

West Baton Rouge Parish Council
Port Allen, Louisiana
December 31, 2005

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Release Date 7-12-06

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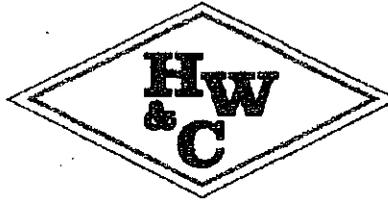
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HAWTHORN, WAYMOUTH & CARROLL, L.L.P.

J. CHARLES PARKER, C.P.A.
LOUIS C. McKNIGHT, III, C.P.A.
CHARLES R. PEVEY, JR., C.P.A.
DAVID J. BROUSSARD, C.P.A.



CERTIFIED PUBLIC ACCOUNTANTS

8555 UNITED PLAZA BLVD., SUITE 200
BATON ROUGE, LOUISIANA 70809
(225) 923-3000 • FAX (225) 923-3008

June 2, 2006

Independent Auditor's Report

West Baton Rouge Parish Council
Port Allen, Louisiana

Board Members:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the

**West Baton Rouge Parish Council
Port Allen, Louisiana**

as of and for the year ended December 31, 2005, which collectively comprise the West Baton Rouge Parish Council's basic financial statements of the primary government as listed in the table of contents. These financial statements are the responsibility of West Baton Rouge Parish Council's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

The financial statements referred to above include only the primary government of the West Baton Rouge Parish Council, which consists of all funds, organizations, institutions, agencies, departments, and offices that comprise the West Baton Rouge Parish Council's legal entity. The financial statements do not include financial data for the West Baton Rouge Parish Council's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial data of the West Baton Rouge Parish Council's primary government. As a result, the primary government financial statements do not purport to, and do not, present fairly the financial position of the reporting entity of the West Baton Rouge Parish Council, as of December 31, 2005, and for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information for the primary government of the West Baton Rouge Parish Council, as of December 31, 2005, and the respective changes in financial position and the respective budgetary comparison information for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report June 2, 2006, on our consideration of the West Baton Rouge Parish Council's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis on pages 6 through 12, is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the West Baton Rouge Parish Council's basic financial statements for the primary government. The combining and individual non-major fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of the West Baton Rouge Parish Council. The combining and individual non-major fund financial statements and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Yours truly,

Hawthorn, Waymouth & Carroll, L.L.P.

**West Baton Rouge Parish Council
Management's Discussion and Analysis
December 31, 2005**

INTRODUCTION

Management's Discussion and Analysis provides a narrative discussion of the Parish's financial activity as a whole for the year ended December 31, 2005 with comparisons to prior year, where appropriate. The information complements the data presented in the basic financial statements. We encourage readers to consider the information presented here in conjunction with additional information that is furnished in the financial statements and notes to the financial statements.

FINANCIAL HIGHLIGHTS

- West Baton Rouge Parish Council's assets exceeded its liabilities at December 31, 2005 by \$49,292,711 (net assets). Of this amount, \$11,531,916 (unrestricted net assets) may be used to meet the Parish Council's ongoing obligations to its citizens and creditors.
- The Parish's capital assets include \$41,349,933 for infrastructure, roads, equipment & buildings.
- The Parish's total net assets increased \$1,291,568 over the previous year with all coming from governmental activities.
- At December 31, West Baton Rouge Parish Council's governmental statements reported combined ending fund balances of \$12,727,621, a decrease in total fund balance under previous calendar year of \$539,960. The majority of the decrease in combined ending fund balance is due to capital outlay expenses.
- The General Fund, the Parish's primary operating fund reported an unreserved fund balance of \$4,695,969 and a decrease in total fund balance under the last calendar year of \$58,268. The decrease again can be contributed to budgeted capital outlay expenses.
- Total bonded debt decreased from the prior calendar year by \$515,000. There were no new bonds issued in 2005.

OVERVIEW

This discussion and analysis is intended to serve as an introduction to the Parish's financial statements. The Parish's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the Parish's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the Parish's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Parish is improving or deteriorating.

The statements of activities present information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., accrued interest expenses, uncollected taxes).

West Baton Rouge Parish Council
 Management's Discussion and Analysis
 December 31, 2005

OVERVIEW (Continued)

Government-wide financial statements (Continued)

Both of these government-wide financial statements distinguish functions of the Parish that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Parish include legislative, judicial, elections, general government, public safety, roads, drainage, engineering, parks and recreation, health and welfare and economic development.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Parish, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Parish can be divided into.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the calendar year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financial decisions. Both the governmental funds balances include a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Parish maintains 10 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

West Baton Rouge Parish has implemented the new financial reporting model used in this report. Over time, as year-to-year financial information is accumulated on a consistent basis, changes in net assets may be observed and used to discuss changing financial position of the Parish as a whole.

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Parish, assets exceeded liabilities by \$49,292,711 at the close of the calendar year.

ACTIVITIES	<i>SUMMARY OF NET ASSETS</i>			
	<u>GOVERNMENTAL ACTIVITIES</u>			
	<u>2005</u>		<u>2004</u>	
ASSETS:				
CURRENT ASSETS	\$19,305,251	28%	\$17,802,769	31%
CAPITAL ASSETS	<u>41,349,933</u>	72%	<u>40,112,773</u>	69%
TOTAL ASSETS	<u>60,655,184</u>	100%	<u>57,915,542</u>	100%

(Continued)

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Management's Discussion and Analysis
December 31, 2005**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

ACTIVITIES	GOVERNMENTAL ACTIVITIES			
	2005		2004	
(Continued)				
LIABILITIES:				
CURRENT LIABILITIES	\$7,251,453	43%	\$4,535,183	46%
NON-CURRENT LIABILITIES	<u>4,111,020</u>	57%	<u>5,379,216</u>	54%
TOTAL LIABILITIES	<u>11,362,473</u>	100%	<u>9,914,399</u>	100%
NET ASSETS:				
INVESTMENTS IN CAPITAL ASSETS	36,839,933	69%	34,204,572	70%
RESTRICTED FOR:				
DEBT SERVICE	807,278	2%	843,075	2%
OTHER PURPOSES	113,584	1%	113,583	1%
UNRESTRICTED	<u>11,531,916</u>	28%	<u>12,839,913</u>	27%
TOTAL NET ASSETS	<u>49,292,711</u>	100%	<u>48,001,143</u>	100%

The largest portion of the Parish's net assets represents its investment in capital assets (i.e. land, buildings, infrastructure, and equipment) less any outstanding debt used to acquire those assets. The Parish used these assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Parish's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Parish's net assets (i.e. 2%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (i.e., \$11,531,916) may be used to meet the government's ongoing obligations to citizens and creditors.

External restrictions may be imposed by creditors (such as through debt covenants), grantors, contributors, or statutory laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

Enabling legislation may include ordinances passed by the Parish, which requires that revenues collected be spent for particular purposes. Some examples of these restrictions include revenues from sales taxes, correctional sales tax and ad valorem taxes collected for the health unit, community centers, drainage and juvenile detention.

SUMMARY OF CHANGES IN NET ASSETS

GENERAL REVENUES:	GOVERNMENTAL ACTIVITIES	
	2005	2004
PROGRAM REVENUES:		
CHARGES FOR SERVICE	\$1,157,479	\$1,055,769
OPERATING GRANTS AND CONTRIBUTIONS	4,897,183	3,795,995
GENERAL REVENUES:		
TAXES		
AD VALOREM	3,259,035	2,755,905
SALES AND USE	5,771,680	5,664,276
VIDEO POKER	894,248	688,741
OTHER	32,815	15,865
LICENSES AND PERMITS	<u>611,281</u>	<u>482,467</u>
(Continued - amounts brought forward)	16,623,721	14,459,018

West Baton Rouge Parish Council
Management's Discussion and Analysis
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GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

SUMMARY OF CHANGES IN NET ASSETS

	<u>GOVERNMENTAL ACTIVITIES</u>	
	<u>2005</u>	<u>2004</u>
GENERAL REVENUES:		
(Continued - amounts carried forward)	\$16,623,721	\$14,459,018
GENERAL REVENUES:		
INTEREST	532,407	300,278
RENT	57,316	57,803
MISCELLANEOUS	175,984	411,808
GAIN (LOSS) ON DISPOSITION OF ASSETS		<u>(105,600)</u>
TOTAL GENERAL REVENUES:	<u>17,389,428</u>	<u>15,123,307</u>
GENERAL EXPENSES:		
GENERAL GOVERNMENT	3,449,720	3,134,608
PUBLIC SAFETY	4,621,588	4,510,384
PUBLIC WORKS	4,567,950	4,720,651
PARKS AND RECREATION	2,149,755	1,793,198
HEALTH AND WELFARE	756,399	516,516
ECONOMIC DEVELOPMENT	57,451	59,538
URBAN HOUSING	272,075	299,258
INTEREST AND FISCAL CHARGES ON LONG TERM DEBT	<u>222,922</u>	<u>252,103</u>
TOTAL GENERAL EXPENSES:	<u>16,097,860</u>	<u>15,286,256</u>
CHANGES IN NET ASSETS:	1,291,568	(162,949)
NET ASSETS BEGINNING:	48,001,143	49,196,059
PRIOR PERIOD ADJUSTMENTS	<u> </u>	<u>(1,031,967)</u>
NET ASSETS ENDING:	<u>49,292,711</u>	<u>48,001,143</u>

GOVERNMENTAL ACTIVITIES

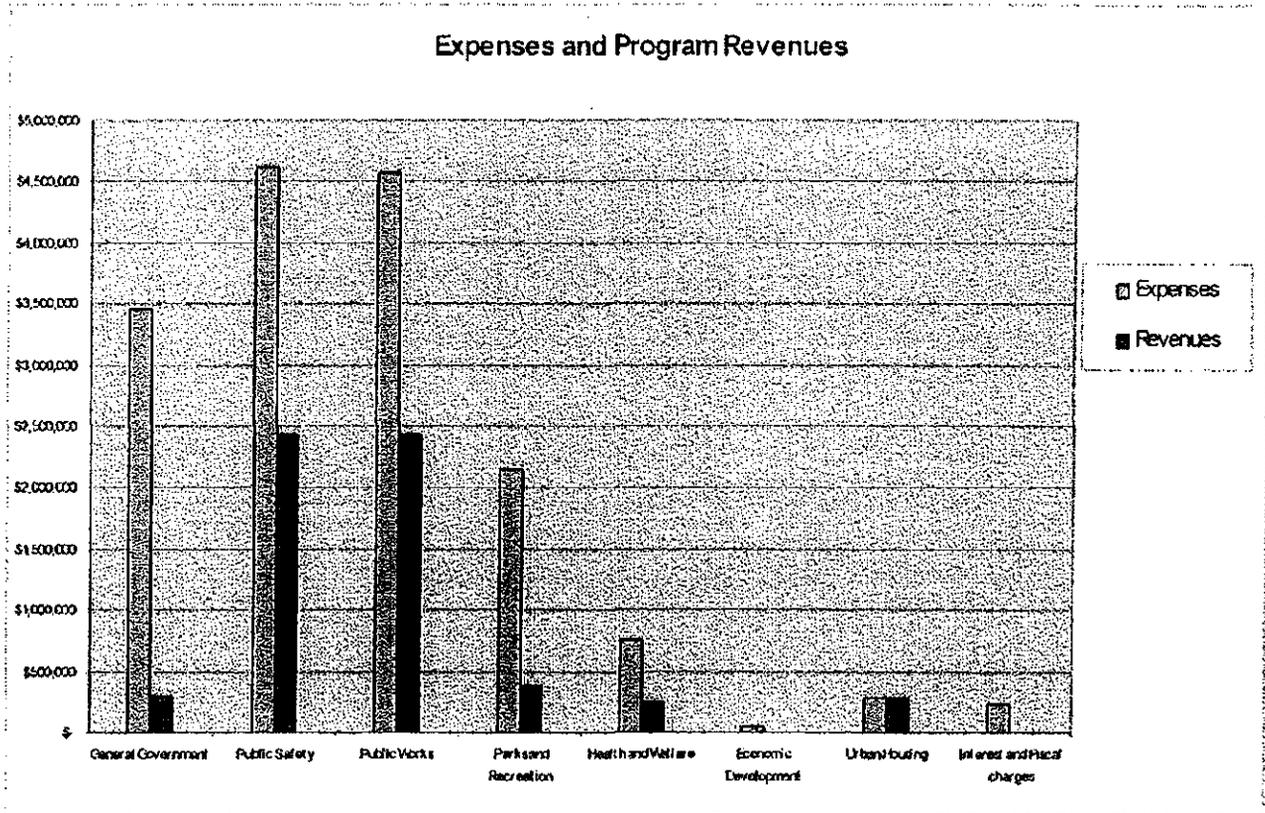
Governmental activities account for 100% of the Parish's net assets. One of the major components of the total revenue collected by governmental activities is taxes. In 2005 taxes accounted for 57% of total general revenue. Of the total taxes, Sales tax accounted for 33%. The sales tax are centrally collected and disbursed based on population. The parish's portion of the two 1% parish wide sales taxes for 2005 was 48% and 53%. The Parish's percentage of sales tax declined due to annexation by one of the towns inside the parish boundaries. The parish also has 1/2 % correctional sales taxes which is included in the total taxes above. Ad Valorem is the second largest tax revenue and accounted for 19% of the total general revenue. In 2005, property taxes were assessed at 21.48 mills for all governmental activities which increased 5 mills due to the new recreation tax. The balance of the revenues is derived from licenses, interest, rent and miscellaneous revenues.

For the most part, increases in expenses closely paralleled inflation and the demand in services.

The following graph is a comparison of program revenues and program expenses for all governmental activities. This chart is intended to give the reader an idea of the degree to which governmental activities are self supporting.

**West Baton Rouge Parish Council
Management's Discussion and Analysis
December 31, 2005**

GOVERNMENTAL ACTIVITIES (Continued)



Financial Analysis of the Parish's Funds.

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

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

The combined ending fund balance for all governmental funds at December 31, 2005 was \$12,727,621. Of this amount, \$11,806,759 was included in unreserved fund balance with remainder of \$920,862 reserved for debt service and other obligations. The combined ending fund balance at the end of 2005 was a net decrease of \$539,960 from the 2004 amount of \$13,267,581.

The unreserved fund balance in the General Fund at December 31, 2005 was \$4,582,385 compared to \$4,640,653 at the end of 2004. The Parish's general fund balance decrease by \$58,268. The decrease is mainly due to capital outlay projects.

**West Baton Rouge Parish Council
Management's Discussion and Analysis
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General Fund Budgetary Highlights

Difference between the original budgeted revenues and the final amended budget were \$687,074 (increases in revenues) and can be briefly summarized as follows:

- Total taxes came in \$3,751 over budget
- Total license and permits were \$1,617 over budget
- Total inter-governmental revenue \$19,910 under budget
- Total charges for services were \$728 over budget
- All other revenues were \$4,052 over budget

Differences between the original budgeted expenses and the final amended budget were \$383,047 (increase in expenses) and can be briefly summarized as follows:

- Total operating expenses were \$59,762 less than original budgeted
- Total transfers out for operations were \$828,054 less than budgeted
- Total capital outlay transfers were \$270,000 more than budgeted, due to DMV project being added.

Capital Assets and Debt Administration

Capital assets: The Parish's investment in capital assets for its governmental activities as of December 31, 2005 amounts to \$41,349,933 (net accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, infrastructure, and roads.

Major capital asset events during calendar year 2005:

- Completion of the renovations to the Court House (\$101,718)
- Construction of new DMV building (\$329,629)
- Completed constructing the 480 foot communication tower (\$278,513)
- Started renovations to the Addis community ctr. (\$431,652)
- Started the Governmental complex courtyard (\$34,410)
- Road overlays, funded by general fund (\$106,535)
- Purchase of equipment for various departments (\$304,572)
- Completion of infrastructure work at all parish parks which included lighting one ball field (\$331,309)

**WEST BATON ROUGE PARISH FIXED ASSETS
NET OF DEPRECIATION**

	<u>2005</u>	<u>2004</u>
Land	\$1,622,422	\$1,622,422
Buildings	19,303,877	17,830,447
Infrastructure	18,895,432	19,294,305
Equipment	<u>1,528,202</u>	<u>1,365,599</u>
<u>Total</u>	<u>41,349,933</u>	<u>40,112,773</u>

**West Baton Rouge Parish Council
Management's Discussion and Analysis
December 31, 2005**

Capital Assets and Debt Administration (Continued)

Long -Term Debt: At the end of the calendar year 2005, the Parish had total bonded debt outstanding of \$4,510,000 as compared to \$5,025,000 in the prior year. The decrease is due to no additional bonds and the bonds being paid down. Of the total bonded debt, there are six separate issues. Of these six, two are secured by either specified revenues sources such as parish sales tax & parish District taxes of the general fund and the other four are secured by excess revenue bonds.

Additional notes can be found in the notes to the financial statements.

Economic Factors and Next Year's Budget and Rates

- Return on investments for the upcoming year will see a better year as rates continue to climb.
- Although return on investments have increased, Parochial retirement rates will increase from 12.75% to 13.25% on the employer portion.
- The current Consumer Price Index show's a 8.2 basis points increase over last year at this time.
- Sales tax are currently exceeding budgeted projections and on par to eclipse prior year collections.
- Ad valorem taxes have shown a moderate but steady growth over past few years and are expected to continue this trend.
- The parish will continue to try and find ways to reduce the operating expenditures of the parish without a reduction in service.

Request for Information

Questions concerning any of the information provided in this report or requests for information should be address to the Department of Finance, P.O. Box 757, Port Allen, Louisiana 70767 .

Basic Financial Statements

West Baton Rouge Parish Council
Statement of Net Assets
December 31, 2005

	<u>Primary Government</u> <u>Governmental</u> <u>Activities</u>
Assets	
Cash and cash equivalents	\$5,168,698
Investments	9,463,622
Taxes receivable	4,322,024
Due from other governments	342,557
Other receivables	8,350
Capital assets	
Non - depreciable	1,622,422
Depreciable, net	<u>39,727,511</u>
Total assets	<u>60,655,184</u>
Liabilities	
Accounts payable	449,702
Deferred revenue	4,766,058
Due to other governments	1,331,426
Sales tax escrow	30,444
Non - current liabilities	
Due in one year	673,823
Due in more than one year	<u>4,111,020</u>
Total liabilities	<u>11,362,473</u>
Net Assets	
Investment in capital assets, net of related debt	36,839,933
Restricted for:	
Debt service	807,278
Poydras Endowment	113,584
Unrestricted	<u>11,531,916</u>
Total net assets	<u>49,292,711</u>

The accompanying notes are an integral part of this statement.

West Baton Rouge Parish Council
Statement of Activities
Year Ended December 31, 2005

Function/Program	<u>Expenses</u>	<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Total Govern- mental Activities</u>
Primary Government				
Governmental activities				
General government	\$3,449,720	\$193,023	\$95,510	(\$3,161,187)
Public safety	4,621,588		2,432,216	(2,189,372)
Public works	4,567,950	964,456	1,464,709	(2,138,785)
Parks and recreation	2,149,755		374,637	(1,775,118)
Health and welfare	756,399		248,779	(507,620)
Economic development	57,451			(57,451)
Urban housing	272,075		281,332	9,257
Interest and fiscal charges on long-term debt	222,922			(222,922)
Total primary government	<u>16,097,860</u>	<u>1,157,479</u>	<u>4,897,183</u>	<u>(10,043,198)</u>

General revenue	
Taxes	
Ad valorem	3,259,035
Sales and use	5,771,680
Alcoholic beverage	32,815
Video poker	894,248
Licenses and permits	611,281
Interest	532,407
Rent	57,316
Miscellaneous	175,984
Total general revenues	<u>11,334,766</u>
Change in net assets	1,291,568
Net assets - beginning of year	<u>48,001,143</u>
Net assets - end of year	<u>49,292,711</u>

The accompanying notes are an integral part of this statement.

West Baton Rouge Parish Council
Balance Sheet
Governmental Funds
December 31, 2005

	General Fund	Capital Projects Funds	Other Govern- mental Funds	Total
Assets				
Cash and cash equivalents	\$2,894,693	\$830,737	\$1,443,268	\$5,168,698
Investments	3,358,000	3,718,899	2,386,723	9,463,622
Taxes receivable	708,264		3,613,760	4,322,024
Due from other funds	407,142		191,140	598,282
Due from other governments	129,388	75,445	137,724	342,557
Other receivables	7,479	871		8,350
Total assets	<u>7,504,966</u>	<u>4,625,952</u>	<u>7,772,615</u>	<u>19,903,533</u>
Liabilities and Fund Equity				
Liabilities				
Accounts payable	\$88,449	\$19,974	\$341,279	\$449,702
Deferred revenue	760,396		4,005,662	4,766,058
Due other funds	598,282			598,282
Due to other governments	1,331,426			1,331,426
Sales tax escrow	30,444			30,444
Total liabilities	<u>2,808,997</u>	<u>19,974</u>	<u>4,346,941</u>	<u>7,175,912</u>
Fund equity				
Fund balances				
Reserved for Poydras Endowment	113,584			113,584
Reserved for debt service			807,278	807,278
Unreserved, designated for capital projects		4,605,978		4,605,978
Unreserved, undesignated, reported in:				
General Fund	4,582,385			4,582,385
Special Revenue Funds			2,618,396	2,618,396
Total fund balance	<u>4,695,969</u>	<u>4,605,978</u>	<u>3,425,674</u>	<u>12,727,621</u>
Total liabilities and fund equity	<u>7,504,966</u>	<u>4,625,952</u>	<u>7,772,615</u>	<u>19,903,533</u>

The accompanying notes are an integral part of this statement.

West Baton Rouge Parish Council
 Reconciliation of the Governmental Funds
 Balance Sheet to the Statement of Net Assets
 December 31, 2005

Fund balances - total governmental funds		\$12,727,621
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and, therefore are not reported in the governmental funds		
Governmental capital assets	53,882,459	
Less accumulated depreciation	<u>(12,532,526)</u>	41,349,933
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds:		
Bonds payable	(4,510,000)	
Compensated absences payable	(246,020)	
Lease obligations	<u>(28,823)</u>	<u>(4,784,843)</u>
Net assets of governmental activities		<u>49,292,711</u>

The accompanying notes are an integral part of this statement.

West Baton Rouge Parish Council
Statement of Revenue, Expenditures and Changes in Fund Balances
Governmental Funds
Year Ended December 31, 2005

	General Fund	Capital Projects Funds	Other Govern- mental Funds	Total
Revenue				
Taxes	\$4,878,995	\$629,712	\$4,449,071	\$9,957,778
Licenses and permits	611,281			611,281
Intergovernmental	95,510		3,778,967	3,874,477
Intergovernmental - LCDBG Project		1,022,706		1,022,706
Charges for services	938,873		25,583	964,456
Fines and forfeits			193,023	193,023
Interest	150,219	236,215	145,973	532,407
Rent	57,316			57,316
Miscellaneous	112	20,000	155,872	175,984
Total revenue	6,732,306	1,908,633	8,748,489	17,389,428
Expenditures				
Current				
General government				
Council	346,967		110,809	457,776
Finance and administration	728,782		14,470	743,252
Judicial	483,541		247,263	730,804
Elections	167,456			167,456
Government buildings	695,059			695,059
Planning and zoning	221,786			221,786
Public safety	265,454		4,008,474	4,273,928
Public works	945,807		2,704,989	3,650,796
Parks and recreation	1,009,865		504,584	1,514,449
Health and welfare	226,151		518,258	744,409
Economic development	57,416		35	57,451
Urban housing			272,075	272,075
Capital outlay		2,447,544	1,214,681	3,662,225
Debt service			737,922	737,922
Total expenditures	5,148,284	2,447,544	10,333,560	17,929,388
Excess revenue over (under) expenditures	1,584,022	(538,911)	(1,585,071)	(539,960)
Other Financing Sources (Uses)				
Operating transfers in		1,455,781	1,412,260	2,868,041
Operating transfers out	(1,642,290)	(1,007,714)	(218,037)	(2,868,041)
Total other financing sources (uses)	(1,642,290)	448,067	1,194,223	
Net change in fund balances	(58,268)	(90,844)	(390,848)	(539,960)
Fund balance - beginning	4,754,237	4,696,822	3,816,522	13,267,581
Fund balance - ending	4,695,969	4,605,978	3,425,674	12,727,621

The accompanying notes are an integral part of this statement.

West Baton Rouge Parish Council
 Reconciliation of the Statement of Revenue, Expenditures
 and Changes in Fund Balances of Governmental Funds to Statement of Activities
 Year Ended December 31, 2005

Net Changes in fund balances - total governmental funds (\$539,960)

Amounts reported for governmental activities in the statement activities
 are different because:

Governmental funds report capital outlay as expenditures. However, in
 the statement of activities the cost of those assets are allocated over
 their estimated useful lives and reported as depreciation expense.

Capital outlay	2,813,854	
Depreciation expense	<u>(1,576,694)</u>	1,237,160

The issuance of long-term debt provides current financial resources to
 governmental funds, while the repayment of the principal of long-term
 debt consumes the current financial resources of governmental funds.
 Neither transaction, however, has any effect of issuance costs, premiums,
 discounts, and similar items when debt is first issued, whereas these
 amounts are deferred and amortized in the statement of activities.

Compensated absences	(6,837)	
Principal payments	515,000	
Capital Lease Payment	<u>86,205</u>	<u>594,368</u>

Change in net assets of governmental activities 1,291,568

The accompanying notes are an integral part of this statement.

West Baton Rouge Parish Council
 General Fund
 Statement of Revenue, Expenditures and Changes in Fund Balances -
 Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended December 31, 2005

	Budgeted Amounts		Actual (Budgetary Basis)	Variance Favorable (Unfavorable)
	Original	Final		
Revenue				
Taxes				
Ad valorem	\$686,400	\$702,000	\$701,191	(\$809)
Sales and use	3,591,575	3,911,000	3,909,980	(\$1,020)
Video poker	187,500	203,000	202,966	(\$34)
Other	30,000	30,000	28,112	(\$1,888)
	<u>4,495,475</u>	<u>4,846,000</u>	<u>4,842,249</u>	<u>(\$3,751)</u>
Licenses and permits				
Occupational Licenses	418,719	460,000	459,012	(988)
Motor vehicle	28,000	40,000	39,764	(\$236)
Building permits	25,000	110,000	109,607	(\$393)
	<u>471,719</u>	<u>610,000</u>	<u>608,383</u>	<u>(\$1,617)</u>
Charges for services				
Garbage collection	779,032	820,000	819,200	(800)
Court costs and other fees	23,400	107,200	107,272	\$72
	<u>802,432</u>	<u>927,200</u>	<u>926,472</u>	<u>(\$728)</u>
Intergovernmental	31,500	76,500	95,510	\$19,010
Interest	100,000	143,000	142,508	(\$492)
Rent	62,298	62,298	57,271	(\$5,027)
Miscellaneous	78,000	63,500	64,967	\$1,467
Total revenue	<u>6,041,424</u>	<u>6,728,498</u>	<u>6,737,360</u>	<u>\$8,862</u>
Expenditures				
General Government				
Legislative	312,650	346,150	341,194	4,956
General Financial Administration				
Salaries and benefits	539,800	523,900	519,237	4,663
Insurance	15,300	3,800	3,138	662
Fees, dues and services	187,363	136,863	140,279	(3,416)
Office supplies and services	47,750	43,900	43,431	469
Other	7,456	9,350	9,344	6
	<u>797,669</u>	<u>717,813</u>	<u>715,429</u>	<u>2,384</u>

Continued

The accompanying notes are an integral part of this statement.

West Baton Rouge Parish Council
General Fund
Statement of Revenue, Expenditures and Changes in Fund Balances -
Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	Budgeted Amounts		Actual (Budgetary Basis)	Variance Favorable (Unfavorable)
	Original	Final		
Expenditures (continued)				
Judicial				
District Court	\$191,262	\$212,642	\$210,439	2,203
District Attorney	34,560	39,465	39,110	355
Clerk of Court	14,500	14,500	12,809	1,691
Coroner	156,650	166,800	165,087	1,713
City Court	49,770	49,770	49,622	148
	<u>446,742</u>	<u>483,177</u>	<u>477,067</u>	<u>6,110</u>
Elections				
Registrar of Voters	149,500	153,300	147,559	5,741
Elections	18,250	18,250	19,897	(1,647)
	<u>167,750</u>	<u>171,550</u>	<u>167,456</u>	<u>4,094</u>
Other				
Planning and zoning	249,800	223,000	221,786	1,214
General governmental buildings	639,626	673,613	672,753	860
	<u>889,426</u>	<u>896,613</u>	<u>894,539</u>	<u>2,074</u>
Total general government	<u>2,614,237</u>	<u>2,615,303</u>	<u>2,595,685</u>	<u>19,618</u>
Public Safety				
Sheriff	6,000	6,400	6,324	76
Civil Defense	63,364	61,923	59,526	2,397
Consulting	147,006	147,006	135,198	11,808
Ambulance service	3,600	3,600	3,600	
Animal impound	63,713	63,035	58,866	4,169
	<u>283,683</u>	<u>281,964</u>	<u>263,514</u>	<u>18,450</u>
Public Works				
Lighting	125,000	129,000	128,383	617
Sanitation	765,860	815,000	814,708	292
	<u>890,860</u>	<u>944,000</u>	<u>943,091</u>	<u>909</u>

Continued

The accompanying notes are an integral part of this statement.

West Baton Rouge Parish Council
General Fund
Statement of Revenue, Expenditures and Changes in Fund Balances -
Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	Budgeted Amounts		Actual (Budgetary Basis)	Variance Favorable (Unfavorable)
	Original	Final		
Expenditures (continued)				
Parks and recreation	\$829,625	\$947,260	\$946,967	293
Health and Welfare	202,650	238,575	221,962	16,613
Economic Development	60,800	60,800	56,921	3,879
Total expenditures	<u>4,881,855</u>	<u>5,087,902</u>	<u>5,028,140</u>	<u>59,762</u>
Excess of revenue over expenditures	<u>1,159,569</u>	<u>1,640,596</u>	<u>1,709,220</u>	<u>(68,624)</u>
Other Financing Sources (Uses)				
Operating transfers out	<u>(2,293,343)</u>	<u>(2,470,343)</u>	<u>(1,642,289)</u>	<u>(828,054)</u>
Total other financing sources(uses)	<u>(2,293,343)</u>	<u>(2,470,343)</u>	<u>(1,642,289)</u>	<u>(828,054)</u>
Net change in fund balances	<u>(1,133,774)</u>	<u>(829,747)</u>	<u>66,931</u>	<u>(896,678)</u>
Fund Balance, beginning	<u>4,109,827</u>	<u>4,109,827</u>	<u>4,109,827</u>	
Fund Balance, ending	<u>2,976,053</u>	<u>3,280,080</u>	<u>4,176,758</u>	<u>(896,678)</u>

The accompanying notes are an integral part of this statement.

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Introduction

The West Baton Rouge Parish Council is the governing authority for West Baton Rouge Parish and is a political subdivision of the State of Louisiana. The Parish Council is governed by nine (9) council members representing the various districts within the parish. The council members serve four-year terms that expire on January 4, 2007.

Louisiana Revised Statute 33:1236 gives the Parish Council various powers in regulating and directing the affairs of the parish and its inhabitants. The more notable of these are the power to make regulations for its own government; to regulate the construction and maintenance of roads, bridges, and drainage systems; to regulate the sale of alcoholic beverages; and to provide for the health and welfare of the poor, disadvantaged, and unemployed in the parish. Funding to accomplish these tasks is provided by ad valorem taxes, sales and use taxes, video poker, beer and alcoholic beverage permits, state revenue sharing, and various other state and federal grants.

West Baton Rouge Parish covers 215 square miles and has a population of 21,621. The West Baton Rouge Parish Council maintains 135 miles of roads and has 150 employees.

Note 1-Summary of Significant Accounting Policies

A. Reporting Entity

As the governing authority of the parish, for reporting purposes, the West Baton Rouge Parish Council is the financial reporting entity for West Baton Rouge Parish. The financial reporting entity consists of (a) the primary government (Parish Council), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

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

1. Legal status of the potential component unit including the right to incur its own debt, levy its own taxes and charges, expropriate property in its own name, sue and be sued, and the right to buy, sell and lease property in its own name.
2. Whether the Parish Council governing authority (Metropolitan Council or Mayor-President) appoints a majority of board members of the potential component unit.
3. Fiscal interdependency between the Parish Council and the potential component unit.
4. Imposition of will by the Parish Council on the potential component unit.
5. Financial benefit/burden relationship between the Parish Council and the potential component unit.

Based on the previous criteria, the Parish Council has determined that the following component units are part of the reporting entity:

West Baton Rouge Parish Library
West Baton Rouge Parish Council on Aging
West Baton Rouge Parish Tourist Commission
West Baton Rouge Parish Waterworks District No. 1
West Baton Rouge Parish Waterworks District No. 2

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Note 1-Summary of Significant Accounting Policies (Continued)

A. Reporting Entity (Continued)

West Baton Rouge Parish Waterworks District No. 4
West Baton Rouge Parish Public Utilities
West Baton Rouge Parish Museum
West Baton Rouge Parish Tourist Center

All component units have a fiscal year ending December 31, except for the Council on Aging which has a June 30 year end. The criteria used for all component units is that the Parish Council appoints a majority of their board members.

The Parish Council has chosen to issue financial statements of the primary government (Parish Council) only; therefore, none of the previously listed component units are included in the accompanying financial statements. Separately issued component unit financial statements may be obtained by contacting the West Baton Rouge Parish Council office, Port Allen, Louisiana.

GASB Statement No. 14 provides for the issuance of primary government financial statements that are separate from those of the reporting entity. However, the primary government's (Parish Council) financial statements are not a substitute for the reporting entity's financial statements. The accompanying primary government financial statements have been prepared in conformity with generally accepted accounting principles as applied to governmental units. These financial statements which are not intended to and do not report on the reporting entity, are intended to reflect only the financial statements of the primary government (Parish Council).

Considered in the determination of component units of the reporting entity were the West Baton Rouge Parish School Board and the various municipalities in the parish. These governmental entities are not component units of the West Baton Rouge Parish Council reporting entity because they have separately elected governing bodies, are legally separate, and are fiscally independent of the West Baton Rouge Parish Council.

B. Basis of Presentation

The Parish Council's basic financial statements consist of the government-wide statements on all of the non-fiduciary activities of the primary government and the fund financial statements (individual major fund and combined non-major fund). The Statements are prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units.

The government-wide financial statements consist of the statement of net assets and the statement of activities to report information on all of the nonfiduciary activities of the primary government. The effects of interfund activity have been removed from these statements. Governmental activities are normally supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues. This includes internally dedicated resources such as restricted property taxes.

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Note 1-Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS:

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

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

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

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

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes. There are no special revenue fund major funds.

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

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

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Note 1-Summary of Significant Accounting Policies (Continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

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

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

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

D. Budget Policies and Budgetary Accounting

The Parish Council follows these procedures in establishing the budgetary data reflected in the financial statements.

1. Prior to November 1, the Parish President submits to the Parish Council a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments.
3. Prior to January 1, the budget is legally enacted by an ordinance.
4. The Parish President is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Parish Council.
5. Formal budgetary integration is employed as a management control device during the year for the General and Special Revenue Funds. Formal budgetary integration is not employed for Debt Service Funds because effective budgetary control is achieved through general obligation bond indenture provisions.

**West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005**

Note 1-Summary of Significant Accounting Policies (Continued)

D. Budget Policies and Budgetary Accounting

6. The appropriated budget for the General and Special Revenue Funds is adopted on the cash basis. Budgetary comparisons presented in this report compare the adopted budget with actual data on the budgetary (cash) basis.
7. All budgetary appropriations lapse at the end of each fiscal year.
8. Encumbrances are not recorded by the Parish Council; accordingly, no encumbrances are outstanding.
9. Budgeted amounts shown are as originally adopted or amended by the Parish Council. Each year the budgetary information for comparisons includes the amended budget.

E. Cash and Cash Equivalents and Investments

Cash and cash equivalents include cash on hand, demand deposits and interest-bearing demand deposits. It is the Parish Council's policy to include as cash equivalents amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the Parish Council may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Under state law, the Parish Council may invest in United States bonds, treasury notes, or certificates and mortgage backed securities. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. Investments are stated at fair value. Unrealized gains and losses on investments recorded at fair value are included in investment income.

F. Capital Assets

Capital assets, which include land and land improvements, buildings, equipment, and infrastructure assets (streets, roads, bridges, canals and sewer and drainage systems) are reported in the applicable governmental activities columns in the government-wide financial statements. Capitalization thresholds are defined as capital assets with a cost of \$1,000 or more per unit.

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

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

<u>Type of Capital Assets</u>	<u>Number of Years</u>
Buildings and building improvements	40
Furniture	5
Machinery and equipment	5-6
Automobiles	5
Infrastructure	40

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Note 1-Summary of Significant Accounting Policies (Continued)

G. Revenue Susceptible to Accrual

Under the modified accrual basis of accounting, some revenues are susceptible to accrual while others are not. Major revenue treated as susceptible to accrual are sales taxes, property taxes, gross receipts business taxes, and certain state shared revenue such as tobacco tax, beer tax, and parish transportation funds. Since property tax levied in 2005 is deferred, no allowance for doubtful accounts is recorded. Any adjustments will be made in 2006 when collected.

H. Long-Term Debt

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

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

Excess revenue contracts, loans, and notes are obligations of the general government and payment of these debts is normally provided by transfers from the General Fund to the Funds.

Sales tax revenue bonds are secured by sales tax revenues. Payment of the debt is provided by sales tax revenue recognized in the appropriate debt service fund.

I. Reserves and Designations of Fund Equity

Some portions of fund balance are reserved to indicate that a portion of fund equity is legally restricted to a specific future use or is not available for appropriation or expenditure. Other portions of fund balance are designated by the Parish Council for a specific purpose; however, these designations are subject to change.

J. Compensated Absences

Employees earn vacation in varying amounts according to years of service as follows.

<u>Years Service</u>	<u>Vacation</u>
0-4	10 days/year
5-14	15 days/year
15-19	20 days/year
over 20	25 days/year

Employees accrue one working day of sick leave for each month of service. There is no maximum on accumulated sick leave.

Employees may accumulate vacation and sick leave time without limitation, however, only vacation leave is payable upon resignation, discharge, death, retirement, or removal due to reduction in force. Payment for vacation leave is limited to 300 hours under all circumstances. If an employee works to retirement eligibility, the accumulated unused sick leave is combined with vacation leave to apply toward retirement years.

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Note 1-Summary of Significant Accounting Policies (Continued)

J. Compensated Absences (Continued)

In the government-wide financial statements, the total compensated absences liability is recorded as an expense and a long-term obligation and allocated on a functional basis. In accordance with GASB Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*, (issued in March of 2000), no compensated absences liability is recorded in the governmental fund-type fund financial statements.

K. Short-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet and are not eliminated for financial statement purposes. Since all of the funds are governmental activities these balances are eliminated in the government-wide financial statements.

L. Net Assets

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

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources, first, then unrestricted resources as they are needed.

Designated portions of fund balance indicate tentative future spending plans, which may be changed and are subject to subsequent authorization before expenditures can be made.

M. Accounting Estimates

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

N. New Accounting Pronouncement

In 2004, the Governmental Accounting Standards Board (GASB) issued Statement 45, "Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions", which requires public agencies to account for, and report, the annual cost of Other Post-Employment Benefits (OPEB) in the same way they report pensions. As a result, the annual OPEB costs for most employers will be based on actuarially determined amount rather than in the "pay-as-you-go" method. The Parish Council is required to implement this standard for the year ending December 31, 2008, and has not yet determined the full impact that adoption of GASB Statement 45 will have on the financial statements.

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Note 2-Cash and Cash Equivalents and Investments

A. Deposits

Deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

B. Cash and Cash Equivalents

At December 31, 2005, the Parish Council has cash and cash equivalents (book value) as follows:

Cash on hand	\$1,100
Interest-bearing demand deposits	<u>5,167,598</u>
Combined cash and cash equivalents	<u>5,168,698</u>

C. Custodial Credit Risks

For deposits, custodial credit risk is the risk that, in the event of the failure of the counter-party, the Parish Council will not be able to recover the value of its investment or collateral securities that are in possession of an outside party.

As of December 31, 2005, the Parish Council's total bank balances were fully insured and collateralized with securities held in the name of the Parish Council by pledging financial institution's agent, and therefore, not exposed to custodial credit risks.

D. Investments

At December 31, 2005 the Parish Council holds investments as follows:

	<u>Carrying Amount at Cost</u>	<u>Market Value</u>
Money Market Funds	\$125,195	\$125,194
Mortgage backed securities, with maturities from 19 to 30 years	1,609,705	1,578,009
U.S. Government Agency Notes, with maturities from 5 to 12 years	2,959,000	2,875,247
Louisiana Asset Management Pool (I.AMP), 1.4%	4,269,722	4,284,607
Bank investment	<u>500,000</u>	<u>501,642</u>
	<u>9,463,622</u>	<u>9,364,699</u>

The Parish Council investment policy does not address interest rate or concentration of risk.

Credit risk is defined as the risk that an issuer or other counter-party to an investment will not fulfill its obligation. The Parish Council's investment policy requires the application of the prudent-person rule. The policy states, "all investments made shall be with judgement and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived. The Parish Council's policy limits investments to the United States Treasury obligations by federal agencies, security repurchase agreements, certificates of deposit, and mutual or trust fund institutions.

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Note 2-Cash and Cash Equivalents and Investments (Continued)

D. Investments (Continued)

LAMP, a local government investment pool, is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana, which was formed by an initiative of the State Treasurer in 1993. While LAMP is not required to be a registered investment company under the Investment Company Act of 1940, its investment policies are similar to those established by Rule 2a7, which governs registered money market funds. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high-quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. The fair value of investments is determined on a weekly basis to monitor any variances between amortized cost and fair value. For purposes of determining participants' shares, investments are valued at amortized cost. The fair value of the participant's position is the same as the value of the pool shares. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

Note 3-Property Taxes

All taxable property in Louisiana is required by law to be assessed annually at a percentage of its fair market value by the parish assessor, except for public utility property which is assessed by the Louisiana Tax Commission.

The 1974 Louisiana Constitution provided that, beginning in 1978, all land and residential property be assessed at 10% of fair market value; agricultural, horticultural, marsh lands, timber lands, and certain historic buildings be assessed at 10% of "use" value; and all other property be assessed at 15% of fair market value. Fair market values are determined by the elected assessor of the parish and are subject to review and final certification by the Louisiana Tax Commission. The assessor is required to reappraise all property every four years.

The Sheriff of West Baton Rouge Parish, as provided by state law, is the official tax collector of property taxes levied by the parish and parish special districts. December tax collections remitted to the Parish Council by the Sheriff in January are reported as "Due From Other Governments".

The 2005 property tax calendar was as follows:

Millage rates adopted	August 11, 2005
Board of Review	September 22, 2005
Tax bills mailed	October 26, 2005
Due date and collections	December 31, 2005
Certified delinquent notice	March 15, 2006

Property taxes are recognized as revenue in the calendar year for which they are budgeted. State law requires the Sheriff to collect property taxes in the calendar year in which the assessment is made. If taxes are not paid by the due date of December 31, they bear interest at one percent per month until paid. After notice is given to the delinquent taxpayers, the Sheriff is required by the Constitution of the State of Louisiana to sell the least quantity of property necessary to settle the taxes and interest owed. Taxes receivable include all property taxes delinquent on January 1, 2006.

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Note 3-Property Taxes (Continued)

The following is a summary of parish-wide authorized and levied and valorem taxes for the year:

	<u>Authorized Milage</u>	<u>Levied Milage</u>	<u>Expiration</u>
Primary Government, Parish-wide			
General Fund	3.52	2.52	None
Special Revenue Funds			
Health Unit	1.75	1.75	2006
Community Center	3.00	3.00	2010
Juvenile Detention Center	1.01	0.51	2010
Primary Government, District Drainage	7.20	7.20	2005

Note 4-Changes in Fixed Assets

A. A summary of changes in general fixed assets follows:

	<u>Balance January 1, 2005</u>	<u>Additions</u>	<u>Adjustments and Deletions</u>	<u>Balance December 31, 2005</u>
Capital assets not being depreciated				
Land	<u>\$1,622,422</u>			<u>\$1,622,422</u>
Capital assets being depreciated				
Buildings	24,063,816	\$2,044,550		26,108,366
Equipment	4,866,170	657,966	(\$9,395)	5,514,741
Infrastructure	20,297,087	111,338		20,408,425
Equipment under capital lease	<u>228,505</u>	_____	_____	<u>228,505</u>
<u>Total capital assets being depreciated</u>	<u>49,455,578</u>	<u>2,813,854</u>	<u>(9,395)</u>	<u>52,260,037</u>
Less accumulated depreciation for				
Buildings	(6,233,369)	(571,120)		(6,804,489)
Equipment	(3,729,076)	(495,363)	9,395	(4,215,044)
Infrastructure	<u>(1,002,782)</u>	<u>(510,211)</u>	_____	<u>(1,512,993)</u>
<u>Total accumulated depreciation</u>	<u>(10,965,227)</u>	<u>(1,576,694)</u>	<u>9,395</u>	<u>(12,532,526)</u>
Total capital assets being depreciated, net	<u>38,490,351</u>	<u>1,237,160</u>	_____	<u>39,727,511</u>
Total capital assets	<u>40,112,773</u>	<u>1,237,160</u>	_____	<u>41,349,933</u>

Adjustments and deletions includes infrastructure and assets either traded or scrapped.

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

Public Works	\$872,104
General Government	276,939
Public Safety	347,660
Health and Welfare	11,990
Culture and Recreation	<u>68,001</u>
<u>Total depreciation expense-governmental activities</u>	<u>1,576,694</u>

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Note 5-Pension Plan

Plan Description

Substantially all employees of the West Baton Rouge Parish Council are members of the Parochial Employees Retirement System of Louisiana (System), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the Parish Council are members of Plan A.

All permanent employees working at least 28 hours per week who are paid wholly or in part from parish funds and all elected parish officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 25 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 percent of their final-average salary for each year of creditable service. However, for those employees who were members of the supplemental plan only before January 1, 1980, the benefit is equal to one percent of final average salary plus \$24 for each year of supplemental-plan-only service earned before January 1, 1980, plus 3 percent of final-average salary for each year of service credited after the revision date. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Parochial Employees' Retirement System, Post Office Box 14619, Baton Rouge, Louisiana 70898-4619, or by calling (225) 928-1361.

Funding Policy

Under Plan A, members are required by state statute to contribute 9.5 percent of their annual covered salary and the West Baton Rouge Parish Jury is required to contribute at an actuarially determined rate. The current rate is 11.75 percent of annual covered payroll. Contributions to the System also include one-fourth of one percent (except Orleans and East Baton Rouge Parishes) of the taxes shown to be collectible by the tax rolls of each parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the West Baton Rouge Parish Council are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The West Baton Rouge Parish Council's contributions to the System under Plan A for the years ending December 31, 2005, was 458,150.

Note 6-Parish Council Member's Compensation

The Parish Council has elected the monthly payment method of compensation. The monthly compensation is \$963 for the Council President and \$856 for the other council members.

Compensation for the year ended December 31, 2005:

Larry Johnson, Chairperson	\$11,556
Curtis Anderson	10,272
Randal Mouch	<u>10,272</u>
(Continued - amounts brought forward)	32,100

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Note 6-Parish Council Member's Compensation (Continued)

(Continued - amounts carried forward)	\$32,100
Huey Brown	10,272
Harlan Cashiola	10,272
Dantin LeBlanc	10,272
Jeff Kershaw	10,272
Betty Nelson	10,272
Keith Washington	<u>10,272</u>
	<u>93,732</u>

Note 7-Long-Term Debt

A. Changes in General Long-Term Debt Obligations

	<u>Certificates of Indebtedness</u>	<u>Compensated Absences</u>	<u>Capital Lease</u>	<u>Total</u>
Long-term obligations payable at January 1, 2005	\$5,025,000	\$239,186	\$115,028	\$5,379,214
Additions		103,642		103,642
Deductions	<u>(515,000)</u>	<u>(96,808)</u>	<u>(86,205)</u>	<u>(698,013)</u>
Long-term obligations payable at December 31, 2005	<u>4,510,000</u>	<u>246,020</u>	<u>28,823</u>	<u>4,784,843</u>
Due within one year	<u>545,000</u>	<u>100,000</u>	<u>28,823</u>	<u>673,823</u>

Certificates of Indebtedness at December 31, 2005, are comprised of the following:

\$2,100,000 Road Improvement Revenue Bonds, (Series 2004), due in annual installments of \$170,000 to \$255,000 through May 1, 2013, plus interest at 3.4%. The bonds are secured and payable from excess revenue.	\$1,755,000
\$1,715,000 Public Improvement Sales Tax Refunding Bonds, (Series 2003), due in annual installments of \$105,000 to \$175,000 through November 1, 2014, plus interest at 4.5%. The bonds are secured and payable from a special one-half of one percent sales and use tax.	1,320,000
\$500,000 Certificate of Indebtedness, (Series 1996A), due in annual installments of \$55,000 to \$65,000 through April 1, 2006, plus interest from 4% to 5.125% (average 4.56%). The certificate is secured and payable from excess revenue.	65,000
\$500,000 Certificate of Indebtedness, (Series 1997A), due in annual installments of \$50,000 to \$65,000 through September 1, 2008, plus interest from 4.3% to 8% (average 6.15%). The Certificate is secured and payable from excess revenue.	<u>125,000</u>
(Continued - Amounts brought forward)	3,265,000

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Note 7-Long-Term Debt (Continued)

B. Summary of Certificates of Indebtedness (Continued)

Certificates of Indebtedness at December 31, 2005, are comprised of the following: (Continued)

(Continued - Amounts carried forward)	\$3,265,000
\$300,000 Certificate of Indebtedness (Series 2000), due in annual installments of \$25,000 to \$40,000 through November, 2010. Interest is payable semiannually at 5.5%. Certificate is secured and payable from excess revenue.	170,000
\$1,100,000 Tourist Center Bonds (Series 2000), due in annual installments of \$55,000 to \$105,000 through September, 2015. Interest is payable semiannually from 5.0% to 6.1%. The Bonds are secured and payable by funds the Parish receives from the West Baton Rouge Parish Visitor Enterprise Fund held by the Louisiana State Treasurer, and from excess revenue.	835,000
\$300,000 Tourist Center Bonds (Series 2000A), due in annual installments of \$15,000 to \$30,000 through September, 2015. Interest is payable semiannually from 5.25% to 6.1%. The Bonds are secured and payable by funds the Parish receives from the West Baton Rouge Parish Visitor Enterprise Fund held by the Louisiana State Treasurer, and from excess revenue.	<u>240,000</u>
	<u><u>4,510,000</u></u>

The annual requirements to amortize the Certificates of Indebtedness outstanding at December 31, 2005, are as follows:

<u>Year Ended December 31,</u>	
2006	\$545,000
2007	505,000
2008	465,000
2009	485,000
2010	510,000
2011 to 2015	<u>2,000,000</u>
	<u><u>4,510,000</u></u>

The following is a summary of Certificates of Indebtedness principal and interest requirements:

	<u>2006</u>	<u>To Maturity</u>
Principal requirements	\$545,000	\$3,965,000
Interest requirements	<u>194,766</u>	<u>786,860</u>
Total requirements	<u><u>739,766</u></u>	<u><u>4,751,860</u></u>

**West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005**

Note 7-Long-Term Debt (Continued)

D. Bonds of Other Governmental Units

Bonds of the West Baton Rouge Parish School Board, West Baton Rouge Parish Library, West Baton Rouge Parish Tourist Commission, West Baton Rouge Parish Council on Aging, West Baton Rouge Parish Public Utility, and West Baton Rouge Parish Water Works Districts Number 1, 2 and 4, Town of Brusly, Town of Addis, City of Port Allen and Atchafalaya Levee Districts, are obligations of other governmental units located within the limits of the Parish of West Baton Rouge. These bonds are not included in this statement because they are not obligations of this primary government.

E. Port Authority Bonds

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

F. Industrial Development Revenue Bonds

The Parish and Special Districts have issued industrial development revenue bonds and industrial pollution control revenue bonds. These bonds are limited obligations of the Parish or District payable from revenue of the projects. The bonds are not a charge upon other income of the Parish or District nor are they a charge against the credit or taxing power of the District, or the Parish of West Baton Rouge.

Note 8-Receivables and Payables

Interfund receivables and payables at year end, as shown in the governmental statements, are as follows:

	<u>Receivables</u>	<u>Payables</u>
General Fund	\$407,142	
Correctional Facility	191,140	
Sales tax	<u> </u>	<u>\$598,282</u>
	<u>598,282</u>	<u>598,282</u>

Due from other governments consists of amounts due from the State of Louisiana, and local parish agencies for routine funds due the West Baton Rouge Parish Council primary government.

Due to other governments consist of routine sales tax collections due the West Baton Rouge Parish School Board and other local government agencies.

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Note 9-Interfund Transfers

Operating Transfers by fund are as follows:

	<u>In</u>	<u>Out</u>
General Fund		<u>\$1,642,290</u>
Special Revenue Funds		
Correctional Facility		178,218
Parish Roads	\$845,833	
Criminal Court	<u>41,247</u>	
	<u>887,080</u>	<u>178,218</u>
Debt Service Funds		
2003 Sales Tax Refunding Bonds	178,218	
2003 Road Bond	237,945	
1997 Roads/Courthouse Bonds	69,198	
1996 Council on Aging Bonds	<u>39,819</u>	<u>39,819</u>
	<u>525,180</u>	<u>39,819</u>
Capital Project Fund		
Parish Road Trust	106,536	180,000
Video Poker Capital Trust		827,714
Special Recreation Projects	305,870	
Land, building and sewer improvements	<u>1,043,375</u>	
	<u>1,455,781</u>	<u>1,007,714</u>
	<u>2,868,041</u>	<u>2,868,041</u>

Note 10-Contingent Liabilities

The Parish Council is a defendant in several pending lawsuits. The government's policy is to pay judgements against the Parish Council on a current basis from available financial resources.

Note 11-Budgetary - GAAP Reporting Reconciliation

The accompanying schedule presents comparisons of the legally adopted budgets (as described in Note 1) 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 generally accepted accounting principles, reconciliations of differences in the excess of revenue and other sources of financial resources over expenditures and other uses of financial resources for the current year are presented as follows:

	<u>General Funds</u>	<u>Special Revenue Funds</u>
Net change in fund balance (Budgetary Basis)	(\$66,931)	(\$43,212)
Adjustments - to adjust for accruals	<u>8,663</u>	<u>(311,839)</u>
Net change in fund balance (GAAP basis).	<u>(58,268)</u>	<u>(355,051)</u>

West Baton Rouge Parish Council
Notes to Financial Statements
December 31, 2005

Note 12-Deferred Revenue

Deferred revenue consists of property tax received, which will not be recognized as revenue until 2006, and deferred grant revenue recorded in the Federal Grant Special Revenue Fund as follows:

Deferred property tax revenue	\$4,640,141
Deferred grant revenue	<u>125,917</u>
	<u>4,766,058</u>

Note 13-Post Retirement Benefits

During 2005, the Parish Council provided life and health insurance benefits to 34 qualifying retired employees at a cost of \$171,260. All retired employees receiving full retirement benefits qualify. The Parish Council adopted a resolution on April 8, 1993 approving surviving spouses coverage under the plan. These benefits are financed and recorded on a "pay as you go" basis.

Note 14-Lease Commitments

The Parish Council entered into a capital lease agreement in 2004 to acquire and use certain machinery. The original lease term is 24 months. The implicit interest rate for this lease is 2.36%. The lease payments are expected to remain the same throughout the term of the lease. The title to the equipment will transfer to the Parish Council at the end of the lease.

The minimum lease payments are as follows:

2005	\$29,331
Amount representing interest	<u>508</u>
Net present value of minimum lease payments	<u>28,823</u>

**West Baton Rouge Parish Council
Special Revenue Funds
December 31, 2005**

Special Revenue Funds account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

- Correctional Facility: To account for operations of the parish correctional facility.
- Parish Roads: To account for the construction of new roads and bridges and the maintenance of existing roads and roadside areas. Financing is provided by the State of Louisiana Parish Transportation Fund, the Parish Royalty Fund, and amounts transferred from the general fund.
- Drainage Maintenance: To account for the operation and maintenance of all off-road drainage projects. Financing is provided by ad valorem taxes, severance taxes and state revenue sharing funds.
- Health Unit: To account for the operation of the Parish Health Unit. Financing is provided by ad valorem taxes.
- Community Centers: To account for property taxes used to fund operations for the Community Centers.
- Community Alert Network: To account for a program which alerts the community in case of an emergency.
- 911: To provide the citizens of West Baton Rouge with a one number service for all emergencies. Funds are provided by a monthly charge of \$1.70 per month for residents and \$2.60 per month for businesses on all telephone bills.
- Criminal Court: This fund was established under Section 571.11 of Title 15 of the Louisiana Revised Statutes of 1950, which provides that fines and forfeitures imposed by district courts and district attorneys' conviction fees, in criminal cases, be transferred to the parish treasurer and deposited into a special "Criminal Court Fund" account, to be used for expenses of the Criminal Court of the Parish. Expenditures are made from the fund on motion of the district attorney and approval of the district judges.
- The statutes also require that one-half of the fund balance remaining in the Criminal Court Fund at December 31 of each year be transferred to the Parish's General Fund.
- Juvenile Detention: To account for the receipts and subsequent expenditure of funds received from the oil field settlement of Port Hudson field for special projects. Funds are currently dedicated for the cost of juvenile detention in the parish.
- Federal Grants: To account for the receipt and subsequent expenditure of funds received from the Department of Housing and Urban Development to aid low income families in obtaining decent, safe and sanitary housing and also, from the Department of Social Services for low income energy assistance.
- Miscellaneous: To account for miscellaneous funds which are in the process of being dissolved because their purpose is no longer necessary.

**West Baton Rouge Parish Council
Debt Service Funds
December 31, 2005**

Debt Service Funds account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

- 2003 Sales Tax Refunding Bonds: To record monies for payments of the 2003, \$1,715,000 Sales Tax Refunding Bonds which refunded the 1994 Correctional Facilities Bonds. Financing is to be provided by sales and use tax.
- 2000 Museum Bonds: To record monies for payment of the 2000, \$300,000 West Baton Rouge Museum Bonds. Financing is to be provided by excess revenues.
- 2000 Tourist Center Bonds: To record monies for payment of the 2000, \$1,100,000 Tourist Center Bonds. Financing is from the State Treasurer and increased sales and other tax revenues to the Parish from economic development services and facilities provided by the West Baton Rouge Parish Tourist Commission.
- 1997 Roads/Courthouse Renovations Bonds: To account for transfers from the general fund for the debt service of the 1997, \$500,000 Roads/Courthouse Renovations Certificate of Indebtedness
- 1996 Council on Aging Bonds: To account for intergovernmental revenue from the Council on Aging component unit for the debt service of the 1996, \$500,000 Council on Aging Certificate of Indebtedness.

**Combining and Individual
Fund Statements and Schedules**

West Baton Rouge Parish Council
 Non Major Governmental Funds
 Combining Balance Sheet
 December 31, 2005

	<u>Special Revenue</u>			
	<u>Correctional Facility</u>	<u>Parish Roads</u>	<u>Drainage Maintenance</u>	<u>Health Unit</u>
Assets				
Cash and cash equivalents	\$4,190	\$3,967	\$116,884	\$348,361
Investments			500,000	500,000
Taxes receivable			1,448,695	352,114
Due from other funds	191,140			
Due from other governments	20,944	20,295	1,257	21,117
Total assets	<u>216,274</u>	<u>24,262</u>	<u>2,066,836</u>	<u>1,221,592</u>
Liabilities and Fund Equity				
Liabilities				
Accounts payable	\$62,375	\$17,232	\$33,201	\$3,713
Deferred revenue			\$1,555,355	378,038
	<u>62,375</u>	<u>17,232</u>	<u>1,588,556</u>	<u>381,751</u>
Fund Equity				
Fund Balances				
Reserved for debt service				
Unreserved	153,899	7,030	478,280	839,841
	<u>153,899</u>	<u>7,030</u>	<u>478,280</u>	<u>839,841</u>
Total liabilities and fund equity	<u>216,274</u>	<u>24,262</u>	<u>2,066,836</u>	<u>1,221,592</u>

Continued

Special Revenue

Community Centers	Community Alert Network	911	Criminal Court	Juvenile Detention	Recreation	Federal Grants	Miscell- aneous	Total
\$119,636	\$11,122	\$233,483	\$480	\$296,388	\$74,304	(\$16,352)	\$14,778	\$1,207,241
300,000		65,000		450,000				1,815,000
603,622				203,227	1,006,102			3,613,760
		25,408	2,620			46,083		191,140
<u>1,023,258</u>	<u>11,122</u>	<u>323,891</u>	<u>3,100</u>	<u>949,615</u>	<u>1,080,406</u>	<u>29,731</u>	<u>14,778</u>	<u>6,964,865</u>
\$100,180	\$460	\$6,518	\$71	\$11,880	\$1,014	\$104,933	(\$770)	\$340,807
648,063				218,182	1,080,107	125,917		4,005,662
748,243	460	6,518	71	230,062	1,081,121	230,850	(\$770)	4,346,469
275,015	10,662	317,373	3,029	719,553	(715)	(201,119)	15,548	2,618,396
275,015	10,662	317,373	3,029	719,553	(715)	(201,119)	15,548	2,618,396
<u>1,023,258</u>	<u>11,122</u>	<u>323,891</u>	<u>3,100</u>	<u>949,615</u>	<u>1,080,406</u>	<u>29,731</u>	<u>14,778</u>	<u>6,964,865</u>

West Baton Rouge Parish Council
 Non Major Governmental Funds
 Combining Balance Sheet
 December 31, 2005

	<u>Debt Service</u>			
	2002 Sales Tax Refunding Bonds	2000 Museum Bonds	2000 Tourist Center Bonds	1997 Roads and Courthouse Bonds
Assets				
Cash and cash equivalents	\$52,753	\$43,249	\$140,002	
Investments	352,723		150,000	
Taxes receivable				
Due from other funds				
Due from other governments				
Total assets	<u>405,476</u>	<u>43,249</u>	<u>290,002</u>	<u>--</u>
Liabilities and Fund Equity				
Liabilities				
Accounts payable			472	
Deferred revenue				
			<u>472</u>	
Fund Equity				
Fund Balances				
Reserved for debt service	\$405,476	\$43,249	\$289,530	
Unreserved				
	<u>405,476</u>	<u>43,249</u>	<u>289,530</u>	
Total liabilities and fund equity	<u>405,476</u>	<u>43,249</u>	<u>290,002</u>	<u>--</u>

Debt Service

1996 Council on Aging Bonds	2003 Road Bond	Total	Total Non Major Governmental Funds
\$23		\$236,027	\$1,443,268
69,000		571,723	2,386,723
			3,613,760
			191,140
			137,724
<u>69,023</u>	<u>--</u>	<u>807,750</u>	<u>7,772,615</u>
		472	\$341,279
			4,005,662
		472	4,346,941
\$69,023		\$807,278	807,278
			2,618,396
69,023		807,278	3,425,674
<u>69,023</u>	<u>--</u>	<u>807,750</u>	<u>7,772,615</u>

West Baton Rouge Parish Council
Non Major Governmental Funds
Combining Statement of Revenue, Expenditures and Changes in Fund Balances
Year Ended December 31, 2005

	<u>Special Revenue</u>			
	<u>Correctional Facility</u>	<u>Parish Roads</u>	<u>Drainage Maintenance</u>	<u>Health Unit</u>
Revenue				
Taxes	1,886,136		\$1,423,853	\$346,075
Intergovernmental	1,693,467	\$416,405	25,598	17,568
Charges for services				
Fines and forfeits				
Interest	241	280	33,709	29,065
Miscellaneous	126,859		5,990	
Total revenue	<u>3,706,703</u>	<u>416,685</u>	<u>1,489,150</u>	<u>392,708</u>
Expenditures				
Current				
General government				
Finance and administration				
Judicial				
Public safety	3,687,851			
Public works		1,234,719	1,470,270	
Health and welfare				270,177
Culture and recreation				
Urban housing				
Economic development				
Capital outlay		5,175	39,434	
Debt service				
Bond principal				
Interest				
Fees and refunding cost				
Total expenditures	<u>3,687,851</u>	<u>1,239,894</u>	<u>1,509,704</u>	<u>270,177</u>
Excess Revenue Over (Under) Expenditures	<u>18,852</u>	<u>(823,209)</u>	<u>(20,554)</u>	<u>122,531</u>
Other Financing Sources (Uses)				
Operating transfers in	120,000	845,833		
Operating transfers out	(178,218)			
Total other financing sources (uses)	<u>(58,218)</u>	<u>845,833</u>		
Net change in fund balances	<u>(39,366)</u>	<u>22,624</u>	<u>(20,554)</u>	<u>122,531</u>
Fund balance - beginning	<u>193,265</u>	<u>(15,594)</u>	<u>498,834</u>	<u>717,310</u>
Fund balance - ending	<u>153,899</u>	<u>7,030</u>	<u>478,280</u>	<u>839,841</u>

Special Revenue

Community Centers	Community Alert Network	911	Criminal Court	Juvenile Detention	Recreation	Federal Grants	Miscellaneous	Total
\$593,272				\$199,735				\$4,449,071
22,687	\$16,542	\$256,656				\$978,094		3,427,017
25,583								25,583
			\$193,023					193,023
25,308	421	9,073	191	23,402	299		\$96	122,085
						2,857	20,166	155,872
666,850	16,963	265,729	193,214	223,137	299	980,951	20,262	8,372,651
						110,809		110,809
						14,470		14,470
			247,263					247,263
	13,415	186,069		89,720		21,603	9,816	4,008,474
								2,704,989
						248,081		518,258
464,496					1,014			465,510
						272,075		272,075
						35		35
544,715						623,772	1,585	1,214,681
<u>1,009,211</u>	<u>13,415</u>	<u>186,069</u>	<u>247,263</u>	<u>89,720</u>	<u>1,014</u>	<u>1,290,845</u>	<u>11,401</u>	<u>9,556,564</u>
<u>(342,361)</u>	<u>3,548</u>	<u>79,660</u>	<u>(54,049)</u>	<u>133,417</u>	<u>(715)</u>	<u>(309,894)</u>	<u>8,861</u>	<u>(1,183,913)</u>
			41,247					1,007,080
								(178,218)
			41,247					828,862
(342,361)	3,548	79,660	(12,802)	133,417	(715)	(309,894)	8,861	(355,051)
617,376	7,114	237,713	15,831	586,136		108,775	6,687	2,973,447
275,015	10,662	317,373	3,029	719,553	(715)	(201,119)	15,548	2,618,396

Continued

West Baton Rouge Parish Council
 Non Major Governmental Funds
 Combining Statement of Revenue, Expenditures and Changes in Fund Balances
 Year Ended December 31, 2005

	<u>Debt Service</u>			
	2002	2000	2000	1997
	Sales Tax Refunding Bonds	2000 Museum Bonds	Tourist Center Bonds	Roads and Courthouse Bonds
Revenue				
Taxes				
Intergovernmental		\$41,378	\$295,572	
Charges for services				
Fines and forfeits				
Interest	\$11,600	1,481	8,233	
Miscellaneous				
Total revenue	<u>11,600</u>	<u>42,859</u>	<u>303,805</u>	
Expenditures				
Current				
General government				
Finance and administration				
Judicial				
Public safety				
Public works				
Health and welfare				
Culture and recreation			39,074	
Urban housing				
Economic development				
Capital outlay				
Debt service				
Bond principal	115,000	30,000	75,000	60,000
Interest	63,858	11,000	66,665	8,698
Fees and refunding cost	300	378	3,746	500
Total expenditures	<u>179,158</u>	<u>41,378</u>	<u>184,485</u>	<u>69,198</u>
Excess Revenue Over (Under) Expenditures	<u>(167,558)</u>	<u>1,481</u>	<u>119,320</u>	<u>(69,198)</u>
Other Financing Sources (Uses)				
Operating transfers in	58,218			69,198
Operating transfers out				
Total other financing sources (uses)	<u>58,218</u>			<u>69,198</u>
Net change in fund balances	(109,340)	1,481	119,320	
Fund balance - beginning	<u>514,816</u>	<u>41,768</u>	<u>170,210</u>	
Fund balance - ending	<u>405,476</u>	<u>43,249</u>	<u>289,530</u>	

Debt Service

1996 Council on Aging Bonds	2003 Road Bond	Total	Total Non Major Governmental Funds
			\$4,449,071
\$15,000		\$351,950	3,778,967
			25,583
			193,023
2,574		23,888	145,973
			155,872
<u>17,574</u>		<u>375,838</u>	<u>8,748,489</u>
			110,809
			14,470
			247,263
			4,008,474
			2,704,989
			518,258
		39,074	504,584
			272,075
			35
			1,214,681
60,000	175,000	515,000	515,000
4,832	62,645	217,698	217,698
	300	5,224	5,224
<u>64,832</u>	<u>237,945</u>	<u>776,996</u>	<u>10,333,560</u>
<u>(47,258)</u>	<u>(237,945)</u>	<u>(401,158)</u>	<u>(1,585,071)</u>
39,819	237,945	405,180	1,412,260
<u>(39,819)</u>		<u>(39,819)</u>	<u>(218,037)</u>
	237,945	365,361	1,194,223
<u>(47,258)</u>		<u>(35,797)</u>	<u>(390,848)</u>
<u>116,281</u>		<u>843,075</u>	<u>3,816,522</u>
<u>69,023</u>		<u>807,278</u>	<u>3,425,674</u>

West Baton Rouge Parish Council
Special Revenue Fund - Correctional Facility
Statement of Revenue, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	Budgeted Amounts		Actual	Final
	Original	Final	(Budgetary Basis)	Variance Favorable (Unfavorable)
Revenue				
Sales tax	\$1,700,000	\$1,700,000	\$1,836,352	\$136,352
Intergovernmental	1,956,000	1,956,000	1,864,257	(91,743)
Interest	500	500	241	(259)
Miscellaneous	125,500	125,500	126,875	1,375
Total revenue	<u>3,782,000</u>	<u>3,782,000</u>	<u>3,827,725</u>	<u>45,725</u>
Expenditures				
Current:				
Public safety:				
Operations	3,615,915	3,615,915	3,666,906	(50,991)
Capital outlay	80,000	80,000		80,000
Total expenditures	<u>3,695,915</u>	<u>3,695,915</u>	<u>3,666,906</u>	<u>29,009</u>
Excess of revenue over (under) expenditures	86,085	86,085	160,819	74,734
Other Financing Sources (Uses)				
Operating transfers in	115,000	115,000	120,000	5,000
Operating transfers out	(179,358)	(179,358)	(178,218)	1,140
Total other financing sources (uses)	<u>(64,358)</u>	<u>(64,358)</u>	<u>(58,218)</u>	<u>6,140</u>
Net change in fund balance	21,727	21,727	102,601	80,874
Fund balance - beginning	(98,412)	(98,412)	(98,412)	
Fund balance - ending	<u>(76,685)</u>	<u>(76,685)</u>	<u>4,189</u>	<u>80,874</u>

West Baton Rouge Parish Council
Special Revenue Fund - Parish Roads
Statement of Revenue, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual (Budgetary Basis)</u>	<u>Final Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenue				
Intergovernmental	\$451,000	\$451,000	\$443,620	(\$7,380)
Interest			280	\$280
Total revenue	<u>451,000</u>	<u>451,000</u>	<u>443,900</u>	<u>(\$7,100)</u>
Expenditures				
Current:				
Public works:				
Operations	1,310,431	1,310,431	1,280,753	\$29,678
Capital outlay	<u>9,000</u>	<u>9,000</u>	<u>5,175</u>	<u>\$3,825</u>
Total expenditures	<u>1,319,431</u>	<u>1,319,431</u>	<u>1,285,928</u>	<u>(\$33,503)</u>
Excess of revenue over (under)expenditures	(868,431)	(868,431)	(842,028)	\$26,403
Other Financing Sources				
Operating transfers in	<u>869,000</u>	<u>869,000</u>	<u>845,833</u>	<u>(\$23,167)</u>
Net change in fund balance	569	569	3,805	\$3,236
Fund balance - beginning	<u>161</u>	<u>161</u>	<u>161</u>	
Fund balance - ending	<u>730</u>	<u>730</u>	<u>3,966</u>	<u>\$3,236</u>

West Baton Rouge Parish Council
Special Revenue Fund - Drainage Maintenance
Statement of Revenue, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	Budgeted Amounts		Actual (Budgetary Basis)	Final Variance
	Original	Final		Favorable (Unfavorable)
Revenue				
Property tax	\$1,404,000	\$1,435,000	\$1,434,290	(\$710)
Intergovernmental	24,000	24,000	25,598	\$1,598
Interest	15,000	33,750	33,709	(\$41)
Miscellaneous		6,000	5,990	(\$10)
Total revenue	<u>1,443,000</u>	<u>1,498,750</u>	<u>1,499,587</u>	<u>\$837</u>
Expenditures				
Current:				
Public works:				
Operations	1,397,050	1,445,945	1,438,326	\$7,619
Capital outlay	48,000	39,800	39,434	\$366
Total expenditures	<u>1,445,050</u>	<u>1,485,745</u>	<u>1,477,760</u>	<u>\$7,985</u>
Net change in fund balance	(2,050)	13,005	21,827	\$8,822
Fund balance - beginning	<u>595,057</u>	<u>595,057</u>	<u>595,057</u>	
Fund balance - ending	<u><u>593,007</u></u>	<u><u>608,062</u></u>	<u><u>616,884</u></u>	<u><u>\$8,822</u></u>

West Baton Rouge Parish Council
Special Revenue Fund - Health Unit
Statement of Revenue, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual (Budgetary Basis)</u>	Final
	<u>Original</u>	<u>Final</u>		Variance Favorable <u>(Unfavorable)</u>
Revenue				
Property tax	\$340,000	\$340,000	\$348,612	\$8,612
Intergovernmental	18,000	18,000	17,568	(\$432)
Interest	8,000	8,000	29,064	\$21,064
Total revenue	<u>366,000</u>	<u>366,000</u>	<u>395,244</u>	<u>29,244</u>
Expenditures				
Current:				
Health and welfare:				
Operations	307,700	307,700	287,580	20,120
Total expenditures	<u>307,700</u>	<u>307,700</u>	<u>287,580</u>	<u>20,120</u>
Excess of revenue over expenditures	58,300	58,300	107,664	49,364
Fund balance - beginning	<u>740,697</u>	<u>740,697</u>	<u>740,697</u>	
Fund balance - ending	<u>798,997</u>	<u>798,997</u>	<u>848,361</u>	<u>49,364</u>

West Baton Rouge Parish Council
Special Revenue Fund - Community Centers
Statement of Revenue, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Final</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Variance Favorable (Unfavorable)</u>
Revenue				
Property tax	\$585,000	\$585,000	\$597,621	\$12,621
Intergovernmental	22,000	22,000	22,687	\$687
Charges for services	23,850	23,850	25,583	\$1,733
Interest	5,000	5,000	25,308	\$20,308
Total revenue	<u>635,850</u>	<u>635,850</u>	<u>671,199</u>	<u>\$35,349</u>
Expenditures				
Current:				
Culture and recreation:				
Operations	498,660	498,660	464,496	34,164
Capital outlay	<u>739,000</u>	<u>739,000</u>	<u>444,535</u>	<u>294,465</u>
Total expenditures	<u>1,237,660</u>	<u>1,237,660</u>	<u>909,031</u>	<u>328,629</u>
Excess of revenue over (under) expenditures	(601,810)	(601,810)	(237,832)	363,978
Fund balance - beginning	<u>657,469</u>	<u>657,469</u>	<u>657,469</u>	
Fund balance - ending	<u>55,659</u>	<u>55,659</u>	<u>419,637</u>	<u>363,978</u>

West Baton Rouge Parish Council
Special Revenue Fund - Community Alert Network
Statement of Revenue, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Final</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary</u>	<u>Variance</u>
			<u>Basis)</u>	<u>Favorable</u>
				<u>(Unfavorable)</u>
Revenue				
Intergovernmental	\$12,500	\$16,600	\$16,542	(\$58)
Interest	250	250	421	171
Total revenue	<u>12,750</u>	<u>16,850</u>	<u>16,963</u>	<u>113</u>
Expenditures				
Current:				
Public safety:				
Operations	<u>12,000</u>	<u>12,000</u>	<u>12,956</u>	<u>(956)</u>
Total expenditures	<u>12,000</u>	<u>12,000</u>	<u>12,956</u>	<u>(956)</u>
Excess of revenue over expenditures	750	4,850	4,007	(843)
Fund balance - beginning	<u>7,114</u>	<u>7,114</u>	<u>7,114</u>	
Fund balance - ending	<u>7,864</u>	<u>11,964</u>	<u>11,121</u>	<u>(843)</u>

West Baton Rouge Parish Council
Special Revenue Fund - 911
Statement of Revenue, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Final</u>
	<u>Original</u>	<u>Final</u>	<u>(Budgetary</u>	<u>Variance</u>
			<u>Basis)</u>	<u>Favorable</u>
				<u>(Unfavorable)</u>
Revenue				
Taxes - 911 charge	\$200,000	\$250,000	\$248,481	(\$1,519)
Interest	1,700	9,100	9,073	(27)
Total revenue	<u>201,700</u>	<u>259,100</u>	<u>257,554</u>	<u>(1,546)</u>
Expenditures				
Current:				
Public safety:				
Operations	<u>201,925</u>	<u>201,925</u>	<u>184,642</u>	<u>17,283</u>
Total expenditures	<u>201,925</u>	<u>201,925</u>	<u>184,642</u>	<u>17,283</u>
Excess of revenue over (under) expenditure	(225)	57,175	72,912	15,737
Fund balance - beginning	<u>225,572</u>	<u>225,572</u>	<u>225,572</u>	
Fund balance - ending	<u>225,347</u>	<u>282,747</u>	<u>298,484</u>	<u>15,737</u>

West Baton Rouge Parish Council
Special Revenue Fund - Criminal Court
Statement of Revenue, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual (Budgetary Basis)</u>	<u>Final Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenue				
Fines and forfeits	\$150,000	\$150,000	\$190,403	\$40,403
Interest			191	191
Total revenue	<u>150,000</u>	<u>150,000</u>	<u>190,594</u>	<u>40,594</u>
Expenditures				
Current:				
Judicial:				
Operations	<u>259,750</u>	<u>259,750</u>	<u>231,361</u>	<u>28,389</u>
Total expenditures	<u>259,750</u>	<u>259,750</u>	<u>231,361</u>	<u>28,389</u>
Excess of revenue over (under)expenditure:	(109,750)	(109,750)	(40,767)	68,983
Other Financing Sources				
Operating transfers out	<u>112,000</u>	<u>112,000</u>	<u>41,247</u>	<u>(70,753)</u>
Net change in fund balance	2,250	2,250	480	(1,770)
Fund balance - beginning				
Fund balance - ending	<u>2,250</u>	<u>2,250</u>	<u>480</u>	<u>(1,770)</u>

West Baton Rouge Parish Council
Special Revenue Fund - Juvenile Detention
Statement of Revenue, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual (Budgetary Basis)</u>	<u>Final Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenue				
Property tax	\$196,950	\$196,950	\$201,192	\$4,242
Interest	6,800	6,800	23,402	16,602
Total revenue	<u>203,750</u>	<u>203,750</u>	<u>224,594</u>	<u>20,844</u>
Expenditures				
Current:				
Public safety:				
Operations	100,000	100,000	86,310	13,690
Total expenditures	<u>100,000</u>	<u>100,000</u>	<u>86,310</u>	<u>13,690</u>
Excess of revenue over expenditures	103,750	103,750	138,284	34,534
Fund balance - beginning	<u>608,105</u>	<u>608,105</u>	<u>608,105</u>	
Fund balance - ending	<u><u>711,855</u></u>	<u><u>711,855</u></u>	<u><u>746,389</u></u>	<u><u>34,534</u></u>

West Baton Rouge Parish Council
Special Revenue Fund - Federal Grants
Statement of Revenue, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	Budgeted Amounts		Actual (Budgetary Basis)	Final Variance
	Original	Final		Favorable (Unfavorable)
Revenue				
Intergovernmental	\$844,176	\$919,257	\$1,000,331	\$81,074
Miscellaneous		575	2,857	2,282
Total revenue	844,176	919,832	1,003,188	83,356
Expenditures				
Current:				
General government:				
Operations	4,000	14,500	125,279	(110,779)
Public safety:				
Operations	53,393	21,900	21,603	297
Health and welfare:				
Operations	72,735	87,795	285,733	(197,938)
Urban housing:				
Operations	306,031	306,031	272,075	33,956
Capital outlay:				
Operations	445,294	524,054	523,328	726
Total expenditures	881,453	954,280	1,228,018	(273,738)
Excess of revenue over (under)expenditures	(37,277)	(34,448)	(224,830)	(190,382)
Fund balance - beginning	82,564	82,564	82,565	
Fund balance - ending	45,287	48,116	(142,265)	(190,382)

West Baton Rouge Parish Council
Special Revenue Fund - Miscellaneous
Statement of Revenue, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	Budgeted Amounts		Actual (Budgetary Basis)	Final Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenue				
Miscellaneous			\$20,166	\$20,166
Interest			96	96
Total revenue	--	--	20,262	20,262
Expenditures				
Current:				
Public safety:				
Operations			9,816	(9,816)
Capital outlay			1,585	(1,585)
Total expenditures	--	--	11,401	(11,401)
Excess of revenue over (under)expenditures			8,861	8,861
Fund balance - beginning	6,687	6,687	6,687	
Fund balance - ending	<u>6,687</u>	<u>6,687</u>	<u>15,548</u>	<u>8,861</u>

West Baton Rouge Parish Council
Special Revenue Fund - Recreation
Statement of Revenue, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended December 31, 2005

	Budgeted Amounts		Actual (Budgetary Basis)	Final
	Original	Final		Variance Favorable (Unfavorable)
Revenue				
Property Tax	\$0	\$0	\$74,005	\$74,005
Interest	0	0	299	299
Total revenue	0	0	74,304	74,304
Expenditures				
Current:				
Culture & Recreation				
Operations	0	0	0	0
Capital outlay	0	0	0	0
Total expenditures	0	0	0	0
Excess of revenue over (under)expenditures	0	0	74,304	74,304
Fund balance - beginning	0	0	0	
Fund balance - ending	0	0	74,304	74,304

**Fixed Assets used in the Operations
of Governmental Funds**

**West Baton Rouge Parish Council
Statement of General Fixed Assets
December 31, 2005**

General Fixed Assets

Land	1,622,422
Buildings	26,108,366
Equipment	5,743,246
Infrastructure	20,408,425

Total general fixed assets 53,882,459

Investment in General Fixed Assets

General fund	17,589,905
Donation of land	234,400
Capital Project Fund	
Community Center	1,310,410
Special Revenue funds	
Drainage	2,163,192
Roads	21,878,826
Health Unit	84,025
Correctional facility	10,621,701

Total invested in general fixed assets 53,882,459

West Baton Rouge Parish Council
Schedule of General Fixed Assets
By Function and Activity
December 31, 2005

	<u>Infrastructure</u>	<u>Equipment</u>	<u>Buildings</u>	<u>Land</u>	<u>Totals</u>
Culture and recreation		\$989,887	\$8,395,552	\$573,072	\$9,958,511
Economic development		5,425	17,113		22,538
General government					
Administrative		19,663	1,797,945	73,250	1,890,858
Elections		6,910	10,140	7,200	24,250
Judicial		69,388	3,355,118	210,631	3,635,137
Legislative		82,777			82,777
Other		47,705	190,129	11,601	249,435
Health and welfare		84,025	435,464		519,489
Public safety					
Fire		4,180	106,950	224,900	336,030
Correctional facility		212,583	10,409,685	146,156	10,768,424
Sheriff		50,967			50,967
911 Service		759,902		282,445	1,042,347
Other		495,537	381,383	26,000	902,920
Public works	\$20,408,425	2,685,792	1,008,887	67,167	24,170,271
Equipment under lease	<u> </u>	<u>228,505</u>	<u> </u>	<u> </u>	<u>228,505</u>
	<u>20,408,425</u>	<u>5,743,246</u>	<u>26,108,366</u>	<u>1,622,422</u>	<u>53,882,459</u>

West Baton Rouge Parish Council
Schedule of Changes in General Fixed Assets
By Function and Activity
Year Ended December 31, 2005

	<u>General Fixed Assets January 1, 2005</u>	<u>Additions</u>	<u>Adjustments and Deletions</u>	<u>General Fixed Assets December 31, 2005</u>
Culture and recreation	\$8,181,232	\$1,786,674	(\$9,395)	\$9,958,511
Economic development	22,538			22,538
General government				
Administrative	1,890,858			1,890,858
Elections	24,250			24,250
Judicial	3,499,008	136,129		3,635,137
Legislative	81,102	1,675		82,777
Other	244,230	5,205		249,435
Health and welfare	512,714	6,775		519,489
Public safety				
Fire	336,030			336,030
Corrections facility	10,768,424			10,768,424
Sheriff	50,967			50,967
911 Service	556,181	486,166		1,042,347
Other	624,406	278,514		902,920
Public works	24,057,555	112,716		24,170,271
Equipment under capital lease	<u>228,505</u>	<u> </u>	<u> </u>	<u>228,505</u>
	<u>51,078,000</u>	<u>2,813,854</u>	<u>(9,395)</u>	<u>53,882,459</u>

West Baton Rouge Parish Council
 Schedule of Expenditures of Federal Awards
 Year Ended December 31, 2005

<u>Federal Grantor/Pass-Through Grantor/ Program Title or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Number</u>	<u>Federal Expenditures</u>
U.S. Federal Emergency Management Agency			
Emergency Food and Shelter	83.523		<u>\$12,213</u>
<u>Subtotal for direct programs</u>			12,213
Pass-through Program of the Louisiana Military Department (Office of Emergency preparedness):			
State of Homeland Security Grant (SHSGP 03(I))	97.004		67,952
State of Homeland Security Grant (SHSGP 03(II))	97.004		233,648
Homeland Security Grant (SHSP 04)	97.004		155,747
Urban Area Security Initiative FY04 (UASI 04)	97.008		26,783
FEMA-1603-DR-LA Hurricane Katrina	97.036		444,929
FEMA-1067-DR-LA Hurricane Rita	97.036		15,985
Homeland Security Exercise Grant	97.042		4,680
CERT Grant	97.053		7,000
CERT Grant	97.053		<u>2,036</u>
<u>Total U.S. Federal Emergency Management Agency</u>			<u>970,973</u>
U.S. Department of Health and Human Services			
Pass-through Program of the Louisiana Department of Labor:			
Community Services Block Grant	93.569		70,969
Community Food & Nutrition	93.571		1,165
Substance Abuse Prevention and Treatment (SAPT) Block Grant	93.959		76,494
Pass-through Program of the Louisiana Housing Finance Agency:			
Low Income Home Energy Assistance	93.568	416	<u>14,470</u>
<u>Total U.S. Department of Health and Human Services</u>			<u>163,098</u>
U.S. Department of Housing and Urban Development			
Section 8 Housing Choice Vouchers			
Subtotal for direct programs	14.871	LA 204VO	<u>267,682</u>
Pass-through program of the Louisiana Office of Community Development:			
LCDBG - Sewer Project	14.228	107900384	<u>714,670</u>
<u>Total U.S. Department of Housing and Urban Development</u>			<u>982,352</u>
<u>Total expenditures of federal awards</u>			<u>2,116,423</u>

See accompanying notes to schedule of federal awards.

West Baton Rouge Parish Council
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2005

Note 1-Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the West Baton Rouge Parish Council and is presented on the budgetary basis. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations". Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the primary government financial statements.

HAWTHORN, WAYMOUTH & CARROLL, L.L.P.

J. CHARLES PARKER, C.P.A.
LOUIS C. MCKNIGHT, III, C.P.A.
CHARLES R. PEVEY, JR., C.P.A.
DAVID J. BROUSSARD, C.P.A.



CERTIFIED PUBLIC ACCOUNTANTS

8555 UNITED PLAZA BLVD., SUITE 200
BATON ROUGE, LOUISIANA 70809
(225) 923-3000 • FAX (225) 923-3008

June 2, 2006

**Report on Internal Control Over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards***

West Baton Rouge Parish Council
Port Allen, Louisiana

Board Members:

We have audited the financial statements of the

**West Baton Rouge Parish Council
Port Allen, Louisiana**

as of and for the year ended December 31, 2005, which collectively comprise the West Baton Rouge Parish Council's basic financial statements of the primary government, and have issued our report thereon June 2, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the West Baton Rouge Parish Council's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the primary government financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the primary government financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the West Baton Rouge Parish Council's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the West Baton Rouge Parish Council, management, the Louisiana State Legislative Auditor, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513 this report is distributed by the Louisiana Legislative Auditor as a public document.

Yours truly,

Hawthorn, Weymouth & Carroll, L.L.P.

J. CHARLES PARKER, C.P.A.
LOUIS C. McKNIGHT, III, C.P.A.
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(225) 923-3000 • FAX (225) 923-3008

June 2, 2006

**Report on Compliance with Requirements Applicable
to Each Major Program and Internal Control Over
Compliance in Accordance With OMB Circular A-133**

West Baton Rouge Parish Council
Port Allen, Louisiana

Compliance

We have audited the compliance of the West Baton Rouge Parish Council with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2005. The West Baton Rouge Parish Council's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of West Baton Rouge Parish Council's management. Our responsibility is to express an opinion on the West Baton Rouge Parish Council's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the West Baton Rouge Parish Council's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the West Baton Rouge Parish Council's compliance with those requirements.

In our opinion, the West Baton Rouge Parish Council complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2005.

Internal Control Over Compliance

The management of the West Baton Rouge Parish Council is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the West Baton Rouge Parish Council's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the West Baton Rouge Parish Council, management, the Louisiana State Legislative Auditor, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513 this report is distributed by the Louisiana Legislative Auditor as a public document.

Yours truly,

Hawthorn, Weymouth & Carroll, L.L.P.

West Baton Rouge Parish Council
Schedule of Findings and Questioned Costs
Year Ended December 31, 2005

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:
Unqualified

Internal control over financial reporting

* Material weakness(es) identified:
 Yes No

* Reportable condition(s) identified that are not considered to be material weaknesses:
 Yes No

Noncompliance material to financial statements noted:
 Yes No

Federal Awards

Internal control over major programs

* Material weakness(es) identified:
 Yes No

* Reportable condition(s) identified that are not considered to be material weaknesses:
 Yes No

Type of auditor's report issued on compliance for major programs:
Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133:
 Yes No

Identification of major programs:

<u>CFDA Numbers</u>	<u>Federal Program or Cluster</u>
14.228	LCDBG-Sewer Project
97.004	Homeland Security Grant

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee:
 Yes No

West Baton Rouge Parish Council
Schedule of Findings and Questioned Costs
Year Ended December 31, 2005

Findings - Financial Statement Audit

None.

West Baton Rouge Parish Council
Schedule of Prior Audit Findings
Year Ended December 31, 2005

Compliance

2004-1 Audit Report

Condition

The audit report is to be submitted no more than six months after the end of the fiscal year. The report has been delayed due to the unforeseen issues in the conversion to GASB34.

Recommendation

Planning and preparation should be made to anticipate circumstances which would delay report beyond the required filing date.

Management's Response

Management agrees with the recommendation.

Corrective Action Taken

Proper planning and scheduling has been implemented and monitored to insure the report is timely filed.