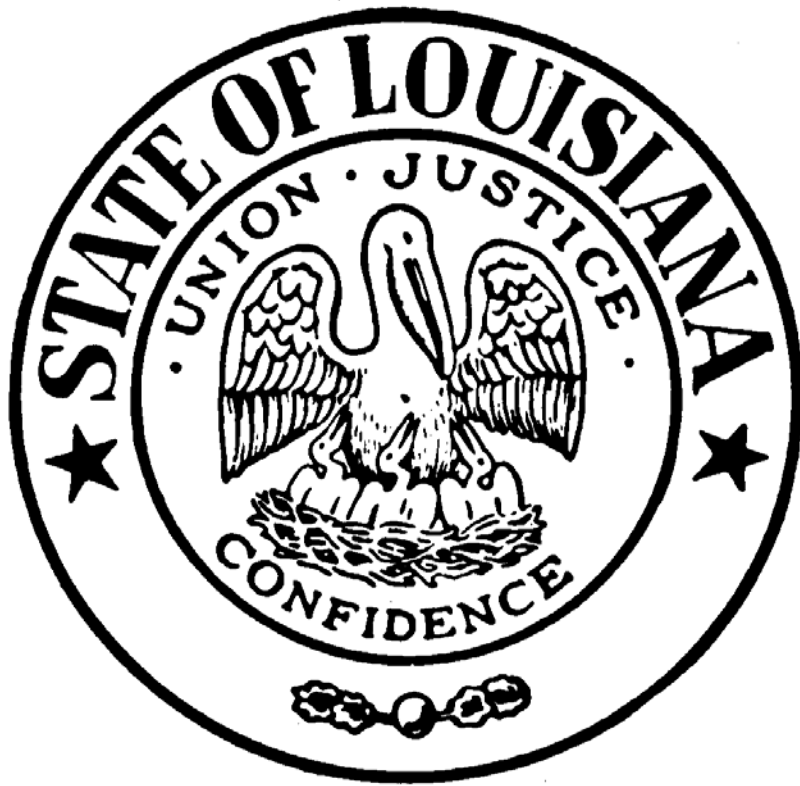
(EXPRESSED IN THOUSANDS)

	PROGRAM REVENUES				NET (EXPENSE) REVENUE
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	
NONMAJOR COMPONENT UNITS:					
BOARDS AND COMMISSIONS	\$ 7,978	\$ 4,734	\$ --	\$ --	(3,244)
CAPITAL AREA HUMAN SERVICES DISTRICT	25,318	2,003	13	--	(23,302)
FLORIDA PARISHES HUMAN SERVICES AUTHORITY	12,525	--	--	--	(12,525)
GREATER BATON ROUGE PORT COMMISSION *	7,767	4,573	--	2,059	(1,135)
JEFFERSON PARISH HUMAN SERVICES AUTHORITY	23,459	1,455	4,549	--	(17,455)
KENNER NAVAL MUSEUM COMMISSION	1	--	--	--	(1)
LOUISIANA AGRICULTURAL FINANCE AUTHORITY	6,780	2,260	1,378	--	(3,142)
LOUISIANA CANCER RESEARCH CENTER	11,258	--	17,850	--	6,592
LOUISIANA ECONOMIC DEVELOPMENT CORPORATION	30,561	898	--	--	(29,663)
LOUISIANA HOUSING FINANCE AGENCY	112,542	10,634	97,573	--	(4,335)
LOUISIANA NAVAL WAR MEMORIAL COMMISSION*	869	547	158	--	(164)
LOUISIANA PUBLIC FACILITIES AUTHORITY	2,637	2,465	--	--	(172)
METROPOLITAN HUMAN SERVICES DISTRICT	17,343	--	--	--	(17,343)
MILLENNIUM PORT AUTHORITY	368	--	63	--	(305)
OTHER LEVEE DISTRICTS	49,013	7	1,915	2,429	(44,662)
SABINE RIVER AUTHORITY	6,638	6,589	--	--	(49)
WHITE LAKE PRESERVATION, INCORPORATED	1,185	713	584	--	112
<b>TOTAL NONMAJOR COMPONENT UNITS</b>	<b>\$ 316,242</b>	<b>\$ 36,878</b>	<b>\$ 124,083</b>	<b>\$ 4,488</b>	<b>\$ (150,793)</b>

	GENERAL REVENUES				NET ASSETS BEGINNING OF YEAR	NET ASSETS END OF YEAR
	PAYMENTS FROM PRIMARY GOVERNMENT	OTHER GENERAL REVENUES	CHANGE IN NET ASSETS	NET ASSETS		
NONMAJOR COMPONENT UNITS:						
BOARDS AND COMMISSIONS	\$ 220	\$ 984	\$ (2,040)	\$ 31,259	\$ 29,219	
CAPITAL AREA HUMAN SERVICES DISTRICT	23,355	817	870	2,750	3,620	
FLORIDA PARISHES HUMAN SERVICES AUTHORITY	11,553	463	(509)	--	(509)	
GREATER BATON ROUGE PORT COMMISSION *	--	408	(727)	62,748	62,021	
JEFFERSON PARISH HUMAN SERVICES AUTHORITY	16,856	19	(580)	1,073	493	
KENNER NAVAL MUSEUM COMMISSION	--	--	(1)	1	--	
LOUISIANA AGRICULTURAL FINANCE AUTHORITY	--	935	(2,207)	28,913	26,706	
LOUISIANA CANCER RESEARCH CENTER	--	182	6,774	26,929	33,703	
LOUISIANA ECONOMIC DEVELOPMENT CORPORATION	16,201	9,923	(3,539)	92,666	89,127	
LOUISIANA HOUSING FINANCE AGENCY	--	9,537	5,202	92,057	97,259	
LOUISIANA NAVAL WAR MEMORIAL COMMISSION*	--	7	(157)	3,361	3,204	
LOUISIANA PUBLIC FACILITIES AUTHORITY	--	404	232	21,119	21,351	
METROPOLITAN HUMAN SERVICES DISTRICT	16,028	258	(1,057)	--	(1,057)	
MILLENNIUM PORT AUTHORITY	--	1	(304)	541	237	
OTHER LEVEE DISTRICTS	2,797	43,002	1,137	212,963	214,100	
SABINE RIVER AUTHORITY	--	33	(16)	50,994	50,978	
WHITE LAKE PRESERVATION, INCORPORATED	--	(3)	109	695	804	
<b>TOTAL NONMAJOR COMPONENT UNITS</b>	<b>\$ 87,010</b>	<b>\$ 66,970</b>	<b>\$ 3,187</b>	<b>\$ 628,069</b>	<b>\$ 631,256</b>	

\* For the period ending December 31, 2004.





# III. STATISTICAL SECTION

## MISCELLANEOUS STATISTICS

Date Entered the Union (18th state)	April 30, 1812
Land Area	43,562 square miles (estimated) *
Number of Parishes	64
Capital	Baton Rouge
Form of Government	Legislative - Executive - Judicial
Number of State Representatives	105
Number of State Senators	39
State Symbols:	
Flower	Magnolia
Tree	Bald Cypress
Bird	Eastern Brown Pelican
Dog	Catahoula Leopard Dog
Insect	Honeybee
Fruit	Strawberry
Saltwater Fish	Speckled Trout
Miles of Roads and Streets Open to Traffic:	60,950
State Highways	16,697
Parish Roads	33,332
City Streets	10,921
Number of Bridges in Louisiana:	13,206
Bridges on State Highway System	7,899
Bridges off State Highway System	5,307
State Police Protection:	
Number of Troops	9
Number of State Police Employees	1,607
Number of State Employees:	
Classified	63,940
Unclassified	36,553
Recreation:	
Number of State Parks	24
Area of State Parks	30,984 acres
Number of State Historic Sites	21
Area of State Historic Sites	2,617 acres

Sources: (1) Louisiana Department of Culture, Recreation, and Tourism, Office of Tourism and Office of State Parks  
 (2) Louisiana Department of Transportation and Development, Traffic and Planning Section and Bridge Maintenance Section  
 (3) Louisiana Department of Public Safety and Corrections  
 (4) Louisiana Department of State Civil Service  
 \* U.S. Census Bureau, 2000 Census

# State of Louisiana

## GENERAL GOVERNMENTAL REVENUES BY CATEGORY LAST TEN FISCAL YEARS

(EXPRESSED IN THOUSANDS)

REVENUES REFLECT INTERAGENCY TRANSFER ELIMINATION.

GOVERNMENTAL FUND TYPES	2004-2005	2003-2004	2002-2003	2001-2002
<b>INTERGOVERNMENTAL REVENUES:</b>				
FEDERAL GRANTS	\$ 7,162,890	\$ 6,794,864	\$ 6,271,393	\$ 5,767,877
TRANSPORTATION TRUST-FEDERAL	494,730	487,993	496,007	435,703
NON-FEDERAL REVENUES	<u>11,830</u>	<u>31,049</u>	<u>56,665</u>	<u>34,254</u>
<b>TOTAL INTERGOVERNMENTAL REVENUES</b>	<u>7,669,450</u>	<u>7,313,906</u>	<u>6,824,065</u>	<u>6,237,834</u>
<b>TAXES:</b>				
ALCOHOLIC BEVERAGE TAX	17,234	16,841	16,284	16,286
BEER TAX	36,463	36,584	36,431	35,074
CORPORATION FRANCHISE TAX	276,891	181,044	187,447	247,470
EXCISE LICENSE TAX	194,812	192,214	162,718	141,517
GIFT TAX	3,463	3,793	5,571	4,316
INHERITANCE TAX	26,938	42,189	53,522	64,679
INCOME TAX	2,927,061	2,438,784	1,985,248	2,051,630
LOUISIANA RECOVERY DISTRICT	--	--	--	--
LOUISIANA TOURISM PROMOTION	22,485	20,419	18,194	19,394
LOUISIANA SALES AND USE TAX	2,580,432	2,394,526	2,221,477	2,625,455
SEVERANCE TAX	680,302	527,115	425,511	496,498
TOBACCO TAX	150,713	102,056	82,071	128,521
TRANSPORTATION TRUST FUND	460,671	448,615	446,706	452,659
TIMED ACCOUNT	30,134	51,700	54,060	33,903
OTHER TAXES	<u>210,595</u>	<u>263,663</u>	<u>597,295</u>	<u>229,232</u>
<b>TOTAL TAXES</b>	<u>7,618,194</u>	<u>6,719,543</u>	<u>6,292,535</u>	<u>6,546,634</u>
<b>GAMING:</b>				
RIVERBOAT	334,875	335,366	335,582	335,821
VIDEO DRAW POKER	172,200	166,491	162,690	152,084
MISCELLANEOUS	<u>121,682</u>	<u>99,905</u>	<u>84,523</u>	<u>64,829</u>
<b>TOTAL GAMING</b>	<u>628,757</u>	<u>601,762</u>	<u>582,795</u>	<u>552,734</u>
<b>TOBACCO SETTLEMENT</b>	<u>142,794</u>	<u>141,653</u>	<u>66,234</u>	<u>1,135,519</u>
<b>USE OF MONEY AND PROPERTY:</b>				
INTEREST INCOME ON INVESTMENTS	196,264	149,789	226,593	167,261
INCOME - ROYALTIES ON LAND	370,589	312,903	261,172	258,654
INCOME - RENTALS AND BONUSES ON LAND	48,726	34,074	38,277	38,386
OTHER USE OF MONEY AND PROPERTY	<u>233,713</u>	<u>60,691</u>	<u>301,191</u>	<u>101,156</u>
<b>TOTAL USE OF MONEY AND PROPERTY</b>	<u>849,292</u>	<u>557,457</u>	<u>827,233</u>	<u>565,457</u>
<b>LICENSES, PERMITS AND FEES</b>	<u>592,363</u>	<u>568,391</u>	<u>546,596</u>	<u>534,581</u>
<b>SALES OF COMMODITIES AND SERVICES</b>	<u>983,254</u>	<u>905,207</u>	<u>910,719</u>	<u>759,136</u>
<b>OTHER REVENUE SOURCES</b>	<u>576,553</u>	<u>889,689</u>	<u>773,508</u>	<u>1,191,539</u>
<b>TOTAL GOVERNMENTAL REVENUES</b>	<u>\$ 19,060,657</u>	<u>\$ 17,697,608</u>	<u>\$ 16,823,685</u>	<u>\$ 17,523,434</u>

# State of Louisiana

2000-2001	1999-2000	1998-1999	1997-1998	1996-1997	1995-1996
\$ 5,042,996	\$ 4,574,074	\$ 4,476,487	\$ 4,269,441	\$ 4,548,647	\$ 4,605,557
381,938	410,920	328,895	278,244	241,876	266,481
<u>12,721</u>	<u>19,686</u>	<u>16,663</u>	<u>18,028</u>	<u>23,140</u>	<u>66,379</u>
<u>5,437,655</u>	<u>5,004,680</u>	<u>4,822,045</u>	<u>4,565,713</u>	<u>4,813,663</u>	<u>4,938,417</u>
15,852	16,433	13,663	16,131	15,636	16,030
36,523	38,490	36,481	36,173	34,406	36,926
248,546	269,383	296,490	251,170	243,972	233,516
103,790	95,919	128,505	117,728	123,248	149,244
4,570	5,138	9,247	5,273	3,832	3,502
78,360	90,439	86,726	84,513	73,903	54,805
2,062,021	1,766,458	1,788,325	1,782,804	1,648,905	1,488,407
--	--	--	--	145,429	558,569
20,765	16,131	17,554	17,911	16,803	16,410
2,664,821	2,313,475	2,257,334	2,240,099	2,051,822	1,622,589
445,004	405,504	261,263	352,109	419,423	349,069
96,583	89,644	85,441	87,198	88,249	87,935
435,649	437,210	428,867	424,355	395,283	401,212
33,902	33,906	35,008	106,089	35,310	100,303
<u>206,071</u>	<u>163,610</u>	<u>123,255</u>	<u>58,110</u>	<u>69,294</u>	<u>61,638</u>
<u>6,452,457</u>	<u>5,741,740</u>	<u>5,568,159</u>	<u>5,579,663</u>	<u>5,365,515</u>	<u>5,180,155</u>
285,895	263,879	252,072	235,531	233,643	219,298
142,036	130,102	188,678	182,695	170,826	174,487
<u>97,045</u>	<u>71,320</u>	<u>3,778</u>	<u>4,886</u>	<u>4,838</u>	<u>--</u>
<u>524,976</u>	<u>465,301</u>	<u>444,528</u>	<u>423,112</u>	<u>409,307</u>	<u>393,785</u>
<u>141,262</u>	<u>174,735</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
134,924	118,944	127,897	168,946	148,372	122,033
408,531	240,112	150,966	209,692	258,320	247,725
43,305	33,398	41,041	68,840	70,818	50,873
<u>150,745</u>	<u>105,651</u>	<u>120,708</u>	<u>179,066</u>	<u>132,608</u>	<u>97,876</u>
<u>737,505</u>	<u>498,105</u>	<u>440,612</u>	<u>626,544</u>	<u>610,118</u>	<u>518,507</u>
500,892	490,905	468,549	465,963	465,327	416,874
682,046	614,899	574,718	573,539	497,386	547,326
<u>789,675</u>	<u>378,233</u>	<u>331,270</u>	<u>273,917</u>	<u>325,313</u>	<u>252,282</u>
\$ <u>15,266,468</u>	\$ <u>13,368,598</u>	\$ <u>12,649,881</u>	\$ <u>12,508,451</u>	\$ <u>12,486,629</u>	\$ <u>12,247,346</u>

# State of Louisiana

## GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION LAST TEN FISCAL YEARS

(EXPRESSED IN THOUSANDS)

EXPENDITURES REFLECT INTERAGENCY TRANSFER ELIMINATION.

	2004-2005	2003-2004	2002-2003	2001-2002
GENERAL GOVERNMENT	\$ 2,300,964	\$ 2,172,105	\$ 2,121,596	\$ 1,872,348
CULTURE, RECREATION AND TOURISM	64,548	60,370	60,647	59,745
TRANSPORTATION AND DEVELOPMENT	356,665	330,164	323,289	303,177
PUBLIC SAFETY	272,785	256,403	221,504	223,170
HEALTH & HOSPITALS	7,408,900	7,061,555	6,625,988	6,704,422
CORRECTIONS	651,974	623,629	611,685	594,467
CONSERVATION AND ENVIRONMENT	244,059	240,743	234,402	219,965
EDUCATION	5,077,793	4,929,255	4,674,987	4,335,452
OTHER	10,024	13,311	4,793	1,104
INTERGOVERNMENTAL	375,373	354,846	365,818	322,075
DEBT SERVICE	44,909	39,795	152,057	59,845
GENERAL FUND	<u>16,807,994</u>	<u>16,082,176</u>	<u>15,396,766</u>	<u>14,695,770</u>
SPECIAL REVENUE FUNDS	279,612	229,583	242,592	309,046
DEBT SERVICE FUNDS	393,470	415,296	353,120	304,966
CAPITAL OUTLAY FUNDS	1,184,140	1,126,958	1,159,534	1,009,660
PERMANENT FUNDS	<u>23,106</u>	<u>58,167</u>	<u>1,228</u>	<u>1,121</u>
TOTAL GOVERNMENTAL FUND TYPES	\$ <u>18,688,322</u> \$	\$ <u>17,912,180</u> \$	\$ <u>17,153,240</u> \$	\$ <u>16,320,563</u>

# State of Louisiana

	2000-2001	1999-2000	1998-1999	1997-1998	1996-1997	1995-1996
\$	1,811,091	\$ 1,641,857	\$ 1,560,067	\$ 1,379,171	\$ 1,336,118	\$ 1,304,935
	52,033	56,715	54,867	45,426	40,649	35,194
	301,090	289,538	279,518	276,679	244,976	236,536
	193,831	187,412	179,542	170,055	155,148	178,259
	4,931,245	4,382,625	4,195,980	4,092,231	4,626,809	4,868,926
	569,342	578,765	487,964	437,170	406,689	378,229
	182,962	203,230	187,032	193,317	166,337	143,282
	3,241,000	3,122,483	3,198,641	3,055,941	2,854,205	2,698,166
	2,911	3,321	2,746	2,863	2,696	--
	302,591	329,409	340,926	328,561	339,656	303,513
	45,023	17,639	68,992	167,010	382,392	184,625
	<u>11,633,119</u>	<u>10,812,994</u>	<u>10,556,275</u>	<u>10,148,424</u>	<u>10,555,675</u>	<u>10,331,665</u>
	117,564	124,834	81,537	95,458	99,420	96,404
	284,692	140,575	229,448	260,771	637,874	467,281
	845,563	1,050,433	923,521	833,602	641,547	664,984
	775	703	595	1,209	602	790
\$	<u><u>12,881,713</u></u>	<u><u>12,129,539</u></u>	<u><u>11,791,376</u></u>	<u><u>11,339,464</u></u>	<u><u>11,935,118</u></u>	<u><u>11,561,124</u></u>

# State of Louisiana

## TAX RATE BY MAJOR SOURCES OF REVENUE

TAX TYPE	COLLECTION UNIT	RATE/DESCRIPTION
<u>Alcoholic Beverage Taxes</u>		
Beer Tax	Department of Revenue	\$10 per 31-gallon barrel. This includes all alcoholic beverages with alcohol content of 6% or less.
Liquor and Wine Tax	Department of Revenue	\$0.66 per liter on liquor; \$0.42 per liter on sparkling wine; \$0.03 per liter on still wine with alcoholic content not over 14%; \$0.06 per liter on still wine with alcoholic content over 14% but not over 24%.
<u>Corporation Franchise Tax</u>		
	Department of Revenue	\$1.50 per \$1,000 of capital stock, surplus, undivided profits, and borrowed capital (taxable base) up to \$300,000 and \$3 for each \$1,000 of taxable base over \$300,000. The minimum amount of tax paid by a corporation is \$10 per year.
<u>Gasoline Tax</u>		
	Department of Revenue	\$0.20 per gallon. Petroleum Products Testing Fee – the fee for testing the quality and quantity of petroleum products is 1/32 cent per gallon, which was collected through August 31, 2003. Effective September 1, 2003, the fee was raised to 4/32 cents per gallon.
<u>Hazardous Liquid Pipeline Tax</u>		
	Department of Natural Resources	Annual user fee of \$15 per mile, or fraction thereof, of hazardous liquids pipeline operated.
<u>Hazardous Waste Disposal Tax</u>		
	Department of Revenue	\$30 per dry-weight ton for waste disposed of on-site, \$40 per dry-weight ton for waste disposed of off-site from where generated, and \$100 per dry-weight ton on extremely hazardous waste disposed of in Louisiana.
<u>Income Tax</u>		
Corporate income tax	Department of Revenue	4% on the first \$25,000 of net taxable income; 5% on the next \$25,000; 6% on the next \$50,000; 7% on the next \$100,000; and 8% on all net taxable income in excess of \$200,000.
Individual income tax	Department of Revenue	For taxable periods beginning after December 31, 2002, the rate of tax for taxpayers filing as single, married filing separately, or head of household is: 2% on the first \$12,500; 4% on the next \$12,500, and 6% on the taxable income above \$25,000. Married persons filing a joint return or qualifying surviving spouse are taxed at the following rates: 2% on the first \$25,000; 4% on the next \$25,000; and 6% on the taxable income above \$50,000. The combined personal exemption and standard deduction is \$4,500 for single individuals and married persons filing separately; \$9,000 for married couples filing jointly, qualified surviving spouses, and heads of households. A dependency deduction of \$1,000 is allowed for each dependent, each taxpayer and/or spouse who is over 65 years of age or older, and for each taxpayer and/or spouse who is blind.
<u>Inheritance Tax</u>		
	Department of Revenue	Inheritances of a surviving spouse are totally exempt from the tax. Otherwise, inheritances are taxed on all amounts that exceed the following exemption per heir or legatee: Class A (lineal descendants and ascendants), \$25,000; Class B (collateral relationships such as brothers and sisters and their descendants), \$1,000; Class C (nonrelated), \$500. The tax rate for Class A is two percent of the first \$20,000 of taxable value and three percent of amounts over \$20,000 of taxable value. Class B is taxed at five percent of the first \$20,000 of taxable value and at seven percent of amounts over \$20,000 of taxable value. Class C is taxed at five percent of the first \$5,000 of taxable value and at 10 percent of amounts over \$5,000 of taxable value. For deaths occurring after June 30, 1998 and before July 1, 2001, the tax rates were reduced by eighteen percent; for deaths occurring after June 20, 2001, and before July 1, 2002, the tax rate shall be reduced by forty percent; for deaths occurring after June 30, 2002 and before July 1, 2003, the tax rates shall be reduced by sixty percent; for deaths occurring after June 30, 2003, and before July 1, 2004, the tax rates shall be reduced by eighty percent; and for deaths occurring after June 30, 2004, the tax shall not apply when judgment of possessions is rendered or when the succession is judicially opened no later than the last day of the ninth month following the death of the decedent.

(Continued)



# State of Louisiana

TAX TYPE	COLLECTION UNIT	RATE/DESCRIPTION
<u>Insurance Excise License Tax</u>	Department of Insurance	<p>A. The tax rate for life, accident, health and service is \$140 for annual premiums up to \$7,000 and \$225 for each additional \$10,000 or fraction thereof.</p> <p>B. The rate for fire, marine, transportation and casualty and surety is \$185 for annual premiums up to \$6,000 and \$300 for each additional \$10,000 or fraction thereof.</p>
<u>Mineral Resources - Royalties and Bonuses</u>	Department of Natural Resources	These are not taxes. However, all oil and gas leases provide for a bonus, which is bid on at the time the lease is given. Leasehold payments contained within the lease form, such as "delay rentals," "in-lieu royalty," and "deferred development" payments, and royalty which is bid on at the lease sale cannot, by statutory law, be less than 1/8 <sup>th</sup> of the value of production. Mineral leases for solid mineral, such as sulfur, potash, salt, or lignite, provide for a royalty based on tonnage production at a market price paid per ton.
<u>Motor Vehicle - Licenses and Fees</u>	Department of Public Safety	<p>A. The minimum vehicle registration license tax is \$20 biannually for private passenger vehicles purchased before January 1, 1990. If purchased after January 1, 1990, the registration is based on the value of the vehicle – .1% of the value of the vehicle per year; with a minimum base of \$10,000. The license plates are sold in two-year increments; therefore, the minimum price is \$20.00. The registration fee is \$40 (four-year increments) for trucks up to 6,000 pounds and the fees vary annually for trucks over 6,000 pounds depending on the use and the gross axle weight (usually from \$10 to \$480).</p> <p>B. Driver's license fees range from \$13.50 to \$36.00 for four years for drivers of private vehicles. Other driver's license fees may vary.</p> <p>C. A fee not to exceed \$3 per service or transaction, at a local field office, enacted by LRS 32:429, is used solely to defray cost of operations of that office not fully funded by the State.</p>
<u>Natural Gas Franchise</u>	Department of Revenue	1% of the gross receipts from the operation of franchises or charters in the State.
<u>Transportation and Communications Utilities Tax</u>	Department of Revenue	2% of the gross receipts from intrastate business.
<u>Sales Tax</u>	Department of Revenue	4% sales tax is collected on the sale, use, consumption, distribution, or storage for use or consumption of any tangible personal property, on retail sales, leases, and rentals, and on <u>certain</u> sales of services including repairs of tangible personal property; 3% aggregate sales tax is collected on intrastate telecommunications and certain prepaid telephone services; effective April 1, 2004, the sales tax rate on interstate telecommunication services was reduced to 2%. Most statutory exemptions have been partially and temporarily suspended from July 1, 1986, through June 30, 2009, and are currently taxed at the suspended rate of 4% except for sales of electricity, water, natural gas and steam for other than residential use. The tax rate on these items is 3.8% from July 1, 2003 through June 30, 2009. Effective July 1, 2003, purchases of food for home consumption, and electricity and natural gas for residential use are fully exempt from the state sales tax.
<u>Severance Tax</u>	Department of Revenue	<p>A. The tax on oil/condensate is based on the value. The full rate of oil/condensate is 12.5% of the value. The incapable oil rate is 6.25% of the value. The stripper oil rate is 3 1/8% of the value. Stripper oil is exempt as long as the average value is less than \$20 per barrel.</p> <p>B. The severance tax on natural gas is based on per thousand cubic feet. The full rate is adjusted annually on July 1, and may never be less than 7 cents per thousand cubic feet. As of July 1, 2004, the full rate is \$0.208 per thousand cubic feet at 15.025 pounds per square inch absolute. The rate on incapable oil well gas is \$0.03 per thousand cubic feet. The rate on incapable gas well gas is \$0.013 per thousand cubic feet.</p> <p>C. The tax rate on sulfur is \$1.03 per long-ton (2,240 pounds).</p> <p>D. The tax rate on salt is \$0.06 per ton.</p> <p>E. The tax rates on timber are 2.25% of stumpage value and 5% of stumpage value of pulpwood.</p> <p>F. The tax rate on shell and sand is \$0.06 per ton.</p> <p>G. The tax rate on stone is \$0.03 per ton.</p> <p>H. The tax rate on lignite is \$0.12 per ton.</p> <p>I. The tax rate on marble is \$0.20 per ton.</p>
<u>Special Fuels Tax</u>	Department of Revenue	The tax on special fuels is levied at a rate of \$0.20 per gallon on motor fuels other than gasoline.
<u>Surface Mining and Reclamation Fee</u>	Department of Revenue	The fee on coal and lignite mined in Louisiana is \$0.08 per ton.
<u>Tobacco Tax</u>	Department of Revenue	An excise tax is imposed on the first dealer who handles a tobacco product in the State. Cigars invoiced up to \$120 per thousand are taxed at 8% of the manufacturer's net invoice price, whereas cigars invoiced over \$120 per thousand are taxed at 20% on the net invoice price. The tax rate on smoking tobacco is computed at 33% of the invoice price to wholesalers. The tax rate on smokeless tobacco is 20% of the invoice price. The tax rate on cigarettes is \$0.018 per cigarette.

(Concluded)

# State of Louisiana

## RATIO OF GENERAL OBLIGATION ANNUAL DEBT SERVICE EXPENDITURES TO GENERAL GOVERNMENTAL EXPENDITURES – LAST TEN FISCAL YEARS

(EXPRESSED IN THOUSANDS)

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL (1) DEBT SERVICE	GENERAL (2) GOVERNMENTAL EXPENDITURES	RATIO DEBT SERVICE TO TOTAL GOVERNMENTAL EXPENDITURES
2004-2005	\$ 164,886	\$ 127,253	\$ 292,139	\$ 17,481,076	1.67%
2003-2004	201,638	121,000	322,638	16,727,054	1.93%
2002-2003	226,472	126,442	352,914	15,992,478	2.21%
2001-2002	201,319	102,709	304,028	15,309,782	1.99%
2000-2001	175,856	106,837	282,693	12,049,886	2.35%
1999-2000	34,566	104,129	138,695	11,112,274	1.25%
1998-1999	118,963	109,883	228,846	10,897,074	2.10%
1997-1998	136,221	121,664	257,885	10,528,662	2.45%
1996-1997	488,079	142,195	630,274	11,315,991	5.57%
1995-1996	275,017	183,380	458,397	10,919,795	4.20%

(1) Totals do not include self-supporting issues.

(2) Expenditures do not include Capital Outlay and Permanent Funds of the State oversight unit.

The defeasement of certain General Obligation Bond payments (principal and interest) using the General Fund Undesignated Fund Balance are as follows: 2004-05, \$63,030; 2002-03, \$95,395; 2001-02, \$23,044; 2000-01, \$22,997; 1998-99, \$52,361; 1997-98, \$155,783; 1996-97, \$393,368; and 1995-96, \$149,804.

The General Obligation Bonds had advance refunding in the following amounts (principal only): 2004-05, \$653,060; 2000-01, \$125,365; 1997-98, \$350,620; 1995-96, \$443,980.

SOURCE: Office of Statewide Reporting and Accounting Policy

## COLLEGE AND UNIVERSITY REVENUE BONDS FOR THE LAST TEN FISCAL YEARS

(EXPRESSED IN THOUSANDS)

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL DEBT SERVICE	PRINCIPAL TO MATURITY	INTEREST TO MATURITY
2004-2005	\$ 83,929	\$ 22,991	\$ 106,920	\$ 780,767	\$ 449,507
2003-2004	39,844	21,634	61,478	551,822	347,088
2002-2003	51,851	13,611	65,462	391,386	304,936
2001-2002	12,494	12,435	24,929	224,257	141,720
2000-2001	22,637	10,415	33,052	189,770	138,227
1999-2000	12,603	7,955	20,558	194,353	146,991
1998-1999	16,408	7,748	24,156	164,047	103,070
1997-1998	13,713	6,993	20,706	137,759	78,877
1996-1997	10,237	6,258	16,495	133,232	76,328
1995-1996	11,736	5,137	16,873	93,210	34,475

SOURCE: Office of Statewide Reporting and Accounting Policy

# State of Louisiana

## BANK DEPOSITS AND INDIVIDUAL INTERNAL REVENUE SERVICE COLLECTIONS FOR THE LAST TEN CALENDAR YEARS

(EXPRESSED IN THOUSANDS)

	BANK DEPOSITS (1)	INDIVIDUAL IRS COLLECTIONS (2)
2004	\$20,482,540	\$19,133,840
2003	19,420,744	18,293,627
2002	18,199,164	21,328,978
2001	16,989,583	17,775,613
2000	15,531,913	14,375,892
1999	15,158,462	13,560,698
1998	14,767,227	16,458,101
1997	16,044,284	*
1996	17,553,517	13,281,575
1995	17,103,093	12,725,191

\* Information is not available because the IRS only provided the total of individual income tax collections by district instead of by state.

SOURCES: (1) Office of Financial Institutions

(2) Internal Revenue Service

## 25 LARGEST PRIVATE EMPLOYERS IN LOUISIANA\*

Avondale Industries Inc  
 Tulane University \*\*  
 Ochsner Clinic Foundation \*\*  
 Willis-Knighton Health System  
 Answer-One Message Center \*\*  
 J Ray McDermott Inc – Marine  
 Ochsner Foundation Hospital \*\*  
 Fabrication & Offshore Operations  
 Schumpert Medical Center  
 Our Lady of the Lake Medical Center  
 Grand Casino  
 Horseshoe Casino & Hotel  
 Memorial Medical Center \*\*  
 East Jefferson General Hospital \*\*  
 West Telemarketing Service  
 Pediatric Clinic – Houma  
 State Farm Insurance  
 General Motors Corporation  
 Isle of Capri Casino \*\*\*  
 Northrop Grumman Corp \*\*\*  
 Hollywood Casino – Shreveport  
 North Oaks Health System \*\*  
 Dow Chemical USA  
 Orion Refining Corporation  
 Exxon Mobil Refining & Supply

\* This table includes only those employers that voluntarily supplied information and is stated in descending order.

\*\* Affected by Hurricane Katrina

\*\*\* Affected by Hurricane Rita

SOURCE: Louisiana Department of Labor

# State of Louisiana

## POPULATION AND EMPLOYMENT TRENDS FOR THE LAST TEN CALENDAR YEARS

YEAR	POPULATION		MEDIAN AGE	CIVILIAN LABOR FORCE	EMPLOYMENT	LOUISIANA UNEMPLOYMENT NUMBER	LOUISIANA UNEMPLOYMENT RATE	U.S. UNEMPLOYMENT RATE
	(A)	(B) (1) (2)	(1)	(A) (1)	(A) (1)	(A) (1)	(1)	(1)
2004	4,516		34.9	2,058	1,940	117	5.7 %	5.5 %
2003	4,496		34.7	2,037	1,903	134	6.6	6.0
2002	4,483		34.5	2,006	1,883	123	6.1	5.8
2001	4,465		34.3	2,050	1,928	122	6.0	4.8
2000	4,469		34.0	2,030	1,917	113	5.5	4.0
1999	4,372		34.1	2,052	1,948	104	5.1	4.2
1998	4,369		33.9	2,063	1,945	118	5.7	4.5
1997	4,352		33.6	2,024	1,900	124	6.1	4.9
1996	4,351		33.0	1,997	1,863	134	6.7	5.4
1995	4,342		32.7	1,956	1,822	134	6.9	5.6

(A) Expressed in thousands

(B) Population figures are estimated by the U.S. Census Bureau and are revised yearly; however, only the original estimates are reported here

SOURCES: (1) U.S. Census Bureau  
(2) Louisiana Department of Labor

## PERSONAL INCOME AND GROSS STATE PRODUCT IN CURRENT DOLLARS AND ADJUSTED FOR INFLATION FOR THE LAST TEN CALENDAR YEARS

YEAR	PER CAPITA PERSONAL INCOME	PER CAPITA PERSONAL INCOME (INFLATION ADJUSTED)	PER CAPITA DISPOSABLE PERSONAL INCOME	PER CAPITA DISPOSABLE PERSONAL INCOME (INFLATION ADJUSTED)	GROSS STATE PRODUCT	GROSS STATE PRODUCT (INFLATION ADJUSTED)	CONSUMER PRICE INDEX
	(A) (1)	(A)	(A) (1)	(A)	(B) (C) (1)	(B)	(2)
2004	\$27,581	\$14,601	\$25,256	\$13,370	\$151,993	\$ 80,462	188.9
2003	26,038	14,151	23,796	12,933	144,321	78,435	184.0
2002	25,370	14,102	22,866	12,710	134,360	74,686	179.9
2001	24,084	13,599	21,286	12,019	148,697	83,962	177.1
2000	23,041	13,380	20,347	11,816	137,700	79,965	172.2
1999	22,847	13,705	20,171	12,100	128,959	77,359	166.7
1998	21,385	13,112	18,810	11,533	129,251	79,246	163.1
1997	20,473	12,748	18,138	11,294	124,350	77,428	160.6
1996	19,664	12,525	17,605	11,213	117,633	74,925	157.0
1995	18,891	12,388	17,088	11,205	112,497	73,769	152.5

(A) Expressed in dollars

(B) Expressed in millions

(C) Gross state product figures are estimated by the Bureau of Economic Analysis, U.S. Department of Commerce, and are revised yearly; however, only the original estimates are reported here.

SOURCES: (1) Survey of Current Business, United States Department of Commerce, Bureau of Economic Analysis  
(2) U. S. Economic Outlook

# State of Louisiana

## REVENUE BOND COVERAGE FOR THE LAST TEN FISCAL YEARS

(EXPRESSED IN THOUSANDS EXCEPT COVERAGE RATIO)

	Fiscal Year Ended June 30	Gross Revenue	Direct Operating Expenses	Available for Debt Service	Principal	Interest	Annual Debt Service	Coverage Ratio
<b>Primary Government</b>								
<b>Louisiana Office Building Corporation **</b>								
	2005	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	--
	2004	--	--	--	--	--	--	--
	2003	--	--	--	--	--	--	--
	2002	--	--	--	--	--	--	--
	2001	--	--	--	--	--	--	--
	2000	274	89	185	130	6	136	1.36
	1999	360	60	300	585	34	619	0.48
	1998	346	77	269	485	57	542	0.50
	1997	261	191	70	550	83	633	0.11
	1996	277	625	(348)	495	107	602	(0.58)
<b>Louisiana Correctional Facilities Corporation</b>								
	2005	\$ 1,474	\$ 34	\$ 1,440	\$ 4,610	\$ 1,326	\$ 5,936	0.24
	2004	3,413	904	2,509	4,410	1,526	5,936	0.42
	2003	9,967	133	9,834	38,705	2,524	41,229	0.24
	2002	5,766	53	5,713	15,290	2,304	17,594	0.32
	2001	6,523	28	6,495	14,315	3,093	17,408	0.37
	2000	121	1,420	(1,299)	13,435	3,805	17,240	(0.08)
	1999	246	3,078	(2,832)	12,645	4,444	17,089	(0.17)
	1998	737	1,193	(456)	11,925	5,022	16,947	(0.03)
	1997	313	77	236	11,280	5,544	16,824	0.01
	1996	380	65	315	10,710	6,012	16,722	0.02
<b>Louisiana Office Facilities Corporation</b>								
	2005	\$ 33,618	\$ 15,555	\$ 18,063	\$ 11,160	\$ 17,364	\$ 28,524	0.63
	2004	30,975	21,433	9,542	10,700	15,415	26,115	0.37
	2003	22,844	11,952	10,892	6,775	13,001	19,776	0.55
	2002	19,592	7,267	12,325	6,500	14,360	20,860	0.59
	2001	11,421	3,267	8,154	1,075	8,444	9,519	0.86
	2000	9,024	3,250	5,774	820	5,651	6,471	0.89
	1999	3,278	3,634	(356)	670	1,025	1,695	(0.21)
	1998	4,961	2,451	2,510	625	1,071	1,696	1.48
	1997	4,846	2,078	2,768	585	1,114	1,699	1.63
	1996	4,197	1,984	2,213	550	1,153	1,703	1.30
<b>Component Units:</b>								
<b>Orleans Levee District</b>								
	2005	\$ 18,147	\$ 28,194	\$ (10,047)	\$ 4,455	\$ 4,067	\$ 8,522	(1.18)
	2004	14,981	25,365	(10,384)	1,495	1,711	3,206	(3.24)
	2003	15,158	22,833	(7,675)	1,395	1,786	3,181	(2.41)
	2002	16,098	22,600	(6,502)	1,310	1,866	3,176	(2.05)
	2001	13,143	10,559	2,584	1,230	1,941	3,171	0.81
	2000	11,306	7,976	3,330	1,183	3,053	4,236	0.79
	1999	9,883	5,684	4,199	1,118	3,109	4,227	0.99
	1998	10,523	6,290	4,233	1,066	3,167	4,233	1.00
	1997	11,467	7,364	4,103	33,898	5,955	39,853	0.10
	1996	13,411	6,864	6,547	912	5,282	6,194	1.06
<b>Greater Baton Rouge Port Commission</b>								
	2005	\$ 4,980	\$ 4,919	\$ 61	\$ 320	\$ 433	\$ 753	0.08
	2004	4,827	4,025	802	300	455	755	1.06
	2003	5,280	3,850	1,430	285	477	762	1.88
	2002	6,391	4,136	2,255	270	499	769	2.93
	2001	4,899	3,217	1,682	260	520	780	2.16
	2000	4,154	2,849	1,305	2,730	375	3,105	0.42
	1999	4,025	3,216	809	400	119	519	1.56
	1998	4,316	2,857	1,459	385	82	467	3.12
	1997	4,376	3,288	1,088	370	94	464	2.34
	1996	4,922	3,008	1,914	360	105	465	4.12

\* College and University revenue bonds are shown in a separate schedule.

\*\* Bonds paid off in fiscal year 2000.

Source: Office of Statewide Reporting and Accounting Policy

# State of Louisiana

## TOTAL PUBLIC EDUCATION ENROLLMENT IN PUBLIC SCHOOLS, COLLEGES, AND UNIVERSITIES FOR THE LAST TEN SCHOOL YEARS

EDUCATIONAL FACILITY	2004-2005	2003-2004	2002-2003	2001-2002	2000-2001	1999-2000	1998-99	1997-98	1996-97	1995-96
GRADES K-12 (A)	701,471*	705,534	708,238	714,020	727,255	738,624	752,897	763,812	775,817	780,000
GRAMBLING STATE UNIVERSITY	5,039	4,669	4,464	4,500	4,716	4,671	5,070	5,864	6,700	6,800
LOUISIANA TECH UNIVERSITY	11,687	11,960	11,257	10,694	10,363	10,014	9,656	9,500	9,272	9,584
MCNEESE STATE UNIVERSITY	8,780	8,447	8,029	7,780	7,634	7,822	7,967	8,131	8,087	8,443
NICHOLLS STATE UNIVERSITY	7,482	7,260	7,332	7,206	7,345	7,367	7,402	7,187	7,210	7,366
NORTHWESTERN STATE UNIVERSITY	10,546	10,505	10,159	9,415	9,292	9,005	8,572	8,873	9,037	9,040
SOUTHEASTERN STATE UNIVERSITY	15,472	15,662	15,195	14,522	14,535	15,199	15,308	15,330	14,592	14,368
UNIVERSITY OF LOUISIANA AT LAFAYETTE	16,561	16,208	16,006	15,489	15,742	16,351	16,933	17,044	16,741	16,902
UNIVERSITY OF LOUISIANA AT MONROE	8,841	8,592	8,162	8,765	9,409	9,864	10,527	10,945	11,128	11,570
UNIVERSITY OF LOUISIANA SYSTEM (subtotal)	84,408	83,303	80,604	78,371	79,036	80,293	81,435	82,874	82,767	84,073
COMMUNITY & TECHNICAL COLLEGES (B) ***	51,139	49,296	46,447	47,252	38,315	38,315	**	**	**	**
LOUISIANA STATE UNIVERSITY (B) ***	62,932	62,884	62,878	61,391	59,690	59,899	58,409	56,796	55,239	54,670
SOUTHERN UNIVERSITY (B) ***	15,866	15,044	14,268	14,281	14,632	14,458	15,079	15,214	15,774	15,909
TOTAL COLLEGES & UNIVERSITIES	214,345	210,527	204,197	201,295	191,673	192,965	154,923	154,884	153,780	154,652
TOTAL ENROLLMENT IN PUBLIC SCHOOLS, COLLEGES, AND UNIVERSITIES	915,816	916,061	912,435	915,315	918,928	931,589	907,820	918,696	929,597	934,652

\* Preliminary count subject to changes by Board of Elementary and Secondary Education

\*\* Information not available

\*\*\* Information is partially based on preliminary count from Fall 2004 due to Hurricane Katrina and Rita

(A) Does not include enrollment at non-public schools receiving state funding

(B) Includes all campuses and programs

SOURCES: (1) Louisiana Board of Elementary and Secondary Education

(2) Louisiana Board of Regents

## VALUE OF FIRST SALES OF AGRICULTURAL, FISHERIES, GAME, AND TIMBER PRODUCTS FOR THE LAST TEN CALENDAR YEARS

(EXPRESSED IN THOUSANDS)

YEAR	CROPS (1)	LIVESTOCK (1)	FISH AND SHELLFISH (A) (2)	ALLIGATOR AND GAME (B) (C) (3)	TIMBER (D) (4)	TOTAL
2004	\$1,347,810	\$877,993	\$275,634	*	\$593,094	\$3,094,531
2003	1,296,021	697,345	271,113	\$37,252	605,357	2,907,088
2002	1,159,194	614,049	279,989	32,886	568,440	2,654,558
2001	1,115,793	701,131	345,091	25,614	559,383	2,747,012
2000	1,166,533	653,274	418,918	32,543	654,770	2,926,038
1999	1,227,563	620,036	336,963	24,031	680,314	2,888,907
1998	1,245,131	645,493	291,893	19,127	744,597	2,946,241
1997	1,453,848	655,210	306,528	23,872	610,314	3,049,772
1996	1,669,246	678,694	270,801	24,705	594,396	3,237,842
1995	1,396,783	629,837	315,724	21,139	635,285	2,998,768

\* Information not yet available

(A) All fresh and salt-water species including shrimp

(B) Values of meat and skins or pelts only

(C) Values included for alligator harvest for 2003 are reissued

(D) Estimated stumpage value of severed timber delivered to mills

SOURCES: (1) State Financial Summary, Economic Research Service, USDA

(2) U.S. Department of Commerce, National Oceanic and Atmospheric Administration, National Marine Fisheries Service

(3) Louisiana Department of Wildlife and Fisheries, Office of Wildlife, Game Division

(4) Louisiana Department of Agriculture and Forestry, Office of Forestry, Louisiana Forest Products, Quarterly Market Report

# State of Louisiana

## DEBT SERVICE REQUIREMENTS PER CAPITA AND GENERAL OBLIGATION DEBT PER CAPITA FOR THE LAST TEN YEARS

YEAR	POPULATION * (1)	GENERAL OBLIGATION DEBT SERVICE REQUIREMENTS TO MATURITY * (2)	SELF- SUPPORTING DEBT SERVICE REQUIREMENTS TO MATURITY * (2)	STATE SUPPORTED DEBT SERVICE REQUIREMENTS TO MATURITY *(2)	STATE SUPPORTED DEBT SERVICE INTEREST TO MATURITY * (2)	STATE-SUPPORTED GENERAL OBLIGATION DEBT TO MATURITY * (2)	STATE SUPPORTED DEBT SERVICE PER CAPITA (2)	GENERAL OBLIGATION BONDED DEBT PER CAPITA (2)
2005	**	\$3,036,577	\$3,281	\$3,033,296	\$914,256	\$2,119,040	**	**
2004	4,516	2,615,567	7,418	2,608,149	767,016	1,841,134	\$578	\$408
2003	4,496	2,885,313	40,632	2,844,681	864,050	1,980,631	633	441
2002	4,483	2,823,631	45,613	2,778,018	810,664	1,967,354	620	439
2001	4,465	2,712,848	51,362	2,661,487	757,069	1,904,418	596	427
2000	4,469	2,421,276	60,462	2,360,814	643,963	1,716,851	528	384
1999	4,372	2,521,989	68,513	2,453,476	739,571	1,713,905	561	392
1998	4,369	2,767,509	89,728	2,677,781	842,020	1,835,761	613	420
1997	4,352	2,823,306	100,075	2,723,231	859,644	1,863,587	626	428
1996	4,351	3,055,575	113,861	2,941,714	859,361	2,082,353	676	479

\* Expressed in thousands

\*\* Current year information not yet available

SOURCES: (1) U.S. Census Bureau  
(2) Office of Statewide Reporting and Accounting Policy

## RATIO OF DEBT SERVICE REQUIREMENTS TO ASSESSED VALUE AND FAIR MARKET VALUE OF ALL TAXABLE PROPERTY FOR THE LAST TEN YEARS

GENERAL OBLIGATION BONDS	DEBT SERVICE REQUIREMENTS TO MATURITY (A) (1)	ASSESSED VALUE OF TAXABLE PROPERTY (A) (B) (2)	RATIO OF DEBT SERVICE TO ASSESSED VALUE OF TAXABLE PROPERTY	FAIR MARKET VALUE OF TAXABLE PROPERTY (A) (2)	RATIO OF DEBT SERVICE TO FAIR MARKET VALUE OF TAXABLE PROPERTY
2005	\$3,036,577	*	*	*	*
2004	2,615,567	\$21,493,734	12.2 %	\$236,426,013	1.1 %
2003	2,885,313	19,493,574	14.8	224,295,297	1.3
2002	2,823,631	18,570,082	15.2	205,190,986	1.4
2001	2,712,848	17,937,541	15.1	198,404,561	1.4
2000	2,421,276	17,014,343	14.2	189,438,956	1.3
1999	2,521,989	15,959,286	15.8	176,841,475	1.4
1998	2,767,509	15,226,452	18.2	169,405,728	1.6
1997	2,823,306	14,711,026	19.2	162,173,058	1.7
1996	3,055,575	13,743,189	22.2	154,449,581	2.0

\* Information not yet available

(A) Expressed in thousands

(B) Does not include values for homestead exemption

SOURCES: (1) Office of Statewide Reporting and Accounting Policy  
(2) Louisiana State Tax Commission

# State of Louisiana

## GENERAL FUND BALANCE FOR THE LAST TEN FISCAL YEARS

(EXPRESSED IN THOUSANDS)

	<u>2004-2005</u>	<u>2003-2004</u>	<u>2002-2003</u>	<u>2001-2002</u>	<u>2000-2001</u>
Reserved for inventory	\$ 53,449	\$ 58,747	\$ 66,240	\$ 59,563	\$ 52,541
Reserved for encumbrances	50,072	41,919	30,622	37,214	33,064
Reserved for other specific purposes	208,745	197,472	231,016	328,221	225,231
Unreserved - designated	--	--	18,330	--	660
- undesignated	<u>264,185</u>	<u>(10,998)</u>	<u>--</u>	<u>(33,953)</u>	<u>27,251</u>
Total Fund Balance *	\$ <u>576,451</u>	\$ <u>287,140</u>	\$ <u>346,208</u>	\$ <u>391,045</u>	\$ <u>338,747</u>

	<u>1999-2000</u>	<u>1998-1999</u>	<u>1997-1998</u>	<u>1996-1997</u>	<u>1995-1996</u>
Reserved for inventory	\$ 52,906	\$ 48,384	\$ 47,304	\$ 69,609	\$ 72,362
Reserved for encumbrances	28,418	27,622	27,034	47,474	18,415
Reserved for other specific purposes	293,816	280,726	260,742	305,215	175,907
Unreserved - designated	--	--	8,309	--	2,176
- undesignated	<u>(80,645)</u>	<u>(26,549)</u>	<u>94,163</u>	<u>135,014</u>	<u>318,039</u>
Total Fund Balance *	\$ <u>294,495</u>	\$ <u>330,183</u>	\$ <u>437,552</u>	\$ <u>557,312</u>	\$ <u>586,899</u>

\* Shown as originally published in the respective CAFRs



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