NOTE 6 - Changes in Fixed Assets (Continued)

c. A summary of Primary Government proprietary fund type and pension trust fund property, plant, and equipment at December 31, 1996, follows:

	Enterprise	Internal Service	Pension Trust
Land	$ 41,840,388	$ 47,568	$ 550,628
Buildings	55,852,127	2,213,798	691,385
Improvements Other Than Buildings	492,403,340	7,190	--
Equipment	12,601,660	9,125,937	189,806
Equipment Under Capital Leases	37,121	7,853,498	--
Construction Work in Progress	13,850,902	--	--
Total	616,585,538	19,247,991	1,431,819
Less Accumulated Depreciation	(140,367,640)	(9,210,811)	(402,693)
Net Fixed Assets	$ 476,217,898	$10,037,180	$1,029,126

d. Construction Work in Progress at December 31, 1996, for Primary Government enterprise funds is composed of the following:

	Project Authorization	Expended to Date	Capitalized	Balance in Construction Work in Progress 12/31/96
Greater Baton Rouge Airport District:				
Miscellaneous Project Costs	$ 3,980,987	$ 711,708	$ 3,445	$ 708,263
Land Acquisition for Noise Compatibility	2,777,777	1,893,946	866,550	1,027,396
Terminal Access Road Off-Ramp	221,000	201,018	--	201,018
Aircraft Rescue Firefighting Facility	185,000	58,548	--	58,548
Aims Project Support/Maintenance	48,000	25,198	--	25,198
Terminal Development	2,633,255	999,245	--	999,245
Total	9,846,019	3,889,663	869,995	3,019,668
Riverside Centroplex Fund:				
Miscellaneous	12,880	6,556	--	6,556
Comprehensive Sewerage System Fund:				
North Wastewater Treatment Plant				
Expansion Phase II	33,265,681	22,031,914	18,981,727	3,050,187
Design Engineering	15,253,500	14,724,253	14,186,868	537,385
Rehabilitation Construction	32,273,163	11,735,237	4,514,961	7,220,276
Shenandoah Hills Sewer Assessment	234,000	2,206	1,879	327
Program Administration	10,273,399	10,273,399	10,256,896	16,503
Total	91,299,743	58,767,009	47,942,331	10,824,678
Total-All Enterprise Funds	$101,158,642	$62,663,228	$48,812,326	$13,850,902

NOTE 6 - Changes in Fixed Assets (Continued)

d. Construction Work in Progress at December 31, 1996, for Primary Government enterprise funds (Continued):

Total construction period interest costs of $5,493,208 were capitalized in 1996 in the Comprehensive Sewerage System Fund. Construction period interest costs of $1,735,589 from the current and previous fiscal years remain in Construction Work in Progress at December 31, 1996. These costs cannot be capitalized because they have been allocated to projects that are not substantially complete.

e. A summary of changes in general fixed assets for governmental fund component units is as follows:

	Balance Beginning of Year	Additions	Adjustments and Deletions	Balance End of Year
District Attorney of the Nineteenth Judicial District				
Equipment	$1,110,590	$ 79,691	$ 12,830	$1,177,451
Nineteenth Judicial District Court				
Equipment	$1,684,445	$ 32,560	$152,571	$1,564,434
E.B.R. Parish Family Court				
Equipment	$ 72,683	$ 16,293	$ 7,504	$ 81,472
E.B.R. Parish Juvenile Court				
Equipment	$ 10,143	$ --	$ --	$ 10,143
Nineteenth Judicial District Indigent Defender Board				
Equipment	$ 125,011	$ 42,809	$ --	$ 167,820
E.B.R. Parish Assessor				
Equipment	$ 541,553	$ 4,711	$ 1,215	$ 545,049
E.B.R. Parish Clerk of Court				
Equipment	$3,094,829	$ 99,989	$565,577	$2,629,241
Equipment Under Capital Leases	23,533	--	--	23,533
Total E.B.R. Parish Clerk of Court	$3,118,362	$ 99,989	$565,577	$2,652,774
Capital Region Planning Commission				
Equipment	$ 204,498	$ 43,060	$ 43,553	$ 204,005
St. George Fire Protection District				
Land	$ 65,906	$ --	$ --	$ 65,906
Buildings	957,748	4,773	--	962,521
Equipment	2,518,776	156,035	150,000	2,524,811
Equipment Under Capital Leases	388,795	--	--	388,795
Total St. George Fire Protection District	$3,931,225	$160,808	$150,000	$3,942,033

NOTE 6 - Changes in Fixed Assets (Continued)

e. A summary of changes in general fixed assets for governmental fund component units (Continued):

	Balance Beginning of Year	Additions	Adjustments and Deletions	Balance End of Year
Alsen-St. Irma Lee Fire Protection District				
District				
Land	$ 9,000	$ --	$ --	$ 9,000
Buildings	256,496	--	--	256,496
Equipment	83,140	--	4,911	78,229
Total Alsen-St. Irma Lee Fire Protection District	$ 348,636	$ --	$ 4,911	$ 343,725

f. A summary of property, plant, and equipment for Capital Transportation Corporation, a proprietary fund type component unit at December 31, 1996 is as follows:

Land	$ 378,307
Buildings	2,112,136
Equipment	5,487,152
Construction Work in Progress	4,625,821
Total	12,603,416
Less Accumulated Depreciation	(5,160,132)
Net Fixed Assets	$ 7,443,284

NOTE 7 - Employees' Retirement Systems

a. Primary Government

1. Plan Description and Provisions

The Employees' Retirement System of the City of Baton Rouge, Parish of East Baton Rouge administers an agent multiple-employer defined benefit pension plan. The participating local government employers include:

City of Baton Rouge, Parish of East Baton Rouge
District Attorney of the Nineteenth Judicial District
Nineteenth Judicial District Court
E.B.R. Parish Family Court
E.B.R. Parish Juvenile Court
St. George Fire Protection District
Brownsfield Fire Protection District
Central Fire Protection District
E.B.R. Parish Fire Protection District No. 6
East Baton Rouge Recreation and Park Commission (BREC)

NOTE 7 - Employees' Retirement Systems (Continued)

a. Primary Government (Continued)

1. Plan Description and Provisions (Continued)

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

The Retirement System was created by The Plan of Government and is governed by a seven member Board of Trustees. The board is responsible for administering the assets of the system and for making policy decisions regarding investments. The trustees are members of the Retirement System and are selected in the following manner: 1.) two from non-police and fire department employees; 2.) one trustee each from the police and fire departments; 3.) two people with business and accounting experience, appointed by the Metropolitan Council; 4.) and the Director of Finance serves by virtue of his/her position. All administrative expenses of the Retirement System are paid from funds of the system.

The Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. The financial report may be obtained by writing to:

Horace Elkins
Retirement Administrator
Employees' Retirement System
City of Baton Rouge, Parish of East Baton Rouge
P.O. Box 1471
Baton Rouge, La 70821-1471

The Retirement System reports its financial activities under the provisions of GASB Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*. All required disclosures are included in their separately issued report. The primary government (City-Parish), as stated previously, reports the Retirement System as a Pension Trust Fund and has adopted the reporting requirements of GASB Statement No. 25 for an employer. The primary government has not adopted GASB Statement No. 27, *Accounting for Pensions by State and Local Government Employers*, thus the funding policy and trend information for the Retirement System are disclosed under the provisions of GASB Statement No. 5, *Disclosure of Defined Benefit Pension Information for Public Employee Retirement Systems and State and Local Government Employers*.

Any person who becomes a regular full-time employee of one of the member employers becomes a member of the Retirement System as a condition of employment. Contractual employees may or may not become members, depending upon the provisions of their respective contracts.

NOTE 7 - Employees' Retirement Systems (Continued)

a. Primary Government (Continued)

1. Plan Description and Provisions (Continued)

Current membership in the Employees' Retirement System is comprised of the following:

Retirees and beneficiaries currently receiving benefits	1,657
Vested terminated employees	26
Deferred retirees	269
Active Employees:	
Fully vested	1,426
Nonvested	2,536
Total	5,914

Deferred retirees (participants in the Deferred Retirement Option Program (DROP)) included in the above figures are employees who are eligible for retirement, but have chosen to continue employment for a maximum of five years. Pension annuities are fixed for these employees, and contributions are no longer made to the system on their earnings. Benefits for these employees are placed in a deferred reserve account until the deferred retirement option period lapses or until the employee discontinues employment. Of the above total covered active employees, 189 are employees of the East Baton Rouge Recreation and Park Commission.

As of December 31, 1996, the City-Parish had a total of 4,383 employees who earned a total annual salary of $108,838,927. The total covered payroll of the active members (including BREC) was $109,658,886. The balance in the deferred reserve account as of December 31, 1996, was $63,306,174 of which $7,710,741 applies to deferred retirees (269 DROP participants) who are still employed by the City-Parish. The actuarial report also indicated that as of December 31,1996, the respective employers in the system had 1,683 retirees and beneficiaries who received a total annual benefit of $25,237,336.

An employee's benefit rights vest after the employee has been a member of the Retirement System for 12 years. Ordinance 10779, adopted by the Metropolitan Council on December 11, 1996, will reduce the vesting period to 10 years as of April 1, 1997. Benefit payments are classified into two distinct categories: full retirement benefits and minimum eligibility benefits. The service requirements and benefits granted for each category are:

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

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

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

NOTE 7 - Employees' Retirement Systems (Continued)

a. **Primary Government (Continued)**

2. Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Retirement System are prepared using the accrual basis of accounting. Contributions from participating plan employers and their employees are recognized in the period in which employees provide services to the entity. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

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

3. Concentrations of Investments

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

4. Funding Policy

The Plan of Government requires that the Retirement System be funded on an actuarially sound basis. Under the current plan, both employee and employer contributions are made to properly fund the system. Employees make a mandatory contribution of 8% of gross earnings while the employer contribution for 1996 was 14% of active payroll. The 1997 employer contribution will be 15% of active payroll from January 1 through March 31 and 15.08% of active payroll from April 1 through December 31.

The 1997 actuarial valuation for the year 1996 was prepared in accordance with Entry Age Normal Actuarial Cost Method with Unfunded Actuarial Accrued Liability. This method compares the theoretical reserve for service prior to the valuation date to plan assets. With this method, the actuarial present value of the projected benefits of each individual included in an actuarial valuation is allocated on a level basis over both the earnings and service of the individual between entry age (date of membership in the system) and assumed exit age.

As of December 31, 1996, Normal Cost (that portion of an actuarial valuation allocated to a valuation year) was $7,774,413 while the amortization of the actuarial accrued unfunded liability was $15,646,445 for a total system actuarially determined employer contribution of $23,420,858. Under the entry age actuarial method, actuarial gains (losses), as they occur, reduce (increase) the unfunded actuarial accrued liability.

For the 1996 fiscal year, the City-Parish employer contribution was $14,615,549 or 14% of active payroll. Actual contributions by employees (City-Parish only) for 1996 was $8,178,802.

NOTE 7 - Employees' Retirement Systems (Continued)

a. Primary Government (Continued)

4. Funding Policy (Continued)

The pension benefit obligation is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and any step-rate benefits, estimated to be payable in the future as a result of employee service to date as defined by GASB Statement No. 5. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the system's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among public employee retirement systems and employers. The Retirement System does not make separate measurements of assets and pension benefit obligations for individual employers. Significant actuarial assumptions used include: (a) a rate of return on the investment of present and future assets of 8.0% per year in 1996 and 1995, compounded annually, (b) projected salary increases of 4.0% per year compounded annually for 1996 and 1995, attributable to inflation, (c) additional projected salary increases based on years of service and age attributable to seniority and merit, and (d) no post-retirement benefit increases. The pension benefit obligation of the Retirement System is based on the standardized measurement established by GASB Statement No. 5 and is independent of the actuarial computation made to determine contributions to the system.

The following information regarding the system's pension benefit obligation is based on the December 31, 1996, actuarial valuation:

Retirees and beneficiaries currently receiving benefits and terminated employees not yet receiving benefits	$240,264,384
Current employees:	
Accumulated employee contributions	78,794,642
Employer-financed vested	300,675,378
Employer-financed nonvested	111,417,362
Total pension benefit obligation	731,151,766
Net assets available for benefits	517,028,110
Unfunded pension benefit obligation	$214,123,656

Selected trend information for the Retirement System in accordance with GASB Statement No. 5 is presented as follows and in exhibit K-5:

Fiscal Year	(1) Book Value Net Assets Available For Benefits	(2) Pension Benefit Obligation	(3) Percentage Funded (1)/(2)	(4) Unfunded Pension Benefit Obligation (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded Pension Benefit Obligation as a Percentage of Covered Payroll (4)/(5)
1987	$288,414,532	$295,389,465	97.6%	$ 6,974,933	$64,562,395	10.8%
1988	320,542,656	344,144,239	93.1	23,601,583	73,632,482	32.1
1989	344,050,125	364,991,593	94.3	20,941,468	71,034,493	29.5
1990	368,318,040	388,802,769	95.0	20,484,729	78,840,611	26.0
1991	395,988,834	418,844,746	94.5	22,855,912	85,681,521	26.7

NOTE 7 - Employees' Retirement Systems (Continued)

a. Primary Government (Continued)

4. Funding Policy (Continued)

Selected trend information for the Retirement System (Continued):

Fiscal Year	(1) Book Value Net Assets Available For Benefits	(2) Pension Benefit Obligation	(3) Percentage Funded (1)/(2)	(4) Unfunded Pension Benefit Obligation (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded Pension Benefit Obligation as a Percentage of Covered Payroll (4)/(5)
1992	$428,533,556	$460,557,664	93.0%	$ 32,024,108	$ 91,616,105	34.9%
1993	468,645,060	519,486,531	90.2	50,841,471	94,471,936	53.8
1994	469,476,408	618,710,265	75.9	149,233,857	100,596,231	148.3
1995	484,178,098	668,776,010	72.4	184,597,912	104,601,384	176.5
1996	517,028,110	731,151,766	70.7	214,123,656	109,658,886	195.3

b. Component Units

The following discretely presented component units have not adopted the reporting provisions of GASB Statement No. 25. The information presented for these entities is based on the reporting requirements of GASB Statement No. 5.

1. Capital Transportation Corporation Pension Plan

Employees of Capital Transportation Corporation are members of Capital Transportation Corporation Pension Trust Fund ("Plan"), a defined-benefit single employer pension plan. The Plan is administered by a local bank under the direction of the Board of Directors of the Corporation. All full-time employees are eligible to participate in the plan upon entering covered employment. Benefits vest after ten years of service. A participant is entitled to a monthly normal retirement benefit beginning on his normal retirement date in an amount equal to the sum of $17.00 multiplied by the number of years of service prior to February 1, 1973 (up to 10 years); plus $12.50 multiplied by the number of years of service from February 1, 1973 to February 1, 1990; plus 1% of average compensation for each year of service after February 1, 1990. Average compensation is determined as the average of the 5 consecutive plan years of compensation that produces the highest average.

On January 10, 1995, the Board of Directors approved the addition of a Deferred Retirement Option Plan (DROP). Any member who has been eligible for retirement for at least one year can participate in the DROP program. A member can participate only once and only up to three years.

The Corporation and the employees are required to contribute 3% of the employees' salary. For the plan year beginning February 1, 1995, CTC's pension plan was granted "qualified" status by the IRS. As a result of receiving this qualified status employee contributions are no longer subject to income taxes.

NOTE 7 - Employees' Retirement Systems (Continued)

b. Component Units (Continued)

1. Capital Transportation Corporation Pension Plan (Continued)

The pension benefit obligation was computed as part of an actuarial valuation performed as of January 31, 1996. Significant actuarial assumptions used in the valuation include: (a) rate of return on the investment of present and future assets of 6% per year compounded annually, (b) voluntary termination will be in accordance with the T-4 table in the actuary's handbook, (c) mortality rates are based on the 1971 Group Annuity Table, (d) disability rates are projected based on the Eleventh Actuarial Valuation of Railroad Retirement System, (e) 80% of participants are assumed to be married, and (f) salary increases are estimated at 4% per year.

The following information regarding the Plan's pension benefit obligation is based on the February 1, 1996, actuarial valuation:

Vested Benefits:	
Participants Currently Receiving Payments	$ 272,080
Other Participants	1,391,063
Nonvested Benefits	75,893
Total Actuarial Present Value of Accumulated Benefits	1,739,036
Net Assets Available for Benefits at Market Value	1,810,942
Overfunded Pension Benefit Obligation	$ 71,906

The contribution rate for normal cost is determined using the "Frozen Entry Age Actuarial Cost Method" with proration based on service. The Plan uses the level payoff method to amortize the unfunded liability over a 30-year period. Unfunded frozen actuarial liability as of February 1, 1996 was $29,378.

The significant actuarial assumptions used to compute the actuarially determined contribution requirement are the same as those used to compute the pension benefit obligation.

Detailed disclosure is contained in the separately issued financial statements of Capital Transportation Corporation for the year ended December 31, 1996.

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

The district attorney and assistant attorneys, whose salaries are paid by the State of Louisiana, and the Office of the District Attorney, are members of the Louisiana District Attorney's Retirement System. This retirement system is a multiple employer cost sharing, statewide retirement system administered and controlled by a separate board of trustees.

Covered employees are required to contribute 7.0% of their salary for the plan. Prior to July 1, 1994, the employer made no required contribution; after this date, the required contribution is 2.5%. Covered salaries for the year ended December 31, 1995, totaled $855,036. The total contribution requirement for the year ended December 31, 1995, was $81,228, which consisted of $59,853 from the employees and $21,375 from the employer.

NOTE 7 - Employees' Retirement Systems (Continued)

b. Component Units (Continued)

2. District Attorney of the Nineteenth Judicial District Defined Benefit Pension Plans (Continued)

The following information regarding the Louisiana District Attorney's Retirement System's pension benefit obligation is based on the June 30, 1994, actuarial valuation:

Actuarial Valuation (In Millions)	
Pension benefit obligation	$59.3
Net Assets available	60.1
Funded (unfunded) benefit obligation	$ 0.8

Detailed disclosure is contained in the separately issued actuarial report of the Louisiana District Attorney's Pension Plan for the year ended June 30, 1994.

Certain other employees, whose salaries are paid by the Office of the District Attorney, are members of the City of Baton Rouge, Parish of East Baton Rouge Employees' Retirement System. Covered salaries for the year ended December 31, 1995, were $1,516,785. The contribution requirements for the year ended December 31, 1995, were $318,525. This amount consists of $121,343 from the employees and $197,182 from the employer (paid by the City-Parish). The District Attorney's total payroll was $2,491,175. The System does not make separate measurements of assets and pension benefit obligation for individual employers. Additional information on this system is included in Note 7(a)(1) above.

3. Nineteenth Judicial District Court Pension Plans

Louisiana State Employees' Retirement System

The employees of the commissioners' offices, whose salaries are paid from appropriations from the State of Louisiana, are members of the Louisiana State Employees' Retirement System ("System"), a single-employer, public employee retirement system (PERS). The System is a statewide public retirement system for the benefit of state employees which is administered and controlled by a separate board of trustees. Contributions of participating state agencies are pooled in the System to fund accrued benefits with contribution rates approved by the Louisiana Legislature. The payroll for employees of all participating agencies in the System totaled $1,547,977,464 for the year ended June 30, 1995. For the year ended June 30, 1996, the total payroll for the commissioners' offices was $202,014, and its payroll covered by the System was $202,014.

An estimate of the total payroll for all employees covered by the System for the year ended June 30, 1996, was computed for the purpose of determining 1996 contribution rates by projecting forward the 1995 payroll costs of covered employees. The pension benefit obligation is presented as of June 30, 1995.

All full-time employees of the commissioners' offices are eligible to participate in the System. Benefits vest with ten years of service. At retirement age, employees are entitled to annual benefits equal to $300 plus 2.5% of their highest consecutive 36 months average salary multiplied by their years of credited service. Participants who became members on or after July 1, 1986, are not eligible for the $300 addition to the annual retirement benefit formula. Vested employees may retire at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. The System also provides death and disability benefits. Benefits are established by state statute.

NOTE 7 - Employees' Retirement Systems (Continued)

b. Component Units (Continued)

3. Nineteenth Judicial District Court Pension Plans (Continued)

Louisiana State Employees' Retirement System (Continued)

Covered employees are required by state statute to contribute 7.5% of gross salary to which the commissioners' offices adds an 11.9% employer contribution. The commissioners' offices' statutory and actual contribution for the year ended June 30, 1995, was $39,393, of which $15,151 was contributed by employees and $24,242 was contributed by the commissioners' offices. The actuarially required contribution for that year, using the contribution rate determined under the System's actuarial funding method (projected unit credit) which is the same method used to determine the pension benefit obligation, and based on covered payroll, was $39,393 of which (assuming the same statutory contribution ratio) $15,151 is associated with employees and $24,242 with the commissioners' offices; these actuarially determined contributions represent 7.5% for employees and 12% of the commissioners' offices covered payroll. The commissioners' offices actuarially determined contribution represents less than 1.0% of the total contribution required of all system-wide participating employees and employers.

The pension benefit obligation is a standardized measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rated benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among PERS and employers. The System does not make separate measurements of assets and pension benefit obligations for individual departments or agencies. The pension benefit obligation at June 30, 1995, for the System as a whole determined through an actuarial valuation performed as of that date, was $5,696,909,256. The System's net assets available for benefits on that date (valuation method used for balance sheet purposes) were $3,665,863,068, leaving an unfunded pension benefit obligation of $2,031,046,188.

Historical trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the System's June 30, 1995 comprehensive annual financial report.

Louisiana Clerk of Court Retirement and Relief Fund

Other court employees, whose salaries are expenditures of the Judicial Expense Fund are members of the Louisiana Clerk of Court Retirement and Relief Fund. See section b(6) of this note for disclosure on this multiple-employer cost-sharing PERS.

All regular District Court employees earning at least $100 per month who are under the age of 60 at the time of original employment are required to participate in the System. Employees who retire at or after age 55 with at least 12 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 3% of their final average salary for each year of credited service, not to exceed 100% of the final average salary. Final average salary is the employees' average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and do not withdraw their employee contributions may retire at or after age 55 and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

NOTE 7 - Employees' Retirement Systems (Continued)

b. Component Units (Continued)

3. Nineteenth Judicial District Court Pension Plans (Continued)

Louisiana Clerk of Court Retirement and Relief Fund (Continued)

Contributions to the System include one-fourth of one percent (one-half of one percent for Orleans Parish) of the taxes shown to be collectible by the tax rolls of each parish. State statute requires covered employees to contribute 8.25% of their salaries to the System. As provided by Louisiana Revised Statute 11:103, the employers' 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 statutory and actual contribution for the year ended June 30, 1996, was $110,795.

4. Nineteenth Judicial District Indigent Defender Board Pension Plan

The Board contracted with A.G. Edwards in 1992 for a pension plan that paid 8% of the employees salary into a fully vested fund for each employee. This is a defined contribution plan and each employee will receive the amount in his individual fund at retirement. The Board pays all of the 8% contribution. There is no unfunded portion at December 31, 1996. Contributions in 1996 were $100,677.

5. East Baton Rouge Parish Assessor's Pension Plan

Substantially all employees of the East Baton Rouge Parish Assessor are members of the Louisiana Assessors Retirement Fund ("System"), a cost-sharing multiple-employer, public employee retirement system (PERS), controlled and administered by a separate board of trustees. The total payroll for employees of the East Baton Rouge Parish Assessor covered by the System for the year ended December 31, 1995, was $1,377,827; the East Baton Rouge Parish Assessor's total payroll was $1,438,989.

All full-time employees who are under the age of 55 at the time of original employment and who are not drawing earned retirement benefits from any other public retirement system in Louisiana are required to participate in the System. Employees who retire at or after age 55 with at least 12 years of credited service, or who retire at or after age 50 with at least 30 years of credited service, are entitled to a retirement benefit, payable monthly for life, equal to 3% of their final average salary for each year of credited service, not to exceed 100% of their final average salary. 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 12 years of service, and who do not withdraw their employee contributions, may retire at or after age 55 and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

Contributions include one-fourth of 1.0% of the taxes shown to be collectible by the tax rolls of each parish. State statute requires covered employees to contribute 7.0% of their salaries to the System. Also, all assessors are required to contribute 5% of the salaries paid to all personnel.

NOTE 7 - Employees' Retirement Systems (Continued)

b. Component Units (Continued)

5. East Baton Rouge Parish Assessor's Pension Plan (Continued)

Although contributions are determined by state statute rather than actuarial calculations, actuarially required contributions are determined for the System. The fiscal year of the System is from October 1 through September 30. For the year ended September 30, 1995, the System's total actuarially required contribution from all sources (dedicated taxes and employees) was $4,142,133. The total payroll of all covered employees of the System for the year ended September 30, 1995, was $18,040,940. The total actuarially required contribution for the year ended September 30, 1995, was 23% of the total payroll of all covered members. Dedicated taxes received by the System for the year ended September 30, 1995, provided $2,948,598 (16% of total covered payroll), indicating an actuarially required contribution by employees and employers of $1,193,535, or 7% of total payroll. For the East Baton Rouge Parish Assessor, the statutorily required contribution for the year ended December 31, 1995 was $174,093, (7% due from covered employees and 5% due from the employer).

The System does not make separate measurements of assets and pension benefit obligations for individual employers. The pension benefit obligation at September 30, 1995, for the System as a whole, determined through an actuarial valuation performed as of that date, was $97,653,424. The System's net assets available for benefits on that date were $62,833,256, leaving an unfunded pension benefit obligation of $34,820,168.

6. East Baton Rouge Parish Clerk of Court Pension Plan

Substantially all employees participate in the Louisiana Clerk of Courts Retirement and Relief Fund ("Fund"), a multiple-employer (cost-sharing), public employee retirement system (PERS), controlled and administered by a separate Board of Trustees. Plan members are required by state statute to contribute 8.25% of their annual covered salary and the E.B.R. Clerk of Court is required to contribute at an actuarially determined rate. The current rate is 11.5% of covered payroll. Contribution requirements of both members and employers are established and amended by state statute. The E.B.R. Clerk of Court's contributions to the system for the years ending June 30, 1996, 1995, and 1994, were $399,390, $359,827, and $287,202, respectively. These contributions were equivalent to the required contributions for each fiscal year.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana Clerks of Court Retirement and Relief Fund, 11745 Bricksome Avenues, Suite B1, Baton Rouge, LA. 70816.

NOTE 8 - Deferred Compensation

a. Primary Government

The City-Parish offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City-Parish employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The amount deferred by the employee is not available until termination, retirement, death or unforeseeable emergency. All amounts deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the government subject only to the claims of the government's general creditors. Participants' rights under the

NOTE 8 - Deferred Compensation (Continued)

a. Primary Government (Continued)

plan are equal to those of the general creditors of the government in an amount equal to the fair market value of the deferred account for each participant.

It is the opinion of management that the City-Parish has no liability for losses under the plan and that the deferred amounts will ultimately be paid to the employees. Management also believes that the assets will not be used to satisfy the claims of general creditors.

Assets totaling $20,729,269 are held by Public Employees Benefit Services Corporation, a deferred compensation center, and assets totaling $286,112 are held by Aetna Life Insurance and Annuity Company under agreement with City-Parish.

b. Component Unit - Capital Region Planning Commission

The Commission offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all full-time employees meeting specific length-of-service criteria, permits them to defer a portion of their salary, for federal income tax purposes, until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

The Commission funds the plan by making contributions to a plan administrator, on a monthly basis, at rates ranging from 6.25% to 12.5% of the employees compensation. The contribution rate for employees is based on their employment longevity.

The plan administrator offers a variety of investment alternatives directly to the participant. Commission employees have all selected a fund which consists of investments in insurance companies (a) rated Aa or above as to claims paying ability by Moody's rating service, (b) similarly rated by other major rating services, or (c) approved by the plan administrator's internal credit analysis function where no rating service is available.

No more than 35% of the portfolio is invested with any single insurance company. The rates of return since the fund's inception in 1984 range from 6.80% to 11.75% per annum.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the Commission (without being restricted to the provisions of benefits under the plan), subject only to the claims of the Commission's general creditors. Participants' rights under the plan are equal to those of general creditors of the Commission in an amount equal to the fair market value of the deferred account for each participant. Commission management believes that it is unlikely that it will use the assets to satisfy claims of general creditors in the future.

c. Louisiana Public Employees Deferred Compensation Plan

Many Louisiana local governments, including the Nineteenth Judicial District Court and the East Baton Rouge Parish Clerk of Court, participate in the State of Louisiana Public Employees' Deferred Compensation Plan, which is a cost-sharing multiple-employer public employee deferred compensation plan created in accordance with Internal Revenue Code Section 457, and Louisiana Revised Statutes 42:1301 through 42:1308. The plan, available to all Clerk and CTC employees, permits them to defer a portion of their salary until future periods.

NOTE 8 - Deferred Compensation (Continued)

c. Louisiana Public Employees Deferred Compensation Plan (Continued)

Participation in the plan is optional. The deferred compensation is not available to employees until termination, death, or unforeseeable emergency similar to the Plan of the primary government.

It is the opinion of the State's Attorney General that the participating employers have no liability for losses under the plan but do have the duty of due care that would be required of an ordinary investor. Investments are managed by the plan's trustee. Choice of investment option is made by the participants.

NOTE 9 - Postemployment Benefits

City-Parish employees are eligible to continue participation in the government's health, dental and life insurance programs upon retirement.

a. Health and Dental Benefits:

All classified and unclassified employees of the City-Parish may at their option participate in the employees' group health and dental insurance program. Employees are offered their choice of two health maintenance organizations or an indemnity plan for health benefits. Employees may also participate in the indemnity plan for dental benefits. Upon retirement the employee may continue his coverage with the same benefits payable to active employees. The minimum premium plan is funded with employees and retirees contributing 38% of the premium and the City-Parish contributing 62% of the premium. Retirees may continue coverage in accordance with Parish Resolution 10179 adopted by the Parish Council on December 13, 1972. The City-Parish's portion of the postretirement benefit for health and dental coverage is funded on a pay-as-you-go basis from the General Fund-Risk Management budget.

During 1996 the government recognized estimated expenditures for postretirement health and dental benefits as follows:

	Average Number of Estimated Participants	Amount
Health	1,251	$2,959,328
Dental	909	191,027

b. Life Insurance Benefits:

In accordance with City Resolution 5942 and Parish Resolution 12478 adopted by the respective councils on April 14, 1976, all City-Parish employees who retired after May 1, 1976, have $3,000 of term life insurance coverage. As of December 31, 1996, approximately 900 retirees had the $3,000 coverage with Prudential Life Insurance Company.

The cost of this insurance is paid by the City-Parish through an actuarially determined monthly assessment of 70 cents per active employee. The premium is paid into an Insurance Continuance Fund Account. The fund has a balance of $374,837 as of January 1, 1997.

NOTE 10 - Long-Term Debt

a. Primary Government

1. Summary of Changes in Long-Term Debt

Long-term liabilities that will be financed from governmental funds are accounted for in the General Long-Term Debt Account Group. The General Long-Term Debt Account Group shows only the measurement of financial position and is not involved with measurement of results of operations. Long-term liabilities of proprietary funds are accounted for in their respective fund.

	Balance 1/1/96	Additions	Reductions	Balance 12/31/96
General Long-Term Debt Account Group				
General Obligation Bonds	$ 6,550,000	$ --	$ 2,895,000	$ 3,655,000
Excess Revenue Contracts	1,283,564	--	1,206,763	76,801
Revenue Bonds	121,700,000	--	5,660,000	116,040,000
Compensated Absences Payable	7,423,245	591,105	--	8,014,350
Obligation Under Capital Leases (Note 14)	6,719,028	255,462	1,757,983	5,216,507
Claims and Judgments Payable (Note 13)	23,203,174	18,564,689	7,860,468	33,907,395
Employee Benefits Payable (Note 13)	957,642	4,204,483	4,376,926	785,199
Arbitrage Payable for Governmental Fund Types	--	10,483	--	10,483
Total General Long-Term Debt Account Group	167,836,653	23,626,222	23,757,140	167,705,735
Enterprise Funds (Excluding Current Portion)				
Obligations Payable	66,445,462	--	4,109,341	62,336,121
Revenue Bonds Payable	194,970,000	65,000,000	42,550,000	217,420,000
Deferred Amount on Refunding	--	(2,539,533)	--	(2,539,533)
Landfill Closure and Postclosure Care Liability (Note 20)	286,012	161,395	--	447,407
Long-Term Obligation Under Capital Leases	--	37,121	17,274	19,847
Total Enterprise Funds	261,701,474	62,658,983	46,676,615	277,683,842
Internal Service Funds (Excluding Current Portion)				
Long-Term Obligation Under Capital Leases	3,309,376	2,740,607	3,699,225	2,350,758
Total Long-Term Debt	$432,847,503	$89,025,812	$74,132,980	$447,740,335

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

2. Interest Requirements to Maturity

The following is a summary of bonded debt at December 31, 1996, and interest requirements to maturity:

	Debt Payable 12/31/96	Interest Requirements to Maturity	Total
General Obligation Bonds			
1965 Capital Improvements Program:			
Drainage (4.18%)	$ 1,780,000	$ 51,027	$ 1,831,027
Roads and Bridges (4.18%)	1,875,000	75,182	1,950,182
Total General Obligation Bonds	3,655,000	126,209	3,781,209
Excess Revenue Contracts			
1982 Jail Project Contract (10.64%)	76,801	26,901	103,702
Total General Obligation Bonds and Excess Revenue Contracts	3,731,801	153,110	3,884,911
Revenue Bonds			
1978 Parking Garage (6.29%)	3,270,000	881,287	4,151,287
1987 Sewer Revenue Bonds (9.082%)	1,785,000	146,370	1,931,370
1989 Public Improvement Sewer Sales Tax (7.495%)	3,365,000	394,475	3,759,475
1989 City Sales Tax (6.933%)	11,260,000	5,725,635	16,985,635
1989 Parish Sales Tax (6.933%)	5,200,000	2,642,233	7,842,233
1990 City Sales Tax (6.924%)	4,495,000	3,691,393	8,186,393
1991 Public Improvement Sewer Sales Tax (6.67%)	18,600,000	14,474,283	33,074,283
1992 City Sales Tax (6.43%)	19,495,000	15,561,302	35,056,302
1992A City Sales Tax (6.41%)	71,800,000	42,326,175	114,126,175
1993 City Sales Tax (5.13%)	3,790,000	2,626,260	6,416,260
1993 Public Improvement Sewer Sales Tax (5.49%)	28,715,000	20,492,628	49,207,628
1993A Public Improvement Sewer Sales Tax (5.13%)	67,180,000	43,882,917	111,062,917
1995 Public Improvement Sewer Sales Tax (5.97%)	35,755,000	36,554,391	72,309,391
1996 Public Improvement Sewer Sales Tax (5.66%)	65,000,000	57,437,596	122,437,596
Total Revenue Bonds	339,710,000	246,836,945	586,546,945
Total All Bonds and Contracts	$343,441,801	$246,990,055	$590,431,856

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

3. Debt Service Requirements to Maturity

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

Year	General Obligation Bonds	Excess Revenue Contracts	Revenue Bonds	Total
1997	$2,449,359	$ 17,651	$ 33,175,829	$ 35,642,839
1998	1,331,850	17,509	29,147,601	30,496,960
1999	--	17,449	29,053,445	29,070,894
2000	--	17,262	28,937,993	28,955,255
2001	--	16,950	28,856,724	28,873,674
2002-2006	--	16,881	142,551,287	142,568,168
2007-2011	--	--	135,863,865	135,863,865
2012-2016	--	--	103,681,121	103,681,121
2017-2021	--	--	55,279,080	55,279,080
Total	$3,781,209	$103,702	$586,546,945	$590,431,856

4. Future Year Obligations

Principal and interest requirements of various bond issues for the year 1997 are as follows:

	Principal	Interest	Total Requirements
General Obligation Bonds			
1965 Capital Improvements Program	$ 2,355,000	$ 94,359	$ 2,449,359
Excess Revenue Contracts			
1982 Jail Project Contract	9,966	7,685	17,651

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

4. Future Year Obligations (Continued)

	Principal	Interest	Total Requirements
Revenue Bonds			
1978 Parking Garage	$ 385,000	$ 205,481	$ 590,481
1987 Sewer Revenue Bonds	1,785,000	146,370	1,931,370
1989 Public Improvement Sewer Sales Tax	1,035,000	226,410	1,261,410
1989 City Sales Tax	635,000	780,737	1,415,737
1989 Parish Sales Tax	295,000	360,542	655,542
1990 City Sales Tax	115,000	309,182	424,182
1991 Public Improvement Sewer Sales Tax	485,000	1,251,790	1,736,790
1992 City Sales Tax	490,000	1,262,854	1,752,854
1992A City Sales Tax	4,540,000	4,752,225	9,292,225
1993 City Sales Tax	80,000	204,120	284,120
1993 Public Improvement Sewer Sales Tax	580,000	1,613,877	2,193,877
1993A Public Improvement Sewer Sales Tax	1,590,000	3,621,676	5,211,676
1995 Public Improvement Sewer Sales Tax	260,000	2,179,988	2,439,988
1996 Public Improvement Sewer Sales Tax	130,000	3,855,577	3,985,577
Total Revenue Bonds	12,405,000	20,770,829	33,175,829
Total All Bonds and Contracts	$14,769,966	$20,872,873	$35,642,839

5. Legal Debt Margin

Computation of Legal Debt Margin for General Obligation Bonds is as follows:

Governing Authority:	City of Baton Rouge	
Ad Valorem Taxes:		
Assessed Valuation		$932,171,540
Debt Limit: 10% of Assessed Valuation (for any one purpose)		93,217,154
Debt Limit: 15% of Assessed Valuation (aggregate, all purposes)		139,825,731
Debt Limit: 35% of Assessed Valuation (sewerage purposes)		326,260,039
Debt Outstanding		$ --

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

5. Legal Debt Margin (Continued)

Computation of Legal Debt Margin for General Obligation Bonds (Continued):

Governing Authority: Parish of East Baton Rouge

Purpose:	Drainage	Roads, Highways and Bridges
Assessed Valuation	$1,864,291,964	$1,864,291,964
Debt Limit: 10% of Assessed Value*	186,429,196	186,429,196
Debt Outstanding	(1,780,000)	(1,875,000)
Legal Debt Margin	$ 184,649,196	$ 184,554,196

*Debt may be incurred up to a limit of 10% of assessed valuation for any one purpose.

Governing Authority: Greater Baton Rouge Consolidated Sewerage District

Ad Valorem Taxes:	
Assessed Valuation	$1,864,291,964
Debt Limit: 15% of Assessed Valuation	279,643,795
Debt Outstanding	$

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

Excess Revenue Certificates and Contracts are secured by the general property tax levied for operation of the General Fund. They are payable through excess revenues through the General Fund budget. The debt obligations are issued on the authority of the Metropolitan Council and do not require a referendum from taxpayers.

6. Parking Revenue Bonds

On January 1, 1978, Parking Revenue Bonds were issued in the amount of $6,875,000 for the purpose of constructing a multi-level parking facility for approximately 1,400 vehicles, including the funding of $600,000

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

6. Parking Revenue Bonds (Continued)

to a debt service reserve and paying $665,000 interest on the bonds during construction of the project. The bonds do not constitute a pledge of full faith and credit of the City-Parish but are payable solely from the revenues derived from the facility or by subrentals under a sublease of the project. As security for payments, the City-Parish has pledged to dedicate gross receipts derived from the project, as well as its parking revenues from the existing 450 space Plaza Garage, 156 space surface Arena Lot, and designated on-street parking meter revenues, and any additional sums required are unconditionally obligated to be budgeted and paid from the General Fund.

The bonds are a combination serial and term bond issue with serial bonds maturing July 1, 1982, and each year thereafter through the year 1998, in principal amounts ranging from $150,000 to $410,000. The term bonds in the amount of $2,475,000 mature July 1, 2003.

7. Governmental Funds Sales Tax Revenue Bonds

The City of Baton Rouge issued $14,340,000 of Public Improvement Sales Tax Revenue Bonds, Series 1989, dated August 1, 1989, and the Parish of East Baton Rouge issued $6,625,000 of Public Improvement Sales Tax Revenue Bonds, Series 1989 dated August 1, 1989. The bonds of both entities were issued for the purpose of the advance refunding of the Parish 1983 Street Improvement Certificates and the City and the Parish 1988 Louisiana Public Facilities Authority/East Baton Rouge Parish Buildings Lease Revenue Bonds, acquiring and constructing additions and improvements to the government's public buildings, providing a reserve for the bonds, and paying the issuance costs thereof.

The City of Baton Rouge issued $5,000,000 Public Improvement Sales Tax Revenue Bonds (Municipal Waste Sanitary Landfill Closure Project) Series 1990 dated December 1, 1990. The bonds were issued for the purpose of financing the closure of the municipal waste sanitary landfill facility commonly referred to as Devil's Swamp Landfill, paying the cost of issuance and providing for a portion of the debt service reserve.

The City of Baton Rouge issued $21,400,000 Public Improvement Sales Tax Revenue Bonds, Series 1992, dated February 1, 1992. The bonds were issued specifically to provide funds to finance the acquisition and construction of the new municipal waste sanitary landfill facility and to provide funds to finance certain improvements to public buildings and facilities, including, but not limited to, the City Court facility.

The City of Baton Rouge issued $4,000,000 Public Improvement Sales Tax Revenue Bonds, Series 1993, dated October 1, 1993. The bonds were issued for the purpose of providing funds to finance certain improvements to public buildings and facilities of the City, providing a reserve fund for the bonds, and paying the issuance cost thereof.

All of the above governmental funds sales tax revenue bonds issued by the City of Baton Rouge and Parish of East Baton Rouge are complete parity bonds and are secured by the net revenues from the respective entity's two percent sales and use tax.

8. Proprietary Fund Sales Tax Revenue Bonds

The Parish of East Baton Rouge issued $45,000,000 of Sales Tax Revenue Public Improvement Bonds (ST-1989) dated February 1, 1989. The Parish of East Baton Rouge also issued $20,000,000 of Sales Tax Revenue Public

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

8. Proprietary Fund Sales Tax Revenue Bonds (Continued)

Improvement Bonds dated August 1, 1991. During 1993, the Parish of East Baton Rouge issued $30,200,000 Public Improvement Sales Tax Bonds, Series ST-1993, dated March 1, 1993, and $70,000,000 Public Improvement Sales Tax Bonds, Series ST-1993A, dated October 1, 1993. During 1995, the Parish of East Baton Rouge issued $36,000,000 Public Improvement Sales Tax Revenue Bonds, Series ST-1995, dated August 1, 1995. All bonds are complete parity bonds. The bonds were issued for the purpose of providing funding of the Parish's multi-year sewerage capital improvements program, providing a reserve, and paying the issuance cost thereof. The bonds are payable solely from the Parish's additional one-half of one percent sales and use tax, dedicated for sewerage purposes by the general electorate in April 1988, effective January 1, 1989.

On March 1, 1996, the Parish of East Baton Rouge issued $65,000,000 of Public Improvement (Sewer) Sales Tax Revenue bonds, Series ST-1996 for the purpose of: (1) providing sufficient funds to advance refund $36,300,000 in aggregate principal amount of the $45,000,000 Public Improvement Bonds, Series ST-1989, maturing on and after February 1, 2000 (the "callable series 1989 bonds"); (2) providing funding for the costs of sewerage capital improvements, and; (3) providing a reserve, and paying the costs of issuance thereof. The 1996 bonds were issued in complete parity with the above Parish sales tax revenue bond issues, payable solely from the Parish's additional one-half of one percent sales and use tax.

9. Sewer Revenue Bonds Partial Defeasance - Prior Year

On September 1, 1987, the East Baton Rouge Sewerage Commission (EBRSCO) issued Sewer Revenue Bonds in the amount of $70,000,000 to provide a portion of the funds necessary to finance the cost of upgrading, rehabilitating, enlarging, and improving the publicly owned sewerage system operated by East Baton Rouge Parish on behalf of EBRSCO.

During 1992 EBRSCO defeased the maturities from September 1, 1998, through September 1, 2012 by placing funds into an irrevocable escrow trust account with an escrow agent to provide for debt service payments on these maturities. Accordingly, the escrow trust account assets and the liability for the defeased bonds are not included in the accompanying financial statements. On December 31, 1996, $56,820,000 of sewer revenue bonds outstanding are considered defeased.

The noncallable portion of $6,400,000 began maturing September 1, 1994, and will mature each year thereafter through 1997 as reported in the Comprehensive Sewerage System Fund.

10. Current Year - Advance Refunding

As indicated in Note 10 (a) 8 above, the Parish refunded and defeased in substance the callable portion of the 1989 Public Improvement Sales Tax Revenue Bond (average rate - 6.933%; principal refunded - $36,300,000). A portion of the proceeds of the issue was provided by monies in the old debt service reserve that applied to the callable bonds. A portion of the proceeds of the new issue was used to purchase U.S. Government Securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the callable portion ($36,300,000) of the 1989 Public Improvements Sales Tax Revenue Bond, (Series ST-1989). As a result, that portion of the 1989 issue is considered to be defeased, and the liability for those bonds has been removed from the proprietary fund statements. The non-callable portion of the old issue ($3,365,000 as of December 31, 1996,) is reported as a liability of the Comprehensive Sewerage System Fund.

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

10. Current Year - Advance Refunding (Continued)

Details of the Issuance are summarized as follows:

Sources and Uses of Bond Issue

	Refunding Escrow	Construction	Total
Sources:			
Principal proceeds	$38,484,939	$26,515,061	$65,000,000
Accrued interest on new debt to delivery	248,739	169,301	418,040
Old debt service reserve	4,124,275	--	4,124,275
Total Sources	$42,857,953	$26,684,362	$69,542,315
Uses:			
Net construction fund proceeds	$ --	$24,854,022	$24,854,022
Deposit to escrow agent	38,527,362	--	38,527,362
Issuance costs	148,442	98,544	246,986
Deposit of accrued interest to sinking fund	248,739	169,301	418,040
New debt service reserve	3,933,410	1,562,495	5,495,905
Total Uses	$42,857,953	$26,684,362	$69,542,315

Cash Flow Difference

Old debt service cash flows		$72,408,727
New debt service cash flows	69,625,061	
Less:		
Portion of old debt service reserve not required for refunding component	(190,865)	
Accrued interest in 08/01/96 payment	(248,739)	69,185,457
Cash Flow Difference		$ 3,223,270

Economic Gain

Present value of old debt service cash flows		$40,152,592
Present value of new debt service cash flows	38,592,566	
Less:		
Portion of old debt service reserve not required for refunding component	(190,865)	
Accrued interest in 08/01/96 payment	(248,739)	38,152,962
Economic Gain		$ 1,999,630

As a result of refunding the callable portion of the $45,000,000 Sales Tax Revenue Public Improvement Bonds (ST-1989) on March 1, 1996, the City-Parish implemented GASB Statement No. 23, *Accounting and Financial*

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

10. Current Year - Advance Refunding (Continued)

Reporting for Refunding of Debt Reported by Proprietary Activities. The refunding resulted in the recognition of a Deferred Amount on Refunding in the amount of $2,710,061 as outlined in the table below:

Reacquisition Price		$38,527,362
Carrying Amount of Old Bonds	36,300,000	
Less: Unamortized Issuance Costs	(482,699)	
Net Carrying Amount of Old Bonds		35,817,301
Deferred Amount on Refunding		$ 2,710,061

As of December 31, 1996, $170,528 of the Deferred Amount of Refunding was amortized resulting in a net Deferred Amount on Refunding of $2,539,533. This is reflected as a reduction of Bonds Payable on the Balance Sheet for the Comprehensive Sewerage System Fund.

11. Bonds of Other Governmental Units

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

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

12. Port Authority Bonds

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

13. Arbitrage Liability

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

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

13. Arbitrage Liability (Continued)

Arbitrage rebate calculations made on December 31, 1996, for the Parish of East Baton Rouge show arbitrage rebate liabilities to the U.S. Department of Treasury as follows:

a. For the Public Improvement Sales Tax Bonds, Series ST-1993 and Series ST-1993A, a liability in the amount of $63,848 and $127,444, respectively, has been recorded as a "Due To Other Governments" in the Comprehensive Sewerage System Fund.

b. For the Public Improvement Sales Tax Bonds, Series 1993, a liability in the amount of $10,483 has been recorded in General Long-Term Debt.

14. Conduit Debt Obligations

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

As of December 31, 1996, there were 73 series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of $356,903,500.

b. Component Units

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

	Balance Beginning of Year	Additions	Reductions	Balance End of Year
Nineteenth Judicial District Court				
Compensated Absences Payable	$ 422,835	$25,424	$ --	$ 448,259
East Baton Rouge Parish Clerk of Court				
Compensated Absences Payable	$ 206,349	$16,320	$ --	$ 222,669
Obligation Under Capital Leases	9,596	--	5,277	4,319
Total	$ 215,945	$16,320	$ 5,277	$ 226,988
St. George Fire Protection District				
Bonds Payable	$1,110,655	$ --	$ 95,063	$1,015,592
Compensated Absences Payable	41,935	22,093	--	64,028
Obligation Under Capital Leases	189,836	--	41,819	148,017
Total	$1,342,426	$22,093	$136,882	$1,227,637

NOTE 10 - Long-Term Debt (Continued)

b. Component Units (Continued)

	Balance Beginning of Year	Additions	Reductions	Balance End of Year
Brownsfield Fire Protection District				
Compensated Absences Payable	$ 1,560	$ --	$ 1,560	$ --
Central Fire Protection District				
Compensated Absences Payable	$ 14,436	$16,463	$ --	$ 30,899
Obligation Under Capital Leases	287,130	--	113,897	173,233
Total	$ 301,566	$16,463	$113,897	$ 204,132
E.B.R. Parish Fire Protection District No. 6				
Compensated Absences Payable	$ 39,052	$ 6,426	$ --	$ 45,478
Obligation Under Capital Leases	44,143	--	13,607	30,536
Total	$ 83,195	$ 6,426	$ 13,607	$ 76,014
Eastside Fire Protection District				
Notes Payable	$ 740,000	$ --	$ 62,500	$ 677,500
Compensated Absences Payable	1,139	458	--	1,597
Obligation Under Capital Leases	40,941	--	12,622	28,319
Total	$ 782,080	$ 458	$ 75,122	$ 707,416
Capital Transportation Corporation				
Advance From Primary Government	$ 17,500	$ --	$ 15,308	$ 2,192

NOTE 11 - Receivables and Payables

a. Individual fund interfund receivable and payable balances at year-end for the Primary Government were as follows:

	Due From Other Funds	Due To Other Funds
General Fund	$ 213,783	$ --
Special Revenue Funds:		
Library Board of Control Fund	--	1,704,028
Downtown Development District	--	228,018
Emergency Medical Services Fund	--	144,523
Consolidated Road Lighting District No. 1	--	193,830
Grants Fund	--	2,147,144
Total Special Revenue Funds	--	4,417,543

NOTE 11 - Receivables and Payables (Continued)

a. Individual fund interfund receivable and payable balances for the Primary Government (Continued)

	Due From Other Funds	Due To Other Funds
Capital Projects Fund:		
New Municipal Waste Facility Capital Improvements Fund	$ --	$ 266,441
Miscellaneous Capital Improvements Fund	1,704,028	--
Total Capital Projects Fund	1,704,028	266,441
Enterprise Funds:		
Greater Baton Rouge Airport District	--	164,065
Greater Baton Rouge Parking Authority	--	2,996,089
Comprehensive Sewerage System Fund	5,976,045	--
Total Enterprise Funds	5,976,045	3,160,154
Trust and Agency Funds:		
Employees' Retirement System Pension Trust Fund	--	49,718
Total	$7,893,856	$7,893,856

b. Due From Other Governments by governmental agencies for the Primary Government consists of the following at year-end:

Fund	Federal	State	School Board	Sheriff	Other	Total
General	$ 8,725	$1,392,444	$145,524	$ 5,158,553	$ 926,990	$ 7,632,236
Special Revenue	5,116,549	5,501,083	--	10,810,717	658,802	22,087,151
Debt Service	--	--	--	705,307	--	705,307
Enterprise	3,582,695	1,027,355	--	468	100,000	4,710,518
Internal Service	--	1,026	--	--	2,266	3,292
Trust and Agency	--	--	--	23,955	9,348	33,303
Total	$8,707,969	$7,921,908	$145,524	$16,699,000	$1,697,406	$35,171,807

c. Receivable and payable balances at year-end between the Primary Government and Component Units were as follows:

	Due (To)/From Primary Government	Due (To)/From Component Units
Primary Government:		
General Fund	$ --	$ 54,865
Special Revenue Funds:		
Parish Transportation Fund	--	(9,702)
Enterprise Funds:		
Comprehensive Sewerage System Fund	--	3,205
Trust and Agency Funds:		
Indigent Defender Fund	--	(92,633)

NOTE 11 - Receivables and Payables (Continued)

c. Receivable and payable balances between the Primary Government and Component Units (Continued)

	Due (To)/From Primary Government	Due (To)/From Component Units
Component Units:		
District Attorney of the Nineteenth Judicial District	$(54,865)	$ --
Nineteenth Judicial District Indigent Defender Board	92,633	--
Alsen-St. Irma Lee Fire Protection District	(3,205)	--
Capital Transportation Corporation	9,702	--
Total	$ 44,265	$(44,265)

d. Advances between the Primary Government and Component Units were as follows:

Primary Government:	
Advance To Component Units:	
General Fund	$2,192
Component Units:	
Advance From Primary Government:	
Capital Transportation Corporation	$2,192

NOTE 12 - Interfund Transfers

a. Residual Equity Transfers

1. A residual equity transfer of $177,985 was made from the General Fund to Excess Revenue and Limited Tax Fund for the early retirement of the 1981 Jail Project Contract.

2. A residual equity transfer of $445,000 was made from the Parish Transportation Fund to cover capital outlay expenditures for Capital Transportation Corporation.

NOTE 12 - Interfund Transfers (Continued)

b. Operating Transfers In and Out for the Primary Government are listed by fund type for the year 1996:

	Operating Transfers In	Operating Transfers Out
General Fund	$ 2,972,997	$21,099,440
Special Revenue Funds:		
Baton Rouge Convention & Visitors Commission	16,907	--
City Court Judicial Fund	--	536,512
City Constable Court Costs Fund	--	67,615
Library Board of Control Fund	--	550,575
Animal Control Center Fund	495,910	--
Federal Forfeited Property Fund	82,966	--
East Baton Rouge Parish Communications District	294,178	--
Emergency Medical Services Fund	250,000	294,178
Parish Transportation Fund	--	900,000
Consolidated Garbage Service District No. 1	--	810,494
Grants Fund	1,198,441	14,952
Total Special Revenue Funds	2,338,402	3,174,326
Debt Service Funds:		
Excess Revenue and Limited Tax Fund	3,283,748	--
Capital Projects Funds:		
Miscellaneous Capital Improvements Fund	670,000	29,761
1995-1996 Capital Improvements Fund	10,016,640	--
Total Capital Projects Funds	10,686,640	29,761
Enterprise Funds:		
Riverside Centroplex Fund	798,250	--
Greater Baton Rouge Parking Authority	223,490	--
Comprehensive Sewerage System Fund	4,000,000	--
Total Enterprise Funds	5,021,740	--
Total	$24,303,527	$24,303,527

NOTE 12 - Interfund Transfers (Continued)

c. Operating transfers between the Primary Government and Component Units were as follows:

	Operating Transfers (To)/From Primary Government	Operating Transfers (To)/From Component Units
Primary Government:		
General Fund	$ --	$ (9,422,872)
Special Revenue Funds:		
Parish Transportation Fund	--	(1,194,939)
Component Units:		
District Attorney of the Nineteenth Judicial District	2,840,630	--
Nineteenth Judicial District Court	3,276,500	--
E.B.R. Parish Family Court	302,796	--
E.B.R. Parish Juvenile Court	514,473	--
Nineteenth Judicial District Indigent Defender Board	115,432	--
E.B.R. Parish Clerk of Court	1,024,081	--
St. George Fire Protection District	105,000	--
Brownsfield Fire Protection District	39,000	--
Central Fire Protection District	83,730	--
E.B.R. Parish Fire Protection District No. 6	43,000	--
Eastside Fire Protection District	59,660	--
Pride Fire Protection District	15,000	--
Chaneyville Fire Protection District	15,000	--
Alsen-St. Irma Lee Fire Protection District	34,682	--
Capital Transportation Corporation	2,148,827	--
Total	$10,617,811	$(10,617,811)

NOTE 13 - Risk Management

a. Types of Risk

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

For fire and extended coverage, the City-Parish is self-insured for buildings and contents owned by the City-Parish with a combined value of less than $100,000 and carries an insurance policy for all other locations with a combined $100,000 deductible. There were no settlements that exceeded insurance coverage for the past three years.

NOTE 13 - Risk Management (Continued)

b. Accounting for Risk

In accordance with GASB Statement No. 10 *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues* and the *Codification of Governmental Accounting and Financial Reporting Standards* of the Governmental Accounting Standards Board, the City-Parish accounts for and reports risk management activities in the general fund within the constraints of the modified accrual basis of accounting. Claims paid under the self-insurance risk activities are recorded as expenditures against the General Fund. Annual fees based on reduced market premiums are charged to special revenue funds and proprietary fund types, with corresponding credits to General Fund expenditures. Long-term obligations that are not expected to be liquidated with expendable available financial resources are reported in the General Long-Term Debt Account Group. There were no major changes in insurance coverage for the year ended December 31, 1996.

c. Contingent Liabilities - Outstanding Lawsuits

The City-Parish is a defendant in various tort claims and lawsuits involving general liability, automobile liability, personnel suits, and contractual matters. In accordance with FASB Statement No. 5, *Accounting for Contingencies,* litigation claims against the City-Parish for which there is at least a reasonable possibility of loss are estimated as of the balance sheet date by the Parish Attorney. The estimated amount of liability is based on current Louisiana laws and judgements rendered in similar matters. FASB No. 5 requires the accrual of a loss contingency if it is probable that an asset has been impaired or a liability incurred and that the amount of loss can be reasonably estimated.

An amount of $33,907,395 has been recorded as a long-term obligation in the General Long-Term Debt Account Group. It is the government's policy to pay judgments against the City-Parish on a current basis from available financial resources.

d. Employee Benefits

Effective April 1, 1995, the City-Parish and member employees contribute to the fully insured Gulf South Health Maintenance Organization group program that covers the majority of employees that carry health insurance. The City Parish contributes 62% of the HMO premium and employees contribute 38%. The employer share of the insurance premium is paid by the employee's departmental budget.

The City-Parish is self-insured and maintains a minimum premium plan for the indemnity group health and dental programs, providing medical and dental coverage to those City-Parish employees who choose to participate. An employee can only participate in one health plan. The government's share of the health and dental premium in the self-insured program is charged to individual budget accounts. Claims paid by the government in excess of the premium base for any given year are covered 100% by the General Fund Any surplus of premiums over claims within a single fiscal year are recognized as "operating transfers in" to the General Fund and increase Fund Balance Designated for Insurance.

The estimated value of self-insured claims incurred but not paid as of December 31, 1996, for group health and dental are as follows:

Self-funded medical	$369,199
Self-funded dental	416,000
Total estimate	$785,199

This amount has been included in the General Long-Term Debt Account Group for December 31, 1996.

NOTE 13 - Risk Management (Continued)

c. Changes in Liabilities for Claims

The following is a reconciliation of changes in long-term claims payable for the years ended December 31, 1996, 1995, and 1994:

	1996	1995	1994
Claims and Judgments Payable:			
Beginning Balance	$23,203,174	$22,105,754	$21,248,381
Additions:			
Claims Incurred	18,564,689	6,881,474	7,240,568
Deductions:			
Claims Paid	(1,227,749)	(3,056,488)	(3,959,569)
Claims Dismissed	(6,632,719)	(2,727,566)	(2,423,626)
Ending Balance	$33,907,395	$23,203,174	$22,105,754
Employee Benefits Payable:			
Beginning Balance	$ 957,642	$ 2,204,615	$ 2,143,499
Additions:			
Claims Incurred	4,204,483	6,504,204	5,648,993
Deductions:			
Claims Paid	(4,376,926)	(7,751,177)	(5,587,877)
Ending Balance	$ 785,199	$ 957,642	$ 2,204,615

f. Insurance Designation

The City-Parish maintains a practice of designating a portion of General Fund fund balance for self-insurance purposes. The designation is made in addition to the annual recurring appropriation of approximately $6.5 million. The amount designated for insurance at December 31, 1996, was determined as follows:

Insurance Designation, December 31, 1995	$13,256,233
Less: Appropriations from Insurance Designation for risk management purposes	(1,012,939)
Plus: Additional amount designated for insurance by authority of the Budget Ordinance	2,230,876
Interest earned on designated funds during 1996	712,393
Insurance Designation, December 31, 1996	$15,186,563

NOTE 14 - Lease Commitments

Leases are accounted for in accordance with Section L20 of the GASB Codification and NCGA Statement No. 5 which require governments to use the criteria contained in FASB Statement No. 13, *Accounting for Leases*, and GASB Statement No. 13, *Accounting for Operating Leases with Scheduled Rent Increases*, to classify leases as capital or operating leases. The GASB Codification and NCGA Statement No. 5 also require governmental fund assets under capital leases to be recorded in the General Fixed Assets Account Group and the lease obligation to be recorded in the General Long-Term Debt Account Group. Proprietary fund assets and liabilities

NOTE 14 - Lease Commitments (Continued)

arising from capital leases are accounted for and reported within the proprietary funds. Component unit leases are recorded in the same manner as those of the primary government.

a. Primary Government - Capital Leases

The City-Parish has entered into lease agreements to acquire or obtain the use of machinery equipment, communication equipment, office equipment, transportation equipment, and office space. The lease terms range from 12 to 84 months. All equipment leases will expire during the next seven years. The amount necessary to reduce net minimum lease payments to present value is calculated by comparing the implicit rate and the incremental rate at the inception of the lease and using the lower of the two rates. The rate used in calculating present value ranges from 5.09% to 8.00%. The lease payments are expected to remain the same throughout the term of the leases. The City-Parish has the option to purchase the equipment at a bargain price at the end of the lease term or in most cases title transfers to the City-Parish at the end of the leases. The lease agreements contain a fiscal funding clause which generally provides for cancellation in the event the Metropolitan Council does not appropriate funds in subsequent years for the lease payments.

During 1996, the majority of lease agreements entered into by the City-Parish were due to the Equipment Use Charge Program approved by the Council during 1989. The Equipment Use Charge Program is a plan whereby the Fleet Rental and Replacement Fund leases and maintains motorized equipment for use by the Department of Public Works. The Fleet Rental and Replacement Fund charges the user agency an equipment use charge to cover the total cost to operate the equipment including repair costs and purchase price. The objective of this program is to replace motorized equipment in a timely manner while minimizing costs.

The following is a schedule by years of the future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of December 31, 1996:

	Governmental Funds	Proprietary Funds	Total
1997	$1,790,155	$2,724,914	$ 4,515,069
1998	1,747,481	2,020,928	3,768,409
1999	821,926	434,115	1,256,041
2000	789,335	--	789,335
2001	760,730	--	760,730
Thereafter	--	--	--
Total Minimum Lease Payments	5,909,627	5,179,957	11,089,584
Less: Amount Representing Interest	(693,120)	(292,753)	(985,873)
Present Value of Net Minimum Lease Payments	$5,216,507	$4,887,204	$10,103,711

NOTE 14 - Lease Commitments (Continued)

a. Primary Government - Capital Leases (Continued)

Asset balances as of December 31, 1996, for equipment under capital lease by major classes are as follows:

Classes of Equipment	General Fixed Assets Account Group	Proprietary Funds
Machinery Equipment	$ --	$ 6,678,482
Office Equipment	275,405	17,950
Communication Equipment	4,415,637	--
Transportation Equipment	2,655,199	1,194,187
Subtotal	7,346,241	7,890,619
Less: Accumulated Depreciation	--	(1,396,588)
Total	$7,346,241	$ 6,494,031

b. Component Units - Capital Leases

1. East Baton Rouge Clerk of Court

The following is a schedule of future minimum lease payments under capital leases, together with the present value of the net minimum lease payments, as of June 30, 1996:

Fiscal Year:	
1997	$4,500
Less: Amount representing interest	(181)
Present value of net minimum lease payments	$4,319

Asset balances as of June 30, 1996, for equipment under capital leases by major classes are as follows:

Type	
Equipment	$23,533

2. Parish Fire Protection Districts

The following is a schedule by years of the future minimum lease payments under capital leases together with the present value of the net minimum lease payments, as of December 31, 1996 for the parish fire protection districts:

NOTE 14 - Lease Commitments (Continued)

b. Component Units - Capital Leases (Continued)

2. Parish Fire Protection Districts (Continued)

	St. George Fire Protection District	Central Fire Protection District	E.B.R. Parish Fire Protection District No. 6	Eastside Fire Protection District
1997	$ 57,955	$ 82,259	$17,107	$15,866
1998	57,955	82,259	17,107	15,866
1999	57,955	20,564	--	--
2000	--	--	--	--
Thereafter	--	--	--	--
Total Minimum Lease Payments	173,865	185,082	34,214	31,732
Less: Amount Representing Interest	(25,848)	(11,849)	(3,678)	(3,413)
Present Value of Net Minimum Lease Payments	$148,017	$173,233	$30,536	$28,319

Asset balances as of December 31, 1996, for equipment under capital lease by major classes for the parish fire protection districts are as follows:

Classes of Equipment	St. George Fire Protection District	Central Fire Protection District	E.B.R. Parish Fire Protection District No. 6	Eastside Fire Protection District
Machinery Equipment	$ --	$480,847	$109,281	$82,805
Office Equipment	8,535	--	--	--
Transportation Equipment	380,260	--	--	--
Total	$388,795	$480,847	$109,281	$82,805

c. Operating Leases

1. Primary Government

Most operating leases contain one of the following options: (a) the City-Parish can, after the initial lease term, purchase the property at the fair value of the property or (b) the term can be extended on a month-to-month basis until either the City-Parish returns the equipment to the Lessor or the Lessor terminates the lease by a ten day written notice. In most cases, leases are renewed or replaced by other leases. The City-Parish does not have any operating leases with scheduled rent increases.

NOTE 14 - Lease Commitments (Continued)

c. Operating Leases (Continued)

1. Primary Government (Continued)

Operating lease payments during 1996 totaled $269,524. A schedule by years of the future minimum rental payments as of December 31, 1996, on operating leases follows:

	Governmental Funds	Proprietary Funds	Total
1997	$110,580	$2,950	$113,530
1998	102,230	--	102,230
1999	31,969	--	31,969
2000	13,640	--	13,640
2001	--	--	--
Total Minimum Payments	$258,419	$2,950	$261,369

2. Component Unit - Clerk of Court

The Clerk is obligated under several operating leases for equipment that expires over the next two years. The future annual minimum lease payments under these operating leases at June 30, 1996, are:

1997	$45,197
1998	23,716
	$68,913

Total lease expenditures for the Clerk of Court amounted to $75,575 for the year ended June 30, 1996.

NOTE 15 - Prior Year Adjustments

a. Prior Year Adjustments - Primary Government

A prior year adjustment in the amount of $192,998 was recorded in the Parish Transportation Fund for revenues collected in the 1996 fiscal year, but attributable to a prior fiscal year.

b. Prior Year Adjustments - Component Unit

Prior year adjustments in the amount of $6,609 were made during 1996 in the Central Fire Protection District component unit to record accrued expenditures omitted in prior years.

NOTE 16 - Capital Changes in Funds

Enterprise Funds receive contributions from federal, state, private, and local sources for the purpose of acquiring or constructing capital facilities. Retirement of federal and state contributions is the equivalent of the depreciation charged against the assets involved.

a. Primary Government

The additions and major sources of contributed capital or other changes in contributed capital of Enterprise and Internal Service Funds are as follows:

	Enterprise Funds	Internal Service Funds	Total
Contributions, December 31, 1995	$149,648,997	$2,272,565	$151,921,562
Greater Baton Rouge Airport District:			
Federal Government Contribution	3,282,596	--	3,282,596
Retirement of Federal Contribution	(1,335,060)	--	(1,335,060)
State of Louisiana Contribution	429,738	--	429,738
Retirement of State Contribution	(99,233)	--	(99,233)
Riverside Centroplex:			
Retirement of Federal Contribution	(434,353)	--	(434,353)
State of Louisiana Contribution	481,931	--	481,931
Retirement of State Contribution	(156,556)	--	(156,556)
Developer's Contribution	300,000	--	300,000
Comprehensive Sewerage System:			
Retirement of Federal Contribution	(375,864)	--	(375,864)
Retirement of State Contribution	(2,096)	--	(2,096)
Contribution From Impact Fees	1,156,857	--	1,156,857
Central Garage:			
Federal Government Contribution	--	411,739	411,739
Net Increase	3,247,960	411,739	3,659,699
Contributions, December 31, 1996	$152,896,957	$2,684,304	$155,581,261

b. Component Unit - Capital Transportation Corporation

Contributions, December 31, 1995	$ 6,066,252
Federal Government Contribution	3,890,952
Retirement of Federal Contribution	(330,187)
Local Government Contribution	446,038
Net Increase	4,006,803
Contributions, December 31, 1996	$10,073,055

NOTE 17 - Obligations of Intragovernmental Agencies

a. Greater Baton Rouge Airport District

On March 15, 1980, the City of Baton Rouge issued $11,300,000 of Airport Improvement Bonds. Concurrently, the Greater Baton Rouge Airport District signed an $11,300,000 long-term obligation to the City of Baton Rouge bearing an interest rate of 7.86%. This long-term obligation requires that annual payments be made to the City for the use, possession, and control of the improvements constructed with the bond proceeds. The bonds matured on March 15, 1992, but the long-term obligation to the City remains in effect with semi-annual payments to be made over a 25 year period.

Payments to the City by the Airport District are recorded as miscellaneous revenues in the General Fund. Improvements constructed with the bond proceeds are recorded as assets and as a long-term obligation of the Airport District. Total principal paid prior to 1996 was $3,608,951. In 1996, a principal payment of $534,449 reduced the obligation payable to $7,156,600. Scheduled maturities are as follows:

1997	$ 576,456
1998	621,766
1999	670,636
2000	723,349
2001	780,204
2002 and after	3,784,189
	$7,156,600

b. East Baton Rouge Sewerage Commission

On April 1, 1992, the City of Baton Rouge issued $85,000,000 in Public Improvement Sales Tax Revenue Bonds, Series 1992A (20 year term), for the purpose of providing funds to finance the acquisition of an undivided interest in the sewerage system owned and/or operated by the East Baton Rouge Sewerage Commission (the "Commission"). The Commission used the proceeds to refund the outstanding portion of the $27,000,000 Public Improvement Certificates of Indebtedness and to defease the callable portion of the $70,000,000 Sewer Revenue Bonds, Series 1987.

The Commission, through an act of credit sale, repurchased the undivided interest in the sewerage system previously sold to the City of Baton Rouge for $76,999,452. This transaction is recorded as a long-term obligation in the Comprehensive Sewerage System Fund. Payments to the City by the Commission are required semi-annually over a 19 year period. These payments are recorded as miscellaneous revenues in the General Fund, and will fully offset the impact that the scheduled debt service payments on the $85,000,000 Public Improvement Sales Tax Revenue Bonds have on the General Fund. Total principal paid prior to 1996 was $13,639,734. In 1996, a $4,070,856 principal payment reduced the obligation payable to $59,288,862. Scheduled maturities are as follows:

1997	$ 3,532,885
1998	2,556,722
1999	2,671,485
2000	2,797,821
2001	2,960,613
2002 and after	44,769,336
	$59,288,862

NOTE 18 - Segments of Enterprise Activities

a. Primary Government

Some services provided by the local government are financed by user charges--airport, bus transportation service, arena-convention center, parking, sewerage system, and solid waste disposal. The significant financial data for these enterprises are as follows:

	Airport	Riverside Centroplex	Parking	Sewerage System	Solid Waste Disposal	Total
Operating Revenues	$ 5,561,152	$ 1,268,160	$ 721,523	$ 22,873,793	$ 6,912,796	$ 37,337,424
Depreciation	2,094,897	1,034,671	400,789	12,104,009	894,516	16,528,882
Operating Income (Loss)	(1,068,617)	(1,886,653)	(24,284)	(10,903,987)	(1,143,731)	(15,027,272)
Operating Grants	(8,045)	52,913	--	--	--	44,868
Operating Transfers In	--	798,250	223,490	4,000,000	--	5,021,740
Taxes	--	--	--	26,136,337	--	26,136,337
Net Income (Loss)	2,606	(981,398)	(36,001)	12,839,091	(653,649)	11,170,649
Working Capital	4,298,877	143,385	(3,025,542)	13,451,611	6,972,542	21,840,873
Change in Capital Contributions	3,712,334	781,931	--	1,156,857	--	5,651,122
Property, Plant and Equipment:						
Additions	6,005,872	1,795,611	52,805	49,206,207	3,190,133	60,250,628
Deletions	(363,781)	(242,319)	(9,859)	(1,361,811)	(165,897)	(2,143,667)
Total Assets	83,713,284	20,091,680	7,728,526	485,682,469	32,933,995	630,149,954
Obligations Payable	7,156,600	--	--	59,288,862	--	66,445,462
Revenue Bonds Payable	--	--	3,270,000	220,400,000	--	223,670,000
Equity	75,612,368	19,287,717	1,296,305	193,354,116	31,928,179	321,478,685

b. Component Unit - Capital Transportation Corporation

The following reflects financial information for the Capital Transportation Corporation enterprise fund. The activities of the pension trust fund are excluded.

Operating Revenues	$ 2,164,503
Depreciation	438,968
Operating Income (Loss)	(3,115,870)
Operating Grants	593,692
Operating Transfers From Primary Government	2,148,827
Taxes	179,758
Working Capital	2,249,148
Net Income (Loss)	(159,474)
Change in Capital Contributions	4,006,803
Property, Plant and Equipment:	
Additions	4,034,050
Deletions	--
Total Assets	10,287,615
Equity	8,175,441

NOTE 19 - Passenger Facility Charges - Greater Baton Rouge Airport District

On September 28, 1992, the Greater Baton Rouge Airport District (Airport) received approval from the Federal Aviation Administration (FAA) to impose a $3.00 passenger facility charge (PFC) in accordance with section 158.29 of the Federal Aviation Regulations (Title 14, Code of Federal Regulations, Part 158).

FAA regulations require that PFC revenues be recognized and recorded as non-operating revenues in the year the fees are collected by the air carriers (not when the funds are spent). This provision requires that airports accrue PFC revenues at fiscal year-end.

FAA regulations also require certain Financial Statement Disclosures with regard to passenger facility charges. Any PFC revenue received, but not yet spent, along with interest income, is classified as restricted retained earnings in the equity section of the balance sheet. On the statement of revenues, expenses, and changes in retained earnings, PFC revenue is classified as non-operating revenue, while on the statement of cash flows, PFC collections are classified as capital in nature. The Governmental Accounting Standards Board is currently studying the proper accounting for passenger facility charges; until guidance is issued by that body, the Airport will account for PFC revenue using the aforementioned FAA regulations.

The Airport began assessing the fee on December 1, 1992, and the FAA approved a total collection of $9,823,159 over a six year period ending December 1, 1998. The collection period was based on information submitted to the FAA by the Airport.

On April 23, 1993, the Airport received approval from the FAA to use PFC revenues to fund certain airport projects. The list of approved projects was amended by the FAA on December 27, 1995. The revised list of projects and approved amounts are shown in the following table.

Description	Project Amount
Terminal Concept Study	$ 450,000
Noise Mitigation	8,532,260
Terminal Building Plan Specifications	840,899
Total	$9,823,159

Since the inception of the PFC, the Airport has recorded the following revenues and expenses through the 1996 fiscal year resulting in a reservation of retained earnings for passenger facility charges in the amount of $3,853,228.

Cumulative PFC Revenues (1992 - 1996)	$ 4,834,308
Interest Earnings	366,177
Total Revenues	5,200,485
* Cumulative PFC Administrative Fee	(65,792)
Cumulative Expenses for PFC Projects (1992 - 1996)	(1,281,465)
Retained Earnings Reserved for PFC's	$ 3,853,228

* Prior to 1995 the administrative fee was netted with PFC fees

NOTE 20 - Solid Waste Disposal Facility Closure And Postclosure Care Liability

The 1994 fiscal year was the first full year of operation for the new North Landfill, which opened when the old landfill, Devil's Swamp, was closed on October 8, 1993. The North Landfill is permitted by the U.S. Environmental Protection Agency (EPA) and the Louisiana Department of Environmental Quality (DEQ) to dispose of municipal solid waste and non-hazardous industrial waste from East Baton Rouge Parish and from surrounding cities, towns, and parishes. Regulations issued by the EPA and the DEQ require the City-Parish to perform certain closing functions and postclosure monitoring and maintenance functions for the North Landfill.

Municipal Solid Waste Landfill (MSWLF) Closure and Postclosure Care Costs are accounted for in accordance with guidelines recommended by GASB Statement No. 18, *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs*. GASB Statement No. 18 states that a portion of the estimated total current cost of MSWLF closure and postclosure care is required to be recognized as an expense and as a liability in each period that the MSWLF accepts solid waste. Recognition should begin on the date the MSWLF begins accepting solid waste, continue in each period that it accepts waste, and be completed by the time it stops accepting waste. The estimated total current cost of closure and postclosure care includes the cost of equipment expected to be installed and facilities expected to be constructed near or after the date that the Solid Waste Disposal Facility stops accepting solid waste and any equipment installed during the 30 year postclosure period. Included in the total current cost is the cost of final cover expected to be applied near or after the date the facility stops accepting solid waste, and the cost of monitoring and maintaining the expected usable landfill area during the postclosure period.

The total estimated current cost of closure and postclosure care costs for the Solid Waste Disposal Facility, as prepared by an outside engineering firm, is $2,048,670, and the total estimated capacity is 19,800,000 cubic yards with a projected useful life of 20 years. The estimated cost will be adjusted on an annual basis as deemed necessary by the management of the Department of Public Works to reflect the effects of inflation, changes in technology or changes in applicable laws or regulations.

The Solid Waste Disposal Facility Enterprise Fund recognizes a portion of the estimated total current cost of MSWLF closure and postclosure care as an expense and as a liability in each period that it accepts solid waste. The expense and liability are based on the number of cubic yards used during the period rather than on the passage of time. As of December 31, 1996, the liability for closure and postclosure care totals $447,407. The liability is based on the landfill capacity used to date of 4,324,101 cubic yards or 21.8% of the landfill capacity. The liability will be financed by retained earnings of the Solid Waste Disposal Facility Enterprise Fund. The remaining estimated cost of closure and postclosure care of $1,601,263 will be recognized as the remaining estimated capacity is filled. The estimated remaining useful life of the landfill as of December 31, 1996, is 17 years.

NOTE 21 - Council Members Compensation

Each Council Member receives monthly compensation in accordance with The Plan of Government. The following is a list of Council Members and their compensation for the year 1996.

District 1	
Roxson Welch	$ 3,600
District 2	
Thomas Woods	
Council	3,600
President Pro-Tem	14,767

NOTE 21 - Council Members Compensation (Continued)

District 3	
Gayle Joseph	$ 1,772
Rosemary Garruto	1,108
District 4	
Joseph Greco	3,600
District 5	
Wilson Fields	138
Rev. Jesse Bilberry, Jr.	3,120
District 6	
Dora Moak	2,742
M. A. "Mike" Tassin, Jr.	858
District 7	
W.T. Winfield	3,600
District 8	
Lynda Imes	
Council	969
President Pro-Tem	6,797
Dennis Edmon	2,603
District 9	
Patty Jo Roubique	3,600
District 10	
Darrell Glasper	3,600
District 11	
Mary Frey Eaton	3,600
District 12	
James T. "Jim" Benham	3,600

In addition, members of the Metropolitan Council receive $800 per month combined travel and auto allowance. (LRS 33:1233(B))

NOTE 22 - Subsequent Event

On May 3, 1997, the voters of East Baton Rouge Parish approved, for a period of five years (July 1, 1997, through June 30, 2002), the renewal and rededication of the existing one-half of one percent sales and use tax for parish streets and roads. The election proposal provides that 60% of the tax proceeds will be used for street construction and 40% for the current rehabilitation and maintenance program.

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FERNAND P. GENRE, C.P.A.*
STEPHEN M. RUGGINS, C.P.A.*
MONICA L. ZUMO, C.P.A.*
RONALD L. GAGNET, C.P.A.*
DOUGLAS J. NELSON, C.P.A.*

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MEMBERS
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

1111 S. RANGE, SUITE
DENHAM SPRINGS, LA

May 2, 1997

INDEPENDENT AUDITOR'S REPORT

REPORT ON SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE AND PASSENGER FACILITY CHARGES COLLECTED AND EXPENDED

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

We have audited the general purpose financial statements of the City of Baton Rouge and Parish of East Baton Rouge, Louisiana (City-Parish), as of and for the year ended December 31, 1996, and have issued our report thereon dated May 2, 1997. These general purpose financial statements are the responsibility of the City-Parish's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of the Office of Management and Budget Circular A-128, "Audits of State and Local Governments". Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose 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 opinion.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements of the City-Parish taken as a whole. The accompanying Schedule of Federal and State Financial Assistance for the year ended December 31, 1996 and Schedule of Passenger Facility Charges Collected and Expended for the year and each quarter within the year ended December 31, 1996, which are also the responsibility of the City-Parish's management, are presented for the purposes of additional analysis and as required by the Federal Aviation Administration of the U.S. Department of Transportation to implement Sections 9110 and 9111 of the Aviation Safety and Capacity Expansion Act of 1990 and are not a required part of the general purpose financial statements. The information in those schedules has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and in our opinion, are fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

This report is intended for the information of management and regulatory agencies which include the U.S. Department of Housing and Urban Development (Cognizant Agency for City-Parish), Federal Aviation Administration Passenger Facility Charge Branch, and the Louisiana State Legislative Auditor. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the City-Parish, is a matter of public record.

Respectfully submitted,

Harris L. Bourgeois & Co., L.L.P.

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 1996

	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1995		GRANT AND CONTRACT REVENUES
	GRANTOR	LOCAL	RECEIVED
FEDERAL AGENCY - SCHEDULE A			
U.S. Department of Housing and Urban Development	$ 757,394	$ (542,269)	$ 10,339,335
U.S. Department of Health and Human Services	434,127	--	6,877,611
Federal Emergency Management Agency	(108,595)	--	8,292
U.S. Department of Transportation	925,873	(1,637,910)	1,727,067
National Highway Traffic Safety Administration	3,778	--	22,186
U.S. Department of Energy	(76,743)	--	82,990
U.S. Department of Agriculture	247,493	(12,217)	1,754,685
U.S. Department of Education - Rehabilitation Service Administration	3,645	--	62,241
U.S. Department of Labor	589,509	--	4,039,810
U.S. Department of Commerce	(3,582)	(1,230)	42,980
U.S. Department of Justice	147,033	(45,977)	691,065
U.S. Department of Agriculture - Forest Service	43	--	--
TOTAL FEDERAL AGENCY - SCHEDULE A	2,919,975	(2,239,603)	25,648,262
LOUISIANA STATE AND OTHER AGENCY - SCHEDULE A			
Department of Transportation and Development - Office of Highways	20,625	--	--
Department of Education	(3,809)	--	(3,809)
Department of Agriculture	1,458	--	16,171
Louisiana Department of Health and Hospitals	20,010	--	53,450
Louisiana Department of Social Services	--	--	30,000
Louisiana Office of the Governor	(57)	--	--
Capital Area United Way	--	--	30,831
Entergy	(7,904)	--	35,000
Department of Public Safety and Correction	--	--	2,000
TOTAL STATE AND OTHER AGENCY - SCHEDULE A	30,323	--	163,643
GRAND TOTAL SCHEDULE A	2,950,298	(2,239,603)	25,811,905
FEDERAL AGENCY - SCHEDULE B			
U.S. Department of Transportation	174,860	(536,372)	4,257,549
U.S. Federal Aviation Administration	--	--	--
U.S. Department of Agriculture	7,578,343	--	50,398,699
U.S. Emergency Management Agency	19,744	--	111,948
TOTAL FEDERAL AGENCY - SCHEDULE B	7,772,947	(536,372)	54,768,196
LOUISIANA STATE AGENCY - SCHEDULE B			
Department of Transportation and Development - Office of Highways	346,427	(296,870)	732,736
Department of Transportation and Development - Office of Public Works	--	--	216,423
TOTAL STATE AGENCY - SCHEDULE B	346,427	(296,870)	949,159
GRAND TOTAL SCHEDULE B	8,119,374	(833,242)	55,717,355

GRANTEE MATCHING CONTRIBUTION MISCELLANEOUS REVENUES	EXPENDITURES	ADVANCES (REPAYMENTS) OR ADJUSTMENTS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1996 GRANTOR	LOCAL
$ 495,969	$ 9,781,229	$ --	$ (152,563)	$ (686,387)
--	7,478,135	(166)	1,034,485	--
--	24,403	(3,103)	(92,484)	(3,103)
908,562	6,616,603	--	4,257,885	(988,948)
--	26,743	--	8,335	--
--	157,432	--	(2,301)	--
6,726	1,766,708	229	253,019	(12,217)
14,207	87,011	--	14,208	--
--	3,778,687	--	328,386	--
29,667	53,299	--	(6,995)	(17,165)
522,878	1,107,530	--	368,307	(373,664)
--	--	--	43	--
1,978,009	30,877,780	(3,040)	6,010,325	(2,081,484)
--	--	--	20,625	--
--	--	--	--	--
--	19,148	--	4,435	--
--	33,440	--	--	--
--	30,000	--	--	--
--	57	--	--	--
--	21,500	--	(9,331)	--
--	42,706	--	(198)	--
--	2,000	--	--	--
--	148,851	--	15,531	--
1,978,009	31,026,631	(3,040)	6,025,856	(2,081,484)
2,178,898	6,890,813	(323,814)	617,169	(848,129)
--	4,251,437	--	--	--
--	45,722,508	--	12,254,534	--
--	114,152	--	21,948	--
2,178,898	56,978,910	(323,814)	12,893,651	(848,129)
--	825,686	--	330,062	(187,555)
--	468,461	--	--	--
--	1,294,147	--	330,062	(187,555)
2,178,898	58,273,057	(323,814)	13,223,713	(1,035,684)

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 1996

NAME OF GRANTS & SOURCES	CODE NUMBERS	FEDERAL CFDA NUMBERS	GRANT NUMBERS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1995 GRANTOR	LOCAL
FEDERAL GRANTS					
U. S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT	121004				
Direct Programs:					
Community Development:					
Block Grant - 1983	182..431602	14.218*	B-83-MC-22-0002	$ (89,000)	$ --
Block Grant - 1985	182..431602	14.218*	B-85-MC-22-0002	(107,500)	--
Block Grant - 1986	182..431602	14.218*	B-86-MC-22-0002	(100,000)	--
Block Grant - 1987	182..431602	14.218*	B-87-MC-22-0002	(11,084)	--
Block Grant - 1988	182..431602	14.218*	B-88-MC-22-0002	(60,232)	--
Block Grant - 1989	182..431602	14.218*	B-89-MC-22-0002	(21,617)	--
Block Grant - 1990	182..431602	14.218*	B-90-MC-22-0002	(286,115)	--
Block Grant - 1991	182..431602	14.218*	B-91-MC-22-0002	(297,405)	--
Block Grant - 1992	182..431602	14.218*	B-92-MC-22-0002	(691,566)	(7,298)
Block Grant - 1993	182..431602	14.218*	B-93-MC-22-0002	(1,628,261)	(430)
Block Grant - 1994	182..431602	14.218*	B-94-MC-22-0002	3,436,049	(76,828)
Block Grant - 1995	182..431602	14.218*	B-95-MC-22-0002	583,554	(372,922)
Block Grant - 1996	182..431602	14.218*	B-96-MC-22-0002	--	--
SUBTOTAL CFDA NUMBER 14.218				726,823	(457,478)
Home Grant - 1992	183..431602	14.239	M-92-MC-22-0204	(22,290)	(65,925)
Home Grant - 1993	183..431602	14.239	M-93-MC-22-0204	50,995	--
Home Grant - 1994	183..431602	14.239	M-94-MC-22-0204	171,530	--
Home Grant - 1995	183..431602	14.239	M-95-MC-22-0204	--	--
SUBTOTAL CFDA NUMBER 14.239				200,235	(65,925)
Rental Rehabilitation - 1986	170..431602	14.230	R-86-MC-22-0202	122,000	--
Rental Rehabilitation - 1987	170..431602	14.230	R-87-MC-22-0202	67,930	--
Rental Rehabilitation - 1988	170..431602	14.230	R-88-MC-22-0202	--	--
Rental Rehabilitation - 1989	170..431602	14.230	R-89-MC-22-0202	--	--
Rental Rehabilitation - 1990	170..431602	14.230	R-90-MC-22-0202	--	--
Rental Rehabilitation - 1991	170..431602	14.230	R-91-MC-22-0202	--	--
SUBTOTAL CFDA NUMBER 14.230				189,930	--
Passed through E.B.R. Housing Authority	121429				
Drug Elimination Grant	170..434105	14.854	93/94	31,433	--
Drug Elimination Grant	170..434105	14.854	95/97	--	--
SUBTOTAL CFDA NUMBER 14.854				31,433	--
Urban/Economic Development	181..431602	14.221	S-89-MC-22-0002	--	(18,866)
Emergency Shelter 1995-96	182..431602	14.231	S-95-MC-22-0002	--	--
Emergency Shelter 1994-96	182..431602	14.231	S-94-MC-22-0002	11,182	--

GRANT AND CONTRACT REVENUES RECEIVED	GRANTEE MATCHING CONTRIBUTION MISCELLANEOUS REVENUES	EXPENDITURES	ADVANCES (REPAYMENTS) OR ADJUSTMENTS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1996 GRANTOR	LOCAL
$ --	$ --	$ 24,000	$ --	$ (65,000)	$ --
--	--	107,500	--	--	--
--	--	--	--	(100,000)	--
--	--	11,084	--	--	--
--	--	46,760	--	(13,472)	--
--	--	21,617	--	--	--
--	--	97,027	--	(189,088)	--
--	--	132,501	--	(164,904)	--
--	--	278,079	--	(420,166)	(619)
239,213	--	850,218	--	(1,017,256)	(430)
5,887,287	--	1,248,095	--	(1,275,756)	(4,215)
--	12,701	2,762,067	--	3,194,264	(234,266)
--	379,090	610,112	--	609,158	(378,136)
6,126,500	391,791	6,189,060	--	557,780	(617,666)
225,937	103,129	409,568	--	41,093	(48,806)
313,265	--	240,223	--	(22,047)	--
867,842	--	772,390	--	76,078	--
93,618	--	107,842	--	14,224	--
1,500,662	103,129	1,530,023	--	109,348	(48,806)
122,000	--	--	--	--	--
329,500	--	261,570	--	--	--
33,600	--	33,600	--	--	--
25,100	--	25,100	--	--	--
21,400	--	21,400	--	--	--
102,870	--	102,870	--	--	--
634,470	--	444,540	--	--	--
50,740	--	--	--	(19,307)	--
88,114	--	88,114	--	--	--
138,854	--	88,114	--	(19,307)	--
--	1,049	--	--	--	(19,915)
113,915	--	120,060	--	6,145	--
72,402	--	61,220	--	--	--

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 1996

NAME OF GRANTS & SOURCES	CODE NUMBERS	FEDERAL CFDA NUMBERS	GRANT NUMBERS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1995 GRANTOR	LOCAL
U. S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (CONTINUED)					
Passed through Louisiana Department of Social Services	121109				
Emergency Shelter	170..432602	14.231	92/94	$ 85	$ --
Emergency Shelter	170..432602	14.231	95/97	--	--
Emergency Shelter	170..432602	14.231	94/96	20,582	--
Passed through Louisiana Department of Urban and Community Affairs	121112				
Emergency Shelter Grant	170..432603	14.231	1988	(719)	--
SUBTOTAL CFDA NUMBER 14.231				31,130	--
	121004				
Sharlo Terrace - 1994	170..431602	14.156	LA-48-0046-009	--	--
Section 8 - Existing	170..431602	14.156	LA-48-E003-001/004	(224,397)	--
Moderate Housing Assistance I - 1994	170..431602	14.156	LA-48-K219-001	--	--
Moderate Housing Assistance II - 1994	170..431602	14.156	LA-48-K219-002	--	--
Moderate Housing Assistance III - 1994	170..431602	14.156	LA-48-K219-003	--	--
Moderate Housing Assistance IV - 1987-94	170..431602	14.156	LA-48-K219-004	--	--
Sharlo Terrace - 1995	170..431602	14.156	LA-48-0046-009	(68,872)	--
Sharlo Terrace - 1996	170..431602	14.156	LA-48-0046-009	--	--
Moderate Housing Assistance I - 1995	170..431602	14.156	LA-48-K219-001	(73,892)	--
Moderate Housing Assistance II - 1995	170..431602	14.156	LA-48-K219-002	(13,298)	--
Moderate Housing Assistance III - 1995	170..431602	14.156	LA-48-K219-003	(24,492)	--
Moderate Housing Assistance IV - 1995	170..431602	14.156	LA-48-K219-004	(17,206)	--
Moderate Housing Assistance I - 1996	170..431602	14.158	LA-48-K219-001	--	--
Moderate Housing Assistance II - 1996	170..431602	14.156	LA-48-K219-002	--	--
Moderate Housing Assistance III - 1996	170..431602	14.159	LA-48-K219-003	--	--
Moderate Housing Assistance IV - 1996	170..431602	14.156	LA-48-K219-004	--	--
Section 8 Certificate Program - 1996	170..431602	14.156	LA-219-CEO-1 - 4	--	--
SUBTOTAL CFDA NUMBER 14.156				(422,157)	--
Total U.S. Department of Housing and Urban Development				757,394	(542,269)
U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES	121006				
Direct Programs:					
Community Partnership - 1996	170..431601	13.194		--	--
Community Partnership - 1995	170..431601	13.194		220	--
Community Partnership Coalition 95/96	170..431601	13.194	HDASP07610-01	10,747	--
SUBTOTAL CFDA NUMBER 13.194				10,967	--

GRANT AND CONTRACT REVENUES RECEIVED	GRANTEE MATCHING CONTRIBUTION MISCELLANEOUS REVENUES	EXPENDITURES	ADVANCES (REPAYMENTS) OR ADJUSTMENTS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1996 GRANTOR	LOCAL
$ --	$ --	$ --	$ --	$ 85	$ --
--	--	110,112	--	110,112	--
81,646	--	92,577	--	31,513	--
--	--	--	--	(719)	--
267,963	--	383,969	--	147,136	--
72,600	--	--	(3,050)	(75,650)	--
--	--	25,970	--	(198,427)	--
--	--	--	25,124	25,124	--
--	--	--	28,621	28,621	--
--	--	--	5,796	5,796	--
--	--	--	178,171	178,171	--
--	--	3,915	3,050	(61,907)	--
285,645	--	299,021	--	13,376	--
--	--	3,646	(25,124)	(95,370)	--
--	--	2,285	(28,621)	(39,634)	--
--	--	1,310	(5,796)	(28,978)	--
--	--	12,923	(178,171)	(182,454)	--
190,238	--	138,955	--	(51,283)	--
90,425	--	75,585	--	(14,840)	--
71,021	--	38,097	--	(32,924)	--
655,560	--	543,816	--	(111,744)	--
305,397	--	--	--	(305,397)	--
1,670,886	--	1,145,523	--	(947,520)	--
10,339,335	495,969	9,781,229	--	(152,563)	(686,387)
--	--	37,638	--	37,638	--
220	--	--	--	--	--
262,647	--	251,900	--	--	--
262,867	--	289,538	--	37,638	--

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 1996

NAME OF GRANTS & SOURCES	CODE NUMBERS	FEDERAL CFDA NUMBERS	GRANT NUMBERS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1995 GRANTOR	LOCAL
U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONTINUED)					
Headstart - 1996	160..431601	13.600*	06CH006519	$ --	$ --
Headstart - 1995	160..431601	13.600*	06CH006518	172,853	--
SUBTOTAL CFDA NUMBER 13.600				172,853	--
Passed through Louisiana Department of Health and Hospitals - Office of Community Service	121107				
City Court Volunteer in Court	170..432001	13.992	92/93	166	--
City Court Volunteer in Court	170..432001	13.992	96/97	--	--
City Court Volunteer in Court	170..432001	13.992	95/96	18,000	--
EMS - Prison Medical Services	170..432001	13.992	1996	--	--
EMS - Prison Medical Services	170..432001	13.992	1995	3,602	--
SUBTOTAL CFDA NUMBER 13.992				21,768	--
Passed through Louisiana Department of Social Services	121109				
BRACA - LIHEAP Energy Assistance	160..432400	13.789	1996	--	--
Passed through Louisiana Department of Employment and Training	121118				
Community Services Block Grant:					
BRACA	160..432604	13.792	CSBG-FY-96P0019	--	--
BRACA	160..432604	13.792	CSBG-FY-95P0019	206,068	--
Homeless	160..432604	13.792	CSBG-FY-94P0019H	29,739	--
CSBG - State Discretionary	160..432604	13.792	CSBG-FY-92P0019	(7,268)	--
SUBTOTAL CFDA NUMBER 13.792				228,539	--
Total U.S. Department of Health and Human Services				434,127	--
FEDERAL EMERGENCY MANAGEMENT AGENCY					
Passed through Department of Military Affairs	121126				
Hurricane Andrew	170..431102	83.516		(84,192)	--
Hurricane Andrew - Central Garage Roof	170..431102	83.516		(24,403)	--
SUBTOTAL CFDA NUMBER 83.516				(108,595)	--
Total Federal Emergency Management Agency				(108,595)	--

SCHEDULE A
(Continued)

GRANT AND CONTRACT REVENUES RECEIVED	GRANTEE MATCHING CONTRIBUTION MISCELLANEOUS REVENUES	EXPENDITURES	ADVANCES (REPAYMENTS) OR ADJUSTMENTS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1996 GRANTOR	LOCAL
$ 5,035,951	$ --	$ 5,701,768	$ --	$ 665,817	$ --
381,002	--	208,149	--	--	--
5,416,953	--	5,909,917	--	665,817	--
--	--	--	(166)	--	--
16,113	--	32,124	--	16,011	--
47,066	--	29,121	--	55	--
27,798	--	37,530	--	9,732	--
9,651	--	--	--	(6,049)	--
100,628	--	98,775	(166)	19,749	--
318,979	--	532,107	--	213,128	--
541,183	--	646,604	--	105,421	--
206,068	--	--	--	--	--
30,933	--	1,194	--	--	--
--	--	--	--	(7,268)	--
778,184	--	647,798	--	98,153	--
6,877,611	--	7,478,135	(166)	1,034,485	--
8,292	--	--	(3,103)	(92,484)	(3,103)
--	--	24,403	--	--	--
8,292	--	24,403	(3,103)	(92,484)	(3,103)
8,292	--	24,403	(3,103)	(92,484)	(3,103)

Continued

SCHEDULE A
(Continued)

GRANT AND CONTRACT REVENUES RECEIVED	GRANTEE MATCHING CONTRIBUTION MISCELLANEOUS REVENUES	EXPENDITURES	ADVANCES (REPAYMENTS) OR ADJUSTMENTS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1996 GRANTOR	LOCAL
$ --	$ --	$ --	$ --	$ 764	$ --
27,876	--	2,631,331	--	2,660,873	--
35,954	--	--	--	24,247	(7,981)
126	--	--	--	15	(1,897)
431,967	--	1,563,969	--	1,142,363	--
--	--	--	--	--	(3,814)
--	--	--	--	823	32,501
--	--	--	--	5,990	--
--	--	9,810	--	47,922	--
--	--	--	--	113,008	(12,447)
218,048	--	10,884	--	54,609	(46,488)
23,847	--	48,120	--	38,564	(5,983)
--	--	--	--	4,202	--
--	--	--	--	5,876	--
--	900,000	3,205	--	5,189	(900,586)
93,649	--	--	--	--	--
42,452	--	27,747	--	51,380	(7,255)
--	--	--	--	2,660	(7,032)
103,558	8,562	147,919	--	59,948	(10,244)
749,590	--	2,173,618	--	39,452	(17,722)
1,727,067	908,562	6,616,603	--	4,257,885	(988,948)
1,727,067	908,562	6,616,603	--	4,257,885	(988,948)
5,035	--	5,035	--	--	--
1,392	--	1,392	--	--	--
2,000	--	2,000	--	--	--
--	--	7,496	--	7,496	--
--	--	839	--	839	--
8,427	--	16,762	--	8,335	--

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 1996

NAME OF GRANTS & SOURCES	CODE NUMBERS	FEDERAL CFDA NUMBERS	GRANT NUMBERS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1995 GRANTOR	LOCAL
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION (CONTINUED)					
Passed through Louisiana Department of Transportation and Development					
Passed through Capital Region Planning Commission	121425				
Transportation Planning 1995-96	170..434101	20.505	736-17-0308	$ 3,778	$ --
Total National Highway Traffic Safety Administration				3,778	--
U.S. DEPARTMENT OF ENERGY					
Passed through Louisiana Department of Social Services	121109				
CDBG Weatherization Assistance	170..432602	81.042	91/92	4,333	--
CDBG Weatherization Assistance	170..432602	81.042	92/93	(59,652)	--
CDBG Weatherization Assistance	170..432602	81.042	93/94	(38,252)	--
CDBG Weatherization Assistance	170..432602	81.042	94/95	16,828	--
SUBTOTAL CFDA NUMBER 81.042				(76,743)	--
Total U.S. Department of Energy				(76,743)	--
U.S. DEPARTMENT OF AGRICULTURE					
Passed through Louisiana Department of Social Services	121109				
LAJET	170..432602	10.561	96/97	--	--
LAJET	170..432602	10.561	95/96	55,676	--
SUBTOTAL CFDA NUMBER 10.561				55,676	--
Passed through Louisiana Department of Education	121110				
Juvenile Detention Food Service	001..432106		96	3,777	--
	121110				
Summer Food	170..432607	10.559	96	--	--
Headstart Food 1992-93	160..432607	10.550	92/93	--	(12,217)
Headstart Food 1996-97	160..432607	10.550	96/97	--	--
Headstart Food 1995-96	160..432607	10.550	95/96	188,040	--
SUBTOTAL CFDA NUMBER 10.550				188,040	(12,217)
Total U.S. Department of Agriculture				247,493	(12,217)

SCHEDULE A
(Continued)

GRANT AND CONTRACT REVENUES RECEIVED	GRANTEE MATCHING CONTRIBUTION MISCELLANEOUS REVENUES	EXPENDITURES	ADVANCES (REPAYMENTS) OR ADJUSTMENTS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1996 GRANTOR	LOCAL
$ 13,759	$ --	$ 9,981	$ --	$ --	$ --
22,186	--	26,743	--	8,335	--
--	--	(4,333)	--	--	--
--	--	59,652	--	--	--
--	--	38,252	--	--	--
82,990	--	63,861	--	(2,301)	--
82,990	--	157,432	--	(2,301)	--
82,990	--	157,432	--	(2,301)	--
49,292	--	81,565	--	32,273	--
301,329	--	245,653	--	--	--
350,621	--	327,218	--	32,273	--
30,039	6,726	53,012	--	20,024	--
752,284	--	752,055	229	--	--
--	--	--	--	--	(12,217)
--	--	200,722	--	200,722	--
621,741	--	433,701	--	--	--
621,741	--	634,423	--	200,722	(12,217)
1,754,685	6,726	1,766,708	229	253,019	(12,217)

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 1996

NAME OF GRANTS & SOURCES	CODE NUMBERS	FEDERAL CFDA NUMBERS	GRANT NUMBERS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1995 GRANTOR	LOCAL
U.S. DEPARTMENT OF EDUCATION - REHABILITATION SERVICE ADMINISTRATION					
Passed through Louisiana					
Office of State Libraries	121121				
Major Urban Resource Library	170..432501	84.034	MURL 1996	$ --	$ --
LSCA Technology Enhanced Reference	170..432501	84.034	1996	--	--
LSCA Technology Enhancement Grant	170..432501	84.034	1996	--	--
Library Technology Enhancement Grant	170..432501	84.034	1994	3,645	--
SUBTOTAL CFDA NUMBER 84.034				3,645	--
Total U.S. Department of Education - Rehabilitation Service Administration				3,645	--
U.S. DEPARTMENT OF LABOR					
Passed through Louisiana					
Department of Education	121110				
Job Training Partnership Act:					
Title I 8%	161..432607	17.250*	0-08-175-3021-2	1,228	--
Title I 8%	161..432607	17.250*	0-08-175-3021-2	--	--
Title I 8%	161..432607	17.250*	0-08-175-3021-2	13,027	--
Passed through Louisiana					
Department of Labor	121118				
Job Training Partnership Act:					
Summer Youth Employment Program	161..432604	17.250*	96/97-21-IIB	--	--
Summer Youth Employment Program	161..432604	17.250*	94/95-21-IIB	54,359	--
Summer Youth Employment Program	161..432604	17.250*	95/96-21-IIB	61,473	--
Title IIA	161..432604	17.250*	FY-94/95-21 IIA	40,173	--
Title IIA	161..432604	17.250*	FY-95/96-21 IIA	231,046	--
Title IIA	161..432604	17.250*	FY-96/97-21 IIA	--	--
Title IIA 5% Incentive Funds	161..432604	17.250*	FY-94/95-21 IIA	9,141	--
Title IIA 5% Incentive Funds	161..432604	17.250*	FY-96/97-21 IIA	--	--
Title IIC	161..432604	17.250*	FY-96/97-21 IIC	--	--
Title IIC	161..432604	17.250*	FY-93/94-21 IC	(193,999)	--
Title IIC	161..432604	17.250*	FY-95/96-21 IIC	63,063	--
SUBTOTAL CFDA NUMBER 17.250				279,511	--
Title IIIF	161..432604	17.246	FY-96/97	--	--
Title IIIF	161..432604	17.246	FY-95/96	309,998	--
Careernet-Career Challenge Center	161..432604	17.246	1996	--	--
SUBTOTAL CFDA NUMBER 17.246				309,998	--
Total U.S. Department of Labor				589,509	--

GRANT AND CONTRACT REVENUES RECEIVED	GRANTEE MATCHING CONTRIBUTION MISCELLANEOUS REVENUES	EXPENDITURES	ADVANCES (REPAYMENTS) OR ADJUSTMENTS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1996 GRANTOR	LOCAL
$ 58,596	$ --	$ 58,596	$ --	$ --	$ --
--	13,207	26,415	--	13,208	--
--	1,000	2,000	--	1,000	--
3,645	--	--	--	--	--
62,241	14,207	87,011	--	14,208	--
62,241	14,207	87,011	--	14,208	--
1,228	--	--	--	--	--
7,143	--	35,398	--	28,255	--
82,124	--	69,097	--	--	--
1,111,194	--	1,111,194	--	--	--
84,938	--	30,579	--	--	--
92,202	--	30,729	--	--	--
40,173	--	--	--	--	--
739,498	--	508,452	--	--	--
292,075	--	416,156	--	124,081	--
61,822	--	52,572	--	(109)	--
--	--	983	--	983	--
116,790	--	167,641	--	50,851	--
--	--	193,999	--	--	--
232,666	--	169,603	--	--	--
2,861,853	--	2,786,403	--	204,061	--
263,895	--	382,029	--	118,134	--
816,862	--	514,719	--	7,855	--
97,200	--	95,536	--	(1,664)	--
1,177,957	--	992,284	--	124,325	--
4,039,810	--	3,778,687	--	328,386	--

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 1996

NAME OF GRANTS & SOURCES	CODE NUMBERS	FEDERAL CFDA NUMBERS	GRANT NUMBERS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1995 GRANTOR	LOCAL
U.S. DEPARTMENT OF COMMERCE	121010				
Economic Development Planning Grant	170..431604	11.305	8-25-2934-01	$ --	$ --
Economic Development Planning Grant	170..431604	11.305	8-25-2934-00	(3,582)	(1,230)
SUBTOTAL CFDA NUMBER 11.305				(3,582)	(1,230)
Total U.S. Department of Commerce				(3,582)	(1,230)
U.S. DEPARTMENT OF JUSTICE					
Direct Programs:	121005				
Community Policing - Cops More	170..431103	42.302	95-CI-WX-0009	--	--
Church Arson Prevention Grant	170..431103	42.302	96-DS-BX-05434	--	--
Local Law Enforcement Block Grant	162..431103	42.302	96-LB-VX-3716	--	--
SUBTOTAL CFDA NUMBER 42.302				--	--
Passed through Louisiana Commission on Law Enforcement	121116				
Stop Rape Crisis Program	170..432102	16.575	94-C5-V.1-0309	1,362	--
Homicide and Armed Robbery Task	170..432102	16.575	95-B5-B-02-0016	14,614	(4,570)
SUBTOTAL CFDA NUMBER 16.575				15,976	(4,570)
Multi-Jurisdictional Investigative Task Force	170..432102	16.579	94-B5-B.02-0034	38,040	(31,721)
Multi-Jurisdictional Investigative Task Force	170..432102	16.579	95-B5-B.02-OE38	--	--
Police Sting Grant	170..432102	16.579	94-B05-OB07-0050	5,962	--
Police Electronic Equipment	170..432102	16.579	96-P5-B.01-0122	--	--
City Court - Electronic Equipment	170..432102	16.579	95-P5-B.01-0089	--	--
BRPD Police Academy Equipment	170..432102	16.579	T96-8-B.1-0027	--	--
Drug Abuse Resistance Education	170..432102	16.579	E96-5-011	--	--
Drug Abuse Resistance Education	170..432102	16.579	E96-5-011	84,363	--
Juvenile Services Family Strengthening	170..432102	16.579	J94-5-011	--	--
Electronic Monitoring	170..432102	16.579	B94-5-026	--	--
Property Crimes Task Force	170..432102	16.579	95-B-B.05-OE35	2,692	(9,686)
Drug Free School Grant	170..432102	16.579	96-B5-B.07-0023	--	--
SUBTOTAL CFDA NUMBER 16.579				131,057	(41,407)
Total U.S. Department of Justice				147,033	(45,977)
U.S. DEPARTMENT OF AGRICULTURE - FOREST SERVICE					
Direct Programs:	121020				
Ben Hur Road/Bridge	170..431606	10.664	08-91-62-13	43	--
TOTAL FEDERAL GRANTS				2,919,975	(2,239,603)

SCHEDULE A
(Continued)

GRANT AND CONTRACT REVENUES RECEIVED	GRANTEE MATCHING CONTRIBUTION MISCELLANEOUS REVENUES	EXPENDITURES	ADVANCES (REPAYMENTS) OR ADJUSTMENTS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1996 GRANTOR	LOCAL
$ 44,500	$ 29,667	$ 50,007	$ --	$ (6,995)	$ (17,165)
(1,520)	--	3,292	--	--	--
42,980	29,667	53,299	--	(6,995)	(17,165)
42,980	29,667	53,299	--	(6,995)	(17,165)
348,226	285,000	704,665	--	221,002	(149,563)
4,600	--	--	--	(4,600)	--
--	166,292	--	--	--	(166,292)
352,826	451,292	704,665	--	216,402	(315,855)
1,362	--	--	--	--	--
27,500	--	17,456	--	--	--
28,862	--	17,456	--	--	--
103,310	--	120,199	--	23,208	--
--	53,197	32,284	--	23,832	(44,745)
5,962	--	--	--	--	--
1,240	--	1,238	--	(2)	--
1,240	34	1,274	--	--	--
5,987	--	5,987	--	--	--
--	--	80,646	--	80,646	--
167,202	--	82,839	--	--	--
--	--	3,482	--	3,482	--
--	2,981	11,297	--	8,316	--
24,436	--	36,912	--	5,505	(23)
--	15,374	9,251	--	6,918	(13,041)
309,377	71,586	385,409	--	151,905	(57,809)
691,065	522,878	1,107,530	--	368,307	(373,664)
--	--	--	--	43	--
25,648,262	1,978,009	30,877,780	(3,040)	6,010,325	(2,081,484)

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 1996

NAME OF GRANTS & SOURCES	CODE NUMBERS	FEDERAL CFDA NUMBERS	GRANT NUMBERS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1995 GRANTOR	LOCAL
STATE AND OTHER GRANTS					
LOUISIANA DEPARTMENT OF TRANSPORTATION AND DEVELOPMENT - OFFICE OF HIGHWAYS	121101				
Pride and Chaneyville Fire Department	170..432200		561-17-52	$ (481)	$ --
Beaver Bayou, Phase I-A	170..432200		576-17-01	21,106	--
Total Louisiana Department of Transportation and Development-Office of Highways				20,625	--
LOUISIANA DEPARTMENT OF EDUCATION	121110				
Emergency Medical Training Program	170..432607		1994	(3,809)	--
LOUISIANA DEPARTMENT OF AGRICULTURE	121124				
Street Tree Inventory	170..432606		95/96	--	--
Baton Rouge Association for Community Action:					
Commodity Program	160..432606		LADA 96/97	--	--
Commodity Program	160..432606		LADA 95/96	1,458	--
Total Louisiana Department of Agriculture				1,458	--
LOUISIANA DEPARTMENT OF HEALTH AND HOSPITALS	121107				
Drug Court Rehabilitation	170..432001		95/96	20,010	--
LOUISIANA OFFICE OF THE GOVERNOR	121128				
Children's Cabinet FINS Grant	170..432105		95/96	(57)	--
LOUISIANA DEPARTMENT OF SOCIAL SERVICES	121109				
Children's Cabinet Families in Need	170..432400		96/97	--	--
CAPITAL AREA UNITED WAY	121423				
Emergency Shelter (FEMA)	160..434602		LRO 001	--	--
Emergency Shelter (FEMA)	160..434602			--	--
Total Capital Area United Way				--	--

SCHEDULE A
(Continued)

GRANT AND CONTRACT REVENUES RECEIVED	GRANTEE MATCHING CONTRIBUTION MISCELLANEOUS REVENUES	EXPENDITURES	ADVANCES (REPAYMENTS) OR ADJUSTMENTS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1996 GRANTOR	LOCAL
$ --	$ --	$ --	$ --	$ (481)	$ --
--	--	--	--	21,106	--
--	--	--	--	20,625	--
(3,809)	--	--	--	--	--
5,000	--	4,950	--	(50)	--
--	--	4,485	--	4,485	--
11,171	--	9,713	--	--	--
16,171	--	19,148	--	4,435	--
53,450	--	33,440	--	--	--
--	--	57	--	--	--
30,000	--	30,000	--	--	--
21,500	--	21,500	--	--	--
9,331	--	--	--	(9,331)	--
30,831	--	21,500	--	(9,331)	--

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT B - 3
(Continued)

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Expenditures (Continued):			
Current (Continued):			
Public Safety:			
Fire Protection Districts:			
Zachary	$ 10,000	$ 10,000	$ --
Baker	10,000	10,000	--
Sheriff-Correctional Institution	3,378,697	3,367,179	11,518
Coroner	716,035	708,227	7,808
Office of the Mayor-President:			
Anti-Drug Task Force	50,980	49,756	1,224
Police:			
Administration	6,199,696	5,915,920	283,776
Uniform Patrol	19,938,360	19,624,499	313,861
Operational Services	6,706,601	6,706,601	--
Criminal Investigations	7,634,116	7,557,603	76,513
Dedicated Funds	198,297	198,297	--
Fire:			
Administration	1,103,742	1,103,742	--
Fire Suppression and Prevention	21,993,538	21,993,521	17
Communications and Maintenance	2,231,123	2,189,469	41,654
Emergency Medical Services:			
Telecommunications Division	601,542	546,229	55,313
Prison Medical Services Division	1,464,884	1,444,316	20,568
Juvenile Services:			
Administration	114,829	114,829	--
Probation and Family Services	1,035,852	989,963	45,889
Detention Facility	1,505,614	1,479,457	26,157
Meal Reimbursement	46,286	46,286	--
Emergency Preparedness	267,455	266,734	721
Public Works:			
Inspection	2,805,746	2,805,746	--
Traffic Engineering	2,905,186	2,905,186	--
Demolition Program	450,222	443,534	6,688
Crimestoppers	15,000	15,000	--
Total Public Safety	81,383,801	80,492,094	891,707
Transportation:			
Public Works:			
North Lot	4,585,317	4,585,137	180
East Lot	4,092,305	4,092,305	--
South Lot	5,871,197	5,871,197	--
State Highway Maintenance	1,486,731	1,486,731	--
Street Lighting	4,202,650	3,931,134	271,516
Federal Urban System	671,956	--	671,956
Street Maintenance	95,660	86,140	9,520
Total Transportation	21,005,816	20,052,644	953,172

The accompanying notes are an integral part of this statement.

Continued

NOTE 20 - Solid Waste Disposal Facility Closure And Postclosure Care Liability

The 1994 fiscal year was the first full year of operation for the new North Landfill, which opened when the old landfill, Devil's Swamp, was closed on October 8, 1993. The North Landfill is permitted by the U.S. Environmental Protection Agency (EPA) and the Louisiana Department of Environmental Quality (DEQ) to dispose of municipal solid waste and non-hazardous industrial waste from East Baton Rouge Parish and from surrounding cities, towns, and parishes. Regulations issued by the EPA and the DEQ require the City-Parish to perform certain closing functions and postclosure monitoring and maintenance functions for the North Landfill.

Municipal Solid Waste Landfill (MSWLF) Closure and Postclosure Care Costs are accounted for in accordance with guidelines recommended by GASB Statement No. 18, *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs*. GASB Statement No. 18 states that a portion of the estimated total current cost of MSWLF closure and postclosure care is required to be recognized as an expense and as a liability in each period that the MSWLF accepts solid waste. Recognition should begin on the date the MSWLF begins accepting solid waste, continue in each period that it accepts waste, and be completed by the time it stops accepting waste. The estimated total current cost of closure and postclosure care includes the cost of equipment expected to be installed and facilities expected to be constructed near or after the date that the Solid Waste Disposal Facility stops accepting solid waste and any equipment installed during the 30 year postclosure period. Included in the total current cost is the cost of final cover expected to be applied near or after the date the facility stops accepting solid waste, and the cost of monitoring and maintaining the expected usable landfill area during the postclosure period.

The total estimated current cost of closure and postclosure care costs for the Solid Waste Disposal Facility, as prepared by an outside engineering firm, is $2,048,670, and the total estimated capacity is 19,800,000 cubic yards with a projected useful life of 20 years. The estimated cost will be adjusted on an annual basis as deemed necessary by the management of the Department of Public Works to reflect the effects of inflation, changes in technology or changes in applicable laws or regulations.

The Solid Waste Disposal Facility Enterprise Fund recognizes a portion of the estimated total current cost of MSWLF closure and postclosure care as an expense and as a liability in each period that it accepts solid waste. The expense and liability are based on the number of cubic yards used during the period rather than on the passage of time. As of December 31, 1996, the liability for closure and postclosure care totals $447,407. The liability is based on the landfill capacity used to date of 4,324,101 cubic yards or 21.8% of the landfill capacity. The liability will be financed by retained earnings of the Solid Waste Disposal Facility Enterprise Fund. The remaining estimated cost of closure and postclosure care of $1,601,263 will be recognized as the remaining estimated capacity is filled. The estimated remaining useful life of the landfill as of December 31, 1996, is 17 years.

NOTE 21 - Council Members Compensation

Each Council Member receives monthly compensation in accordance with The Plan of Government. The following is a list of Council Members and their compensation for the year 1996.

District 1	
Roxson Welch	$ 3,600
District 2	
Thomas Woods	
Council	3,600
President Pro-Tem	14,767

NOTE 19 - Passenger Facility Charges - Greater Baton Rouge Airport District

On September 28, 1992, the Greater Baton Rouge Airport District (Airport) received approval from the Federal Aviation Administration (FAA) to impose a $3.00 passenger facility charge (PFC) in accordance with section 158.29 of the Federal Aviation Regulations (Title 14, Code of Federal Regulations, Part 158).

FAA regulations require that PFC revenues be recognized and recorded as non-operating revenues in the year the fees are collected by the air carriers (not when the funds are spent). This provision requires that airports accrue PFC revenues at fiscal year-end.

FAA regulations also require certain Financial Statement Disclosures with regard to passenger facility charges. Any PFC revenue received, but not yet spent, along with interest income, is classified as restricted retained earnings in the equity section of the balance sheet. On the statement of revenues, expenses, and changes in retained earnings, PFC revenue is classified as non-operating revenue, while on the statement of cash flows, PFC collections are classified as capital in nature. The Governmental Accounting Standards Board is currently studying the proper accounting for passenger facility charges; until guidance is issued by that body, the Airport will account for PFC revenue using the aforementioned FAA regulations.

The Airport began assessing the fee on December 1, 1992, and the FAA approved a total collection of $9,823,159 over a six year period ending December 1, 1998. The collection period was based on information submitted to the FAA by the Airport.

On April 23, 1993, the Airport received approval from the FAA to use PFC revenues to fund certain airport projects. The list of approved projects was amended by the FAA on December 27, 1995. The revised list of projects and approved amounts are shown in the following table.

Description	Project Amount
Terminal Concept Study	$ 450,000
Noise Mitigation	8,532,260
Terminal Building Plan Specifications	840,899
Total	$9,823,159

Since the inception of the PFC, the Airport has recorded the following revenues and expenses through the 1996 fiscal year resulting in a reservation of retained earnings for passenger facility charges in the amount of $3,853,228.

Cumulative PFC Revenues (1992 - 1996)	$ 4,834,308
Interest Earnings	366,177
Total Revenues	5,200,485
* Cumulative PFC Administrative Fee	(65,792)
Cumulative Expenses for PFC Projects (1992 - 1996)	(1,281,465)
Retained Earnings Reserved for PFC's	$ 3,853,228

* Prior to 1995 the administrative fee was netted with PFC fees

NOTE 18 - Segments of Enterprise Activities

a. Primary Government

Some services provided by the local government are financed by user charges--airport, bus transportation service, arena-convention center, parking, sewerage system, and solid waste disposal. The significant financial data for these enterprises are as follows:

	Airport	Riverside Centroplex	Parking	Sewerage System	Solid Waste Disposal	Total
Operating Revenues	$ 5,561,152	$ 1,268,160	$ 721,523	$ 22,873,793	$ 6,912,796	$ 37,337,424
Depreciation	2,094,897	1,034,671	400,789	12,104,009	894,516	16,528,882
Operating Income (Loss)	(1,068,617)	(1,886,653)	(24,284)	(10,903,987)	(1,143,731)	(15,027,272)
Operating Grants	(8,045)	52,913	--	--	--	44,868
Operating Transfers In	--	798,250	223,490	4,000,000	--	5,021,740
Taxes	--	--	--	26,136,337	--	26,136,337
Net Income (Loss)	2,606	(981,398)	(36,001)	12,839,091	(653,649)	11,170,649
Working Capital	4,298,877	143,385	(3,025,542)	13,451,611	6,972,542	21,840,873
Change in Capital Contributions	3,712,334	781,931	--	1,156,857	--	5,651,122
Property, Plant and Equipment:						
Additions	6,005,872	1,795,611	52,805	49,206,207	3,190,133	60,250,628
Deletions	(363,781)	(242,319)	(9,859)	(1,361,811)	(165,897)	(2,143,667)
Total Assets	83,713,284	20,091,680	7,728,526	485,682,469	32,933,995	630,149,954
Obligations Payable	7,156,600	--	--	59,288,862	--	66,445,462
Revenue Bonds Payable	--	--	3,270,000	220,400,000	--	223,670,000
Equity	75,612,368	19,287,717	1,296,305	193,354,116	31,928,179	321,478,685

b. Component Unit - Capital Transportation Corporation

The following reflects financial information for the Capital Transportation Corporation enterprise fund. The activities of the pension trust fund are excluded.

Operating Revenues	$ 2,164,503
Depreciation	438,968
Operating Income (Loss)	(3,115,870)
Operating Grants	593,692
Operating Transfers From Primary Government	2,148,827
Taxes	179,758
Working Capital	2,249,148
Net Income (Loss)	(159,474)
Change in Capital Contributions	4,006,803
Property, Plant and Equipment:	
Additions	4,034,050
Deletions	--
Total Assets	10,287,615
Equity	8,175,441

NOTE 17 - Obligations of Intragovernmental Agencies

a. Greater Baton Rouge Airport District

On March 15, 1980, the City of Baton Rouge issued $11,300,000 of Airport Improvement Bonds. Concurrently, the Greater Baton Rouge Airport District signed an $11,300,000 long-term obligation to the City of Baton Rouge bearing an interest rate of 7.86%. This long-term obligation requires that annual payments be made to the City for the use, possession, and control of the improvements constructed with the bond proceeds. The bonds matured on March 15, 1992, but the long-term obligation to the City remains in effect with semi-annual payments to be made over a 25 year period.

Payments to the City by the Airport District are recorded as miscellaneous revenues in the General Fund. Improvements constructed with the bond proceeds are recorded as assets and as a long-term obligation of the Airport District. Total principal paid prior to 1996 was $3,608,951. In 1996, a principal payment of $534,449 reduced the obligation payable to $7,156,600. Scheduled maturities are as follows:

1997	$ 576,456
1998	621,766
1999	670,636
2000	723,349
2001	780,204
2002 and after	3,784,189
	$7,156,600

b. East Baton Rouge Sewerage Commission

On April 1, 1992, the City of Baton Rouge issued $85,000,000 in Public Improvement Sales Tax Revenue Bonds, Series 1992A (20 year term), for the purpose of providing funds to finance the acquisition of an undivided interest in the sewerage system owned and/or operated by the East Baton Rouge Sewerage Commission (the "Commission"). The Commission used the proceeds to refund the outstanding portion of the $27,000,000 Public Improvement Certificates of Indebtedness and to defease the callable portion of the $70,000,000 Sewer Revenue Bonds, Series 1987.

The Commission, through an act of credit sale, repurchased the undivided interest in the sewerage system previously sold to the City of Baton Rouge for $76,999,452. This transaction is recorded as a long-term obligation in the Comprehensive Sewerage System Fund. Payments to the City by the Commission are required semi-annually over a 19 year period. These payments are recorded as miscellaneous revenues in the General Fund, and will fully offset the impact that the scheduled debt service payments on the $85,000,000 Public Improvement Sales Tax Revenue Bonds have on the General Fund. Total principal paid prior to 1996 was $13,639,734. In 1996, a $4,070,856 principal payment reduced the obligation payable to $59,288,862. Scheduled maturities are as follows:

1997	$ 3,532,885
1998	2,556,722
1999	2,671,485
2000	2,797,821
2001	2,960,613
2002 and after	44,769,336
	$59,288,862

NOTE 16 - Capital Changes in Funds

Enterprise Funds receive contributions from federal, state, private, and local sources for the purpose of acquiring or constructing capital facilities. Retirement of federal and state contributions is the equivalent of the depreciation charged against the assets involved.

a. Primary Government

The additions and major sources of contributed capital or other changes in contributed capital of Enterprise and Internal Service Funds are as follows:

	Enterprise Funds	Internal Service Funds	Total
Contributions, December 31, 1995	$149,648,997	$2,272,565	$151,921,562
Greater Baton Rouge Airport District:			
Federal Government Contribution	3,282,596	--	3,282,596
Retirement of Federal Contribution	(1,335,060)	--	(1,335,060)
State of Louisiana Contribution	429,738	--	429,738
Retirement of State Contribution	(99,233)	--	(99,233)
Riverside Centroplex:			
Retirement of Federal Contribution	(434,353)	--	(434,353)
State of Louisiana Contribution	481,931	--	481,931
Retirement of State Contribution	(156,556)	--	(156,556)
Developer's Contribution	300,000	--	300,000
Comprehensive Sewerage System:			
Retirement of Federal Contribution	(375,864)	--	(375,864)
Retirement of State Contribution	(2,096)	--	(2,096)
Contribution From Impact Fees	1,156,857	--	1,156,857
Central Garage:			
Federal Government Contribution	--	411,739	411,739
Net Increase	3,247,960	411,739	3,659,699
Contributions, December 31, 1996	$152,896,957	$2,684,304	$155,581,261

b. Component Unit - Capital Transportation Corporation

Contributions, December 31, 1995	$ 6,066,252
Federal Government Contribution	3,890,952
Retirement of Federal Contribution	(330,187)
Local Government Contribution	446,038
Net Increase	4,006,803
Contributions, December 31, 1996	$10,073,055

NOTE 14 - Lease Commitments (Continued)

c. Operating Leases (Continued)

1. Primary Government (Continued)

Operating lease payments during 1996 totaled $269,524. A schedule by years of the future minimum rental payments as of December 31, 1996, on operating leases follows:

	Governmental Funds	Proprietary Funds	Total
1997	$110,580	$2,950	$113,530
1998	102,230	--	102,230
1999	31,969	--	31,969
2000	13,640	--	13,640
2001	--	--	--
Total Minimum Payments	$258,419	$2,950	$261,369

2. Component Unit - Clerk of Court

The Clerk is obligated under several operating leases for equipment that expires over the next two years. The future annual minimum lease payments under these operating leases at June 30, 1996, are:

1997	$45,197
1998	23,716
	$68,913

Total lease expenditures for the Clerk of Court amounted to $75,575 for the year ended June 30, 1996.

NOTE 15 - Prior Year Adjustments

a. Prior Year Adjustments - Primary Government

A prior year adjustment in the amount of $192,998 was recorded in the Parish Transportation Fund for revenues collected in the 1996 fiscal year, but attributable to a prior fiscal year.

b. Prior Year Adjustments - Component Unit

Prior year adjustments in the amount of $6,609 were made during 1996 in the Central Fire Protection District component unit to record accrued expenditures omitted in prior years.

NOTE 14 - Lease Commitments (Continued)

b. Component Units - Capital Leases (Continued)

2. Parish Fire Protection Districts (Continued)

	St. George Fire Protection District	Central Fire Protection District	E.B.R. Parish Fire Protection District No. 6	Eastside Fire Protection District
1997	$ 57,955	$ 82,259	$17,107	$15,866
1998	57,955	82,259	17,107	15,866
1999	57,955	20,564	--	--
2000	--	--	--	--
Thereafter	--	--	--	--
Total Minimum Lease Payments	173,865	185,082	34,214	31,732
Less: Amount Representing Interest	(25,848)	(11,849)	(3,678)	(3,413)
Present Value of Net Minimum Lease Payments	$148,017	$173,233	$30,536	$28,319

Asset balances as of December 31, 1996, for equipment under capital lease by major classes for the parish fire protection districts are as follows:

Classes of Equipment	St. George Fire Protection District	Central Fire Protection District	E.B.R. Parish Fire Protection District No. 6	Eastside Fire Protection District
Machinery Equipment	$ --	$480,847	$109,281	$82,805
Office Equipment	8,535	--	--	--
Transportation Equipment	380,260	--	--	--
Total	$388,795	$480,847	$109,281	$82,805

c. Operating Leases

1. Primary Government

Most operating leases contain one of the following options: (a) the City-Parish can, after the initial lease term, purchase the property at the fair value of the property or (b) the term can be extended on a month-to-month basis until either the City-Parish returns the equipment to the Lessor or the Lessor terminates the lease by a ten day written notice. In most cases, leases are renewed or replaced by other leases. The City-Parish does not have any operating leases with scheduled rent increases.

NOTE 14 - Lease Commitments (Continued)

a. Primary Government - Capital Leases (Continued)

Asset balances as of December 31, 1996, for equipment under capital lease by major classes are as follows:

Classes of Equipment	General Fixed Assets Account Group	Proprietary Funds
Machinery Equipment	$ --	$ 6,678,482
Office Equipment	275,405	17,950
Communication Equipment	4,415,637	--
Transportation Equipment	2,655,199	1,194,187
Subtotal	7,346,241	7,890,619
Less: Accumulated Depreciation	--	(1,396,588)
Total	$7,346,241	$ 6,494,031

b. Component Units - Capital Leases

1. East Baton Rouge Clerk of Court

The following is a schedule of future minimum lease payments under capital leases, together with the present value of the net minimum lease payments, as of June 30, 1996:

Fiscal Year:	
1997	$4,500
Less: Amount representing interest	(181)
Present value of net minimum lease payments	$4,319

Asset balances as of June 30, 1996, for equipment under capital leases by major classes are as follows:

Type	
Equipment	$23,533

2. Parish Fire Protection Districts

The following is a schedule by years of the future minimum lease payments under capital leases together with the present value of the net minimum lease payments, as of December 31, 1996 for the parish fire protection districts:

NOTE 14 - Lease Commitments (Continued)

arising from capital leases are accounted for and reported within the proprietary funds. Component unit leases are recorded in the same manner as those of the primary government.

a. Primary Government - Capital Leases

The City-Parish has entered into lease agreements to acquire or obtain the use of machinery equipment, communication equipment, office equipment, transportation equipment, and office space. The lease terms range from 12 to 84 months. All equipment leases will expire during the next seven years. The amount necessary to reduce net minimum lease payments to present value is calculated by comparing the implicit rate and the incremental rate at the inception of the lease and using the lower of the two rates. The rate used in calculating present value ranges from 5.09% to 8.00%. The lease payments are expected to remain the same throughout the term of the leases. The City-Parish has the option to purchase the equipment at a bargain price at the end of the lease term or in most cases title transfers to the City-Parish at the end of the leases. The lease agreements contain a fiscal funding clause which generally provides for cancellation in the event the Metropolitan Council does not appropriate funds in subsequent years for the lease payments.

During 1996, the majority of lease agreements entered into by the City-Parish were due to the Equipment Use Charge Program approved by the Council during 1989. The Equipment Use Charge Program is a plan whereby the Fleet Rental and Replacement Fund leases and maintains motorized equipment for use by the Department of Public Works. The Fleet Rental and Replacement Fund charges the user agency an equipment use charge to cover the total cost to operate the equipment including repair costs and purchase price. The objective of this program is to replace motorized equipment in a timely manner while minimizing costs.

The following is a schedule by years of the future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of December 31, 1996:

	Governmental Funds	Proprietary Funds	Total
1997	$1,790,155	$2,724,914	$ 4,515,069
1998	1,747,481	2,020,928	3,768,409
1999	821,926	434,115	1,256,041
2000	789,335	--	789,335
2001	760,730	--	760,730
Thereafter	--	--	--
Total Minimum Lease Payments	5,909,627	5,179,957	11,089,584
Less: Amount Representing Interest	(693,120)	(292,753)	(985,873)
Present Value of Net Minimum Lease Payments	$5,216,507	$4,887,204	$10,103,711

NOTE 13 - Risk Management (Continued)

c. Changes in Liabilities for Claims

The following is a reconciliation of changes in long-term claims payable for the years ended December 31, 1996, 1995, and 1994:

	1996	1995	1994
Claims and Judgments Payable:			
Beginning Balance	$23,203,174	$22,105,754	$21,248,381
Additions:			
Claims Incurred	18,564,689	6,881,474	7,240,568
Deductions:			
Claims Paid	(1,227,749)	(3,056,488)	(3,959,569)
Claims Dismissed	(6,632,719)	(2,727,566)	(2,423,626)
Ending Balance	$33,907,395	$23,203,174	$22,105,754
Employee Benefits Payable:			
Beginning Balance	$ 957,642	$ 2,204,615	$ 2,143,499
Additions:			
Claims Incurred	4,204,483	6,504,204	5,648,993
Deductions:			
Claims Paid	(4,376,926)	(7,751,177)	(5,587,877)
Ending Balance	$ 785,199	$ 957,642	$ 2,204,615

f. Insurance Designation

The City-Parish maintains a practice of designating a portion of General Fund fund balance for self-insurance purposes. The designation is made in addition to the annual recurring appropriation of approximately $6.5 million. The amount designated for insurance at December 31, 1996, was determined as follows:

Insurance Designation, December 31, 1995	$13,256,233
Less: Appropriations from Insurance Designation for risk management purposes	(1,012,939)
Plus: Additional amount designated for insurance by authority of the Budget Ordinance	2,230,876
Interest earned on designated funds during 1996	712,393
Insurance Designation, December 31, 1996	$15,186,563

NOTE 14 - Lease Commitments

Leases are accounted for in accordance with Section L20 of the GASB Codification and NCGA Statement No. 5 which require governments to use the criteria contained in FASB Statement No. 13, *Accounting for Leases*, and GASB Statement No. 13, *Accounting for Operating Leases with Scheduled Rent Increases*, to classify leases as capital or operating leases. The GASB Codification and NCGA Statement No. 5 also require governmental fund assets under capital leases to be recorded in the General Fixed Assets Account Group and the lease obligation to be recorded in the General Long-Term Debt Account Group. Proprietary fund assets and liabilities

NOTE 13 - Risk Management (Continued)

b. Accounting for Risk

In accordance with GASB Statement No. 10 *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues* and the *Codification of Governmental Accounting and Financial Reporting Standards* of the Governmental Accounting Standards Board, the City-Parish accounts for and reports risk management activities in the general fund within the constraints of the modified accrual basis of accounting. Claims paid under the self-insurance risk activities are recorded as expenditures against the General Fund. Annual fees based on reduced market premiums are charged to special revenue funds and proprietary fund types, with corresponding credits to General Fund expenditures. Long-term obligations that are not expected to be liquidated with expendable available financial resources are reported in the General Long-Term Debt Account Group. There were no major changes in insurance coverage for the year ended December 31, 1996.

c. Contingent Liabilities - Outstanding Lawsuits

The City-Parish is a defendant in various tort claims and lawsuits involving general liability, automobile liability, personnel suits, and contractual matters. In accordance with FASB Statement No. 5, *Accounting for Contingencies,* litigation claims against the City-Parish for which there is at least a reasonable possibility of loss are estimated as of the balance sheet date by the Parish Attorney. The estimated amount of liability is based on current Louisiana laws and judgements rendered in similar matters. FASB No. 5 requires the accrual of a loss contingency if it is probable that an asset has been impaired or a liability incurred and that the amount of loss can be reasonably estimated.

An amount of $33,907,395 has been recorded as a long-term obligation in the General Long-Term Debt Account Group. It is the government's policy to pay judgments against the City-Parish on a current basis from available financial resources.

d. Employee Benefits

Effective April 1, 1995, the City-Parish and member employees contribute to the fully insured Gulf South Health Maintenance Organization group program that covers the majority of employees that carry health insurance. The City Parish contributes 62% of the HMO premium and employees contribute 38%. The employer share of the insurance premium is paid by the employee's departmental budget.

The City-Parish is self-insured and maintains a minimum premium plan for the indemnity group health and dental programs, providing medical and dental coverage to those City-Parish employees who choose to participate. An employee can only participate in one health plan. The government's share of the health and dental premium in the self-insured program is charged to individual budget accounts. Claims paid by the government in excess of the premium base for any given year are covered 100% by the General Fund. Any surplus of premiums over claims within a single fiscal year are recognized as "operating transfers in" to the General Fund and increase Fund Balance Designated for Insurance.

The estimated value of self-insured claims incurred but not paid as of December 31, 1996, for group health and dental are as follows:

Self-funded medical	$369,199
Self-funded dental	416,000
Total estimate	$785,199

This amount has been included in the General Long-Term Debt Account Group for December 31, 1996.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT B - 3
(Continued)

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Expenditures (Continued):			
Current (Continued):			
General Government (Continued):			
Parish Attorney:			
Administration	$ 1,955,442	$ 1,955,442	$ --
Investigations	135,410	133,761	1,649
City Prosecutor	903,010	898,843	4,167
Alcoholic Beverage Control Board	787,725	787,725	--
Pre-Trial Diversion	272,730	267,528	5,202
Legal Services	387,004	364,820	22,184
Public Information Office	137,719	137,719	--
Planning Commission	816,160	770,639	45,521
City Court:			
Administration	3,225,523	3,225,523	--
City Constable	1,349,413	1,250,361	99,052
Justice of Peace and Ward Constables	58,300	55,613	2,687
Sheriff-Costs of Court	171,030	108,965	62,065
Registrar of Voters	362,658	355,515	7,143
Mayor-President:			
Administration	789,700	787,518	2,182
Community Sponsored Events	130,000	121,915	8,085
Citizens Service	326,784	326,671	113
Inspector General	57,940	57,937	3
Finance:			
Administration	435,016	433,973	1,043
Accounting	1,392,938	1,391,371	1,567
Auditing	1,228,152	1,223,534	4,618
Revenue	1,701,825	1,693,670	8,155
Budgeting	330,320	330,313	7
Collection of Funds	1,473,673	1,387,974	85,699
Service Fee Business Office	361,790	343,674	18,116
Information Services:			
Administration	1,558,583	1,542,603	15,980
Computerized Systems	99,282	99,282	--
Purchasing	820,173	820,173	--
Human Resources:			
Civil Service Administration	1,119,383	1,080,578	38,805
Benefits and Safety	1,056,659	1,056,658	1
Risk Management	5,430,092	4,647,033	783,059
Quality and Employee Development	493,949	463,877	30,072
Public Works:			
Administration	2,668,569	2,616,846	51,723
Engineering	2,490,157	2,490,157	--
Warehouse	300,421	300,421	--
Public Building Maintenance	6,009,533	6,009,533	--
Municipal Associations	138,300	129,879	8,421
Total General Government	43,349,781	41,689,161	1,660,620

The accompanying notes are an integral part of this statement.

Continued

NOTE 12 - Interfund Transfers (Continued)

c. *Operating transfers between the Primary Government and Component Units were as follows:*

	Operating Transfers (To)/From Primary Government	Operating Transfers (To)/From Component Units
Primary Government:		
General Fund	$ --	$ (9,422,872)
Special Revenue Funds:		
Parish Transportation Fund	--	(1,194,939)
Component Units:		
District Attorney of the Nineteenth Judicial District	2,840,630	--
Nineteenth Judicial District Court	3,276,500	--
E.B.R. Parish Family Court	302,796	--
E.B.R. Parish Juvenile Court	514,473	--
Nineteenth Judicial District Indigent Defender Board	115,432	--
E.B.R. Parish Clerk of Court	1,024,081	--
St. George Fire Protection District	105,000	--
Brownsfield Fire Protection District	39,000	--
Central Fire Protection District	83,730	--
E.B.R. Parish Fire Protection District No. 6	43,000	--
Eastside Fire Protection District	59,660	--
Pride Fire Protection District	15,000	--
Chaneyville Fire Protection District	15,000	--
Alsen-St. Irma Lee Fire Protection District	34,682	--
Capital Transportation Corporation	2,148,827	--
Total	$10,617,811	$(10,617,811)

NOTE 13 - Risk Management

a. Types of Risk

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

For fire and extended coverage, the City-Parish is self-insured for buildings and contents owned by the City-Parish with a combined value of less than $100,000 and carries an insurance policy for all other locations with a combined $100,000 deductible. There were no settlements that exceeded insurance coverage for the past three years.

NOTE 12 - Interfund Transfers (Continued)

b. Operating Transfers In and Out for the Primary Government are listed by fund type for the year 1996:

	Operating Transfers In	Operating Transfers Out
General Fund	$ 2,972,997	$21,099,440
Special Revenue Funds:		
Baton Rouge Convention & Visitors Commission	16,907	--
City Court Judicial Fund	--	536,512
City Constable Court Costs Fund	--	67,615
Library Board of Control Fund	--	550,575
Animal Control Center Fund	495,910	--
Federal Forfeited Property Fund	82,966	--
East Baton Rouge Parish Communications District	294,178	--
Emergency Medical Services Fund	250,000	294,178
Parish Transportation Fund	--	900,000
Consolidated Garbage Service District No. 1	--	810,494
Grants Fund	1,198,441	14,952
Total Special Revenue Funds	2,338,402	3,174,326
Debt Service Funds:		
Excess Revenue and Limited Tax Fund	3,283,748	--
Capital Projects Funds:		
Miscellaneous Capital Improvements Fund	670,000	29,761
1995-1996 Capital Improvements Fund	10,016,640	--
Total Capital Projects Funds	10,686,640	29,761
Enterprise Funds:		
Riverside Centroplex Fund	798,250	--
Greater Baton Rouge Parking Authority	223,490	--
Comprehensive Sewerage System Fund	4,000,000	--
Total Enterprise Funds	5,021,740	--
Total	$24,303,527	$24,303,527

NOTE 11 - Receivables and Payables (Continued)

c. Receivable and payable balances between the Primary Government and Component Units (Continued)

	Due (To)/From Primary Government	Due (To)/From Component Units
Component Units:		
District Attorney of the Nineteenth Judicial District	$(54,865)	$ --
Nineteenth Judicial District Indigent Defender Board	92,633	--
Alsen-St. Irma Lee Fire Protection District	(3,205)	--
Capital Transportation Corporation	9,702	--
Total	$ 44,265	$(44,265)

d. Advances between the Primary Government and Component Units were as follows:

Primary Government:	
Advance To Component Units:	
General Fund	$2,192
Component Units:	
Advance From Primary Government:	
Capital Transportation Corporation	$2,192

NOTE 12 - Interfund Transfers

a. Residual Equity Transfers

1. A residual equity transfer of $177,985 was made from the General Fund to Excess Revenue and Limited Tax Fund for the early retirement of the 1981 Jail Project Contract.

2. A residual equity transfer of $445,000 was made from the Parish Transportation Fund to cover capital outlay expenditures for Capital Transportation Corporation.

NOTE 11 - Receivables and Payables (Continued)

a. Individual fund interfund receivable and payable balances for the Primary Government (Continued)

	Due From Other Funds	Due To Other Funds
Capital Projects Fund:		
New Municipal Waste Facility Capital Improvements Fund	$ --	$ 266,441
Miscellaneous Capital Improvements Fund	1,704,028	--
Total Capital Projects Fund	1,704,028	266,441
Enterprise Funds:		
Greater Baton Rouge Airport District	--	164,065
Greater Baton Rouge Parking Authority	--	2,996,089
Comprehensive Sewerage System Fund	5,976,045	--
Total Enterprise Funds	5,976,045	3,160,154
Trust and Agency Funds:		
Employees' Retirement System Pension Trust Fund	--	49,718
Total	$7,893,856	$7,893,856

b. Due From Other Governments by governmental agencies for the Primary Government consists of the following at year-end:

Fund	Federal	State	School Board	Sheriff	Other	Total
General	$ 8,725	$1,392,444	$145,524	$ 5,158,553	$ 926,990	$ 7,632,236
Special Revenue	5,116,549	5,501,083	--	10,810,717	658,802	22,087,151
Debt Service	--	--	--	705,307	--	705,307
Enterprise	3,582,695	1,027,355	--	468	100,000	4,710,518
Internal Service	--	1,026	--	--	2,266	3,292
Trust and Agency	--	--	--	23,955	9,348	33,303
Total	$8,707,969	$7,921,908	$145,524	$16,699,000	$1,697,406	$35,171,807

c. Receivable and payable balances at year-end between the Primary Government and Component Units were as follows:

	Due (To)/From Primary Government	Due (To)/From Component Units
Primary Government:		
General Fund	$ --	$ 54,865
Special Revenue Funds:		
Parish Transportation Fund	--	(9,702)
Enterprise Funds:		
Comprehensive Sewerage System Fund	--	3,205
Trust and Agency Funds:		
Indigent Defender Fund	--	(92,633)

NOTE 10 - Long-Term Debt (Continued)

b. Component Units (Continued)

	Balance Beginning of Year	Additions	Reductions	Balance End of Year
Brownsfield Fire Protection District				
Compensated Absences Payable	$ 1,560	$ --	$ 1,560	$ --
Central Fire Protection District				
Compensated Absences Payable	$ 14,436	$16,463	$ --	$ 30,899
Obligation Under Capital Leases	287,130	--	113,897	173,233
Total	$ 301,566	$16,463	$113,897	$ 204,132
E.B.R. Parish Fire Protection District No. 6				
Compensated Absences Payable	$ 39,052	$ 6,426	$ --	$ 45,478
Obligation Under Capital Leases	44,143	--	13,607	30,536
Total	$ 83,195	$ 6,426	$ 13,607	$ 76,014
Eastside Fire Protection District				
Notes Payable	$ 740,000	$ --	$ 62,500	$ 677,500
Compensated Absences Payable	1,139	458	--	1,597
Obligation Under Capital Leases	40,941	--	12,622	28,319
Total	$ 782,080	$ 458	$ 75,122	$ 707,416
Capital Transportation Corporation				
Advance From Primary Government	$ 17,500	$ --	$ 15,308	$ 2,192

NOTE 11 - Receivables and Payables

a. Individual fund interfund receivable and payable balances at year-end for the Primary Government were as follows:

	Due From Other Funds	Due To Other Funds
General Fund	$ 213,783	$ --
Special Revenue Funds:		
Library Board of Control Fund	--	1,704,028
Downtown Development District	--	228,018
Emergency Medical Services Fund	--	144,523
Consolidated Road Lighting District No. 1	--	193,830
Grants Fund	--	2,147,144
Total Special Revenue Funds	--	4,417,543

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

13. Arbitrage Liability (Continued)

Arbitrage rebate calculations made on December 31, 1996, for the Parish of East Baton Rouge show arbitrage rebate liabilities to the U.S. Department of Treasury as follows:

a. For the Public Improvement Sales Tax Bonds, Series ST-1993 and Series ST-1993A, a liability in the amount of $63,848 and $127,444, respectively, has been recorded as a "Due To Other Governments" in the Comprehensive Sewerage System Fund.

b. For the Public Improvement Sales Tax Bonds, Series 1993, a liability in the amount of $10,483 has been recorded in General Long-Term Debt.

14. Conduit Debt Obligations

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

As of December 31, 1996, there were 73 series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of $356,903,500.

b. Component Units

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

	Balance Beginning of Year	Additions	Reductions	Balance End of Year
Nineteenth Judicial District Court				
Compensated Absences Payable	$ 422,835	$25,424	$ --	$ 448,259
East Baton Rouge Parish Clerk of Court				
Compensated Absences Payable	$ 206,349	$16,320	$ --	$ 222,669
Obligation Under Capital Leases	9,596	--	5,277	4,319
Total	$ 215,945	$16,320	$ 5,277	$ 226,988
St. George Fire Protection District				
Bonds Payable	$1,110,655	$ --	$ 95,063	$1,015,592
Compensated Absences Payable	41,935	22,093	--	64,028
Obligation Under Capital Leases	189,836	--	41,819	148,017
Total	$1,342,426	$22,093	$136,882	$1,227,637

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

10. Current Year - Advance Refunding (Continued)

Reporting for Refunding of Debt Reported by Proprietary Activities. The refunding resulted in the recognition of a Deferred Amount on Refunding in the amount of $2,710,061 as outlined in the table below:

Reacquisition Price		$38,527,362
Carrying Amount of Old Bonds	36,300,000	
Less: Unamortized Issuance Costs	(482,699)	
Net Carrying Amount of Old Bonds		35,817,301
Deferred Amount on Refunding		$ 2,710,061

As of December 31, 1996, $170,528 of the Deferred Amount of Refunding was amortized resulting in a net Deferred Amount on Refunding of $2,539,533. This is reflected as a reduction of Bonds Payable on the Balance Sheet for the Comprehensive Sewerage System Fund.

11. Bonds of Other Governmental Units

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

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

12. Port Authority Bonds

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

13. Arbitrage Liability

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

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

10. Current Year - Advance Refunding (Continued)

Details of the Issuance are summarized as follows:

Sources and Uses of Bond Issue

	Refunding Escrow	Construction	Total
Sources:			
Principal proceeds	$38,484,939	$26,515,061	$65,000,000
Accrued interest on new debt to delivery	248,739	169,301	418,040
Old debt service reserve	4,124,275	--	4,124,275
Total Sources	$42,857,953	$26,684,362	$69,542,315
Uses:			
Net construction fund proceeds	$ --	$24,854,022	$24,854,022
Deposit to escrow agent	38,527,362	--	38,527,362
Issuance costs	148,442	98,544	246,986
Deposit of accrued interest to sinking fund	248,739	169,301	418,040
New debt service reserve	3,933,410	1,562,495	5,495,905
Total Uses	$42,857,953	$26,684,362	$69,542,315

Cash Flow Difference

Old debt service cash flows		$72,408,727
New debt service cash flows	69,625,061	
Less:		
Portion of old debt service reserve not required for refunding component	(190,865)	
Accrued interest in 08/01/96 payment	(248,739)	69,185,457
Cash Flow Difference		$ 3,223,270

Economic Gain

Present value of old debt service cash flows		$40,152,592
Present value of new debt service cash flows	38,592,566	
Less:		
Portion of old debt service reserve not required for refunding component	(190,865)	
Accrued interest in 08/01/96 payment	(248,739)	38,152,962
Economic Gain		$ 1,999,630

As a result of refunding the callable portion of the $45,000,000 Sales Tax Revenue Public Improvement Bonds (ST-1989) on March 1, 1996, the City-Parish implemented GASB Statement No. 23, *Accounting and Financial*

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

8. Proprietary Fund Sales Tax Revenue Bonds (Continued)

Improvement Bonds dated August 1, 1991. During 1993, the Parish of East Baton Rouge issued $30,200,000 Public Improvement Sales Tax Bonds, Series ST-1993, dated March 1, 1993, and $70,000,000 Public Improvement Sales Tax Bonds, Series ST-1993A, dated October 1, 1993. During 1995, the Parish of East Baton Rouge issued $36,000,000 Public Improvement Sales Tax Revenue Bonds, Series ST-1995, dated August 1, 1995. All bonds are complete parity bonds. The bonds were issued for the purpose of providing funding of the Parish's multi-year sewerage capital improvements program, providing a reserve, and paying the issuance cost thereof. The bonds are payable solely from the Parish's additional one-half of one percent sales and use tax, dedicated for sewerage purposes by the general electorate in April 1988, effective January 1, 1989.

On March 1, 1996, the Parish of East Baton Rouge issued $65,000,000 of Public Improvement (Sewer) Sales Tax Revenue bonds, Series ST-1996 for the purpose of: (1) providing sufficient funds to advance refund $36,300,000 in aggregate principal amount of the $45,000,000 Public Improvement Bonds, Series ST-1989, maturing on and after February 1, 2000 (the "callable series 1989 bonds"); (2) providing funding for the costs of sewerage capital improvements, and; (3) providing a reserve, and paying the costs of issuance thereof. The 1996 bonds were issued in complete parity with the above Parish sales tax revenue bond issues, payable solely from the Parish's additional one-half of one percent sales and use tax.

9. Sewer Revenue Bonds Partial Defeasance - Prior Year

On September 1, 1987, the East Baton Rouge Sewerage Commission (EBRSCO) issued Sewer Revenue Bonds in the amount of $70,000,000 to provide a portion of the funds necessary to finance the cost of upgrading, rehabilitating, enlarging, and improving the publicly owned sewerage system operated by East Baton Rouge Parish on behalf of EBRSCO.

During 1992 EBRSCO defeased the maturities from September 1, 1998, through September 1, 2012 by placing funds into an irrevocable escrow trust account with an escrow agent to provide for debt service payments on these maturities. Accordingly, the escrow trust account assets and the liability for the defeased bonds are not included in the accompanying financial statements. On December 31, 1996, $56,820,000 of sewer revenue bonds outstanding are considered defeased.

The noncallable portion of $6,400,000 began maturing September 1, 1994, and will mature each year thereafter through 1997 as reported in the Comprehensive Sewerage System Fund.

10. Current Year - Advance Refunding

As indicated in Note 10 (a) 8 above, the Parish refunded and defeased in substance the callable portion of the 1989 Public Improvement Sales Tax Revenue Bond (average rate - 6.933%; principal refunded - $36,300,000). A portion of the proceeds of the issue was provided by monies in the old debt service reserve that applied to the callable bonds. A portion of the proceeds of the new issue was used to purchase U.S. Government Securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the callable portion ($36,300,000) of the 1989 Public Improvements Sales Tax Revenue Bond, (Series ST-1989). As a result, that portion of the 1989 issue is considered to be defeased, and the liability for those bonds has been removed from the proprietary fund statements. The non-callable portion of the old issue ($3,365,000 as of December 31, 1996,) is reported as a liability of the Comprehensive Sewerage System Fund.

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

6. Parking Revenue Bonds (Continued)

to a debt service reserve and paying $665,000 interest on the bonds during construction of the project. The bonds do not constitute a pledge of full faith and credit of the City-Parish but are payable solely from the revenues derived from the facility or by subrentals under a sublease of the project. As security for payments, the City-Parish has pledged to dedicate gross receipts derived from the project, as well as its parking revenues from the existing 450 space Plaza Garage, 156 space surface Arena Lot, and designated on-street parking meter revenues, and any additional sums required are unconditionally obligated to be budgeted and paid from the General Fund.

The bonds are a combination serial and term bond issue with serial bonds maturing July 1, 1982, and each year thereafter through the year 1998, in principal amounts ranging from $150,000 to $410,000. The term bonds in the amount of $2,475,000 mature July 1, 2003.

7. Governmental Funds Sales Tax Revenue Bonds

The City of Baton Rouge issued $14,340,000 of Public Improvement Sales Tax Revenue Bonds, Series 1989, dated August 1, 1989, and the Parish of East Baton Rouge issued $6,625,000 of Public Improvement Sales Tax Revenue Bonds, Series 1989 dated August 1, 1989. The bonds of both entities were issued for the purpose of the advance refunding of the Parish 1983 Street Improvement Certificates and the City and the Parish 1988 Louisiana Public Facilities Authority/East Baton Rouge Parish Buildings Lease Revenue Bonds, acquiring and constructing additions and improvements to the government's public buildings, providing a reserve for the bonds, and paying the issuance costs thereof.

The City of Baton Rouge issued $5,000,000 Public Improvement Sales Tax Revenue Bonds (Municipal Waste Sanitary Landfill Closure Project) Series 1990 dated December 1, 1990. The bonds were issued for the purpose of financing the closure of the municipal waste sanitary landfill facility commonly referred to as Devil's Swamp Landfill, paying the cost of issuance and providing for a portion of the debt service reserve.

The City of Baton Rouge issued $21,400,000 Public Improvement Sales Tax Revenue Bonds, Series 1992, dated February 1, 1992. The bonds were issued specifically to provide funds to finance the acquisition and construction of the new municipal waste sanitary landfill facility and to provide funds to finance certain improvements to public buildings and facilities, including, but not limited to, the City Court facility.

The City of Baton Rouge issued $4,000,000 Public Improvement Sales Tax Revenue Bonds, Series 1993, dated October 1, 1993. The bonds were issued for the purpose of providing funds to finance certain improvements to public buildings and facilities of the City, providing a reserve fund for the bonds, and paying the issuance cost thereof.

All of the above governmental funds sales tax revenue bonds issued by the City of Baton Rouge and Parish of East Baton Rouge are complete parity bonds and are secured by the net revenues from the respective entity's two percent sales and use tax.

8. Proprietary Fund Sales Tax Revenue Bonds

The Parish of East Baton Rouge issued $45,000,000 of Sales Tax Revenue Public Improvement Bonds (ST-1989) dated February 1, 1989. The Parish of East Baton Rouge also issued $20,000,000 of Sales Tax Revenue Public

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

5. Legal Debt Margin (Continued)

Computation of Legal Debt Margin for General Obligation Bonds (Continued):

Governing Authority: Parish of East Baton Rouge

Purpose:	Drainage	Roads, Highways and Bridges
Assessed Valuation	$1,864,291,964	$1,864,291,964
Debt Limit: 10% of Assessed Value*	186,429,196	186,429,196
Debt Outstanding	(1,780,000)	(1,875,000)
Legal Debt Margin	$ 184,649,196	$ 184,554,196

*Debt may be incurred up to a limit of 10% of assessed valuation for any one purpose.

Governing Authority: Greater Baton Rouge Consolidated Sewerage District

Ad Valorem Taxes:	
Assessed Valuation	$1,864,291,964
Debt Limit: 15% of Assessed Valuation	279,643,795
Debt Outstanding	$ --

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

Excess Revenue Certificates and Contracts are secured by the general property tax levied for operation of the General Fund. They are payable through excess revenues through the General Fund budget. The debt obligations are issued on the authority of the Metropolitan Council and do not require a referendum from taxpayers.

6. Parking Revenue Bonds

On January 1, 1978, Parking Revenue Bonds were issued in the amount of $6,875,000 for the purpose of constructing a multi-level parking facility for approximately 1,400 vehicles, including the funding of $600,000

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

4. Future Year Obligations (Continued)

	Principal	Interest	Total Requirements
Revenue Bonds			
1978 Parking Garage	$ 385,000	$ 205,481	$ 590,481
1987 Sewer Revenue Bonds	1,785,000	146,370	1,931,370
1989 Public Improvement Sewer Sales Tax	1,035,000	226,410	1,261,410
1989 City Sales Tax	635,000	780,737	1,415,737
1989 Parish Sales Tax	295,000	360,542	655,542
1990 City Sales Tax	115,000	309,182	424,182
1991 Public Improvement Sewer Sales Tax	485,000	1,251,790	1,736,790
1992 City Sales Tax	490,000	1,262,854	1,752,854
1992A City Sales Tax	4,540,000	4,752,225	9,292,225
1993 City Sales Tax	80,000	204,120	284,120
1993 Public Improvement Sewer Sales Tax	580,000	1,613,877	2,193,877
1993A Public Improvement Sewer Sales Tax	1,590,000	3,621,676	5,211,676
1995 Public Improvement Sewer Sales Tax	260,000	2,179,988	2,439,988
1996 Public Improvement Sewer Sales Tax	130,000	3,855,577	3,985,577
Total Revenue Bonds	12,405,000	20,770,829	33,175,829
Total All Bonds and Contracts	$14,769,966	$20,872,873	$35,642,839

5. Legal Debt Margin

Computation of Legal Debt Margin for General Obligation Bonds is as follows:

Governing Authority:	City of Baton Rouge
Ad Valorem Taxes:	
Assessed Valuation	$932,171,540
Debt Limit: 10% of Assessed Valuation (for any one purpose)	93,217,154
Debt Limit: 15% of Assessed Valuation (aggregate, all purposes)	139,825,731
Debt Limit: 35% of Assessed Valuation (sewerage purposes)	326,260,039
Debt Outstanding	$ --

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

3. Debt Service Requirements to Maturity

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

Year	General Obligation Bonds	Excess Revenue Contracts	Revenue Bonds	Total
1997	$2,449,359	$ 17,651	$ 33,175,829	$ 35,642,839
1998	1,331,850	17,509	29,147,601	30,496,960
1999	--	17,449	29,053,445	29,070,894
2000	--	17,262	28,937,993	28,955,255
2001	--	16,950	28,856,724	28,873,674
2002-2006	--	16,881	142,551,287	142,568,168
2007-2011	--	--	135,863,865	135,863,865
2012-2016	--	--	103,681,121	103,681,121
2017-2021	--	--	55,279,080	55,279,080
Total	$3,781,209	$103,702	$586,546,945	$590,431,856

4. Future Year Obligations

Principal and interest requirements of various bond issues for the year 1997 are as follows:

	Principal	Interest	Total Requirements
General Obligation Bonds			
1965 Capital Improvements Program	$ 2,355,000	$ 94,359	$ 2,449,359
Excess Revenue Contracts			
1982 Jail Project Contract	9,966	7,685	17,651

NOTE 10 - Long-Term Debt (Continued)

a. Primary Government (Continued)

2. Interest Requirements to Maturity

The following is a summary of bonded debt at December 31, 1996, and interest requirements to maturity:

	Debt Payable 12/31/96	Interest Requirements to Maturity	Total
General Obligation Bonds			
1965 Capital Improvements Program:			
Drainage (4.18%)	$ 1,780,000	$ 51,027	$ 1,831,027
Roads and Bridges (4.18%)	1,875,000	75,182	1,950,182
Total General Obligation Bonds	3,655,000	126,209	3,781,209
Excess Revenue Contracts			
1982 Jail Project Contract (10.64%)	76,801	26,901	103,702
Total General Obligation Bonds and Excess Revenue Contracts	3,731,801	153,110	3,884,911
Revenue Bonds			
1978 Parking Garage (6.29%)	3,270,000	881,287	4,151,287
1987 Sewer Revenue Bonds (9.082%)	1,785,000	146,370	1,931,370
1989 Public Improvement Sewer Sales Tax (7.495%)	3,365,000	394,475	3,759,475
1989 City Sales Tax (6.933%)	11,260,000	5,725,635	16,985,635
1989 Parish Sales Tax (6.933%)	5,200,000	2,642,233	7,842,233
1990 City Sales Tax (6.924%)	4,495,000	3,691,393	8,186,393
1991 Public Improvement Sewer Sales Tax (6.67%)	18,600,000	14,474,283	33,074,283
1992 City Sales Tax (6.43%)	19,495,000	15,561,302	35,056,302
1992A City Sales Tax (6.41%)	71,800,000	42,326,175	114,126,175
1993 City Sales Tax (5.13%)	3,790,000	2,626,260	6,416,260
1993 Public Improvement Sewer Sales Tax (5.49%)	28,715,000	20,492,628	49,207,628
1993A Public Improvement Sewer Sales Tax (5.13%)	67,180,000	43,882,917	111,062,917
1995 Public Improvement Sewer Sales Tax (5.97%)	35,755,000	36,554,391	72,309,391
1996 Public Improvement Sewer Sales Tax (5.66%)	65,000,000	57,437,596	122,437,596
Total Revenue Bonds	339,710,000	246,836,945	586,546,945
Total All Bonds and Contracts	$343,441,801	$246,990,055	$590,431,856

NOTE 10 - Long-Term Debt

a. Primary Government

1. Summary of Changes in Long-Term Debt

Long-term liabilities that will be financed from governmental funds are accounted for in the General Long-Term Debt Account Group. The General Long-Term Debt Account Group shows only the measurement of financial position and is not involved with measurement of results of operations. Long-term liabilities of proprietary funds are accounted for in their respective fund.

	Balance 1/1/96	Additions	Reductions	Balance 12/31/96
General Long-Term Debt Account Group				
General Obligation Bonds	$ 6,550,000	$ --	$ 2,895,000	$ 3,655,000
Excess Revenue Contracts	1,283,564	--	1,206,763	76,801
Revenue Bonds	121,700,000	--	5,660,000	116,040,000
Compensated Absences Payable	7,423,245	591,105	--	8,014,350
Obligation Under Capital Leases (Note 14)	6,719,028	255,462	1,757,983	5,216,507
Claims and Judgments Payable (Note 13)	23,203,174	18,564,689	7,860,468	33,907,395
Employee Benefits Payable (Note 13)	957,642	4,204,483	4,376,926	785,199
Arbitrage Payable for Governmental Fund Types	--	10,483	--	10,483
Total General Long-Term Debt Account Group	167,836,653	23,626,222	23,757,140	167,705,735
Enterprise Funds (Excluding Current Portion)				
Obligations Payable	66,445,462	--	4,109,341	62,336,121
Revenue Bonds Payable	194,970,000	65,000,000	42,550,000	217,420,000
Deferred Amount on Refunding	--	(2,539,533)	--	(2,539,533)
Landfill Closure and Postclosure Care Liability (Note 20)	286,012	161,395	--	447,407
Long-Term Obligation Under Capital Leases	--	37,121	17,274	19,847
Total Enterprise Funds	261,701,474	62,658,983	46,676,615	277,683,842
Internal Service Funds (Excluding Current Portion)				
Long-Term Obligation Under Capital Leases	3,309,376	2,740,607	3,699,225	2,350,758
Total Long-Term Debt	$432,847,503	$89,025,812	$74,132,980	$447,740,335

NOTE 8 - Deferred Compensation (Continued)

c. Louisiana Public Employees Deferred Compensation Plan (Continued)

Participation in the plan is optional. The deferred compensation is not available to employees until termination, *death, or unforeseeable emergency similar to the Plan of the primary government.*

It is the opinion of the State's Attorney General that the participating employers have no liability for losses under the plan but do have the duty of due care that would be required of an ordinary investor. Investments are managed by the plan's trustee. Choice of investment option is made by the participants.

NOTE 9 - Postemployment Benefits

City-Parish employees are eligible to continue participation in the government's health, dental and life insurance programs upon retirement.

a. Health and Dental Benefits:

All classified and unclassified employees of the City-Parish may at their option participate in the employees' group health and dental insurance program. Employees are offered their choice of two health maintenance organizations or an indemnity plan for health benefits. Employees may also participate in the indemnity plan for dental benefits. Upon retirement the employee may continue his coverage with the same benefits payable to active employees. The minimum premium plan is funded with employees and retirees contributing 38% of the premium and the City-Parish contributing 62% of the premium. Retirees may continue coverage in accordance with Parish Resolution 10179 adopted by the Parish Council on December 13, 1972. The City-Parish's portion of the postretirement benefit for health and dental coverage is funded on a pay-as-you-go basis from the General Fund-Risk Management budget.

During 1996 the government recognized estimated expenditures for postretirement health and dental benefits as follows:

	Average Number of Estimated Participants	Amount
Health	1,251	$2,959,328
Dental	909	191,027

b. Life Insurance Benefits:

In accordance with City Resolution 5942 and Parish Resolution 12478 adopted by the respective councils on April 14, 1976, all City-Parish employees who retired after May 1, 1976, have $3,000 of term life insurance coverage. As of December 31, 1996, approximately 900 retirees had the $3,000 coverage with Prudential Life Insurance Company.

The cost of this insurance is paid by the City-Parish through an actuarially determined monthly assessment of 70 cents per active employee. The premium is paid into an Insurance Continuance Fund Account. The fund has a balance of $374,837 as of January 1, 1997.

NOTE 8 - Deferred Compensation (Continued)

a. Primary Government (Continued)

plan are equal to those of the general creditors of the government in an amount equal to the fair market value of the deferred account for each participant.

It is the opinion of management that the City-Parish has no liability for losses under the plan and that the deferred amounts will ultimately be paid to the employees. Management also believes that the assets will not be used to satisfy the claims of general creditors.

Assets totaling $20,729,269 are held by Public Employees Benefit Services Corporation, a deferred compensation center, and assets totaling $286,112 are held by Aetna Life Insurance and Annuity Company under agreement with City-Parish.

b. Component Unit - Capital Region Planning Commission

The Commission offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all full-time employees meeting specific length-of-service criteria, permits them to defer a portion of their salary, for federal income tax purposes, until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

The Commission funds the plan by making contributions to a plan administrator, on a monthly basis, at rates ranging from 6.25% to 12.5% of the employees compensation. The contribution rate for employees is based on their employment longevity.

The plan administrator offers a variety of investment alternatives directly to the participant. Commission employees have all selected a fund which consists of investments in insurance companies (a) rated Aa or above as to claims paying ability by Moody's rating service, (b) similarly rated by other major rating services, or (c) approved by the plan administrator's internal credit analysis function where no rating service is available.

No more than 35% of the portfolio is invested with any single insurance company. The rates of return since the fund's inception in 1984 range from 6.80% to 11.75% per annum.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the Commission (without being restricted to the provisions of benefits under the plan), subject only to the claims of the Commission's general creditors. Participants' rights under the plan are equal to those of general creditors of the Commission in an amount equal to the fair market value of the deferred account for each participant. Commission management believes that it is unlikely that it will use the assets to satisfy claims of general creditors in the future.

c. Louisiana Public Employees Deferred Compensation Plan

Many Louisiana local governments, including the Nineteenth Judicial District Court and the East Baton Rouge Parish Clerk of Court, participate in the State of Louisiana Public Employees' Deferred Compensation Plan, which is a cost-sharing multiple-employer public employee deferred compensation plan created in accordance with Internal Revenue Code Section 457, and Louisiana Revised Statutes 42:1301 through 42:1308. The plan, available to all Clerk and CTC employees, permits them to defer a portion of their salary until future periods.

NOTE 7 - Employees' Retirement Systems (Continued)

b. Component Units (Continued)

5. East Baton Rouge Parish Assessor's Pension Plan (Continued)

Although contributions are determined by state statute rather than actuarial calculations, actuarially required contributions are determined for the System. The fiscal year of the System is from October 1 through September 30. For the year ended September 30, 1995, the System's total actuarially required contribution from all sources (dedicated taxes and employees) was $4,142,133. The total payroll of all covered employees of the System for the year ended September 30, 1995, was $18,040,940. The total actuarially required contribution for the year ended September 30, 1995, was 23% of the total payroll of all covered members. Dedicated taxes received by the System for the year ended September 30, 1995, provided $2,948,598 (16% of total covered payroll), indicating an actuarially required contribution by employees and employers of $1,193,535, or 7% of total payroll. For the East Baton Rouge Parish Assessor, the statutorily required contribution for the year ended December 31, 1995 was $174,093, (7% due from covered employees and 5% due from the employer).

The System does not make separate measurements of assets and pension benefit obligations for individual employers. The pension benefit obligation at September 30, 1995, for the System as a whole, determined through an actuarial valuation performed as of that date, was $97,653,424. The System's net assets available for benefits on that date were $62,833,256, leaving an unfunded pension benefit obligation of $34,820,168.

6. East Baton Rouge Parish Clerk of Court Pension Plan

Substantially all employees participate in the Louisiana Clerk of Courts Retirement and Relief Fund ("Fund"), a multiple-employer (cost-sharing), public employee retirement system (PERS), controlled and administered by a separate Board of Trustees. Plan members are required by state statute to contribute 8.25% of their annual covered salary and the E.B.R. Clerk of Court is required to contribute at an actuarially determined rate. The current rate is 11.5% of covered payroll. Contribution requirements of both members and employers are established and amended by state statute. The E.B.R. Clerk of Court's contributions to the system for the years ending June 30, 1996, 1995, and 1994, were $399,390, $359,827, and $287,202, respectively. These contributions were equivalent to the required contributions for each fiscal year.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana Clerks of Court Retirement and Relief Fund, 11745 Bricksome Avenues, Suite B1, Baton Rouge, LA. 70816.

NOTE 8 - Deferred Compensation

a. Primary Government

The City-Parish offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City-Parish employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The amount deferred by the employee is not available until termination, retirement, death or unforeseeable emergency. All amounts deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the government subject only to the claims of the government's general creditors. Participants' rights under the

NOTE 7 - Employees' Retirement Systems (Continued)

b. Component Units (Continued)

3. Nineteenth Judicial District Court Pension Plans (Continued)

Louisiana Clerk of Court Retirement and Relief Fund (Continued)

Contributions to the System include one-fourth of one percent (one-half of one percent for Orleans Parish) of the taxes shown to be collectible by the tax rolls of each parish. State statute requires covered employees to contribute 8.25% of their salaries to the System. As provided by Louisiana Revised Statute 11:103, the employers' 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 statutory and actual contribution for the year ended June 30, 1996, was $110,795.

4. Nineteenth Judicial District Indigent Defender Board Pension Plan

The Board contracted with A.G. Edwards in 1992 for a pension plan that paid 8% of the employees salary into a fully vested fund for each employee. This is a defined contribution plan and each employee will receive the amount in his individual fund at retirement. The Board pays all of the 8% contribution. There is no unfunded portion at December 31, 1996. Contributions in 1996 were $100,677.

5. East Baton Rouge Parish Assessor's Pension Plan

Substantially all employees of the East Baton Rouge Parish Assessor are members of the Louisiana Assessors Retirement Fund ("System"), a cost-sharing multiple-employer, public employee retirement system (PERS), controlled and administered by a separate board of trustees. The total payroll for employees of the East Baton Rouge Parish Assessor covered by the System for the year ended December 31, 1995, was $1,377,827; the East Baton Rouge Parish Assessor's total payroll was $1,438,989.

All full-time employees who are under the age of 55 at the time of original employment and who are not drawing earned retirement benefits from any other public retirement system in Louisiana are required to participate in the System. Employees who retire at or after age 55 with at least 12 years of credited service, or who retire at or after age 50 with at least 30 years of credited service, are entitled to a retirement benefit, payable monthly for life, equal to 3% of their final average salary for each year of credited service, not to exceed 100% of their final average salary. 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 12 years of service, and who do not withdraw their employee contributions, may retire at or after age 55 and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

Contributions include one-fourth of 1.0% of the taxes shown to be collectible by the tax rolls of each parish. State statute requires covered employees to contribute 7.0% of their salaries to the System. Also, all assessors are required to contribute 5% of the salaries paid to all personnel.

NOTE 7 - Employees' Retirement Systems (Continued)

b. Component Units (Continued)

3. Nineteenth Judicial District Court Pension Plans (Continued)

Louisiana State Employees' Retirement System (Continued)

Covered employees are required by state statute to contribute 7.5% of gross salary to which the commissioners' offices adds an 11.9% employer contribution. The commissioners' offices' statutory and actual contribution for the year ended June 30, 1995, was $39,393, of which $15,151 was contributed by employees and $24,242 was contributed by the commissioners' offices. The actuarially required contribution for that year, using the contribution rate determined under the System's actuarial funding method (projected unit credit) which is the same method used to determine the pension benefit obligation, and based on covered payroll, was $39,393 of which (assuming the same statutory contribution ratio) $15,151 is associated with employees and $24,242 with the commissioners' offices; these actuarially determined contributions represent 7.5% for employees and 12% of the commissioners' offices covered payroll. The commissioners' offices actuarially determined contribution represents less than 1.0% of the total contribution required of all system-wide participating employees and employers.

The pension benefit obligation is a standardized measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rated benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among PERS and employers. The System does not make separate measurements of assets and pension benefit obligations for individual departments or agencies. The pension benefit obligation at June 30, 1995, for the System as a whole determined through an actuarial valuation performed as of that date, was $5,696,909,256. The System's net assets available for benefits on that date (valuation method used for balance sheet purposes) were $3,665,863,068, leaving an unfunded pension benefit obligation of $2,031,046,188.

Historical trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the System's June 30, 1995 comprehensive annual financial report.

Louisiana Clerk of Court Retirement and Relief Fund

Other court employees, whose salaries are expenditures of the Judicial Expense Fund are members of the Louisiana Clerk of Court Retirement and Relief Fund. See section b(6) of this note for disclosure on this multiple-employer cost-sharing PERS.

All regular District Court employees earning at least $100 per month who are under the age of 60 at the time of original employment are required to participate in the System. Employees who retire at or after age 55 with at least 12 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 3% of their final average salary for each year of credited service, not to exceed 100% of the final average salary. Final average salary is the employees' average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and do not withdraw their employee contributions may retire at or after age 55 and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

NOTE 7 - Employees' Retirement Systems (Continued)

b. Component Units (Continued)

2. District Attorney of the Nineteenth Judicial District Defined Benefit Pension Plans (Continued)

The following information regarding the Louisiana District Attorney's Retirement System's pension benefit obligation is based on the June 30, 1994, actuarial valuation:

Actuarial Valuation (In Millions)	
Pension benefit obligation	$59.3
Net Assets available	60.1
Funded (unfunded) benefit obligation	$ 0.8

Detailed disclosure is contained in the separately issued actuarial report of the Louisiana District Attorney's Pension Plan for the year ended June 30, 1994.

Certain other employees, whose salaries are paid by the Office of the District Attorney, are members of the City of Baton Rouge, Parish of East Baton Rouge Employees' Retirement System. Covered salaries for the year ended December 31, 1995, were $1,516,785. The contribution requirements for the year ended December 31, 1995, were $318,525. This amount consists of $121,343 from the employees and $197,182 from the employer (paid by the City-Parish). The District Attorney's total payroll was $2,491,175. The System does not make separate measurements of assets and pension benefit obligation for individual employers. Additional information on this system is included in Note 7(a)(1) above.

3. Nineteenth Judicial District Court Pension Plans

Louisiana State Employees' Retirement System

The employees of the commissioners' offices, whose salaries are paid from appropriations from the State of Louisiana, are members of the Louisiana State Employees' Retirement System ("System"), a single-employer, public employee retirement system (PERS). The System is a statewide public retirement system for the benefit of state employees which is administered and controlled by a separate board of trustees. Contributions of participating state agencies are pooled in the System to fund accrued benefits with contribution rates approved by the Louisiana Legislature. The payroll for employees of all participating agencies in the System totaled $1,547,977,464 for the year ended June 30, 1995. For the year ended June 30, 1996, the total payroll for the commissioners' offices was $202,014, and its payroll covered by the System was $202,014.

An estimate of the total payroll for all employees covered by the System for the year ended June 30, 1996, was computed for the purpose of determining 1996 contribution rates by projecting forward the 1995 payroll costs of covered employees. The pension benefit obligation is presented as of June 30, 1995.

All full-time employees of the commissioners' offices are eligible to participate in the System. Benefits vest with ten years of service. At retirement age, employees are entitled to annual benefits equal to $300 plus 2.5% of their highest consecutive 36 months average salary multiplied by their years of credited service. Participants who became members on or after July 1, 1986, are not eligible for the $300 addition to the annual retirement benefit formula. Vested employees may retire at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. The System also provides death and disability benefits. Benefits are established by state statute.

NOTE 7 - Employees' Retirement Systems (Continued)

b. Component Units (Continued)

1. Capital Transportation Corporation Pension Plan (Continued)

The pension benefit obligation was computed as part of an actuarial valuation performed as of January 31, 1996. Significant actuarial assumptions used in the valuation include: (a) rate of return on the investment of present and future assets of 6% per year compounded annually, (b) voluntary termination will be in accordance with the T-4 table in the actuary's handbook, (c) mortality rates are based on the 1971 Group Annuity Table, (d) disability rates are projected based on the Eleventh Actuarial Valuation of Railroad Retirement System, (e) 80% of participants are assumed to be married, and (f) salary increases are estimated at 4% per year.

The following information regarding the Plan's pension benefit obligation is based on the February 1, 1996, actuarial valuation:

Vested Benefits:	
Participants Currently Receiving Payments	$ 272,080
Other Participants	1,391,063
Nonvested Benefits	75,893
Total Actuarial Present Value of Accumulated Benefits	1,739,036
Net Assets Available for Benefits at Market Value	1,810,942
Overfunded Pension Benefit Obligation	$ 71,906

The contribution rate for normal cost is determined using the "Frozen Entry Age Actuarial Cost Method" with proration based on service. The Plan uses the level payoff method to amortize the unfunded liability over a 30-year period. Unfunded frozen actuarial liability as of February 1, 1996 was $29,378.

The significant actuarial assumptions used to compute the actuarially determined contribution requirement are the same as those used to compute the pension benefit obligation.

Detailed disclosure is contained in the separately issued financial statements of Capital Transportation Corporation for the year ended December 31, 1996.

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

The district attorney and assistant attorneys, whose salaries are paid by the State of Louisiana, and the Office of the District Attorney, are members of the Louisiana District Attorney's Retirement System. This retirement system is a multiple employer cost sharing, statewide retirement system administered and controlled by a separate board of trustees.

Covered employees are required to contribute 7.0% of their salary for the plan. Prior to July 1, 1994, the employer made no required contribution; after this date, the required contribution is 2.5%. Covered salaries for the year ended December 31, 1995, totaled $855,036. The total contribution requirement for the year ended December 31, 1995, was $81,228, which consisted of $59,853 from the employees and $21,375 from the employer.

NOTE 7 - Employees' Retirement Systems (Continued)

a. Primary Government (Continued)

4. Funding Policy (Continued)

Selected trend information for the Retirement System (Continued):

Fiscal Year	(1) Book Value Net Assets Available For Benefits	(2) Pension Benefit Obligation	(3) Percentage Funded (1)/(2)	(4) Unfunded Pension Benefit Obligation (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded Pension Benefit Obligation as a Percentage of Covered Payroll (4)/(5)
1992	$428,533,556	$460,557,664	93.0%	$ 32,024,108	$ 91,616,105	34.9%
1993	468,645,060	519,486,531	90.2	50,841,471	94,471,936	53.8
1994	469,476,408	618,710,265	75.9	149,233,857	100,596,231	148.3
1995	484,178,098	668,776,010	72.4	184,597,912	104,601,384	176.5
1996	517,028,110	731,151,766	70.7	214,123,656	109,658,886	195.3

b. Component Units

The following discretely presented component units have not adopted the reporting provisions of GASB Statement No. 25. The information presented for these entities is based on the reporting requirements of GASB Statement No. 5.

1. Capital Transportation Corporation Pension Plan

Employees of Capital Transportation Corporation are members of Capital Transportation Corporation Pension Trust Fund ("Plan"), a defined-benefit single employer pension plan. The Plan is administered by a local bank under the direction of the Board of Directors of the Corporation. All full-time employees are eligible to participate in the plan upon entering covered employment. Benefits vest after ten years of service. A participant is entitled to a monthly normal retirement benefit beginning on his normal retirement date in an amount equal to the sum of $17.00 multiplied by the number of years of service prior to February 1, 1973 (up to 10 years); plus $12.50 multiplied by the number of years of service from February 1, 1973 to February 1, 1990; plus 1% of average compensation for each year of service after February 1, 1990. Average compensation is determined as the average of the 5 consecutive plan years of compensation that produces the highest average.

On January 10, 1995, the Board of Directors approved the addition of a Deferred Retirement Option Plan (DROP). Any member who has been eligible for retirement for at least one year can participate in the DROP program. A member can participate only once and only up to three years.

The Corporation and the employees are required to contribute 3% of the employees' salary. For the plan year beginning February 1, 1995, CTC's pension plan was granted "qualified" status by the IRS. As a result of receiving this qualified status employee contributions are no longer subject to income taxes.

NOTE 7 - Employees' Retirement Systems (Continued)

a. Primary Government (Continued)

4. Funding Policy (Continued)

The pension benefit obligation is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and any step-rate benefits, estimated to be payable in the future as a result of employee service to date as defined by GASB Statement No. 5. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the system's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among public employee retirement systems and employers. The Retirement System does not make separate measurements of assets and pension benefit obligations for individual employers. Significant actuarial assumptions used include: (a) a rate of return on the investment of present and future assets of 8.0% per year in 1996 and 1995, compounded annually, (b) projected salary increases of 4.0% per year compounded annually for 1996 and 1995, attributable to inflation, (c) additional projected salary increases based on years of service and age attributable to seniority and merit, and (d) no post-retirement benefit increases. The pension benefit obligation of the Retirement System is based on the standardized measurement established by GASB Statement No. 5 and is independent of the actuarial computation made to determine contributions to the system.

The following information regarding the system's pension benefit obligation is based on the December 31, 1996, actuarial valuation:

Retirees and beneficiaries currently receiving benefits and terminated employees not yet receiving benefits	$240,264,384
Current employees:	
Accumulated employee contributions	78,794,642
Employer-financed vested	300,675,378
Employer-financed nonvested	111,417,362
Total pension benefit obligation	731,151,766
Net assets available for benefits	517,028,110
Unfunded pension benefit obligation	$214,123,656

Selected trend information for the Retirement System in accordance with GASB Statement No. 5 is presented as follows and in exhibit K-5:

Fiscal Year	(1) Book Value Net Assets Available For Benefits	(2) Pension Benefit Obligation	(3) Percentage Funded (1)/(2)	(4) Unfunded Pension Benefit Obligation (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded Pension Benefit Obligation as a Percentage of Covered Payroll (4)/(5)
1987	$288,414,532	$295,389,465	97.6%	$ 6,974,933	$64,562,395	10.8%
1988	320,542,656	344,144,239	93.1	23,601,583	73,632,482	32.1
1989	344,050,125	364,991,593	94.3	20,941,468	71,034,493	29.5
1990	368,318,040	388,802,769	95.0	20,484,729	78,840,611	26.0
1991	395,988,834	418,844,746	94.5	22,855,912	85,681,521	26.7

NOTE 7 - Employees' Retirement Systems (Continued)

a. Primary Government (Continued)

2. Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Retirement System are prepared using the accrual basis of accounting. Contributions from participating plan employers and their employees are recognized in the period in which employees provide services to the entity. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

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

3. Concentrations of Investments

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

4. Funding Policy

The Plan of Government requires that the Retirement System be funded on an actuarially sound basis. Under the current plan, both employee and employer contributions are made to properly fund the system. Employees make a mandatory contribution of 8% of gross earnings while the employer contribution for 1996 was 14% of active payroll. The 1997 employer contribution will be 15% of active payroll from January 1 through March 31 and 15.08% of active payroll from April 1 through December 31.

The 1997 actuarial valuation for the year 1996 was prepared in accordance with Entry Age Normal Actuarial Cost Method with Unfunded Actuarial Accrued Liability. This method compares the theoretical reserve for service prior to the valuation date to plan assets. With this method, the actuarial present value of the projected benefits of each individual included in an actuarial valuation is allocated on a level basis over both the earnings and service of the individual between entry age (date of membership in the system) and assumed exit age.

As of December 31, 1996, Normal Cost (that portion of an actuarial valuation allocated to a valuation year) was $7,774,413 while the amortization of the actuarial accrued unfunded liability was $15,646,445 for a total system actuarially determined employer contribution of $23,420,858. Under the entry age actuarial method, actuarial gains (losses), as they occur, reduce (increase) the unfunded actuarial accrued liability.

For the 1996 fiscal year, the City-Parish employer contribution was $14,615,549 or 14% of active payroll. Actual contributions by employees (City-Parish only) for 1996 was $8,178,802.

NOTE 7 - Employees' Retirement Systems (Continued)

a. Primary Government (Continued)

1. Plan Description and Provisions (Continued)

Current membership in the Employees' Retirement System is comprised of the following:

Retirees and beneficiaries currently receiving benefits	1,657
Vested terminated employees	26
Deferred retirees	269
Active Employees:	
Fully vested	1,426
Nonvested	2,536
Total	5,914

Deferred retirees (participants in the Deferred Retirement Option Program (DROP)) included in the above figures are employees who are eligible for retirement, but have chosen to continue employment for a maximum of five years. Pension annuities are fixed for these employees, and contributions are no longer made to the system on their earnings. Benefits for these employees are placed in a deferred reserve account until the deferred retirement option period lapses or until the employee discontinues employment. Of the above total covered active employees, 189 are employees of the East Baton Rouge Recreation and Park Commission.

As of December 31, 1996, the City-Parish had a total of 4,383 employees who earned a total annual salary of $108,838,927. The total covered payroll of the active members (including BREC) was $109,658,886. The balance in the deferred reserve account as of December 31, 1996, was $63,306,174 of which $7,710,741 applies to deferred retirees (269 DROP participants) who are still employed by the City-Parish. The actuarial report also indicated that as of December 31,1996, the respective employers in the system had 1,683 retirees and beneficiaries who received a total annual benefit of $25,237,336.

An employee's benefit rights vest after the employee has been a member of the Retirement System for 12 years. Ordinance 10779, adopted by the Metropolitan Council on December 11, 1996, will reduce the vesting period to 10 years as of April 1, 1997. Benefit payments are classified into two distinct categories: full retirement benefits and minimum eligibility benefits. The service requirements and benefits granted for each category are:

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

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

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

NOTE 7 - Employees' Retirement Systems (Continued)

a. Primary Government (Continued)

1. Plan Description and Provisions (Continued)

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

The Retirement System was created by The Plan of Government and is governed by a seven member Board of Trustees. The board is responsible for administering the assets of the system and for making policy decisions regarding investments. The trustees are members of the Retirement System and are selected in the following manner: 1.) two from non-police and fire department employees; 2.) one trustee each from the police and fire departments; 3.) two people with business and accounting experience, appointed by the Metropolitan Council; 4.) and the Director of Finance serves by virtue of his/her position. All administrative expenses of the Retirement System are paid from funds of the system.

The Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. The financial report may be obtained by writing to:

Horace Elkins
Retirement Administrator
Employees' Retirement System
City of Baton Rouge, Parish of East Baton Rouge
P.O. Box 1471
Baton Rouge, La 70821-1471

The Retirement System reports its financial activities under the provisions of GASB Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*. All required disclosures are included in their separately issued report. The primary government (City-Parish), as stated previously, reports the Retirement System as a Pension Trust Fund and has adopted the reporting requirements of GASB Statement No. 25 for an employer. The primary government has not adopted GASB Statement No. 27, *Accounting for Pensions by State and Local Government Employers*, thus the funding policy and trend information for the Retirement System are disclosed under the provisions of GASB Statement No. 5, *Disclosure of Defined Benefit Pension Information for Public Employee Retirement Systems and State and Local Government Employers*.

Any person who becomes a regular full-time employee of one of the member employers becomes a member of the Retirement System as a condition of employment. Contractual employees may or may not become members, depending upon the provisions of their respective contracts.

NOTE 6 - Changes in Fixed Assets (Continued)

e. A summary of changes in general fixed assets for governmental fund component units (Continued):

	Balance Beginning of Year	Additions	Adjustments and Deletions	Balance End of Year
Alsen-St. Irma Lee Fire Protection District				
District				
Land	$ 9,000	$ --	$ --	$ 9,000
Buildings	256,496	--	--	256,496
Equipment	83,140	--	4,911	78,229
Total Alsen-St. Irma Lee Fire Protection District	$ 348,636	$ --	$ 4,911	$ 343,725

f. A summary of property, plant, and equipment for Capital Transportation Corporation, a proprietary fund type component unit at December 31, 1996 is as follows:

Land	$ 378,307
Buildings	2,112,136
Equipment	5,487,152
Construction Work in Progress	4,625,821
Total	12,603,416
Less Accumulated Depreciation	(5,160,132)
Net Fixed Assets	$ 7,443,284

NOTE 7 - Employees' Retirement Systems

a. Primary Government

1. Plan Description and Provisions

The Employees' Retirement System of the City of Baton Rouge, Parish of East Baton Rouge administers an agent multiple-employer defined benefit pension plan. The participating local government employers include:

City of Baton Rouge, Parish of East Baton Rouge
District Attorney of the Nineteenth Judicial District
Nineteenth Judicial District Court
E.B.R. Parish Family Court
E.B.R. Parish Juvenile Court
St. George Fire Protection District
Brownsfield Fire Protection District
Central Fire Protection District
E.B.R. Parish Fire Protection District No. 6
East Baton Rouge Recreation and Park Commission (BREC)

NOTE 6 - Changes in Fixed Assets (Continued)

e. A summary of changes in general fixed assets for governmental fund component units (Continued):

	Balance Beginning of Year	Additions	Adjustments and Deletions	Balance End of Year
Brownsfield Fire Protection District				
Land	$ 18,592	$ --	$ --	$ 18,592
Buildings	59,323	--	--	59,323
Equipment	272,466	27,411	12,666	287,211
Total Brownsfield Fire Protection District	$ 350,381	$ 27,411	$ 12,666	$ 365,126
Central Fire Protection District				
Land	$ 50,018	$115,000	$ --	$ 165,018
Buildings	509,750	190,066	--	699,816
Equipment	428,305	320,148	27,007	721,446
Equipment Under Capital Leases	506,175	--	25,328	480,847
Total Central Fire Protection District	$1,494,248	$625,214	$ 52,335	$2,067,127
E.B.R. Parish Fire Protection District No. 6				
Land	$ 33,000	$ --	$ --	$ 33,000
Buildings	250,579	--	--	250,579
Equipment	426,340	30,815	--	457,155
Equipment Under Capital Leases	109,281	--	--	109,281
Total E.B.R. Parish Fire Protection District No. 6	$ 819,200	$ 30,815	$ --	$ 850,015
Eastside Fire Protection District				
Land	$ 151,360	$ --	$ --	$ 151,360
Buildings	1,059,711	--	--	1,059,711
Equipment	582,522	57,275	--	639,797
Equipment Under Capital Leases	82,805	--	--	82,805
Total Eastside Fire Protection District	$1,876,398	$ 57,275	$ --	$1,933,673
Pride Fire Protection District				
Land	$ 15,000	$ --	$ --	$ 15,000
Equipment	112,649	--	8,281	104,368
Total Pride Fire Protection District	$ 127,649	$ --	$ 8,281	$ 119,368
Chaneyville Fire Protection District				
Buildings	$ 109,334	$ --	$ --	$ 109,334
Equipment	158,298	--	14,798	143,500
Total Chaneyville Fire Protection District	$ 267,632	$ --	$ 14,798	$ 252,834

NOTE 6 - Changes in Fixed Assets (Continued)

d. Construction Work in Progress at December 31, 1996, for Primary Government enterprise funds (Continued):

Total construction period interest costs of $5,493,208 were capitalized in 1996 in the Comprehensive Sewerage System Fund. Construction period interest costs of $1,735,589 from the current and previous fiscal years remain in Construction Work in Progress at December 31, 1996. These costs cannot be capitalized because they have been allocated to projects that are not substantially complete.

e. A summary of changes in general fixed assets for governmental fund component units is as follows:

	Balance Beginning of Year	Additions	Adjustments and Deletions	Balance End of Year
District Attorney of the Nineteenth Judicial District				
Equipment	$1,110,590	$ 79,691	$ 12,830	$1,177,451
Nineteenth Judicial District Court				
Equipment	$1,684,445	$ 32,560	$152,571	$1,564,434
E.B.R. Parish Family Court				
Equipment	$ 72,683	$ 16,293	$ 7,504	$ 81,472
E.B.R. Parish Juvenile Court				
Equipment	$ 10,143	$ --	$ --	$ 10,143
Nineteenth Judicial District Indigent Defender Board				
Equipment	$ 125,011	$ 42,809	$ --	$ 167,820
E.B.R. Parish Assessor				
Equipment	$ 541,553	$ 4,711	$ 1,215	$ 545,049
E.B.R. Parish Clerk of Court				
Equipment	$3,094,829	$ 99,989	$565,577	$2,629,241
Equipment Under Capital Leases	23,533	--	--	23,533
Total E.B.R. Parish Clerk of Court	$3,118,362	$ 99,989	$565,577	$2,652,774
Capital Region Planning Commission				
Equipment	$ 204,498	$ 43,060	$ 43,553	$ 204,005
St. George Fire Protection District				
Land	$ 65,906	$ --	$ --	$ 65,906
Buildings	957,748	4,773	--	962,521
Equipment	2,518,776	156,035	150,000	2,524,811
Equipment Under Capital Leases	388,795	--	--	388,795
Total St. George Fire Protection District	$3,931,225	$160,808	$150,000	$3,942,033

NOTE 6 - Changes in Fixed Assets (Continued)

c. A summary of Primary Government proprietary fund type and pension trust fund property, plant, and equipment at December 31, 1996, follows:

	Enterprise	Internal Service	Pension Trust
Land	$ 41,840,388	$ 47,568	$ 550,628
Buildings	55,852,127	2,213,798	691,385
Improvements Other Than Buildings	492,403,340	7,190	--
Equipment	12,601,660	9,125,937	189,806
Equipment Under Capital Leases	37,121	7,853,498	--
Construction Work in Progress	13,850,902	--	--
Total	616,585,538	19,247,991	1,431,819
Less Accumulated Depreciation	(140,367,640)	(9,210,811)	(402,693)
Net Fixed Assets	$ 476,217,898	$10,037,180	$1,029,126

d. Construction Work in Progress at December 31, 1996, for Primary Government enterprise funds is composed of the following:

	Project Authorization	Expended to Date	Capitalized	Balance in Construction Work in Progress 12/31/96
Greater Baton Rouge Airport District:				
Miscellaneous Project Costs	$ 3,980,987	$ 711,708	$ 3,445	$ 708,263
Land Acquisition for Noise Compatibility	2,777,777	1,893,946	866,550	1,027,396
Terminal Access Road Off-Ramp	221,000	201,018	--	201,018
Aircraft Rescue Firefighting Facility	185,000	58,548	--	58,548
Aims Project Support/Maintenance	48,000	25,198	--	25,198
Terminal Development	2,633,255	999,245	--	999,245
Total	9,846,019	3,889,663	869,995	3,019,668
Riverside Centroplex Fund:				
Miscellaneous	12,880	6,556	--	6,556
Comprehensive Sewerage System Fund:				
North Wastewater Treatment Plant				
Expansion Phase II	33,265,681	22,031,914	18,981,727	3,050,187
Design Engineering	15,253,500	14,724,253	14,186,868	537,385
Rehabilitation Construction	32,273,163	11,735,237	4,514,961	7,220,276
Shenandoah Hills Sewer Assessment	234,000	2,206	1,879	327
Program Administration	10,273,399	10,273,399	10,256,896	16,503
Total	91,299,743	58,767,009	47,942,331	10,824,678
Total-All Enterprise Funds	$101,158,642	$62,663,228	$48,812,326	$13,850,902

NOTE 6 - Changes in Fixed Assets

a. A summary of changes in general fixed assets for the Primary Government follows:

	Balance 1/1/96	Additions	Adjustments and Deletions	Balance 12/31/96
Land	$ 16,307,185	$ 28,800	$ (1,000)	$ 16,336,985
Buildings	113,320,060	7,071,501	(493,346)	120,884,907
Improvements Other Than Buildings	203,919,771	8,695,411	(1,222,030)	213,837,212
Equipment	60,284,447	10,150,144	9,995,442	60,439,149
Equipment Under Capital Leases	6,783,192	2,633,706	2,070,657	7,346,241
Construction Work in Progress	2,311,921	5,309,627	1,795,250	5,826,298
Total	$402,926,576	$33,889,189	$12,144,973	$424,670,792

b. Construction Work in Progress of the Primary Government for general fixed assets is composed of the following:

	Project Authorization	Capitalized	Balance in Construction Work In Progress 12/31/96	Committed	Estimated Required Future Financing
New Municipal Waste Facility	$ 22,452,000	$22,452,000	$ --	$ 1,000	None
1993 Bond Capital Improvements	4,223,000	3,837,948	--	247,785	None
Miscellaneous Capital Improvements	25,668,254	23,833,056	98	510,030	None
1995-1996 Capital Improvements	16,388,360	5,407,990	2,562,242	2,081,402	None
Community Development	9,518,140	4,212,742	1,151,161	339,312	None
General Government	1,447,513	1,137,449	16,726	22,482	None
Street Improvements	25,592,278	16,202,307	2,096,071	5,412,640	None
Emergency Medical Services	39,419	39,419	--	--	None
Total	$105,328,964	$77,122,911	$5,826,298	$8,614,651	

NOTE 5 - Federal and State Financial Assistance (Continued)

c. On-Behalf Payments for Salaries and Benefits (Continued)

Supplementary salary payments are made by the state directly to certain groups of employees. City-Parish is not legally responsible for these salaries. Therefore, the basis for recognizing the revenue and expenditure (expense) payments is the actual contribution made by the state. For 1996, the state paid supplemental salaries to the following groups of employees of the primary government: fire and law enforcement employees, city court judges, and employees of the Registrar of Voter's Office. The state also paid supplemental salaries for employees of the Nineteenth Judicial District Attorney, judges salaries and benefits for the three court systems and state supplemental salaries of the parish fire protection district component units.

LRS 33:7392 provides for a percentage of property taxes collected in East Baton Rouge Parish to be remitted to the State Municipal Employees Retirement System (MERS). The statute further provides for MERS to distribute these funds back to the City-Parish Employees' Retirement System and the Cities of Zachary and Baker Retirement Systems.

On-behalf payments recorded as revenues and expenditures (expenses) in the 1996 financial statements are as follows:

	State Supplemented Salaries	MERS Contribution	Total 1996 On-Behalf Payments
Primary Government:			
General Fund	$3,904,389	$339,286	$4,243,675
Special Revenue Funds	4,687	--	4,687
Enterprise Funds	82,190	--	82,190
Total Primary Government	3,991,266	339,286	4,330,552
Component Units:			
District Attorney of the Nineteenth Judicial District	1,131,630	--	1,131,630
Nineteenth Judicial District Court	1,424,947	--	1,424,947
E.B.R. Parish Family Court	407,128	--	407,128
E.B.R. Parish Juvenile Court	203,564	--	203,564
St. George Fire Protection District	12,724	--	12,724
Brownsfield Fire Protection District	9,684	--	9,684
Central Fire Protection District	22,112	--	22,112
Total Component Units	3,211,789	--	3,211,789
Total On-Behalf Payments	$7,203,055	$339,286	$7,542,341

NOTE 5 - Federal and State Financial Assistance

a. Grants From Other Governmental Units

Federal and State grant programs represent an important source of funding to finance housing, employment, construction, and social programs which are beneficial to the City and the Parish. These funds are recorded in the Special Revenue, Capital Projects, and Enterprise Funds. A grant appropriation is recorded when an approved contract is authorized with the funding agency through the "Grants Review Process." Receivables are established when expenditures are incurred. The grants normally specify the purpose for which funds may be used and are audited annually in accordance with Office of Management and Budget Circular A-128 under the "Single Audit Concept."

During 1996 and 1995, the following amounts under various grants and entitlements are recorded as revenues, subsidies, or additions to contributions in the accompanying financial statements:

	1996	1995
Primary Government:		
Special Revenue Funds:		
Grants Fund	$28,840,811	$25,890,598
Capital Projects Funds:		
Miscellaneous Capital Improvements Fund	--	151,351
Enterprise Funds:		
Greater Baton Rouge Airport District	3,704,289	7,620,706
Riverside Centroplex Fund	534,844	479,070
Internal Service Funds:		
Central Garage Fund	411,739	18,441
Total Primary Government	$33,491,683	$34,160,166
Component Unit:		
Capital Transportation Corporation	$ 4,257,549	$ 1,919,295

b. Food Stamp Program

The Food Stamp Program is operated by the City-Parish under an agreement with the State of Louisiana Department of Social Services. Under this program, the Finance Department-Revenue Division is responsible for the issuance of food stamps to eligible participants in the parish. The value of food stamps on hand, received, and issued is not recorded in the accompanying statements. Activity for the year follows:

Balance at January 1, 1996	$ 7,578,343
Received	50,398,699
Issued	(45,722,508)
Balance at December 31, 1996	$ 12,254,534

c. On-Behalf Payments for Salaries and Benefits

During 1995 the City-Parish implemented GASB Statement No. 24, *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance*. This standard requires the City-Parish to report in the financial statements on-behalf salary and fringe benefit payments made by the State of Louisiana to certain groups of City-Parish employees.

NOTE 4 - Property Taxes (Continued)

State Law requires the Sheriff to collect property taxes in the calendar year in which the assessment is made. Property taxes become delinquent January 1 of the following year. If taxes are not paid by the due date, taxes bear interest at the rate of one and one-fourth percent per month until the taxes are paid (LRS 47:2101). After notice is given to the delinquent taxpayers, the Sheriff is required by the Constitution of the State of Louisiana to sell the least quantity of property necessary to settle the taxes and interest owed (LRS 47:2181). Therefore, there are no delinquent taxes at year-end.

All property taxes are recorded in governmental funds, and as explained in Note 1(c), revenues in governmental funds are recognized in the accounting period in which they become available and measurable. Property taxes are considered measurable in the calendar year of the tax levy. Accordingly, the entire tax roll less an estimate for uncollectible taxes is recorded as revenue in the current calendar year. Uncollectible taxes are those taxes which based on past experience will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll. All of the net taxes receivable at the end of the year are considered available. Available means due, or past due and receivable within the current period, and collected within the current period or expected to be collected soon enough thereafter to pay liabilities of the current period. Property taxes are considered available because they are substantially collected by the tax collector within 60 days subsequent to year-end and are therefore available to liquidate liabilities of the current period.

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

	Property Taxes Receivable	Estimated Uncollectible Property Taxes	Net Property Taxes Receivable
General Fund	$ 8,331,194	$ 419,992	$ 7,911,202
Special Revenue Funds	14,365,397	1,044,503	13,320,894
Debt Service Funds	908,503	64,228	844,275
Total	$23,605,094	$1,528,723	$22,076,371

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

	Property Taxes Receivable	Estimated Uncollectible Property Taxes	Net Property Taxes Receivable
St. George Fire Protection District	$ 663,335	$ 49,513	$ 613,822
Brownsfield Fire Protection District	59,139	4,325	54,814
Central Fire Protection District	233,192	26,870	206,322
E.B.R. Parish Fire Protection District No. 6	116,445	8,475	107,970
Eastside Fire Protection District	175,832	12,394	163,438
Alsen-St. Irma Lee Fire Protection District	84,168	4,862	79,306
Total	$1,332,111	$106,439	$1,225,672

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

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

2. Component Units

Cash and Cash Equivalents:	
Deposits	$11,734,570
Cash on hand	450
Sub-total Cash and Cash Equivalents	11,735,020
Investments:	
Deposits	8,535,655
Investments	1,680,136
Sub-total Investments	10,215,791
Investments in Deferred Compensation	660,985
Cash, Cash Equivalents and Investments, December 31, 1996	$22,611,796

NOTE 4 - Property Taxes

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

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

The 1996 property tax calendar is as follows:

Levy Date	September 25, 1996
Millage Rates Adopted	September 25, 1996
Tax Bills Mailed	December 2, 1996
Due Date	December 31, 1996
Lien Date	January 1, 1997

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

c. Deposits - Discretely Presented Component Units (Continued)

The carrying amounts of deposits do not include a cash on hand balance for Capital Transportation Corporation of $450 which is not on deposit with a financial institution. Cash on hand includes petty cash and cash received but not yet deposited at year-end.

d. Investments - Discretely Presented Component Units

	Carrying Amount	Market Value
Mutual Funds	$2,341,121	$2,460,136

The mutual funds are owned by Capital Transportation Corporation ($1,680,136), Nineteenth Judicial District Court ($115,690), E.B.R. Parish Clerk of Court ($45,380), and Capital Region Planning Commission ($499,915). In accordance with GASB Codification Section I50.165, these investments are not categorized because they are not evidenced by securities that exist in physical or book entry form.

The carrying amount of $660,985 is classified on the combined balance sheet as "Investments in Deferred Compensation." The remaining carrying amount of $1,680,136 is classified as "Investments."

e. Cash, Cash Equivalents and Investments Summary

The following is a reconciliation of the carrying amount of deposits and investments to "Cash and Cash Equivalents", "Investments" and "Investments in Deferred Compensation" on the combined balance sheet.

1. Primary Government

Cash and Cash Equivalents:	
Deposits	$ 19,421,412
Cash on hand	681,523
Investments	5,271,018
Louisiana Asset Management Pool	52,159,481
Sub-total Cash and Cash Equivalents	77,533,434
Investments:	
Deposits	117,336,903
Investments	631,140,568
Sub-total Investments	748,477,471
Investments in Deferred Compensation	21,015,381
Cash, Cash Equivalents and Investments, December 31, 1996	$847,026,286

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

c. Deposits - Discretely Presented Component Units (Continued)

	Carrying Amount	Bank Balance	Category 1	Category 2	Category 3
District Attorney of the Nineteenth Judicial District	$ 1,830,077	$ 1,891,412	$1,500,000	$ 391,412	$ --
Nineteenth Judicial District Court	812,534	949,216	100,000	--	849,216
E.B.R. Parish Family Court	119,900	119,900	119,900	--	--
E.B.R. Parish Juvenile Court	72,816	72,816	72,816	--	--
Nineteenth Judicial District Indigent Defender Board	555,763	633,173	200,000	--	433,173
E.B.R. Parish Assessor	1,518,623	1,566,633	899,000	667,633	--
Clerk of Court	12,536,341	13,019,018	382,101	12,636,917	--
Capital Region Planning Commission	364,423	397,220	397,220	--	--
St. George Fire Protection District	26,279	68,099	68,099	--	--
Brownsfield Fire Protection District	58,020	58,020	58,020	--	--
Central Fire Protection District	155,006	177,565	100,000	--	77,565
District 6 Fire Protection District	130,200	137,236	137,236	--	--
Eastside Fire Protection District	171,837	187,386	100,000	--	87,386
Pride Fire Protection District	62,954	62,954	62,954	--	--
Chaneyville Fire Protection District	11,445	11,445	11,445	--	--
Capital Transportation Corporation	1,844,007	1,957,178	1,957,178	--	--
Total Component Units	$20,270,225	$21,309,271	$6,165,969	$13,695,962	$1,447,340

For the component unit agencies that carry pledged securities that are considered Category 3 under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the component unit agency that the fiscal agent has failed to pay deposited funds upon demand.

Certificates of deposit with a maturity of 90 days or more are classified on the combined balance sheet as "Investments" ($8,535,655). The remaining carrying amount of $11,734,570 is classified as "Cash and Cash Equivalents."

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

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

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

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. 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. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

2. Employees' Retirement System Pension Trust Fund:

	Category 1	Actual Cost	Market Value
U.S. Treasury Bonds	$ 55,972,377	$ 55,972,377	$ 56,528,133
U.S. Agency Bonds	47,155,743	47,155,743	49,266,767
U.S. Agency Notes	47,479,969	47,479,969	48,753,988
Commercial Paper	10,248,717	10,248,717	10,248,717
Corporate Bonds	31,376,970	31,376,970	32,050,946
Corporate Stocks	165,236,123	165,236,123	214,678,313
Corporate Stock Index	26,942,818	26,942,818	43,115,100
International Equity	39,706,095	39,706,095	48,694,752
Enhanced Bond Index Fund	50,972,146	50,972,146	52,896,446
Real Estate Funds	23,432,808	23,432,808	24,620,776
Repurchase Agreements	12,870,000	12,870,000	12,870,000
Total	$511,393,766	$511,393,766	$593,723,938

The market value of $593,723,938 is classified on the combined balance sheet as "Investments."

Category 1 includes investments that are insured or registered or for which the securities are held by the City-Parish or its agent in the City-Parish's name.

c. Deposits - Discretely Presented Component Units

The discretely presented component unit agencies are required to invest idle funds within the same state statute as the primary government. Component unit deposits (including demand deposit accounts and certificates of deposits) at their respective year ends, are categorized below in the three levels of credit risk as explained in section (a) of this note above:

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

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

Authorized investments of the proceeds from the issuance of the East Baton Rouge Parish Sewerage Commission Revenue Bonds include government obligations; bonds or notes of federal agencies such as Federal Farm Credit Banks, Banks for Cooperatives and Federal Home Loan Banks; interest-bearing time deposits or certificates of deposit properly secured by collateral security or insured by the F.D.I.C.; and repurchase agreements with or money market funds of a bank or trust company with capital and surplus of $50,000,000 or more.

Proceeds from the issuance of the Parish's 1989, 1991, 1993, 1995, and 1996 Public Improvement Sales Tax Bonds are authorized to be invested in direct obligations of the United States of America, time certificates of deposit secured by direct obligations of the United States of America, and obligations issued or guaranteed by the federal government.

The Employees' Retirement System Pension Trust Fund has implemented GASB Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, which requires that investments be reported at their fair value.

City-Parish investments for the primary government at December 31, 1996, are categorized below in order to give an indication of the level of risk assumed by the entity at year-end.

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

	Category 1	Carrying Amount	Market Value
U.S. Government Securities	$42,687,648	$ 42,687,648	$ 43,044,272
Investments not subject to categorization:			
Louisiana Asset Management Pool (LAMP)		52,159,481	52,159,481
Mutual Funds and Annuities		21,015,381	21,015,381
Total		$115,862,510	$116,219,134

Investments with a maturity of less than 90 days are classified on the combined balance sheet as "Cash and Cash Equivalents" ($57,430,499). $21,015,381 is classified on the combined balance sheet as "Investment in Deferred Compensation." The remaining carrying amount of $37,416,630 is classified as "Investments."

The mutual funds and annuities are owned by the Deferred Compensation Agency Fund. The $52,159,481 invested in LAMP is owned by the Parish's pooled account ($27,000,000) and the East Baton Rouge Sewerage Commission ($25,159,481). In accordance with GASB Codification Section I50.165, these investments are not categorized above because they are not evidenced by securities that exist in physical or book entry form.

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

a. Deposits - Primary Government (Continued)

The City-Parish's bank balance of deposits at December 31, 1996, is categorized above in three levels of credit risk. Category 1 includes bank balance which is insured or collateralized with securities held by the City-Parish or its agent in the City-Parish's name. Category 2 includes bank balance which is collateralized with securities held by the pledging financial institution's trust department or agent in the City-Parish's name. Category 3 includes bank balance which is uncollateralized, including any bank balance that is collateralized with securities held by the pledging financial institution or by its trust department or agent but not in the City-Parish's name.

The carrying amount of deposits does not include a cash on hand balance of $681,523 which is not on deposit with a financial institution. Cash on hand includes petty cash and cash received but not yet deposited at year-end.

The Employees' Retirement System Pension Trust Fund owns $319,529 of the deposits that are in Category 1.

b. Cash Equivalents and Investments - Primary Government

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

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

Proceeds from the issuance of revenue bonds for the Greater Baton Rouge Parking Authority, the East Baton Rouge Sewerage Commission, and sales tax revenue bonds for the City of Baton Rouge and Parish of East Baton Rouge are invested according to guidelines set forth in the bond resolutions. The proceeds from the issuance of the Greater Baton Rouge Parking Authority Bonds are to be invested in obligations of or guaranteed by the State of Louisiana or the United States of America; obligations issued or guaranteed by any instrumentality or agency of the United States of America; or interest-bearing deposits in any bank or trust company provided that all such deposits shall be insured or collaterally secured in the manner required by the Act and the laws of Louisiana for the securing of such deposits.

NOTE 2 - Stewardship, Compliance and Accountability (Continued)

c. Budgetary - GAAP Reporting Reconciliation (Continued)

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

	1996	1995	1996 Over (Under) 1995
Reserve for Encumbrances	$10,717,562	$ 9,426,679	$1,290,883
Grant Encumbrances	5,885,267	2,577,739	3,307,528
Total Encumbrances	$16,602,829	$12,004,418	$4,598,411

NOTE 3 - Cash, Cash Equivalents and Investments

The City-Parish maintains a consolidated cash management pool that is available for use by all funds except the Employees' Retirement System Pension Trust Fund. Each fund type's portion of the consolidated cash pool is displayed on the combined balance sheet as "Cash and Cash Equivalents" or "Investments."

a. Deposits - Primary Government

City-Parish deposits (including demand deposit accounts and certificates of deposits) at December 31, 1996, for the City-Parish primary government are summarized as follows:

	Carrying Amount	Bank Balance
Category 1	$136,758,315	$139,652,998
Category 2	--	--
Category 3	--	--
Total	$136,758,315	$139,652,998

Certificates of deposit with a maturity of 90 days or more are classified on the combined balance sheet as "Investments" ($117,336,903). The remaining carrying amount of $19,421,412 is classified as "Cash and Cash Equivalents."

NOTE 2 - Stewardship, Compliance and Accountability (Continued)

b. Expenditures Exceeding Appropriations (Non-GAAP Budgetary Basis) (Continued)

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Special Revenue Funds:			
Downtown Development District	$ 293,350	$ 296,847	$(3,497)
Debt Service Funds:			
1965 Capital Improvements Program	3,115,470	3,119,334	(3,864)

The excess of expenditures and encumbrances over appropriations in Downtown Development District was caused by several projects within the fund exceeding earlier projections. Fund Balance reserves were sufficient to provide for these overages.

In the 1965 Capital Improvements Program Debt Service Fund, costs for collecting property taxes exceeded projections.

c. Budgetary - GAAP Reporting Reconciliation

Annual budgets are adopted for the General, Special Revenue, and Debt Service Funds. Budgets for these funds are prepared on the modified accrual basis of accounting. Budgetary comparisons presented in this report are on the budgetary basis.

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

	General Fund	Special Revenue Funds	Debt Service Funds
Total Expenditures and Other Uses (GAAP Basis)	$192,866,934	$93,429,132	$20,404,158
Adjustments:			
To adjust for encumbrances	(426,839)	4,598,411	--
To adjust for capital leases	(255,462)	--	(2,108,845)
To adjust for U.S. Housing and Urban Development loans receivable	--	259,858	--
Total Expenditures and Other Uses (Budgetary Basis)	$192,184,633	$98,287,401	$18,295,313

NOTE 1 - Summary of Significant Accounting Policies (Continued)

r. Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs

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

The Solid Waste Disposal Facility Enterprise Fund recognizes (based on MSWLF use) that portion of the estimated total current cost of MSWLF closure and postclosure care as an expense and as a liability in each period that it accepts solid waste. A complete explanation of the liability and its calculation is referenced in Note 20.

s. Accounting Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make certain estimates and assumptions. Those estimates affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. They may also affect the reported amounts of revenues and expenses of proprietary funds during the reporting period.

NOTE 2 - Stewardship, Compliance and Accountability

a. Deficit Fund Balance and Retained Earnings of Individual Funds

Enterprise Funds:

Riverside Centroplex Fund shows a deficit in retained earnings of $7,212,860. Management policy is to provide an operating transfer from the General Fund for the amount of the net loss, exclusive of depreciation.

The Greater Baton Rouge Parking Authority shows a deficit in retained earnings of $935,399. Management policy is to provide an operating transfer from the General Fund for the net loss, exclusive of depreciation.

Component Units:

Capital Transportation Corporation shows a deficit in retained earnings/fund balance of $205,687. The retained earnings deficit for enterprise fund operations for 1996 is $1,897,614, as compared to $2,068,327 in 1995. The Capital Transportation Corporation pension trust fund reflects fund balance in the amount of $1,691,927. Capital Transportation Corporation is a bus company that incurs a deficit each year which is offset by subsidies from federal and local governments. These operating subsidies do not cover the depreciation on assets acquired with Capital Transportation Corporation funds or local government contributions, which results in a retained earnings deficit.

b. Expenditures Exceeding Appropriations (Non-GAAP Budgetary Basis)

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

NOTE 1 - Summary of Significant Accounting Policies (Continued)

p. Compensated Absences (Continued)

of accrued vacation. Per Metropolitan Council Ordinance 85011 effective January 1, 1988, the Employees' Retirement System assumed liability for separation benefits (accrued sick and vacation leave) for employees who retire or who die. At December 31, 1996, the City-Parish retains 14.22% of the total liability for accumulated sick and vacation leave per calculations performed by an outside actuary consultant.

City-Parish employees of certain job classifications may accrue compensatory time in lieu of overtime payment up to 30 days for regular employees and 60 days for public safety employees. Compensatory leave is paid by the City-Parish upon termination, resignation, retirement or death, up to the maximum accrual amounts. City-Parish retains 100% of the compensatory leave liability as of December 31, 1996.

GASB Statement No. 16, *Accounting for Compensated Absences*, requires governments to accrue compensated absences only to the extent it is probable that the employer will compensate employees for benefits through cash payments conditioned on the employees' termination or retirement. The City-Parish has recorded the following liabilities as of December 31, 1996 for certain salary-related benefits associated with the payment of compensated absences:

1. A total of 14.22% of accrued vacation for each employee valued at the employees' current rate of pay.

2. Using the "termination pay method", the value of the City-Parish's liability for sick leave as of December 31, 1996, is limited to 1/3 of the accumulated sick leave accrued at year-end for DROP participants. No sick leave is recorded in the financial statements for active employees since the amount applicable under GASB Statement No. 16 is immaterial.

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

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

In governmental funds, the total liability as stated above is included in the General Long-Term Debt Account Group. Accrued vacation, compensatory, and related benefits will be paid from future years' resources. In proprietary fund types, the total compensated absences liability is recorded as an expense. A current liability is recorded for the value of one year's accrual of leave.

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

q. Accounting for Special Assessment Projects

Special Assessment Projects are accounted for in capital projects or enterprise funds in accordance with guidelines recommended in Section S40.113-.126 of the *GASB Codification of Governmental Accounting and Financial Reporting Standards*.

Special Assessments are recognized as revenues only to the extent that individual installments are considered current assets.

NOTE 1 - Summary of Significant Accounting Policies (Continued)

i. Fixed Assets (Continued)

Certain improvements, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, lighting systems and other assets acquired from subdivision developers have not been capitalized.

Fixed assets contributed by other governments, private developers, and other funds to Enterprise or Internal Service Funds are recorded as contributed capital. Depreciation on fixed assets acquired by grants externally restricted for capital acquisitions and construction reduces the appropriate contributed capital account and is recorded as a retirement of contributed capital, thereby increasing retained earnings.

j. Capitalization of Interest Cost

FASB Statements No. 34, *Capitalization of Interest Cost*, and No. 62, *Capitalization of Interest Cost in Situations Involving Certain Tax-Exempt Borrowings and Certain Gifts and Grants*, require that interest cost (net of interest earned) during the construction phase of major capital projects be capitalized if financed with restricted tax-exempt debt. The objectives of capitalizing interest are: (a) to obtain a measure of acquisition cost that more closely reflects the enterprise's total investment in the asset, and (b) to charge a cost that relates to the acquisition of a resource that will benefit future periods against the revenues of the period benefited.

The amount of interest cost capitalized on major capital projects acquired/constructed with proceeds of restricted tax-exempt debt includes all interest cost of the borrowing less any interest earned on related interest-bearing investments acquired with proceeds of the related tax-exempt borrowings from the date of the borrowing until the assets are ready for their intended use. Interest cost capitalized for the period ending December 31, 1996, is disclosed by project in Note 6, Changes in Fixed Assets.

k. Revenues Susceptible to Accrual

Under the modified accrual basis of accounting, some revenues are susceptible to accrual while others are not. Major revenues treated as susceptible to accrual are sales taxes, property taxes, gross receipts business taxes, and certain state shared revenues such as tobacco tax, beer tax, and parish transportation funds.

l. Long-Term Debt

Long-term liabilities that are financed from governmental funds are accounted for in the General Long-Term Debt Account Group. Long-term debt intended to be financed from proprietary funds is accounted for in the proprietary fund.

General Obligation Bonds are repaid from property taxes. These property taxes are shown as revenues in the 1965 Capital Improvements Program Debt Service Fund.

Excess Revenue Contracts are obligations of the General Fund, and payment of these debts is provided by transfers from the General Fund to the Excess Revenue and Limited Tax Fund.

Sales Tax Revenue Bonds are secured by sales tax revenues. For those issues not associated with Enterprise Fund operations, payment of the debt is provided by sales tax revenue recognized in the appropriate debt service

NOTE 1 - Summary of Significant Accounting Policies (Continued)

f. Cash, Cash Equivalents, and Investments (Continued)

at year-end. In addition, an imprest bank account is used for disbursements of payrolls, and separate accounts have been established for the Greater Baton Rouge Parking Authority, the East Baton Rouge Sewerage Commission, and City and Parish Sales Tax Revenue Bonds as required by the bond indentures for related bond issues.

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

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

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

All investments are stated at cost, except in the Deferred Compensation Agency Fund and the Employees' Retirement System Pension Trust Fund, where investments are stated at market value.

g. Inventories of Materials and Supplies

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

h. Advances to Other Funds

Long-term interfund loans are recorded as receivables, along with a fund balance reserve account to properly indicate that the amount is not available for appropriation. Repayments are credited to the receivable with a corresponding reduction of the fund balance reserve.

i. Fixed Assets

Fixed Assets of the primary government are maintained on the basis of original cost, except those arising from gifts or donations which are recorded at their fair market value at the time of receipt. All such assets which do not constitute assets of the Enterprise or Internal Service Funds are recorded in the General Fixed Assets Account Group, and no depreciation is computed or recorded thereon. Depreciation on fixed assets of the Enterprise and Internal Service Funds has been computed under the straight-line method based on the estimated useful lives of the individual assets. The depreciation rates for the major classifications of assets are as follows:

Type of Fixed Assets	Annual Rates
Buildings and Structures	2.5-4%
Runways and Improvements	2.5%
Furniture	10%
Equipment	10-20%

NOTE 1 - Summary of Significant Accounting Policies (Continued)

d. Budget Policies and Budgetary Accounting (Continued)

level, and expenditures/encumbrances may not exceed appropriations. Should additional appropriations be required, interdivisional transfers may be authorized by the Mayor-President. At year-end, interdepartmental transfers may be made at the request of the Mayor-President with approval of the Council. Additional appropriations from fund balance or increases in estimated revenues must be approved by the Council. In accordance with The Plan of Government, if the Mayor-President shall at any time ascertain that there will not be for the parish, the city, or the districts, sufficient funds to meet total appropriations, it shall be his duty to revise appropriations. During 1996, supplemental appropriations in the General Fund in the amount of $22,991,810 were authorized.

Formal budgetary integration is used for management control in the accounting records during the year for the General, Special Revenue, and Debt Service Funds.

Capital Projects Funds are initiated by project budgets rather than annual budgets, and accountability is controlled on the project-life basis. Effective control of costs is therefore maintained by the Metropolitan Council who approves a budget for each project.

Budgets for Federal and State grants are recorded upon receipt of grant awards. The fiscal year for these grant awards may or may not coincide with the City-Parish's fiscal year.

e. Encumbrances

Encumbrances representing purchase orders, contracts or other commitments are recorded in budgetary funds to reserve portions of applicable appropriations. Encumbrances are part of the budgetary process and are included in actual expenditures when a comparison with budget is necessary. Encumbrances at year-end are not considered expenditures in the financial statements presented on the GAAP basis. At year-end, the reserve for encumbrances reflects total encumbrances less encumbrances for Federal and State grants. Grant encumbrances are subtracted from reserve for encumbrances because the applicable appropriation is recorded in the year in which expenditures occur as required by Section G60.110 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

f. Cash, Cash Equivalents, and Investments

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

A single consolidated bank account has been established in a local bank into which monies are deposited and from which most disbursements are made. In addition, investment purchases are charged and maturities are deposited to the consolidated bank account. The purpose of this consolidation is to reduce administrative costs and provide a single cash balance available for the maximization of investment earnings. Each fund shares in the investment earnings according to its average cash and investments balance, prorated between funds. Cash is transferred from those funds with available cash resources to cover any negative cash balances in other funds

NOTE 1 - Summary of Significant Accounting Policies (Continued)

c. Basis of Accounting (Continued)

Proprietary funds are maintained on the accrual basis of accounting wherein revenues are recognized in the accounting period in which they are earned and become measurable, and expenses are recognized in the period incurred, if measurable.

d. Budget Policies and Budgetary Accounting

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

1. The Finance Department compiles for the Mayor-President estimates of revenues and requests for appropriations of the annual budget.

2. No later than November 5, the Mayor-President's budget is submitted to the Metropolitan Council for possible revision and adoption.

3. The Council conducts public hearings on the budget, which must be adopted by December 15, to become effective January 1.

4. In no event shall the total appropriations exceed total anticipated revenues taking into account the estimated surplus or deficit at the end of the current fiscal year.

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

Annual operating budgets are adopted for the following governmental funds: General, Special Revenue, and Debt Service. All annual appropriations normally lapse at fiscal year-end. Exceptions are explained below.

Budgets of the General, Special Revenue, and Debt Service Funds are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP), except for the following deviations: (1) On the budget basis, encumbrances are considered expendable from current appropriations and are reported as expenditures in order to reserve appropriations. (2) Capital lease payments are recorded as departmental expenditures on the budget basis while on the GAAP basis, they are reported as debt service expenditures. Capital leases, on the GAAP basis, represent acquisitions of general fixed assets with the value of the assets reported as departmental expenditures and other financing sources. (3) Housing and Urban Development (HUD) loans to program recipients are reported as expenditures on the budget basis to facilitate reporting in accordance with federal regulations. The loans are recorded as "loans receivable" on the GAAP basis with a corresponding reservation of fund balance.

In accordance with The Plan of Government, appropriations, in addition to those contained in any current expenditure budget, shall be made only on the recommendation of the Mayor-President, and only if the Director of Finance certifies that there is available an unappropriated cash surplus sufficient to meet such appropriations. Appropriations at year-end normally lapse, except for those projects of a continuing nature which remain open until the projects are completed or abandoned and are shown on the Balance Sheet as Fund Balance-Designated for Unencumbered Appropriations. Such appropriations for continuing projects carried forward from 1995 to 1996 totaled $5,682,989 for the General Fund. The level of budget control is at the fund, department or project

NOTE 1 - Summary of Significant Accounting Policies (Continued)

b. Basis of Presentation (Continued)

Fiduciary Funds:

Trust Funds -- The Employees' Retirement System Pension Trust Fund is used to account for the accumulation of contributions for a defined-benefit cost-sharing multiple-employer pension plan to provide retirement benefits to qualified employees.

Agency Funds -- Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

All discrete component units are presented in the general purpose financial statements on a combined basis for each individual component unit, combining governmental fund types, proprietary fund types, fiduciary fund types, the General Long-Term Debt Account Group, and the General Fixed Assets Account Group for each individual component unit.

c. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds, including General, Special Revenue, Debt Service, and Capital Projects 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.

All proprietary funds and pension trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (net total assets) is segregated into contributed capital and retained earnings components. Operating statements for proprietary fund types present increases (revenues) and decreases (expenses) in net total assets.

Governmental funds and agency funds are maintained on the modified accrual basis of accounting. Governmental fund revenues are recognized in the accounting period in which they become available and measurable. Property taxes are considered measurable in the calendar year of the tax levy. Sales taxes and gross receipt business taxes are recognized in accordance with GASB Statement No. 22, *Accounting for Taxpayer Assessed Tax Revenues in Governmental Funds*. Sales taxes and gross receipts business taxes are considered "measurable" when received by the Finance Department-Revenue Division of the City-Parish within the current period or soon enough thereafter to be used to pay liabilities of the current period. 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. Revenues from State and Federal grants are recognized when the reimbursable expenditures have been incurred. Licenses and Permits, Fines and Forfeits, and Miscellaneous Revenues (except investment earnings) are recorded as revenues when received in cash. Charges for Services and investment earnings are recorded as earned since they are measurable and available. 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, and compensated absences are recorded as expenditures when paid with expendable available financial resources.

NOTE 1 - Summary of Significant Accounting Policies (Continued)

b. Basis of Presentation (Continued)

Governmental Funds:

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

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.

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.

Capital Projects Funds -- Capital Projects Funds are used to account for financial resources used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds).

Proprietary Funds:

Enterprise Funds -- Enterprise Funds are used to account for operations: (a) that are financed and operated similar to private business enterprises--where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Internal Service Funds -- Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City-Parish, or to other governments, on a cost-reimbursement basis.

Proprietary Funds are reported in accordance with GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and other Governmental Entities that use Proprietary Fund Accounting*. This standard requires that all applicable GASB pronouncements, Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARBs) issued on or before November 30, 1989 be applied to proprietary activities unless they (FASB Statements and Interpretations, APB Opinions, and ARBs) conflict with or contradict GASB pronouncements.

GASB Statement No. 20 also states that for proprietary activities, management may elect to apply all FASB Statements and Interpretations issued after November 30, 1989, except for those that conflict with or contradict GASB pronouncements. Proprietary activities under the control of the primary government (City-Parish) will not elect to apply FASB Statements and Interpretations issued after November 30, 1989, unless they are adopted by GASB.

NOTE 1 - Summary of Significant Accounting Policies (Continued)

a. Financial Reporting Entity (Continued)

Related Organizations

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

Baton Rouge Recreation and Park Commission
(BREC)
Mike Proctor, Finance Director
P.O. Box 15887
Baton Rouge, LA 70895

East Baton Rouge Housing Authority
Office of the Executive Director
4546 North Street
Baton Rouge, LA 70806

Gas Utility Service District
S.M. Laurent, President
10633 Zachary-Deerford Road
Zachary, LA 70791-9304

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

Hospital Service District No. 1
Charles Massey
Lane Memorial Hospital
6300 Main Street
Zachary, LA 70791

Industrial Development Board
(No Financial Transactions)

East Baton Rouge Mortgage Finance Authority
Sidney Longwell, Jr., Chairman
8555 United Plaza Boulevard
Suite 207, Four United Plaza
Baton Rouge, LA 70809-2251

b. Basis of Presentation

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

NOTE 1 - Summary of Significant Accounting Policies (Continued)

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

Discrete Component Units (Continued)

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

District Attorney Doug Moreau
222 St. Louis Street, Fifth Floor
Baton Rouge, LA 70802

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

East Baton Rouge Parish Family Court
Cheryl Sanchez and Julie Ray,
Judicial Co-Administrators
222 St. Louis Street, Seventh Floor
Baton Rouge, LA 70802

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

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

East Baton Rouge Parish Assessor
Frank Granger
222 St. Louis Street, First Floor
Baton Rouge, LA 70802

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

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

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

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

Brownsfield Fire Protection District
Chaneyville Fire Protection District
Pride Fire Protection District
Alsen-St. Irma Lee Fire Protection District
c/o Brian Mayers, Council Administrator
P.O. Box 1471
Baton Rouge, LA 70821-1471

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

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

Capital Transportation Corporation
Michael McCleary, Director
1111 Seneca Street
Baton Rouge, LA 70805

NOTE 1 - Summary of Significant Accounting Policies (Continued)

a. Financial Reporting Entity (Continued)

Discrete Component Units

Capital Transportation Corporation (CTC) - CTC is a corporation created by and for the benefit of the Parish to provide urban mass transportation services. Any property acquired by the corporation is for the use and benefit of the City-Parish. The Metropolitan Council exercises oversight over CTC by approving fare changes and operating subsidies. Operating subsidies are provided through a federal grant passed through City-Parish and by local matching funds. CTC's financial statements for the period ended December 31, 1996 are included as a discrete presentation in the General Purpose Financial Statements.

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

District Attorney of the Nineteenth Judicial District (for the period ended December 31, 1996)
Nineteenth Judicial District Court (for the period ended June 30, 1996)
E.B.R. Parish Family Court (for the period ended December 31, 1996)
E.B.R. Parish Juvenile Court (for the period ended December 31, 1996)
Nineteenth Judicial District Indigent Defender Board (for the period ended December 31, 1996)

Financial statements for the following two agencies are also reported in the component units columns of the General Purpose Financial Statements:

East Baton Rouge Parish Assessor (for the period ended December 31, 1995)
East Baton Rouge Parish Clerk of Court (for the period ended June 30, 1996)

Both agencies are fiscally dependent on the primary government since they cannot legally issue debt. The City-Parish is statutorily required to provide all capital facilities for these constitutionally defined elected officials and has issued debt on behalf of the Clerk.

Capital Region Planning Commission - The Capital Region Planning Commission is a private non-profit government agency that administers federal funding from the U.S. Department of Transportation. A majority of the commissioners are appointed by the City-Parish governing authority. The Metropolitan Council also approves grant budgets and pass-through funding to the Commission. The Commission's financial statements for the year ended June 30, 1996 are included in the discrete component unit columns of the General Purpose Financial Statements.

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

NOTE 1 - Summary of Significant Accounting Policies

a. Financial Reporting Entity

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

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

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

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

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

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

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

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

Blended Component Units

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

Eastside Fire Protection District	Pride Fire Protection District	Chaneyville Fire Protection District	Alsen-St. Irma Lee Fire Protection District	Totals
$ 297,194	$ --	$ --	$ 84,190	$ 3,994,946
--	--	--	--	47,647
--	6,832	7,556	2,607	7,357,345
159,566	19,362	27,136	12,328	7,129,956
--	--	--	--	2,279,106
36,119	6,626	594	395	1,906,868
492,879	32,820	35,286	99,520	22,715,868
--	--	--	--	120,010
59,660	15,000	15,000	34,682	8,468,984
59,660	15,000	15,000	34,682	8,588,994
552,539	47,820	50,286	134,202	31,304,862
--	--	--	--	25,637,742
295,399	42,642	41,934	71,353	3,331,036
57,275	--	--	--	830,527
101,352	--	--	--	497,274
454,026	42,642	41,934	71,353	30,296,579
98,513	5,178	8,352	62,849	1,008,283
332,618	55,818	271	13,123	7,453,087
--	--	--	--	(6,609)
332,618	55,818	271	13,123	7,446,478
$ 431,131	$ 60,996	$ 8,623	$ 75,972	$ 8,454,761

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - COMPONENT UNITS
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 1996

	Brownsfield Fire Protection District	Central Fire Protection District	E.B.R. Parish Fire Protection District No. 6
Revenues:			
Taxes	$132,358	$ 353,760	$223,460
Licenses and Permits	--	--	--
Intergovernmental Revenues	88,375	162,289	98,890
Charges for Services	78,157	378,084	128,680
Fines and Forfeits	--	--	--
Miscellaneous Revenues	4,723	12,953	14,302
Total Revenues	303,613	907,086	465,332
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	--	335	-
Operating Transfers From Primary Government (Note 12)	39,000	83,730	43,000
Total Other Financing Sources	39,000	84,065	43,000
Total Revenues and Other Financing Sources	342,613	991,151	508,332
Expenditures:			
Current:			
General Government	--	--	11,600
Public Safety	238,101	538,232	375,265
Capital Outlay	27,411	248,502	30,815
Debt Service	--	127,155	17,108
Total Expenditures	265,512	913,889	434,788
Excess of Revenues and Other Sources Over (Under) Expenditures	77,101	77,262	73,544
Fund Balances, Beginning of Year as Previously Reported	107,692	438,344	334,185
Prior Year Adjustment (Note 15)	--	(6,609)	--
Fund Balances, Beginning of Year Restated	107,692	431,735	334,185
Fund Balances, End of Year	$184,793	$ 508,997	$407,729

The accompanying notes are an integral part of this statement.

E.B.R. Parish Juvenile Court	Nineteenth Judicial District Indigent Defender Board	E.B.R. Parish Assessor (1)	E.B.R. Parish Clerk of Court (2)	Capital Region Planning Commission (2)	St. George Fire Protection District
$ --	$ --	$1,909,743	$ --	$ --	$ 994,241
--	--	--	47,647	--	--
214,922	324,399	--	--	663,069	217,645
65,909	--	64,944	5,259,138	77,409	647,049
--	1,939,163	--	--	--	--
659	19,404	75,001	1,043,873	65,901	17,890
281,490	2,282,966	2,049,688	6,350,658	806,379	1,876,825
--	--	--	--	1,575	118,100
514,473	115,432	--	1,024,081	--	105,000
514,473	115,432	--	1,024,081	1,575	223,100
795,963	2,398,398	2,049,688	7,374,739	807,954	2,099,925
759,961	2,276,332	1,963,345	7,035,589	747,925	--
--	--	--	--	--	1,728,110
--	55,811	4,711	99,989	43,060	160,808
--	--	--	29,999	--	221,660
759,961	2,332,143	1,968,056	7,165,577	790,985	2,110,578
36,002	66,255	81,632	209,162	16,969	(10,653)
30,167	644,956	1,435,317	23,753	382,809	1,063,393
--	--	--	--	--	--
30,167	644,956	1,435,317	23,753	382,809	1,063,393
$ 66,169	$ 711,211	$1,516,949	$ 232,915	$399,778	$1,052,740

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - COMPONENT UNITS
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 1996

	District Attorney of the Nineteenth Judicial District	Nineteenth Judicial District Court (2)	E.B.R. Parish Family Court
Revenues:			
Taxes	$ --	$ --	$ --
Licenses and Permits	--	--	--
Intergovernmental Revenues	1,985,984	3,177,649	407,128
Charges for Services	--	124,187	88,007
Fines and Forfeits	339,943	--	--
Miscellaneous Revenues	562,787	40,970	4,671
Total Revenues	2,888,714	3,342,806	499,806
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	--	--	--
Operating Transfers From Primary Government (Note 12)	2,840,630	3,276,500	302,796
Total Other Financing Sources	2,840,630	3,276,500	302,796
Total Revenues and Other Financing Sources	5,729,344	6,619,306	802,602
Expenditures:			
Current:			
General Government	5,686,011	6,407,240	749,739
Public Safety	--	--	--
Capital Outlay	53,292	32,560	16,293
Debt Service	--	--	--
Total Expenditures	5,739,303	6,439,800	766,032
Excess of Revenues and Other Sources Over (Under) Expenditures	(9,959)	179,506	36,570
Fund Balances, Beginning of Year as Previously Reported	1,735,821	771,144	83,676
Prior Year Adjustment (Note 15)	--	--	-
Fund Balances, Beginning of Year Restated	1,735,821	771,144	83,676
Fund Balances, End of Year	$1,725,862	$ 950,650	$120,246

(1) As of December 31, 1995
(2) As of June 30, 1996

The accompanying notes are an integral part of this statement.

Continued

EXHIBIT A - 7
(Continued)

Governmental Fund Types				Proprietary Fund Type	
Eastside Fire Protection District	Pride Fire Protection District	Chaneyville Fire Protection District	Alsen-St. Irma Lee Fire Protection District	Capital Transportation Corporation	Totals
$ 8,545	$ 2,593	$ 2,962	$ 2,561	$ 116,560	$ 747,653
--	--	--	--	--	624
--	--	--	3,205	--	58,070
8,212	--	--	--	59,968	95,345
--	--	--	--	100,343	115,231
--	--	--	--	--	13,829,158
--	--	--	--	399,366	546,314
--	--	--	--	32,117	132,885
--	--	--	--	1,401,628	1,401,628
--	--	--	--	2,192	2,192
677,500	--	--	--	--	1,693,092
1,597	--	--	--	--	812,930
28,319	--	--	--	--	384,424
724,173	2,593	2,962	5,766	2,112,174	19,819,546
1,933,673	119,368	252,834	343,725	--	16,277,049
--	--	--	--	11,074,277	11,074,277
--	--	--	--	(4,517,733)	(4,517,733)
--	--	--	--	3,516,511	3,516,511
--	--	--	--	(1,897,614)	(1,897,614)
--	780	--	--	--	7,530
--	--	--	--	1,691,927	1,691,927
--	--	--	--	--	13,786
--	--	--	--	--	486,712
--	--	--	--	--	17,790
--	3,580	4,000	--	--	29,136
--	--	--	--	--	158,500
431,131	56,636	4,623	75,972	--	7,741,307
2,364,804	180,364	261,457	419,697	9,867,368	34,599,178
$ 3,088,977	$ 182,957	$ 264,419	$ 425,463	$ 11,979,542	$ 54,418,724

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types		
	Brownsfield Fire Protection District	Central Fire Protection District	E.B.R. Parish Fire Protection District No. 6
LIABILITIES, EQUITY, AND OTHER CREDITS			
Liabilities:			
Current Liabilities:			
Accounts and Contracts Payable	$ 8,426	$ 57,854	$ 11,744
Due to Other Governments	--	--	--
Due to Primary Government (Note 11)	--	--	--
Accrued Salaries Payable	--	14,076	--
Deferred Revenue	--	--	--
Deposits and Escrow Accounts	--	--	--
Compensated Absences Payable	--	--	--
Other Liabilities	--	--	--
Liabilities Payable From Restricted Assets	--	--	--
Long-Term Liabilities (Note 10):			
Advance From Primary Government (Note 11)	--	--	--
Bonds and Notes Payable	--	--	--
Compensated Absences Payable	--	30,899	45,478
Obligation Under Capital Leases (Note 14)	--	173,233	30,536
Total Liabilities	8,426	276,062	87,758
Equity and Other Credits (Note 2):			
Investment in General Fixed Assets	365,126	2,067,127	850,015
Contributed Capital:			
Federal Government	--	--	--
Retirement of Federal Government Contribution	--	--	--
Primary Government	--	--	--
Retained Earnings:			
Unreserved	--	--	--
Fund Balances:			
Reserved for Encumbrances	6,750	--	--
Reserved for Employees' Pension Benefits	--	--	--
Reserved for Prepaid Expense	--	--	--
Reserved for District Assistance	--	--	--
Reserved for Subsequent Years Expenditures	17,790	--	--
Unreserved:			
Designated for Unencumbered Appropriations	21,556	--	--
Designated for Other Uses	--	158,500	--
Undesignated	138,697	350,497	407,729
Total Equity and Other Credits	549,919	2,576,124	1,257,744
Total Liabilities, Equity, and Other Credits	$ 558,345	$ 2,852,186	$ 1,345,502

The accompanying notes are an integral part of this statement.

Governmental Fund Types					
E.B.R. Parish Juvenile Court	Nineteenth Judicial District Indigent Defender Board	E.B.R. Parish Assessor (1)	E.B.R. Parish Clerk of Court (2)	Capital Region Planning Commission (2)	St. George Fire Protection District
$ 7,297	$ 122,998	$ 1,674	$ 219,535	$ 55,312	$ 50,761
--	--	--	--	624	--
--	--	--	--	--	--
--	926	--	12,163	--	--
--	--	--	--	14,888	--
--	--	--	13,213,553	499,915	--
--	--	--	--	39,826	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	1,015,592
--	--	--	222,669	--	64,028
--	--	--	4,319	--	148,017
7,297	123,924	1,674	13,672,239	610,565	1,278,398
10,143	167,820	545,049	2,652,774	204,005	3,942,033
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	13,786	--	--	--	--
--	486,712	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
66,169	210,713	1,516,949	232,915	399,778	1,052,740
76,312	879,031	2,061,998	2,885,689	603,783	4,994,773
$ 83,609	$ 1,002,955	$ 2,063,672	$ 16,557,928	$ 1,214,348	$ 6,273,171

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types		
	District Attorney of the Nineteenth Judicial District	Nineteenth Judicial District Court (2)	E.B.R Parish Family Court
LIABILITIES, EQUITY, AND OTHER CREDITS			
Liabilities:			
Current Liabilities:			
Accounts and Contracts Payable	$ 51,780	$ 23,331	$ 3,720
Due to Other Governments	--	--	--
Due to Primary Government (Note 11)	54,865	--	--
Accrued Salaries Payable	--	--	--
Deferred Revenue	--	--	--
Deposits and Escrow Accounts	--	115,690	--
Compensated Absences Payable	57,315	49,807	--
Other Liabilities	100,768	--	--
Liabilities Payable From Restricted Assets	--	--	--
Long-Term Liabilities (Note 10):			
Advance From Primary Government (Note 11)	--	--	--
Bonds and Notes Payable	--	--	--
Compensated Absences Payable	--	448,259	--
Obligation Under Capital Leases (Note 14)	--	--	--
Total Liabilities	264,728	637,087	3,720
Equity and Other Credits (Note 2):			
Investment in General Fixed Assets	1,177,451	1,564,434	81,472
Contributed Capital:			
Federal Government	--	--	--
Retirement of Federal Government Contribution	--	--	--
Primary Government	--	--	--
Retained Earnings:			
Unreserved	--	--	--
Fund Balances:			
Reserved for Encumbrances	--	--	--
Reserved for Employees' Pension Benefits	--	--	--
Reserved for Prepaid Expense	--	--	--
Reserved for District Assistance	--	--	--
Reserved for Subsequent Years Expenditures	--	--	--
Unreserved:			
Designated for Unencumbered Appropriations	--	--	--
Designated for Other Uses	--	--	--
Undesignated	1,725,862	950,650	120,246
Total Equity and Other Credits	2,903,313	2,515,084	201,718
Total Liabilities, Equity, and Other Credits	$ 3,168,041	$ 3,152,171	$ 205,438

(1) As of December 31, 1995
(2) As of June 30, 1996

The accompanying notes are an integral part of this statement.

Continued

EXHIBIT A - 7
(Continued)

Governmental Fund Types				Proprietary Fund Type	
Eastside Fire Protection District	Pride Fire Protection District	Chaneyville Fire Protection District	Alsen-St. Irma Lee Fire Protection District	Capital Transportation Corporation	Totals
$ 171,837	$ 62,954	$ 11,445	$ --	$ 834,831	$ 10,725,394
--	--	--	--	1,680,136	10,215,791
--	--	--	--	--	660,985
163,438	--	--	79,306	--	1,225,672
--	--	--	--	55,464	1,363,543
--	635	140	9	--	5,861
--	--	--	--	--	283,458
112,613	--	--	2,423	180,231	1,435,226
--	--	--	--	9,702	102,335
--	--	--	--	16,003	16,003
--	--	--	--	183,327	183,327
--	--	--	--	--	13,785
--	--	--	--	1,009,626	1,009,626
--	--	--	--	566,938	566,938
151,360	15,000	--	9,000	378,307	836,183
1,059,711	--	109,334	256,496	2,112,136	5,509,916
639,797	104,368	143,500	78,229	5,487,152	16,823,284
82,805	--	--	--	--	1,085,261
--	--	--	--	4,625,821	4,625,821
--	--	--	--	(5,160,132)	(5,160,132)
707,416	--	--	--	--	2,890,447
$ 3,088,977	$ 182,957	$ 264,419	$ 425,463	$ 11,979,542	$ 54,418,724

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types		
	Brownsfield Fire Protection District	Central Fire Protection District	E.B.R. Parish Fire Protection District No. 6
ASSETS AND OTHER DEBITS			
Assets:			
Current Assets:			
Cash and Cash Equivalents	$ 58,020	$ 155,006	$ 130,200
Investments	--	--	--
Investment in Deferred Compensation (Note 8)	--	--	--
Property Taxes Receivable-Net (Note 4)	54,814	206,322	107,970
Accounts Receivable	--	70,575	43,554
Accrued Interest Receivable	680	35	--
Other Receivables	--	--	875
Due From Other Governments	79,705	148,988	136,874
Due From Primary Government (Note 11)	--	--	--
Prepaid Expenses	--	--	--
Inventory	--	--	--
Other Assets	--	--	--
Restricted Assets:			
Cash and Cash Equivalents	--	--	--
Due From Other Governments	--	--	--
Fixed Assets:			
Land	18,592	165,018	33,000
Buildings	59,323	699,816	250,579
Equipment	287,211	721,446	457,155
Equipment Under Capital Leases	--	480,847	109,281
Construction Work-In-Progress	--	--	--
Accumulated Depreciation	--	--	--
Other Debits:			
Amount to be Provided for Retirement of Long-Term Debt	--	204,133	76,014
Total Assets and Other Debits	$ 558,345	$ 2,852,186	$ 1,345,502

The accompanying notes are an integral part of this statement.

Continued

Governmental Fund Types					
E.B.R. Parish Juvenile Court	Nineteenth Judicial District Indigent Defender Board	E.B.R. Parish Assessor (1)	E.B.R. Parish Clerk of Court (2)	Capital Region Planning Commission (2)	St. George Fire Protection District
$ 72,816	$ 555,763	$ 1,118,623	$ 4,625,651	$ 139,458	$ 26,279
--	--	400,000	7,910,690	224,965	--
--	--	--	45,380	499,915	--
--	--	--	--	--	613,822
--	172,954	--	966,651	--	--
--	--	--	--	3,234	--
460	--	--	129,794	994	84,566
190	--	--	--	141,777	378,834
--	92,633	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	13,785	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	65,906
--	--	--	--	--	962,521
10,143	167,820	545,049	2,629,241	204,005	2,524,811
--	--	--	23,533	--	388,795
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	226,988	--	1,227,637
$ 83,609	$ 1,002,955	$ 2,063,672	$ 16,557,928	$ 1,214,348	$ 6,273,171

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types		
	District Attorney of the Nineteenth Judicial District	Nineteenth Judicial District Court (2)	E.B.R. Parish Family Court
ASSETS AND OTHER DEBITS			
Assets:			
Current Assets:			
Cash and Cash Equivalents	$ 1,830,077	$ 812,534	$ 119,900
Investments	--	--	--
Investment in Deferred Compensation (Note 8)	--	115,690	--
Property Taxes Receivable-Net (Note 4)	--	--	--
Accounts Receivable	--	54,345	--
Accrued Interest Receivable	--	--	1,128
Other Receivables	66,769	--	--
Due From Other Governments	93,744	156,909	2,938
Due From Primary Government (Note 11)	--	--	--
Prepaid Expenses	--	--	--
Inventory	--	--	--
Other Assets	--	--	--
Restricted Assets:			
Cash and Cash Equivalents	--	--	--
Due From Other Governments	--	--	--
Fixed Assets:			
Land	--	--	--
Buildings	--	--	--
Equipment	1,177,451	1,564,434	81,472
Equipment Under Capital Leases	--	--	--
Construction Work-In-Progress	--	--	--
Accumulated Depreciation	--	--	--
Other Debits:			
Amount to be Provided for Retirement of Long-Term Debt	--	448,259	--
Total Assets and Other Debits	$ 3,168,041	$ 3,152,171	$ 205,438

(1) As of December 31, 1995
(2) As of June 30, 1996

The accompanying notes are an integral part of this statement.

Continued

Component Unit Capital Transportation Corporation	Totals (Memorandum Only) Reporting Entity
$ 500,550	$ 27,025,033
1,332,116	30,080,052
1,832,666	57,105,085
11,791	11,791
$ 1,844,457	$ 57,116,876
$ (3,115,870)	$ (17,902,983)
438,968	20,205,137
--	161,395
19,316	68,755
3,141	(476,226)
--	500
476	(11,430)
3,024	7,367
(13,499)	(42,278)
24,731	180,231
67,625	255,621
(141,159)	(141,195)
402,623	20,207,877
$ (2,713,247)	$ 2,304,894

Noncash Investing, Capital, and Financing Activities

Enterprise Funds:
The Greater Baton Rouge Airport District acquired $37,121 of equipment through capital lease agreements. In 1996, $5,272 of principal and $870 of interest was paid on lease obligations and is reflected as a cash outflow for capital and related financing activities on the Combining Statement of Cash Flows.

Internal Service Funds:
The Fleet Rental and Replacement Fund acquired $2,740,607 of equipment through capital lease agreements. In 1996, $2,427,271 of principal and $286,912 of interest was paid on lease obligations and is reflected as a cash outflow for capital and related financing activities on the Combining Statement of Cash Flows.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED DECEMBER 31, 1996

	Proprietary Fund Types		Totals (Memorandum Only) Primary Government
	Enterprise	Internal Service	
Net Increase (Decrease) in Cash and Cash Equivalents (Note 1)	$ 26,979,466	$ (454,983)	$ 26,524,483
Cash and Cash Equivalents, January 1	24,271,153	4,476,783	28,747,936
Cash and Cash Equivalents, December 31	51,250,619	4,021,800	55,272,419
Cash and Cash Equivalents from Fiduciary Fund Type included in Combined Balance Sheet	--	--	--
Adjusted Cash and Cash Equivalents, December 31	$ 51,250,619	$ 4,021,800	$ 55,272,419
Reconciliation of Operating Income to Net Cash Provided by (Used for) Operating Activities:			
Operating Income (Loss)	$ (15,027,272)	$ 240,159	$ (14,787,113)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation	16,528,882	3,237,287	19,766,169
Landfill Closure and Postclosure Care Expense	161,395	--	161,395
Increase (Decrease) in Compensated Absences Payable	35,261	14,178	49,439
Change in Assets and Liabilities:			
Decrease (Increase) in Accounts Receivable	(481,758)	2,391	(479,367)
Decrease (Increase) in Due From Other Governments	500	--	500
Decrease (Increase) in Prepaid Items	(11,906)	--	(11,906)
Decrease (Increase) in Inventory	--	4,343	4,343
Increase (Decrease) in Accounts and Contracts Payable	238,394	(267,173)	(28,779)
Increase (Decrease) in Accrued Salaries Payable	145,002	10,498	155,500
Increase (Decrease) in Deferred Revenue	187,996	--	187,996
Increase (Decrease) in Other Liabilities	(36)	--	(36)
Total Adjustments	16,803,730	3,001,524	19,805,254
Net Cash Provided By (Used for) Operating Activities	$ 1,776,458	$ 3,241,683	$ 5,018,141

The accompanying notes are an integral part of this statement.

Component Unit Capital Transportation Corporation	Totals (Memorandum Only) Reporting Entity
$ 2,099,501	$ 50,455,728
(1,904,743)	(29,014,402)
(2,989,252)	(19,280,077)
81,247	143,645
(2,713,247)	2,304,894
--	3,186
49,759	26,029,732
--	26,453
593,692	744,963
(24,476)	(24,476)
--	82,190
--	5,021,740
2,369,226	2,369,226
--	(154,662)
--	(5,976,045)
--	2,996,089
--	(3,205)
--	5,725,458
--	(2,650,429)
2,988,201	34,190,220
--	65,012,320
--	118,065
--	1,228,956
--	1,321,026
(3,717,731)	(62,610,415)
--	(12,657,847)
--	(18,348,748)
--	(38,527,362)
--	404,750
446,038	446,038
3,462,101	4,053,396
--	1,157,915
190,408	(58,401,906)
--	(83,081,205)
--	123,255,198
35,188	8,757,832
35,188	48,931,825

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED DECEMBER 31, 1996

	Proprietary Fund Types		Totals (Memorandum Only)
	Enterprise	Internal Service	Primary Government
Cash Flows From Operating Activities:			
Cash Received From Customers	$ 36,811,997	$ 11,544,230	$ 48,356,227
Cash Payments to Suppliers for Goods and Services	(20,375,929)	(6,733,730)	(27,109,659)
Cash Payments to Employees for Services and Benefits	(14,722,008)	(1,568,817)	(16,290,825)
Other Operating Revenues	62,398	--	62,398
Net Cash Provided by (Used for) Operating Activities	1,776,458	3,241,683	5,018,141
Cash Flows From Noncapital Financing Activities:			
Cash Received From General Property Taxes	3,186	--	3,186
Cash Received From General Sales and Use Taxes	25,979,973	--	25,979,973
Donations From Recycling Awareness	26,453	--	26,453
Operating Grants Received	151,271	--	151,271
Transportation Planning and Financing Studies - Net	--	--	--
On-Behalf Payments for Salaries and Benefits	82,190	--	82,190
Operating Transfers In From Other Funds	5,021,740	--	5,021,740
Operating Transfers From Primary Government	--	--	--
Interest Paid on Short-term Interfund Loans	(154,662)	--	(154,662)
Loans To Other Funds	(5,976,045)	--	(5,976,045)
Loans From Other Funds	2,996,089	--	2,996,089
Loans To Component Units	(3,205)	--	(3,205)
Repayment of Loans To Other Funds	5,725,458	--	5,725,458
Repayment of Loans From Other Funds	(2,650,429)	--	(2,650,429)
Net Cash Provided by (Used for) Noncapital Financing Activities	31,202,019	--	31,202,019
Cash Flows From Capital and Related Financing Activities:			
Proceeds From Sale of Debt	65,012,320	--	65,012,320
Proceeds From Capital Grants	118,065	--	118,065
Proceeds From Sale of Capital Assets	185,345	1,043,611	1,228,956
Passenger Facility Charges	1,321,026	--	1,321,026
Acquisition and Construction of Capital Assets	(56,293,684)	(2,599,000)	(58,892,684)
Principal Paid on Bonds, Obligations and Capital Leases	(10,230,576)	(2,427,271)	(12,657,847)
Interest Paid on Bonds, Obligations and Capital Leases	(18,061,836)	(286,912)	(18,348,748)
Payment made to Refunding Bonds Escrow Agent	(38,527,362)	--	(38,527,362)
Capital Contributed by the Government	--	404,750	404,750
Capital Contributed by Primary Government	--	--	--
Capital Contributed by Other Governments	591,295	--	591,295
Capital Contributed from Impact Fees	1,157,915	--	1,157,915
Net Cash Provided by (Used for) Capital and Related Financing Activities	(54,727,492)	(3,864,822)	(58,592,314)
Cash Flows From Investing Activities:			
Purchase of Investments	(83,081,205)	--	(83,081,205)
Proceeds From Sales and Maturities of Investments	123,255,198	--	123,255,198
Interest Received on Investments	8,554,488	168,156	8,722,644
Net Cash Provided by (Used for) Investing Activities	48,728,481	168,156	48,896,637

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF CHANGES IN PLAN NET ASSETS
EMPLOYEES' RETIREMENT SYSTEM PENSION TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT A - 5

	Totals Year Ended December 31, 1996
Additions:	
Contributions:	
Employee	$ 9,033,167
Employer	16,219,697
Total Contributions	25,252,864
Investment Income:	
Net Appreciation (Depreciation) in Fair Value of Investments	35,437,680
Interest	17,508,876
Dividends	3,247,598
Real Estate Operating Income, Net	1,891,360
Total Investment Income	58,085,514
Less: Investment Expense	1,922,578
Net Investment Income	56,162,936
Total Additions	81,415,800
Deductions:	
Benefit Payments	30,666,429
Refunds and Withdrawals	1,815,573
Administrative Expenses	822,741
Depreciation Expense	54,734
Total Deductions	33,359,477
Net Increase	48,056,323
Fund Balance Reserved for Employees' Pension Benefits: Beginning of Year	551,301,959
End of Year	$ 599,358,282

The accompanying notes are an integral part of this statement.

Component Unit Capital Transportation Corporation	Totals (Memorandum Only) Reporting Entity
$ 330,187	$ 2,733,349
365,549	14,970,212
(571,236)	159,775,187
$ (205,687)	$ 174,745,399

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS/FUND BALANCES
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED DECEMBER 31, 1996

	Enterprise	Internal Service	Totals (Memorandum Only) Primary Government
Depreciation on Fixed Assets Acquired with Externally-Restricted Capital Contributions	$ 2,403,162	$ --	$ 2,403,162
Income (Loss) Transferred to Retained Earnings	13,573,811	1,030,852	14,604,663
Retained Earnings/Fund Balances, January 1	155,007,917	5,338,506	160,346,423
Retained Earnings/Fund Balances, December 31	$ 168,581,728	$ 6,369,358	$ 174,951,086

The accompanying notes are an integral part of this statement.

Component Unit Capital Transportation Corporation	Totals (Memorandum Only) Reporting Entity
$ 2,092,503	$ 50,816,201
78,439	234,004
71,497	71,497
71,497	71,497
105,381	105,381
2,815	2,815
2,422,132	51,301,395
--	3,955,720
3,033,299	16,522,277
--	3,006,139
637,392	2,982,065
1,170,714	21,834,716
--	161,395
438,968	20,205,137
--	169,222
28,923	28,923
6,168	6,168
4,431	4,431
16,832	126,910
5,336,727	69,003,103
(2,914,595)	(17,701,708)
179,758	26,316,095
807,869	852,737
(225,195)	(225,195)
--	82,190
--	1,270,762
35,188	7,934,511
--	(14,160,152)
--	(286,215)
--	26,453
3,510	956,818
801,130	22,768,004
(2,113,465)	5,066,296
--	5,021,740
2,148,827	2,148,827
35,362	12,236,863

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS/FUND BALANCES
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED DECEMBER 31, 1996

	Enterprise	Internal Service	Totals (Memorandum Only) Primary Government
Operating Revenues:			
Charges for Services	$ 37,181,859	$ 11,541,839	$ 48,723,698
Miscellaneous Revenues	155,565	--	155,565
Employee Contributions	--	--	--
Employer Contributions	--	--	--
Dividends	--	--	--
Net Gains on Sales of Investments	--	--	--
Total Operating Revenues	37,337,424	11,541,839	48,879,263
Operating Expenses:			
Cost of Materials	--	3,955,720	3,955,720
Personal Services	12,186,654	1,302,324	13,488,978
Employee Benefits	2,714,970	291,169	3,006,139
Supplies	2,235,625	109,048	2,344,673
Contractual Services	18,257,870	2,406,132	20,664,002
Landfill Closure and Postclosure Care Expense	161,395	--	161,395
Depreciation	16,528,882	3,237,287	19,766,169
Bad Debts	169,222	--	169,222
Benefit Payments	--	--	--
Refunds and Withdrawals	--	--	--
Investment Management Fees	--	--	--
Administrative Expenses	110,078	--	110,078
Total Operating Expenses	52,364,696	11,301,680	63,666,376
Operating Income (Loss)	(15,027,272)	240,159	(14,787,113)
Non-Operating Revenues (Expenses):			
Taxes	26,136,337	--	26,136,337
Operating and Study Grants	44,868	--	44,868
Transportation, Planning, and Financing Studies	--	--	--
On-Behalf Payments for Salaries and Benefits	82,190	--	82,190
Passenger Facility Charges	1,270,762	--	1,270,762
Interest Earnings	7,724,632	174,691	7,899,323
Interest Expense	(13,873,240)	(286,912)	(14,160,152)
Bond Issuance Costs	(286,215)	--	(286,215)
Donations	26,453	--	26,453
Gain (Loss) on Disposition of Fixed Assets	50,394	902,914	953,308
Total Non-Operating Revenues (Expenses)	21,176,181	790,693	21,966,874
Net Income (Loss) Before Operating Transfers	6,148,909	1,030,852	7,179,761
Operating Transfers In (Note 12):			
General Fund	5,021,740	--	5,021,740
Operating Transfers From Primary Government (Note 12)	--	--	--
Net Income (Loss)	11,170,649	1,030,852	12,201,501

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 1996

	Totals (Memorandum Only)		
	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes	$ 198,889,414	$ 213,835,500	$ 14,946,086
Licenses and Permits	2,896,850	3,157,223	260,373
Intergovernmental Revenues	82,309,705	44,242,005	(38,067,700)
Charges for Services	24,404,393	29,559,869	5,155,476
Fines and Forfeits	1,660,000	1,931,575	271,575
Miscellaneous Revenues	15,486,309	17,645,407	2,159,098
Total Revenues	325,646,671	310,371,579	(15,275,092)
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	666,982	753,729	86,747
Operating Transfers In	6,567,387	6,486,302	(81,085)
Total Other Financing Sources	7,234,369	7,240,031	5,662
Total Revenues and Other Financing Sources	332,881,040	317,611,610	(15,269,430)
Expenditures:			
Current:			
General Government	46,402,074	44,641,662	1,760,412
Public Safety	91,579,297	89,062,727	2,516,570
Transportation	52,293,861	48,059,768	4,234,093
Sanitation	16,316,888	16,229,461	87,427
Health and Welfare	5,110,755	4,965,783	144,972
Culture and Recreation	10,273,004	9,710,290	562,714
Conservation and Development	48,710,182	23,210,741	25,499,441
Capital Outlay	39,979,571	21,746,427	18,233,144
Debt Service:			
Principal Retirement	9,868,325	9,791,524	76,801
Interest and Fiscal Charges	8,458,153	8,456,563	1,590
Other Costs	43,340	47,226	(3,886)
Intergovernmental	62,770	62,443	327
Total Expenditures	329,098,220	275,984,615	53,113,605
Other Uses:			
Operating Transfers Out	22,432,006	22,164,921	267,085
Operating Transfers To Component Units	10,641,821	10,617,811	24,010
Total Other Uses	33,073,827	32,782,732	291,095
Total Expenditures and Other Uses	362,172,047	308,767,347	53,404,700
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(29,291,007)	8,844,263	38,135,270
Fund Balances, January 1	96,658,370	96,658,370	--
Prior Year Adjustment (Note 15)	192,998	192,998	--
Fund Balances, January 1 Restated	96,851,368	96,851,368	--
Residual Equity Transfer (Note 12)	(445,000)	(445,000)	--
Fund Balances, December 31	$ 67,115,361	$ 105,250,631	$ 38,135,270

The accompanying notes are an integral part of this statement.

Special Revenue Funds			Debt Service Funds		
Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
$ 48,718,122	$ 51,904,991	$ 3,186,869	$ 14,467,130	$ 14,624,664	$ 157,534
245,000	242,856	(2,144)	--	--	--
73,033,859	32,978,856	(40,055,003)	--	--	--
11,083,742	15,405,177	4,321,435	--	--	--
376,000	401,876	25,876	--	--	--
3,242,016	3,955,927	713,911	959,503	1,003,853	44,350
136,698,739	104,889,683	(31,809,056)	15,426,633	15,628,517	201,884
38,750	47,255	8,505	--	--	--
2,345,505	2,338,402	(7,103)	1,251,740	1,174,903	(76,837)
2,384,255	2,385,657	1,402	1,251,740	1,174,903	(76,837)
139,082,994	107,275,340	(31,807,654)	16,678,373	16,803,420	125,047
3,052,293	2,952,501	99,792	--	--	--
10,195,496	8,570,633	1,624,863	--	--	--
31,288,045	28,007,124	3,280,921	--	--	--
6,135,790	6,108,797	26,993	--	--	--
3,690,429	3,567,187	123,242	--	--	--
9,157,572	8,595,278	562,294	--	--	--
46,523,295	21,216,672	25,306,623	--	--	--
25,878,556	14,953,471	10,925,085	--	--	--
--	--	--	9,868,325	9,791,524	76,801
--	--	--	8,458,153	8,456,563	1,590
--	--	--	43,340	47,226	(3,886)
--	--	--	--	--	--
135,921,476	93,971,663	41,949,813	18,369,818	18,295,313	74,505
3,111,542	3,120,799	(9,257)	--	--	--
1,194,939	1,194,939	--	--	--	--
4,306,481	4,315,738	(9,257)	--	--	--
140,227,957	98,287,401	41,940,556	18,369,818	18,295,313	74,505
(1,144,963)	8,987,939	10,132,902	(1,691,445)	(1,491,893)	199,552
25,967,035	25,967,035	--	21,855,599	21,855,599	--
192,998	192,998	--	--	--	--
26,160,033	26,160,033	--	21,855,599	21,855,599	--
(445,000)	(445,000)	--	177,985	177,985	--
$ 24,570,070	$ 34,702,972	$ 10,132,902	$ 20,342,139	$ 20,541,691	$ 199,552

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 1996

	Revised Budget	General Fund Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes	$ 135,704,162	$ 147,305,845	$ 11,601,683
Licenses and Permits	2,651,850	2,914,367	262,517
Intergovernmental Revenues	9,275,846	11,263,149	1,987,303
Charges for Services	13,320,651	14,154,692	834,041
Fines and Forfeits	1,284,000	1,529,699	245,699
Miscellaneous Revenues	11,284,790	12,685,627	1,400,837
Total Revenues	173,521,299	189,853,379	16,332,080
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	628,232	706,474	78,242
Operating Transfers In	2,970,142	2,972,997	2,855
Total Other Financing Sources	3,598,374	3,679,471	81,097
Total Revenues and Other Financing Sources	177,119,673	193,532,850	16,413,177
Expenditures:			
Current:			
General Government	43,349,781	41,689,161	1,660,620
Public Safety	81,383,801	80,492,094	891,707
Transportation	21,005,816	20,052,644	953,172
Sanitation	10,181,098	10,120,664	60,434
Health and Welfare	1,420,326	1,398,596	21,730
Culture and Recreation	1,115,432	1,115,012	420
Conservation and Development	2,186,887	1,994,069	192,818
Capital Outlay	14,101,015	6,792,956	7,308,059
Debt Service:			
Principal Retirement	--	--	--
Interest and Fiscal Charges	--	--	--
Other Costs	--	--	--
Intergovernmental	62,770	62,443	327
Total Expenditures	174,806,926	163,717,639	11,089,287
Other Uses:			
Operating Transfers Out	19,320,464	19,044,122	276,342
Operating Transfers To Component Units	9,446,882	9,422,872	24,010
Total Other Uses	28,767,346	28,466,994	300,352
Total Expenditures and Other Uses	203,574,272	192,184,633	11,389,639
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(26,454,599)	1,348,217	27,802,816
Fund Balances, January 1	48,835,736	48,835,736	--
Prior Year Adjustment (Note 15)	--	--	--
Fund Balances, January 1 Restated	48,835,736	48,835,736	--
Residual Equity Transfer (Note 12)	(177,985)	(177,985)	--
Fund Balances, December 31	$ 22,203,152	$ 50,005,968	$ 27,802,816

The accompanying notes are an integral part of this statement.

Continued

Capital Projects	Totals (Memorandum Only) Primary Government	Component Units	Totals (Memorandum Only) Reporting Entity
$ --	$ 213,835,500	$ 3,994,946	$ 217,830,446
--	3,157,223	47,647	3,204,870
--	44,242,005	7,357,345	51,599,350
--	29,559,869	7,129,956	36,689,825
--	1,931,575	2,279,106	4,210,681
950,020	18,595,427	1,906,868	20,502,295
950,020	311,321,599	22,715,868	334,037,467
--	753,729	120,010	873,739
--	255,462	--	255,462
10,686,640	19,281,787	--	19,281,787
--	--	8,468,984	8,468,984
10,686,640	20,290,978	8,588,994	28,879,972
11,636,660	331,612,577	31,304,862	362,917,439
--	44,058,708	25,637,742	69,696,450
--	86,700,228	3,331,036	90,031,264
--	45,689,687	--	45,689,687
--	16,229,461	--	16,229,461
--	4,966,789	--	4,966,789
--	9,698,050	--	9,698,050
--	23,055,882	--	23,055,882
13,049,330	33,992,571	830,527	34,823,098
--	11,520,932	--	11,520,932
--	8,836,000	--	8,836,000
--	47,226	497,274	544,500
--	62,443	--	62,443
13,049,330	284,857,977	30,296,579	315,154,556
29,761	24,303,527	--	24,303,527
--	10,617,811	--	10,617,811
29,761	34,921,338	--	34,921,338
13,079,091	319,779,315	30,296,579	350,075,894
(1,442,431)	11,833,262	1,008,283	12,841,545
15,466,713	131,362,613	7,453,087	138,815,700
--	192,998	(6,609)	186,389
15,466,713	131,555,611	7,446,478	139,002,089
--	(445,000)	--	(445,000)
$ 14,024,282	$ 142,943,873	$ 8,454,761	$ 151,398,634

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 1996

	Governmental Fund Types		
	General	Special Revenue	Debt Service
Revenues:			
Taxes	$ 147,305,845	$ 51,904,991	$ 14,624,664
Licenses and Permits	2,914,367	242,856	--
Intergovernmental Revenues	11,263,149	32,978,856	--
Charges for Services	14,154,692	15,405,177	--
Fines and Forfeits	1,529,699	401,876	--
Miscellaneous Revenues	12,685,627	3,955,927	1,003,853
Total Revenues	189,853,379	104,889,683	15,628,517
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	706,474	47,255	--
Capital Leases	255,462	--	--
Operating Transfers In (Note 12)	2,972,997	2,338,402	3,283,748
Operating Transfers From Primary Government (Note 12)	--	--	--
Total Other Financing Sources	3,934,933	2,385,657	3,283,748
Total Revenues and Other Financing Sources	193,788,312	107,275,340	18,912,265
Expenditures:			
Current:			
General Government	41,107,486	2,951,222	--
Public Safety	78,379,920	8,320,308	--
Transportation	20,088,917	25,600,770	--
Sanitation	10,120,664	6,108,797	--
Health and Welfare	1,398,596	3,568,193	--
Culture and Recreation	1,115,012	8,583,038	--
Conservation and Development	1,990,203	21,065,679	--
Capital Outlay	8,081,381	12,861,860	--
Debt Service:			
Principal Retirement	--	--	11,520,932
Interest and Fiscal Charges	--	--	8,836,000
Other Costs	--	--	47,226
Intergovernmental	62,443	--	--
Total Expenditures	162,344,622	89,059,867	20,404,158
Other Uses (Note 12):			
Operating Transfers Out	21,099,440	3,174,326	--
Operating Transfers To Component Units	9,422,872	1,194,939	--
Total Other Uses	30,522,312	4,369,265	--
Total Expenditures and Other Uses	192,866,934	93,429,132	20,404,158
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	921,378	13,846,208	(1,491,893)
Fund Balances, Beginning of Year as Previously Reported	50,880,993	43,159,308	21,855,599
Prior Year Adjustment (Note 15)	--	192,998	--
Fund Balances, Beginning of Year Restated	50,880,993	43,352,306	21,855,599
Residual Equity Transfer (Note 12)	(177,985)	(445,000)	177,985
Fund Balances, End of Year	$ 51,624,386	$ 56,753,514	$ 20,541,691

The accompanying notes are an integral part of this statement.

EXHIBIT A - 1
(Continued)

Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)		Totals (Memorandum Only)
	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	Primary Government	Component Units	Reporting Entity
$	--	$ --	$ 424,670,792	$ --	$ 424,670,792	$ 16,277,049	$ 440,947,841
	2,684,304	--	--	--	155,581,261	10,073,055	165,654,316
	--	--	--	--	2,856,770	--	2,856,770
	--	--	--	--	18,682,096	--	18,682,096
	--	--	--	--	3,853,228	--	3,853,228
	--	--	--	--	13,733	--	13,733
	6,369,358	--	--	--	149,545,259	(1,897,614)	147,647,645
	--	--	--	--	15,223,718	7,530	15,231,248
	--	--	--	--	2,192	--	2,192
	--	--	--	--	5,527,713	--	5,527,713
	--	--	--	--	7,483	--	7,483
	--	--	--	--	570,710	--	570,710
	--	--	--	--	10,043,246	--	10,043,246
	--	--	--	--	10,498,445	--	10,498,445
	--	599,358,282	--	--	599,358,282	1,691,927	601,050,209
	--	--	--	--	--	13,786	13,786
	--	--	--	--	--	486,712	486,712
	--	--	--	--	6,763,490	17,790	6,781,280
	--	--	--	--	26,065,695	29,136	26,094,831
	--	--	--	--	15,186,563	--	15,186,563
	--	--	--	--	12,219,903	--	12,219,903
	--	--	--	--	115,982	--	115,982
	--	--	--	--	5,140,827	--	5,140,827
	--	--	--	--	--	158,500	158,500
	--	--	--	--	35,577,906	7,741,307	43,319,213
	9,053,662	599,358,282	424,670,792	--	1,497,505,294	34,599,178	1,532,104,472
$	14,310,401	$ 629,188,014	$ 424,670,792	$ 167,705,735	$ 2,034,864,845	$ 54,418,724	$ 2,089,283,569

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED BALANCE SHEET
ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types				Proprietary
	General	Special Revenue	Debt Service	Capital Projects	Enterprise
LIABILITIES, EQUITY AND OTHER CREDITS (Continued)					
Equity and Other Credits:					
Investment in General Fixed Assets	$ --	$ --	$ --	$ --	$ --
Contributed Capital (Note 16)	--	--	--	--	152,896,957
Retained Earnings (Note 2):					
Reserved for Maintenance and Operations	--	--	--	--	2,856,770
Reserved for Revenue Bond Debt Service	--	--	--	--	18,682,096
Reserved for Passenger Facility Charges (Note 19)	--	--	--	--	3,853,228
Reserved for Airport Police	--	--	--	--	13,733
Unreserved	--	--	--	--	143,175,901
Fund Balances (Note 2):					
Reserved for Encumbrances	1,618,418	10,717,562	--	2,887,738	--
Reserved for Advance to Component Units	2,192	--	--	--	--
Reserved for Loans Receivable	80,000	5,447,713	--	--	--
Reserved for Petty Cash	5,800	1,683	--	--	--
Reserved for Inventory	570,710	--	--	--	--
Reserved for Debt Service - Principal	--	--	10,043,246	--	--
Reserved for Debt Service - Interest	--	--	10,498,445	--	--
Reserved for Employees' Pension Benefits	--	--	--	--	--
Reserved for Prepaid Items	--	--	--	--	--
Reserved for District Assistance	--	--	--	--	--
Reserved for Subsequent Years Expenditures	6,326,500	436,990	--	--	--
Unreserved:					
Designated for Unencumbered Appropriations	8,598,159	7,127,683	--	10,339,853	--
Designated for Insurance	15,186,563	--	--	--	--
Designated for Solid Waste Collection and Disposal	5,656,290	6,563,613	--	--	--
Designated for Special Purposes	115,982	--	--	--	--
Designated Gaming Revenues	5,140,827	--	--	--	--
Designated for Other Uses	--	--	--	--	--
Undesignated	8,322,945	26,458,270	--	796,691	--
Total Equity and Other Credits	51,624,386	56,753,514	20,541,691	14,024,282	321,478,685
Total Liabilities, Equity and Other Credits	$ 60,643,569	$ 72,045,978	$ 20,542,009	$ 15,608,393	$ 630,149,954

The accompanying notes are an integral part of this statement.

EXHIBIT A - 1
(Continued)

Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)		Totals (Memorandum Only)
	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	Primary Government	Component Units	Reporting Entity
$	214,399	$ 1,071,135	$ --	$ --	$ 16,006,619	$ 747,653	$ 16,754,272
	--	487,748	--	--	487,748	--	487,748
	--	1,111,917	--	--	1,111,917	--	1,111,917
	--	49,718	--	--	7,893,856	--	7,893,856
	--	3,675,152	--	--	4,399,904	624	4,400,528
	--	--	--	--	--	58,070	58,070
	--	92,633	--	--	102,335	--	102,335
	34,967	--	--	--	2,863,117	95,345	2,958,462
	--	--	--	--	5,375,387	115,231	5,490,618
	--	23,341,429	--	--	24,178,836	13,829,158	38,007,994
	--	--	--	--	4,109,341	--	4,109,341
	152,018	--	--	--	835,585	546,314	1,381,899
	2,504,597	--	--	--	2,516,599	--	2,516,599
	--	--	--	--	4,014	132,885	136,899
	--	--	--	--	19,733,958	1,401,628	21,135,586
	--	--	--	--	--	2,192	2,192
	--	--	--	--	62,336,121	--	62,336,121
	--	--	--	--	217,420,000	--	217,420,000
	--	--	--	--	(2,539,533)	--	(2,539,533)
	--	--	--	119,771,801	119,771,801	1,693,092	121,464,893
	--	--	--	--	447,407	--	447,407
	--	--	--	8,014,350	8,014,350	812,930	8,827,280
	2,350,758	--	--	5,216,507	7,587,112	384,424	7,971,536
	--	--	--	33,907,395	33,907,395	--	33,907,395
	--	--	--	785,199	785,199	--	785,199
	--	--	--	10,483	10,483	--	10,483
	5,256,739	29,829,732	--	167,705,735	537,359,551	19,819,546	557,179,097

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED BALANCE SHEET
ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types				Proprietary
	General	Special Revenue	Debt Service	Capital Projects	Enterprise
LIABILITIES, EQUITY AND OTHER CREDITS					
Accounts and Contracts Payable	$ 5,879,194	$ 5,181,496	$ 318	$ 1,293,685	$ 2,366,392
Accrued Expenses and Benefits Payable	--	--	--	--	--
Pending Trades Payable	--	--	--	--	--
Due to Other Funds (Note 11)	--	4,417,543	--	266,441	3,160,154
Due to Other Governments	175,819	407,246	--	--	141,687
Due to Primary Government (Note 11)	--	--	--	--	--
Due to Component Units (Note 11)	--	9,702	--	--	--
Accrued Payables	1,885,454	536,983	--	--	405,713
Deferred Revenue	368,997	4,611,806	--	23,985	370,599
Deposits and Escrow Accounts	709,719	127,688	--	--	--
Obligations Payable - Current (Note 17)	--	--	--	--	4,109,341
Compensated Absences Payable - Current	--	--	--	--	683,567
Obligation Under Capital Leases - Current (Note 14)	--	--	--	--	12,002
Other Liabilities	--	--	--	--	4,014
Liabilities Payable From Restricted Assets	--	--	--	--	19,733,958
Advance From Primary Government (Note 11)	--	--	--	--	--
Obligations Payable - Long-Term (Note 17)	--	--	--	--	62,336,121
Revenue Bonds Payable - Long-Term (Note 10)	--	--	--	--	217,420,000
Deferred Amount on Refunding (Note 10)	--	--	--	--	(2,539,533)
Bonds and Notes Payable - Long-Term (Note 10)	--	--	--	--	--
Landfill Closure and Postclosure Care Liability (Note 20)	--	--	--	--	447,407
Compensated Absences Payable - Long-Term (Note 10)	--	--	--	--	--
Obligation Under Capital Leases - Long-Term (Note 14)	--	--	--	--	19,847
Claims and Judgments Payable (Note 13)	--	--	--	--	--
Employee Benefits Payable (Note 13)	--	--	--	--	--
Arbitrage Payable for Governmental Fund Types	--	--	--	--	--
Total Liabilities	9,019,183	15,292,464	318	1,584,111	308,671,269

The accompanying notes are an integral part of this statement.

Continued

Fund Types	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)		Totals (Memorandum Only)
Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	Primary Government	Component Units	Reporting Entity
$ 4,021,800	$ 7,379,485	$ --	$ --	$ 29,139,991	$ 10,725,394	$ 39,865,385
--	593,723,938	--	--	679,925,295	10,215,791	690,141,086
--	21,015,381	--	--	21,015,381	660,985	21,676,366
--	--	--	--	41,557,797	1,225,672	42,783,469
--	70,684	--	--	5,411,993	1,363,543	6,775,536
--	584,200	--	--	584,200	--	584,200
--	1,290,500	--	--	1,290,500	--	1,290,500
--	1,321,433	--	--	1,321,433	--	1,321,433
--	5,730	--	--	5,730	--	5,730
32,634	2,734,234	--	--	4,406,473	5,861	4,412,334
--	--	--	--	276,442	--	276,442
--	--	--	--	--	283,458	283,458
--	--	--	--	7,893,856	--	7,893,856
3,292	33,303	--	--	35,145,223	1,435,226	36,580,449
--	--	--	--	58,070	--	58,070
--	--	--	--	--	102,335	102,335
--	--	--	--	17,906	16,003	33,909
--	--	--	--	2,192	--	2,192
--	--	--	--	5,527,713	--	5,527,713
215,495	--	--	--	786,205	183,327	969,532
--	--	--	--	--	13,785	13,785
--	--	--	--	48,393,443	1,009,626	49,403,069
--	--	--	--	68,552,176	--	68,552,176
--	--	--	--	1,368,226	--	1,368,226
--	--	--	--	1,081,813	--	1,081,813
--	--	--	--	26,584	566,938	593,522
--	--	--	--	1,415,472	--	1,415,472
10,037,180	1,029,126	424,670,792	--	911,954,996	23,720,333	935,675,329
--	--	--	10,043,246	10,043,246	--	10,043,246
--	--	--	157,662,489	157,662,489	2,890,447	160,552,936
$ 14,310,401	$ 629,188,014	$ 424,670,792	$ 167,705,735	$ 2,034,864,845	$ 54,418,724	$ 2,089,283,569

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED BALANCE SHEET
ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types				Proprietary
	General	Special Revenue	Debt Service	Capital Projects	Enterprise
ASSETS AND OTHER DEBITS					
Assets:					
Cash and Cash Equivalents (Note 3)	$ 2,914,413	$ 5,333,047	$ 3,429,937	$ 3,204,133	$ 2,857,176
Investments (Note 3)	26,229,722	19,731,104	15,196,554	10,514,948	14,529,029
Investment in Deferred Compensation (Note 3)	--	--	--	--	--
Taxes Receivable - Net	22,290,720	15,868,959	844,275	--	2,553,843
Accounts Receivable - Net	303,681	3,255,156	--	--	1,782,472
Employee Contributions Receivable	--	--	--	--	--
Employer Contributions Receivable	--	--	--	--	--
Pending Trades Receivable	--	--	--	--	--
Other Contributions Receivable	--	--	--	--	--
Accrued Interest Receivable	281,393	322,848	365,936	161,299	508,129
Special Assessments Receivable	69,854	--	--	23,985	182,603
Other Receivables	--	--	--	--	--
Due From Other Funds (Note 11)	213,783	--	--	1,704,028	5,976,045
Due From Other Governments (Note 11)	7,632,236	22,087,151	705,307	--	4,683,934
Due From Component Units (Note 11)	54,865	--	--	--	3,205
Due From Primary Government (Note 11)	--	--	--	--	--
Prepaid Items	--	--	--	--	17,906
Advance to Component Units (Note 11)	2,192	--	--	--	--
Loans Receivable	80,000	5,447,713	--	--	--
Inventory	570,710	--	--	--	--
Other Assets	--	--	--	--	--
Restricted Assets:					
Cash and Cash Equivalents (Note 3)	--	--	--	--	48,393,443
Investments (Note 3)	--	--	--	--	68,552,176
Accounts Receivable - Net	--	--	--	--	1,368,226
Accrued Interest Receivable	--	--	--	--	1,081,813
Due From Other Governments (Note 11)	--	--	--	--	26,584
Deferred Bond Issuance Costs	--	--	--	--	1,415,472
Fixed Assets, Net (Note 6)	--	--	--	--	476,217,898
Other Debits:					
Amount Available for Retirement of Long-Term Debt	--	--	--	--	--
Amount to be Provided for Retirement of Long-Term Debt	--	--	--	--	--
Total Assets and Other Debits	$ 60,643,569	$ 72,045,978	$ 20,542,009	$ 15,608,393	$ 630,149,954

The accompanying notes are an integral part of this statement.

Continued

GENERAL PURPOSE FINANCIAL STATEMENTS

The accompanying financial information listed as Schedules, Exhibits K-1 through K-5, is presented for purposes of additional analysis and is not a required part of the financial statements of the City-Parish. Such information has been subjected to the auditing procedures applied in the audit of the general purpose, combining, and individual fund and account group financial statements and, in our opinion, is fairly presented in all material respects in relation to the financial statements of each of the respective individual funds and account groups taken as a whole.

The accompanying financial information listed in the Statistical Section as Exhibits I through XV is also presented for purposes of additional analysis and is not a required part of the financial statements of the City-Parish. This information has not been audited by us, and accordingly we express no opinion on the information.

Respectfully submitted,

Haxmis A. Bourgeois & Co., L.L.P.

May 2, 1997

INDEPENDENT AUDITOR'S REPORT

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

We have audited the general purpose financial statements and the combining, individual fund, and account group financial statements of the City of Baton Rouge and Parish of East Baton Rouge, Louisiana (City-Parish) as of and for the year ended December 31, 1996, as listed in the accompanying table of contents as Exhibits A-1 through A-9 and B-1 through J-1. These financial statements are the responsibility of the City-Parish's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the component units discretely presented as described in note 1a. to the general purpose financial statements which account for 100% of the assets and revenues and other sources of the financial resources of the component units. Those financial statements were audited by other auditors, including Hannis T. Bourgeois and Co., L.L.P. acting separately, whose reports thereon were furnished to us and our opinion, herein, insofar as it relates to the amounts included for these entities, is based solely upon the reports of the other auditors. Hannis T. Bourgeois and Co., L.L.P. has audited separately 3.4% of the assets and 2.1% of the revenues and other sources of the governmental funds of the component units and 100.0% of the assets, revenues and changes in cash flows of the Proprietary Funds of the component units.

We conducted our audit in accordance with generally accepted auditing standards. 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 opinion.

In our opinion, based upon our audit and the reports of other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City-Parish as of December 31, 1996, and the results of its operations and the cash flows of its Proprietary Fund Types for the year then ended in conformity with generally accepted accounting principles. Also, in our opinion, the combining, individual fund, and account group financial statements, Exhibits B-1 through J-1, present fairly, in all material respects, the financial position of each of the individual funds and individual account groups of the City-Parish, at December 31, 1996, and the results of operations of such individual funds and the cash flows of the individual Proprietary Fund Types for the year then ended in conformity with generally accepted accounting principles.

Certificate of Achievement for Excellence in Financial Reporting

Presented to

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

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1995

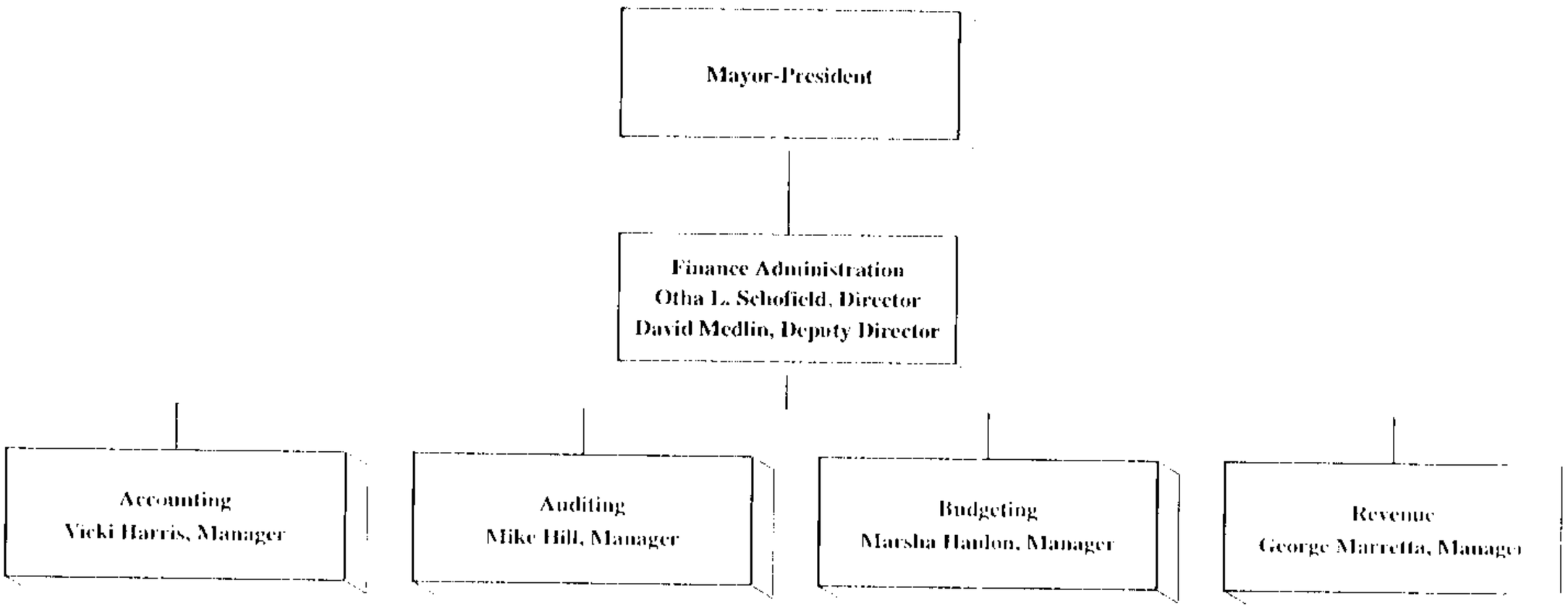
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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

GOVERNMENT FINANCE OFFICERS ASSOCIATION OF THE UNITED STATES AND CANADA CORPORATION SEAL CHICAGO

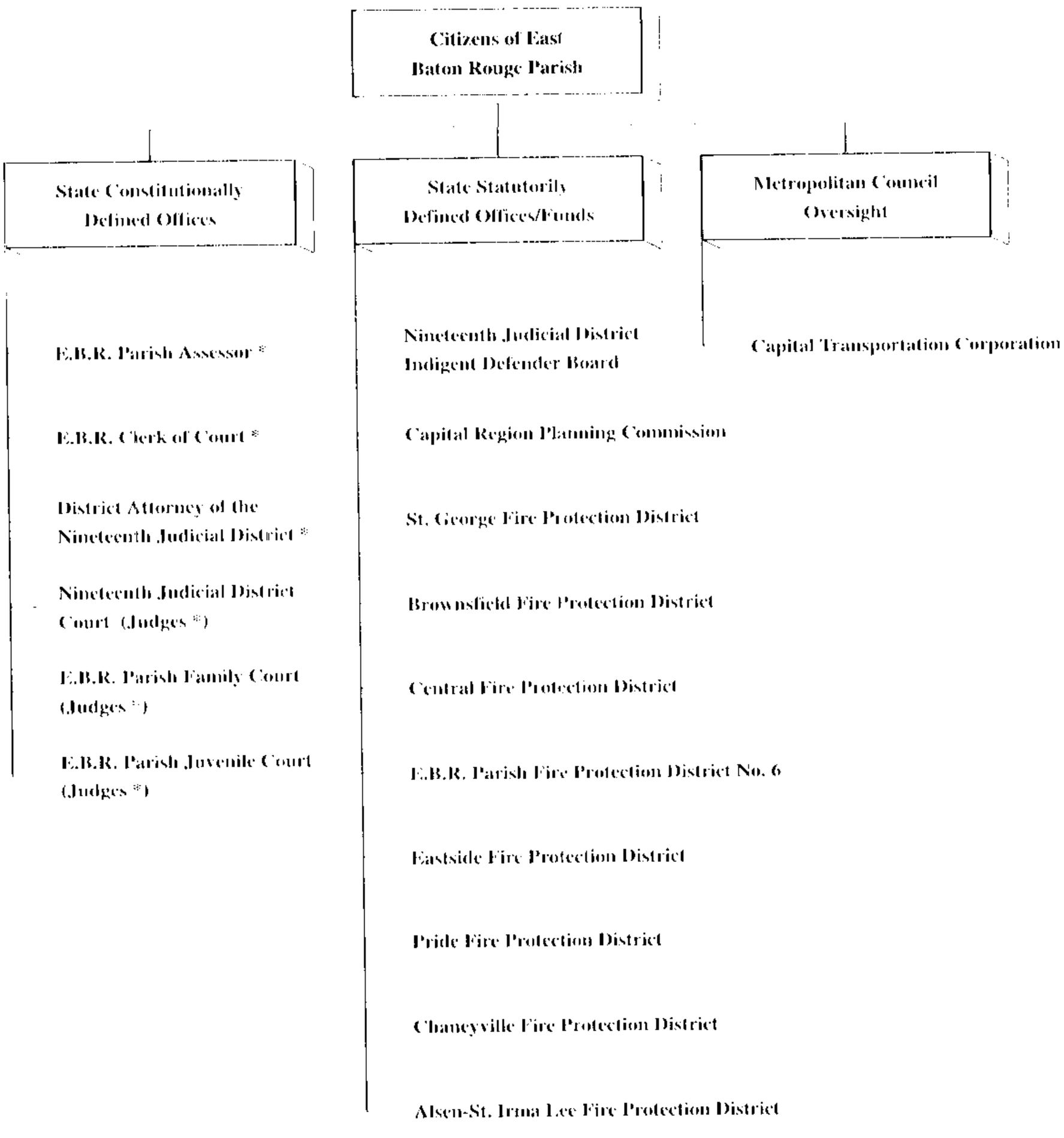
Arthur R. Lynch
President

Jeffrey L. Esser
Executive Director

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



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



* Designates Elected Officials

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

Citizens of East Baton Rouge Parish

Executive Branch
Mayor-President*

- Finance
- Human Resources
- Purchasing
- Service Fee Business
- Police
- Fire
- Emergency Medical Services
- Juvenile Services
- Emergency Preparedness
- Public Works
- Anti-Drug Task Force
- Citizens Service
- Riverside Centroplex
- Inspector General
- Landscape & Forestry
- Human Development & Services
- Information Services
- Quality & Employee Development

Legislative Branch
Metropolitan Council*

- Council Administrator-Treasurer
- Council Budget Office
- Parish Attorney
- Public Information Office
- Animal Control Center
- Planning Commission
- Mosquito Abatement & Rodent Control
- Downtown Development District
- ERRP Communications District
- Greater Baton Rouge Airport Commission
- Library Board of Control

Judicial Branch

- City Court*
- City Constable*

* Designates Elected Officials

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
PRINCIPAL OFFICIALS
DECEMBER 31, 1996

MAYOR-PRESIDENT - TOM ED McHUGH

COUNCIL MEMBERS

District 1	Roxson Welch
District 2	Thomas Woods
District 3	Rosemary Garruto
District 4	Joseph Greco
District 5	Rev. Jesse Bilberry, Jr.
District 6	M. A. "Mike" Tassin, Jr.
District 7	W. T. Winfield
District 8	Dennis Edmon
District 9	Patty Jo Roubique
District 10	Darrell Glasper
District 11	Mary Frey Eaton
District 12	James T. "Jim" Benham

Awards

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Baton Rouge and Parish of East Baton Rouge for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 1995.

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

A Certificate of Achievement is valid for a period of one year only. I believe our current report conforms to the Certificate of Achievement Program requirements, and we are submitting it to GFOA to determine its eligibility for a certificate.

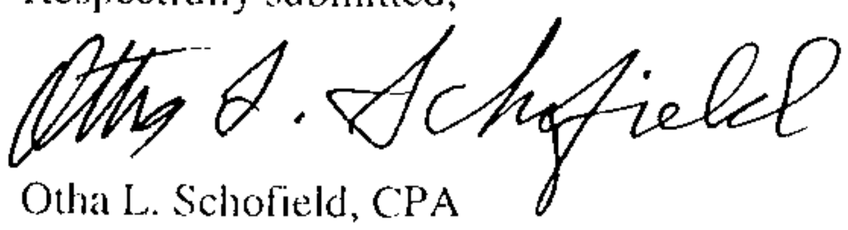
In addition, the City-Parish also received the GFOA's Award for Distinguished Budget Presentation for its annual operating budget prepared for the fiscal year covered by this Comprehensive Annual Financial Report. In order to qualify for the Distinguished Budget Presentation Award, the City-Parish's budget document was judged to be proficient in several categories, including policy documentation, financial planning, and organization.

Acknowledgments

I wish to express my appreciation to all the members of the Finance Department who assisted and contributed to the preparation of this report. Special acknowledgment is due to the staff of the Accounting Division, whose dedicated efforts resulted in the successful completion of the report.

In addition, I express my appreciation to the Mayor-President and Metropolitan Council for their continuing interest and support in planning and conducting the financial affairs of the City-Parish in a responsible and progressive manner.

Respectfully submitted,



Otha L. Schofield, CPA
Director of Finance

The ratio of "idle cash investments" to the total cash available was as follows:

(in thousands)

	1996		1995	
	Amount	Average Percent	Amount	Average Percent
Cash in Bank	$ (689)	(0.38)	$ 855	0.45
Investments of Idle Cash	181,238	100.38	185,114	99.55
Total Cash Available	$180,549	100.00	$185,969	100.00

Cash and investments for one blended component unit, the City-Parish Employees' Retirement System, are not included in the City-Parish government's consolidated bank account. This organization is considered part of the City-Parish primary government, but maintains separate bank accounts and controls its own disbursements and investments. Individual cash items of the discretely presented component units are presented in the financial statements.

In accordance with bond resolutions concerning the issuance of revenue bonds, separate cash accounts are maintained by trustees for the debt accounts of all sales tax revenue bonds, the Greater Baton Rouge Parking Authority, and the East Baton Rouge Sewerage Commission. Trustee-held funds as of December 31, 1996, were as follows:

(in thousands)

Sales Tax Revenue Bonds	$17,436
Greater Baton Rouge Parking Authority	3,340
East Baton Rouge Sewerage Commission	67,195
Total Trustee-Held Funds	$87,971

Investment activity as of December 31, 1996, on trustee-held funds is detailed in Exhibit K-4. All deposits not covered by FDIC insurance are collateralized as required by state law. All the primary government's deposits as of December 31, 1996, were either collateralized with securities held by the pledging financial institution's trust department or agent in the City-Parish's name, or covered by FDIC insurance.

Risk Management

The City-Parish's comprehensive risk management program includes coverage for property, liability, safety, workers' compensation, unemployment, health, life, and dental insurance. The City-Parish self-insurance policy is further explained in the Notes to Financial Statements.

OTHER INFORMATION

Independent Audit

The local government charter requires a comprehensive annual audit to be performed by a firm of certified public accountants. The audit has been completed, and the firm's opinion covers the basic financial statements of the financial section of the report only. The general purpose financial statements and the combining and individual fund and account-group statements constitute the basic financial statements.

In addition to meeting the requirements set forth by local charter and state statutes, the audit also meets the requirements of the Federal Single Audit Act of 1984 and related OMB Circular A-128. The auditor's reports related specifically to the single audit are issued under separate cover.

The following tabulation compares bonds sold during the last five years:

Date of Issue	Amount (in thousands)	Average Life (in Years)	Effective Interest Rate	Interest Cost Per Borrowed Dollar
02/01/92	$21,400	15.76	6.44%	$1.01
04/01/92	85,000	12.22	6.41	0.78
03/01/93	30,200	16.06	5.49	0.87
10/01/93	4,000	15.76	5.13	0.81
10/01/93	70,000	15.26	5.13	0.78
08/01/95	36,000	18.02	5.97	1.08
03/01/96	65,000	16.05	5.66	0.91

As of December 31, 1996, City-Parish bonds are rated by two of the major rating services, exclusive of bond insurance, as follows:

	Rating	
Type of Bond	Moody's Investors Service	Standard and Poor's
East Baton Rouge Parish General Obligation Bonds	A1	A+
East Baton Rouge Parish Limited Tax Bonds	Baa	A-
1989 Parish Sewer Public Improvement Sales Tax Revenue Bonds	Baa1	A
1989 City and Parish Public Improvement Sales Tax Revenue Bonds	--	AA-

Treasury Administration

Diverse operations of the various funds of the City-Parish require a sophisticated cash management system to control and actively utilize cash as a financial resource.

A single consolidated account has been established at a local bank into which monies are deposited and from which most disbursements are made. In addition, investment purchases are charged to, and matured investments are deposited into, the consolidated bank account. The purpose of the Consolidated Cash Management Pool is to reduce administrative costs and provide a single cash balance available for the maximization of investment earnings.

The objectives of the investment program are, in order of importance, to ensure adequate liquidity, minimize risk, and maximize yields. The City-Parish is authorized by state statute to invest temporarily idle cash, as more fully described in Note 3 of the Notes to Financial Statements.

During 1996, cash temporarily idle was invested in Louisiana Asset Management Pool (LAMP), U.S. government securities, certificates of deposit, and repurchase agreements at rates ranging from 4.69% to 6.10%. Interest earnings on matured investments in the central cash management program totaled $6,460,754 in 1996. The effective annual interest rate on all maturing centrally managed investments was 5.3% in 1996, compared with 5.9% in 1995.

The largest of these enterprise operations is the **Comprehensive Sewerage System Program**, which was established as an enterprise fund in 1985, concurrent with the enactment of a sewer user fee. Retained earnings of the Comprehensive Sewerage System Fund exceeded $160 million, as of year end. This fund encompasses all assets *associated with sewerage operations and improvements held by the City, the Parish, the Greater Baton Rouge* Consolidated Sewerage District, and the East Baton Rouge Sewerage Commission.

The **Solid Waste Disposal Facility**, which handles the parish's landfill operation, realized a net loss of $653,649 in 1996. The loss was a result of the payment of a final legal settlement stemming from the expropriation of land on which the landfill is located. The North Landfill is permitted by the EPA and the Louisiana Department of Environmental Quality to dispose of municipal solid waste and non-hazardous industrial waste from East Baton Rouge Parish and from surrounding cities, towns, and parishes. More than 398,000 tons of solid waste were handled during 1996.

Segment information on all enterprise operations is further explained in the Notes to Financial Statements.

Pension Operations

The City of Baton Rouge and Parish of East Baton Rouge Employees' Retirement System pension benefit obligation as of December 31, 1996, was funded at a level of 70.7%. The pension benefit obligation is a standardized measurement of the actuarial present value of credited projected benefits, in accordance with GASB Statement No. 5, *Disclosure of Pension Information by Public Employee Retirement System and State and Local Governmental Employers.* Disclosure concerning the retirement system can be found in the Notes to Financial Statements.

Debt Administration

The ratio of net bonded debt to assessed valuation and the amount of bonded debt per capita are indications of debt position that are useful to municipal management, taxpayers, and investors. The data for the City-Parish government, as of December 31, 1996, are as follows:

	Amount of Debt (in thousands)	*Ratio of Debt to Assessed Value*	*Ratio of Debt to Present Market Value*	*Debt Per Capita*
Net Direct Debt	$ 788	0.04%	0.00%	$ 2
Overlapping Debt	11,426	0.61	0.07	29
Net Direct and Overlapping Debt	$12,214	0.65%	0.07%	$31

A summary of the general obligation bonds, excess revenue contracts, and revenue bond activities for 1996 is shown below:

(in thousands)

	Outstanding 1/1/96	Issued	Retired	Outstanding 12/31/96
General Obligation Bonds	$ 6,550	$ --	$ 2,895	$ 3,655
Excess Revenue Contracts	1,284	--	1,207	77
Revenue Bonds	322,290	65,000	47,580	339,710
Total	$330,124	$65,000	$51,682	$343,442

General Fund-Fund Balance

The City-Parish continued to maintain a healthy fund balance during 1996. The following schedule illustrates the relationship of the unreserved fund balance to the General Fund operating budget for the following years:

(in thousands)

Fiscal Year Ended December 31	Unreserved Fund Balance for the General Fund	General Fund Operating Budget, Succeeding Year	Ratio of Unreserved General Fund Balance to Succeeding Year's Budget
1992	$27,770	$149,851	19%
1993	30,044	154,875	19
1994	39,157	161,937	24
1995	40,120	174,947	23
1996	43,021	185,768	23

The City-Parish in 1996 continued its effort to achieve long-range stabilization of the General Fund by further reducing the government's reliance on fund balance for general operations. In addition, unstable revenue sources, such as the gaming admission tax, are budgeted after they are received. They are appropriated primarily for non-recurring items, such as one-time capital outlays. The City-Parish Finance Department will also continue to propose conservative revenue estimates in our budget process.

Enterprise Operations

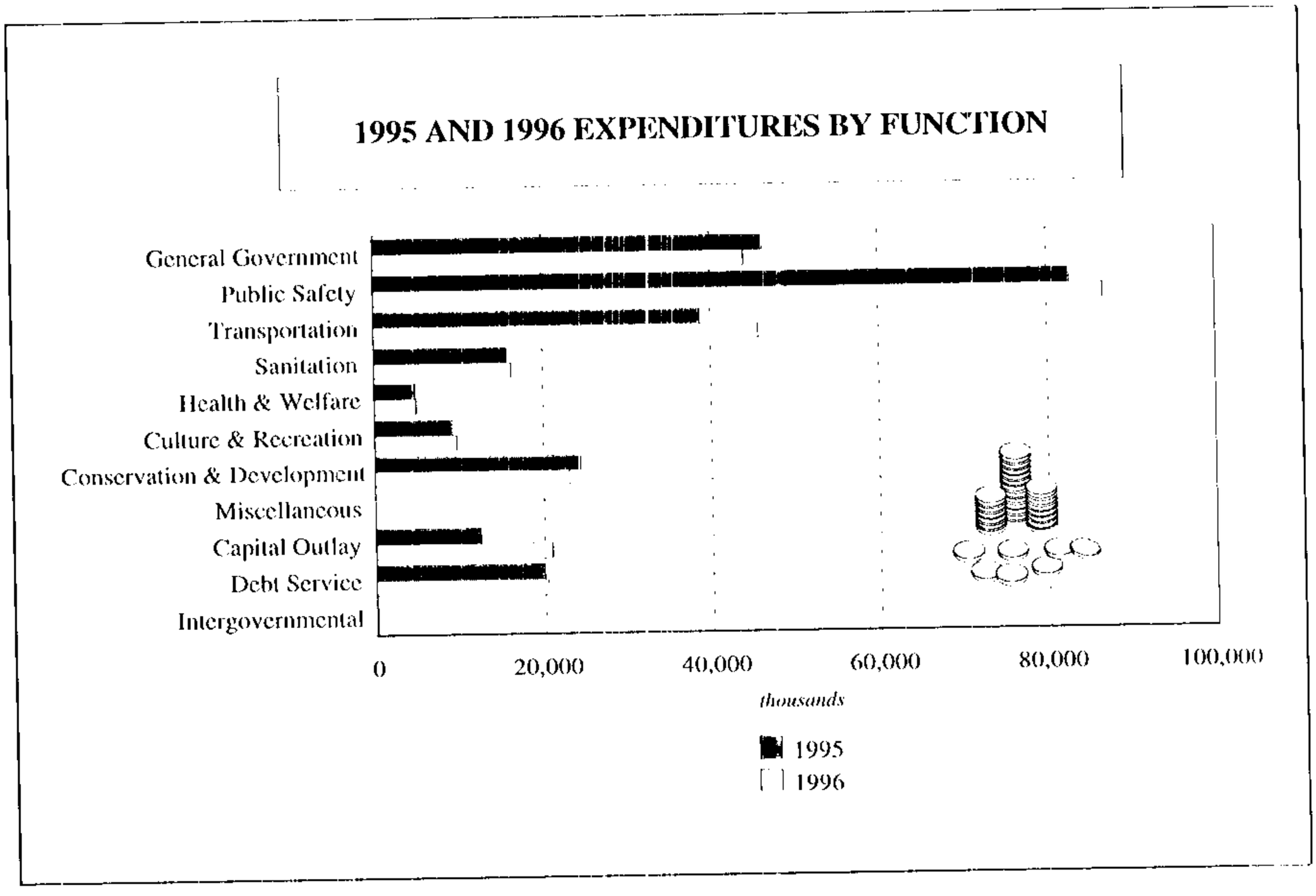
The City-Parish's enterprise operations consist of five activities: the Greater Baton Rouge Airport District, Riverside Centroplex, Greater Baton Rouge Parking Authority, Comprehensive Sewerage System Program, and Solid Waste Disposal Facility.

The **Greater Baton Rouge Airport District** had a net income of $2,606 for 1996. The fund's retained earnings were in excess of $9 million as of December 31, 1996. The authority has an airport-airline lease agreement, whereby all surpluses or shortages in operating cash at year-end (exclusive of certain capital improvements) are shared with the airlines through increased or decreased landing fees in subsequent years.

The **Riverside Centroplex** fund incurred a loss before operating transfers of $1,779,648 in 1996, compared with a loss of $1,880,514 in 1995. On April 1, 1996, the management of the Centroplex was contracted to a private company, Spectacor Management Group, Inc. (SMG). The contract between SMG and the City-Parish provides for the payment of management fees based on the firm's ability to reduce the annual deficit incurred by the facility. The management fee for 1996 was $110,078. The general fund subsidy for 1996 was $798,250, compared with $1,125,000 in 1995.

The **Greater Baton Rouge Parking Authority** was subsidized by the General Fund in 1996, in the amount of $223,490. Parking fees are currently set at market rates; however, the total revenues generated are insufficient to pay for both operating costs and debt service on parking revenue bonds.

Expenditures for the **general government** function in 1996 were $2.2 million less than in 1995. The decrease was attributable to the 1995 payment of run-out claims on a discontinued health insurance program. The City-Parish employees' health benefit program was fully insured in 1996.



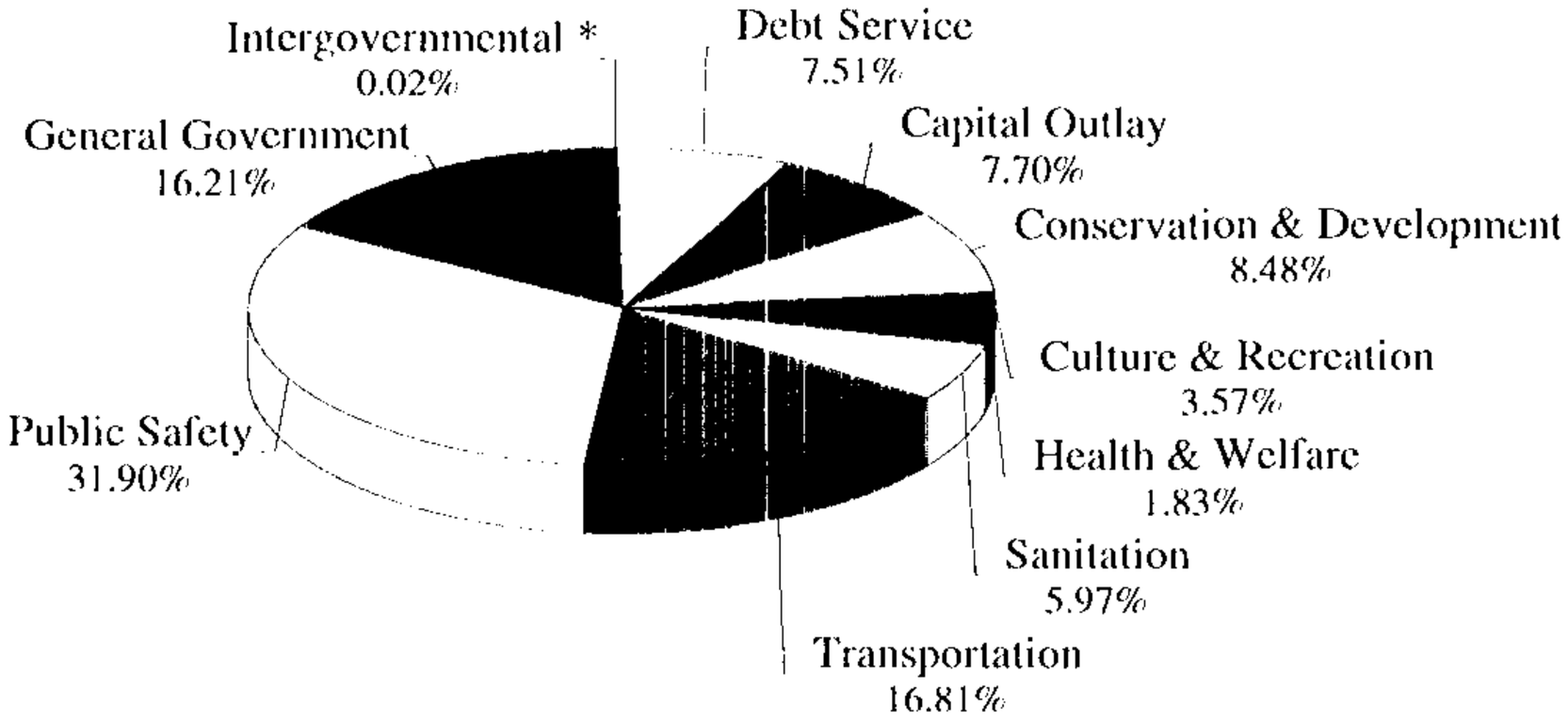
Property Assessments and Tax Levies

The assessed value of property amounted to $1.864 billion parishwide in 1996, representing an increase of $125.9 million, or 7.2%, over 1995. Citywide 1996 assessed value of $932 million represents an increase of $59.1 million, or 6.8%, over 1995.

The allocation of property tax levies for citywide and parishwide districts for 1996 and the three preceding years is as follows:

	Mills Per Dollar of Assessed Valuation			
	1993	1994	1995	1996
General Fund	13.12	13.12	13.12	12.70
Special Revenue Funds	12.71	12.69	12.69	15.28
Debt Service Funds	2.85	2.85	2.85	1.22
Total	28.68	28.66	28.66	29.20

1996 EXPENDITURES BY FUNCTION



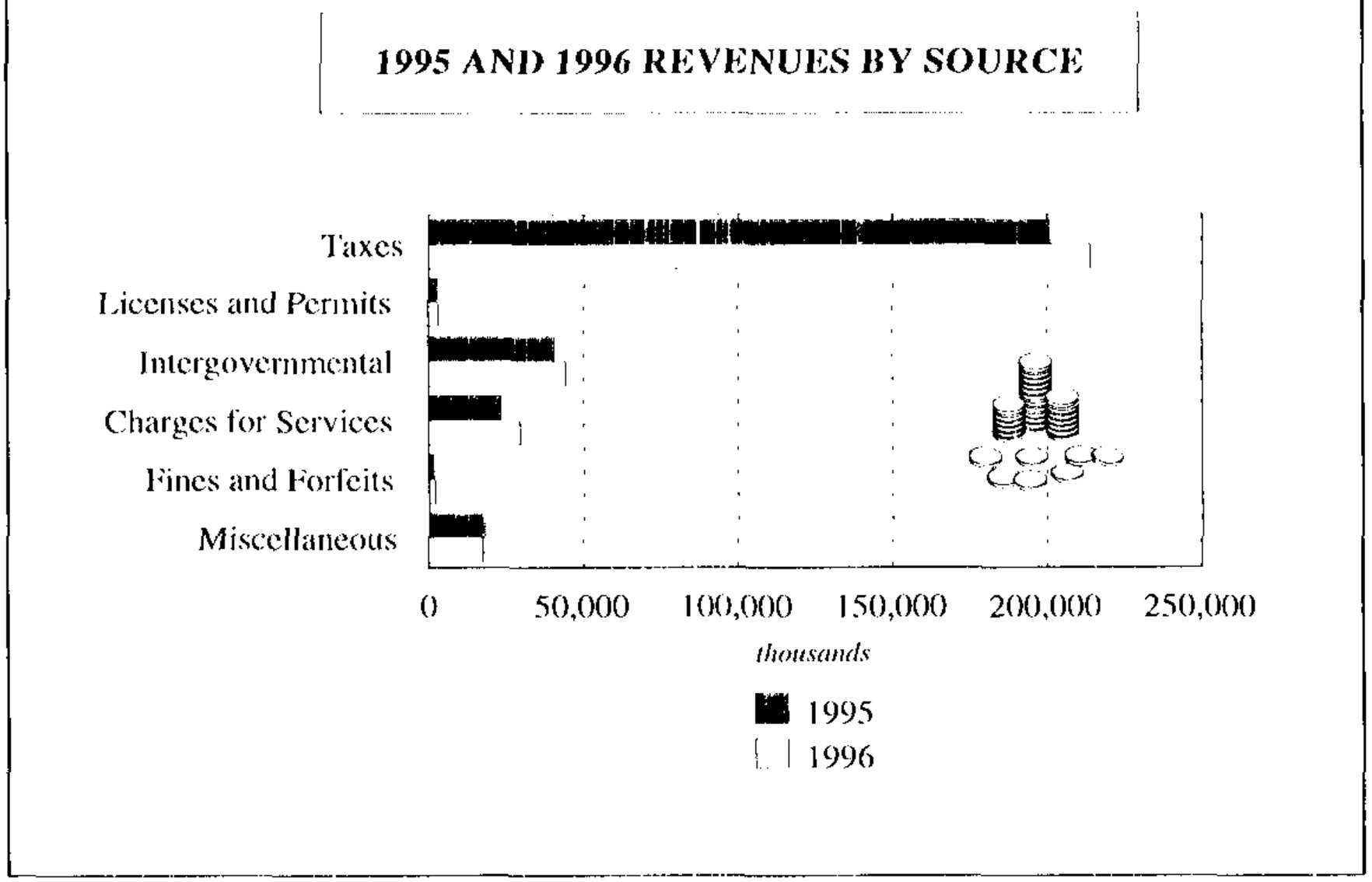
* Percentages less than 1% have a minimal effect on the chart.

The **capital outlay** area had the largest governmental funds expenditure increase ($8.5 million) in 1996. As mentioned in the intergovernmental revenue section above, the Louisiana Department of Transportation and Development provided grant funds that were matched with local government funds (for a total expenditure of approximately $4.1 million) for the computerized traffic synchronization project. Other major capital outlays in 1996 included the following:

COPS More Community Policing Unit (new computers)	$ 600,000
Country Club Lateral (drainage project)	1,900,000
Fire Suppression and Prevention (fire trucks)	1,400,000
General Government Buildings (prison security improvements)	500,000
Total Other Capital Outlay	$4,400,000

An additional $6.9 million of 1996 expenditures were incurred over the 1995 amount in the **transportation** function. The Parish Street Maintenance fund spent an additional $1.7 million on the road rehabilitation program which was collected from the one-half of one percent dedicated sales tax. The remainder of the increase was spent in the Department of Public Works transportation divisions for maintenance of streets, roads, bridges, and canals.

Public safety expenditures increased by $3.9 million in 1996, compared with 1995. Total public safety expenditures were 31.9% of total expenditures in the governmental fund types. Police department expenditures were $2.1 million greater in 1996 than in 1995. Fire department salary-related costs rose by approximately $690,000 in 1996. This was the first full year of a cost-of-living pay increase granted to law enforcement officers and firefighters in mid-1995. In addition, contractual expenditures rose because of the addition of lease-purchased police units in 1996. A number of public works department employees in the general government function were transferred to the public safety Inspection Division at the beginning of 1996, which caused the Inspection Division to incur increased expenditures of approximately $500,000. Other public safety departments such as Emergency Medical Services, Juvenile Services, and the Communications District incurred increases in their operating expenditures in the approximate amount of $610,000.



Expenditures for the operations of the primary government increased 6.8% in 1996 compared to 1995. Through cost containment, expenditures were controlled and kept below budgeted amounts. The largest increase in expenditures occurred in the capital outlay area, which rose by 68.2%. Expenditure increases are also noted in the transportation and public safety functions, whereas the costs of general government fell approximately 4.8%. Expenditures for general governmental functions and the increase (decrease) for each major function are summarized in the following table. The "Percent of Total" for each item relates to total expenditures for that year.

(in thousands)

Function	1995 Expenditure	1995 Percent of Total	1996 Expenditure	1996 Percent of Total	Increase (Decrease) Over 1995
General Government	$ 46,293	18.19	$ 44,059	16.21	$(2,234)
Public Safety	82,731	32.50	86,700	31.90	3,969
Transportation	38,784	15.24	45,690	16.81	6,906
Sanitation	15,732	6.18	16,229	5.97	497
Health & Welfare	4,911	1.93	4,967	1.83	56
Culture & Recreation	9,220	3.62	9,698	3.57	478
Conservation & Development	24,381	9.58	23,056	8.48	(1,325)
Miscellaneous	2	--	--	--	(2)
Capital Outlay	12,449	4.89	20,943	7.70	8,494
Debt Service	19,971	7.85	20,404	7.51	433
Intergovernmental	63	0.02	62	0.02	(1)
Total	$254,537	100.00	$271,808	100.00	$17,271

Revenues of the primary government for general governmental fund type functions for fiscal year 1996 totaled $310.4 million, compared with $287.6 million for the previous year, representing an increase of $22.8 million, or 7.9%, over the previous year. A summary of general governmental revenues from various sources and the changes from last year is contained in the following table. The "Percent of Total" for each item relates to the total revenues for that year.

(in thousands)

	1995		1996		Increase (Decrease)
Sources of Revenue	Revenue	Percent of Total	Revenue	Percent of Total	Over 1995
Taxes	$201,318	69.99	$213,836	68.90	$12,518
Licenses and Permits	2,822	0.98	3,157	1.02	335
Intergovernmental Revenues	40,578	14.11	44,242	14.25	3,664
Charges for Services	23,229	8.08	29,560	9.52	6,331
Fines and Forfeits	1,668	0.58	1,932	0.62	264
Miscellaneous Revenues	17,997	6.26	17,645	5.69	(352)
Total	$287,612	100.00	$310,372	100.00	$22,760

Tax revenues for 1996 were 68.9% of total governmental revenues. The major revenue sources are sales and use taxes, gross receipts business taxes, and general property taxes. Tax revenues increased by approximately $12.5 million from 1995. Sales and use taxes increased $9.7 million, which reflects an overall growth of 7.6%. General property taxes collected were $2.5 million higher in 1996 than in 1995. The 1996 increased millage of the Library Board of Control (11.10 mills for 1996, compared with 8.33 mills in 1995) generated an additional $4.4 million, which was offset by a general obligation bond debt service millage decrease (-1.63 mills) that reduced property taxes by $1.9 million. Gaming admission taxes were $300,000 higher in 1996 than in 1995.

Charges for services rose by $6.3 million in 1996, primarily because of the diligent efforts of Emergency Medical Services, which collected an additional $3.7 million in emergency transport charges. In addition, accruals for third-party billings increased by approximately $1.6 million in 1996. The additional revenues were generated through a newly established accounts receivable billing system for third-party payments. An additional $1 million was generated by moderate increases in activities such as criminal and civil court cost fees.

Intergovernmental revenues for 1996 were 14.25% of total revenues. Intergovernmental revenues increased by approximately $3.7 million in 1996, compared with 1995. The Louisiana Department of Transportation and Development provided an increase in funding for a traffic synchronization program involving 56 major intersections within the Parish.

Budgetary control is maintained by the encumbrance of appropriations with purchase orders prior to their release to vendors. Purchase orders that exceed appropriation balances are not released until additional appropriations are made available.

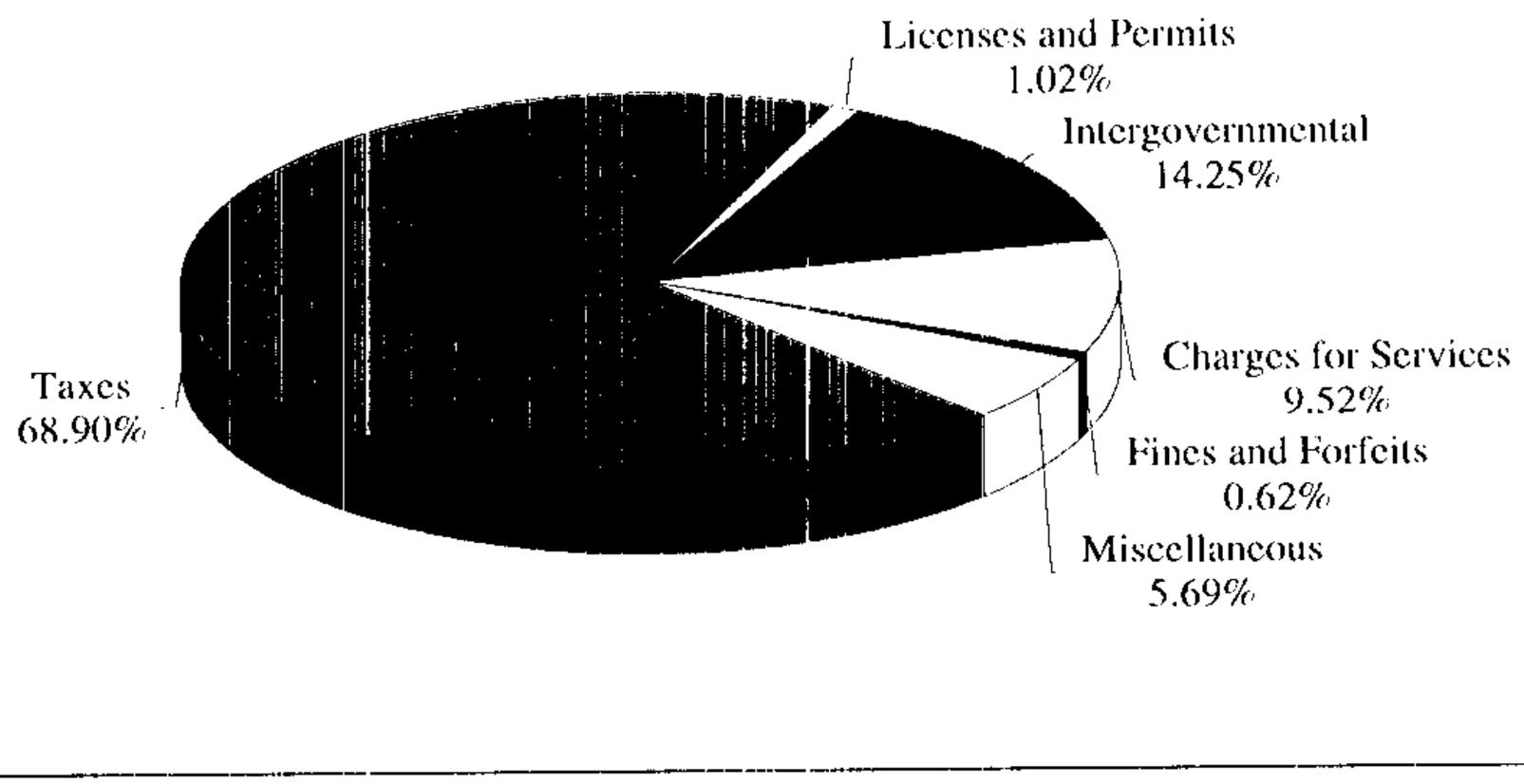
General Governmental Functions

The general government operations of the City-Parish are accounted for in the General Fund, Special Revenue Funds, and Debt Service Funds. Capital Project Funds are excluded because they are not considered recurring general governmental functions. The following is a summary of recurring general governmental operations for 1996 by fund type:

(in thousands)

	Totals	General Fund	Special Revenue Funds	Debt Service Funds
Fund Balance, January 1, 1996	$ 115,896	$ 50,881	$ 43,159	$ 21,856
Revenues and Other Financing Sources	319,975	193,788	107,275	18,912
Expenditures and Other Uses	(306,700)	(192,867)	(93,429)	(20,404)
Prior Year Adjustment	193	--	193	--
Residual Equity Transfer	(445)	(178)	(445)	178
Fund Balance, December 31, 1996	$ 128,919	$ 51,624	$ 56,753	$ 20,542

1996 REVENUES BY SOURCE



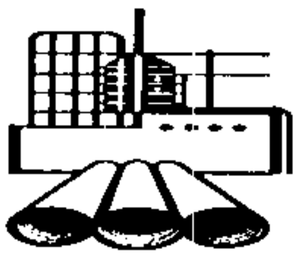
In September 1996, the parish's **Juvenile and Underage Drinking Enforcement Task Force** was recognized by the National Liquor Law Enforcement Association as its "Most Innovative Program" for 1996. The Association commended the joint efforts of the City-Parish Alcoholic Beverage Control Board, Police Department, Sheriff's Office, and others involved in making the program a success.

The City-Parish collected revenues of approximately $10.8 million during 1996 from **riverboat gaming and video poker**. It is the local government's policy that $4 million of gaming revenues be set aside annually for the parish's sewer program. Any gaming revenue in excess of $4 million is budgeted for non-recurring items of a capital nature. During 1996, $6.8 million was appropriated for various street and intersection improvements, drainage improvements, and radio communication equipment.

During 1996, the Information Services Department developed and implemented an **internal communication system** throughout City-Parish government. Using this system, known as the MetroNet, City-Parish departments can distribute information, schedule meetings and events, and offer electronic mail services throughout the government, thereby reducing the use of paper and generating time savings to government officials and workers.

For the Future

Since July 1990, the parish has levied a **one-half percent sales and use tax** dedicated to rehabilitation and maintenance of parish streets and roads. Present voter authorization of the tax expires June 30, 1997. The Metropolitan Council authorized an election to be held in May 1997 for renewal of the tax. The election proposal will dedicate 60% of the estimated $26 million annual proceeds for street construction and the remaining 40% will be dedicated to the current rehabilitation and maintenance program.



The **Sewerage Capital Improvement Program** is designed to improve the quality of wastewater treatment and to reduce water pollution within East Baton Rouge Parish. This program is a major comprehensive capital improvements effort, costing approximately $315.9 million. Completion of this work is a requirement of a consent decree with the U.S. Environmental Protection Agency. In addition, $99.0 million in non-EPA projects involving sewer rehabilitation improvements have been authorized by the Metropolitan Council. Approximately $91.8 million in improvements were capitalized during 1996.

The **Greater Baton Rouge Airport District** is currently involved in a major capital improvements program. The major funding sources for these projects include a combination of federal ($12,170,690), state ($1,352,300), and local matching ($1,596,020) funds. Noise mitigation and taxiway improvements are some of the projects underway. In addition, the Airport District has completed plans for a $41 million program to renovate the airport terminal complex and to construct a public parking garage, a new terminal access road, an airfield parking apron, and a new police/air rescue firefighting facility. Sources of funds for the project include federal/state grants ($9.5 million), state funds ($13.6 million), a seven-year note from the City ($12.5 million), and airport self-generated funds ($5.4 million). The seven-year note will be repaid through future passenger facility charges and the normal rates and charges revenue generated by the Airport

During 1997, the following **public building construction projects** will be completed:

⌂ Capital Transportation Corporation Headquarters (Bus System)	$7,000,000
⌂ Fire Department Headquarters	2,700,000
⌂ Two Head Start Centers	1,500,000
⌂ Greenwell Springs Regional Library	4,800,000

Secondly, there is ***state government****. The huge state capital complex is located in Baton Rouge along with two major state universities.*

The downsizing that occurred in the chemical industry in the early 80s contributed to the loss of 2.2 percent of the MSAs jobs between 1985-87. A second factor was the loss of energy-related revenues to the state treasury, which led to reductions in state government employment. Because there is very little direct extraction-related employment in the area, this MSA was not as hard hit as some other areas of the state during the recessionary years of 1982-87.

Note that the Baton Rouge MSA recovered all of the 4,800 jobs lost during its recession plus some in 1988. The MSA picked up 10,300 jobs in that one year to begin setting new employment records. ***The MSA has been expanding steadily since then and will celebrate the 9th birthday of its present expansion in October 1996****.*

Much of this rebound was due to the recovery in the chemical industry and the associated industrial construction jobs. State government has begun to enjoy sounder financial years recently, and that has contributed to this growth stream. In addition, anytime an economy enjoys such a lengthy and healthy boom period like the one shown in [Figure 1], the retail trade and services sectors naturally expand as well. Over our forecast period, the new ***Mall of Louisiana*** *will be constructed and will be partially opened.* ***General construction****, especially the building of single family homes, apartments, and commercial outlets, is on the upswing. Baton Rouge recently attracted a new* ***U. S. Postal Service*** *remote encoding center that began with 377 employees and will expand to 527 by May 1997.*

But the really big boost to the economy should come from a renewed expansion effort in the ***chemical sector****. Numerous expansions are planned to begin in 1997-98. This activity, along with those mentioned above will help the Baton Rouge MSA celebrate the 11th birthday of its expansion in late 1998. . . .* ***LEM projects the Baton Rouge MSA will gain nearly 12,000 jobs over 1997-98, growing at a rate of 2.1 percent per year****.*

MAJOR INITIATIVES

For the Year

During 1996, the City-Parish continued its efforts to enhance **public safety** programs and equipment. The City-Parish implemented what promises to be a very significant crime fighting tool. The Automated Fingerprint Identification System (AFIS), which is owned by Louisiana State Police, enables the Baton Rouge City Police Department to conduct all fingerprint searches for a 10-parish area. The system is linked to other sites throughout the state, creating the first statewide network of its kind in America. Local law enforcement agencies are now installing live-scan fingerprint stations so that suspects at booking can give "inkless" fingerprints, greatly increasing the quality of the prints held on file for future comparisons. During the first eight months of 1996, AFIS cleared 203 cases that otherwise may not have been solved. Local and federal funding has facilitated the purchase of more than 400 laptop computers that will soon be installed in marked police cars. The computers will be integrated into a Computer-Aided Dispatch (CAD) system and will allow officers to run warrant and license checks and to transmit reports directly to the precincts from the field. In August 1996, the Baton Rouge City Police Department was awarded national accreditation by the Commission for the Accreditation of Law Enforcement Agencies (CALEA). Of the 16,000 law enforcement agencies in the United States, only about 400, or 2.5%, have received this honor.

According to the Louisiana Department of Labor, the annual average rate of local unemployment continued to fall slightly in 1996, as reflected in the following chart:

	East Baton Rouge Parish	Baton Rouge MSA
1994	6.5%	7.4%
1995	5.5	6.1
1996	5.1	5.7

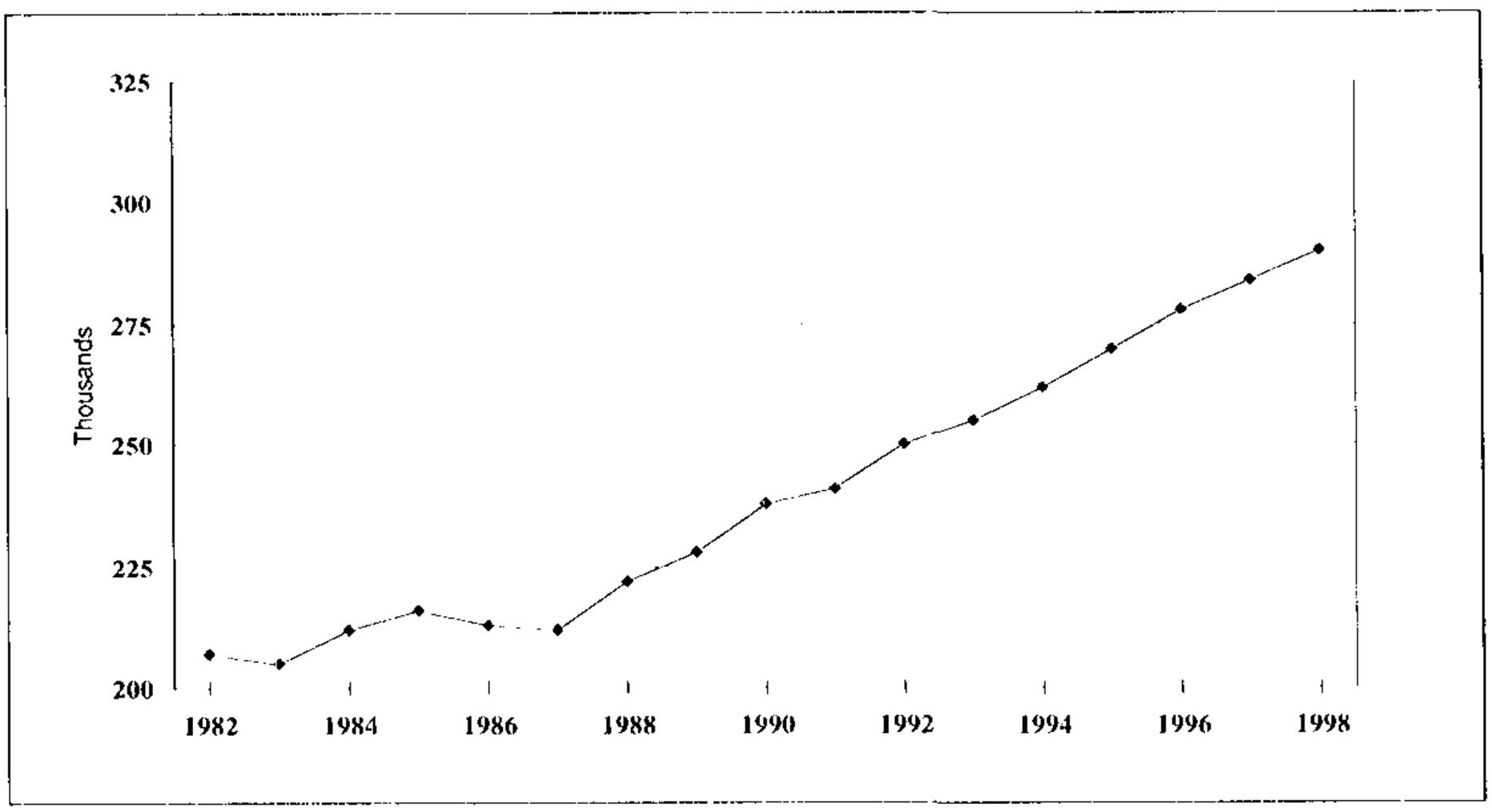
Louisiana Economic Outlook, published annually by the College of Business Administration at Louisiana State University and by Southeastern Louisiana University, contained these comments in the October 1996 edition concerning local economic conditions:

As seen in [Figure 1], the Baton Rouge MSA [Metropolitan Statistical Area] has enjoyed one of the longest, and most sustained periods of economic growth among the state's eight MSAs. This is a 4-parish MSA which includes East Baton Rouge, West Baton Rouge, Livingston, and Ascension Parishes.

Two industries dominate its economic landscape. First, there is the broadly defined ***petrochemical industry****. East Baton Rouge and Ascension Parishes rank number one and number three, respectively, in terms of chemical industry wages paid in the state. In 1995, an estimated $1.083 billion in wages were paid to chemical workers alone in this 4-parish MSA. Even the much larger New Orleans MSA does not come close to matching this concentration. This MSA is also home to the second largest petroleum refinery in the country, the Exxon Refinery in Baton Rouge.*

Figure 1

BATON ROUGE MSA WAGE & SALARY EMPLOYMENT



The primary government includes the City-Parish (all departments and agencies under the auspices of the Mayor-President and the Metropolitan Council) and one blended component unit, the City-Parish Employees' Retirement System. Financial information for the primary government is presented in this report.

This report also includes financial information for the following component units, which is discretely presented, in accordance with GASB No. 14--The Financial Reporting Entity:

- District Attorney of the Nineteenth Judicial District
- Nineteenth Judicial District Court
- East Baton Rouge Parish Family Court
- East Baton Rouge Parish Juvenile Court
- Nineteenth Judicial District Indigent Defender Board
- East Baton Rouge Parish Assessor
- East Baton Rouge Parish Clerk of Court
- Capital Region Planning Commission
- Parish Fire Protection Districts
- Capital Transportation Corporation

A complete explanation of the financial reporting entity is included in the Summary of Significant Accounting Policies in the Notes to Financial Statements.

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

The City-Parish participates in a contributory pension plan administered by a governing board of elected and appointed member representatives who manage the affairs of the City-Parish Employees' Retirement System.

ECONOMIC CONDITION AND OUTLOOK

The City of Baton Rouge is the state capital and the second largest city in Louisiana. It is located on the Mississippi River in the southeast region of the state. Baton Rouge is the center for state government and is an important site for the growth of commerce and industry, tourism, and other diverse cultural activities. The City is the principal home of two major state universities: Louisiana State University and Southern University. The Port of Baton Rouge is the country's fourth largest domestic port in terms of total tonnage. The North American Free Trade Agreement (NAFTA), approved by Congress in 1993, enables Baton Rouge, because of its location, to take economic advantage of one of the world's largest free trade zones.

A number of major Fortune 500 oil-refining and petrochemical companies are located in the industrial corridor along the Mississippi River near Baton Rouge. These industries are major employers of Baton Rouge's labor force. Other important industries include government, construction, banking and financial services, insurance, real estate, and wholesale and retail trade.

Department of Finance
Accounting Division

City of Baton Rouge
Parish of East Baton Rouge

222 St. Louis Street
Post Office Box 1471
Baton Rouge, Louisiana
70821

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May 2, 1997

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

Dear Mayor-President and Council Members:

I am pleased to submit the Comprehensive Annual Financial Report (CAFR) for the consolidated government of the City of Baton Rouge and Parish of East Baton Rouge (City-Parish) for the fiscal year ended December 31, 1996. The report reflects continuing improvement in the local area economy, as shown by the increase in sales taxes for the tenth consecutive year. The City-Parish continues to manage its financial affairs with prudence and safety, while seeking to maximize its resources to provide continually improved services for the people of the City of Baton Rouge and Parish of East Baton Rouge.

The City-Parish's Department of Finance, Accounting Division, prepared this report using generally accepted accounting principles (GAAP). We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City-Parish as measured by the financial activity of its various funds and account groups; and that all disclosures necessary to enable readers to gain a maximum understanding of the City-Parish's financial affairs have been included. Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the local government.

The CAFR is presented in three sections: introductory, financial, and statistical. The introductory section includes a table of contents, this letter of transmittal, a list of principal officials, and the government's organizational chart. The financial section includes the independent auditor's report on the financial statements and schedules, the general purpose financial statements, and the combining, individual fund and account-group statements and schedules. The statistical section includes selected financial and non-financial data, as well as demographic data to aid CAFR users and others to understand the financial activities of the City-Parish.

The City-Parish is required to undergo an annual single audit in conformance with the provisions of the Single Audit Act of 1984 and U.S. Office of Management and Budget Circular A-128, Audits of State and Local Governments. Information related to this single audit--including the schedule of federal financial assistance, findings and recommendations, and the auditor's reports on the internal control structure and compliance with applicable laws and regulations--is available on request.

The financial statements included are those of the various departments, agencies, and other organizational units governed by the Mayor-President and members of the Metropolitan Council. The criteria of evaluation used are those established by the Governmental Accounting Standards Board (GASB), which defines the City-Parish government's reporting entity. The criteria deal with legal status and selection of the governing authority, fiscal interdependency, imposition of will and the financial benefit or burden relationship between the City-Parish and component unit agency.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 1996

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

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For The Year Ended
December 31, 1996

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

Prepared by
Department of Finance
Otha L. Schofield, CPA, Director

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court

Release Date JUL 16 1997

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT B - 3
(Continued)

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Expenditures (Continued):			
Current (Continued):			
Sanitation:			
Public Works-Waste Management	$ 10,181,098	$ 10,120,664	$ 60,434
Health and Welfare:			
Health Unit	471,916	450,189	21,727
Council on Aging Projects	660,920	660,920	--
Crisis Care Center	108,700	108,697	3
Baton Rouge Area Alcohol and Drug Center	161,670	161,670	--
Alcohol and Drug Council of Greater Baton Rouge	17,120	17,120	--
Total Health and Welfare	1,420,326	1,398,596	21,730
Culture and Recreation:			
Community Centers Summer Programs	60,662	60,662	--
Louisiana Arts and Science Center	591,130	591,130	--
Arts Council of Greater Baton Rouge	231,510	231,510	--
Baton Rouge Symphony Association	91,050	91,050	--
U.S.S. Kidd	130,810	130,760	50
International Relations Commission	10,270	9,900	370
Total Culture and Recreation	1,115,432	1,115,012	420
Conservation and Development:			
Recycling Program	40,558	30,506	10,052
Landscape and Forestry	512,004	480,384	31,620
Community Centers	490,914	490,914	--
Human Development and Services:			
Administration	485,310	485,300	10
Leo S. Butler Community Center	204,099	173,491	30,608
Research Park Corporation	300,000	179,757	120,243
Cooperative Extension Service	16,962	16,684	278
Veterans Service Office	36,850	36,843	7
Big Buddy Program	58,190	58,190	--
Capital Area Corporate Recycling Council	30,000	30,000	--
Southern University Cooperative Extension	12,000	12,000	--
Total Conservation and Development	2,186,887	1,994,069	192,818
Capital Outlay	14,101,015	6,792,956	7,308,059
Intergovernmental Expenditures:			
Equivalent Three Mills on Industrial Area Assessment	62,770	62,443	327
Total Expenditures	174,806,926	163,717,639	11,089,287

The accompanying notes are an integral part of this statement.

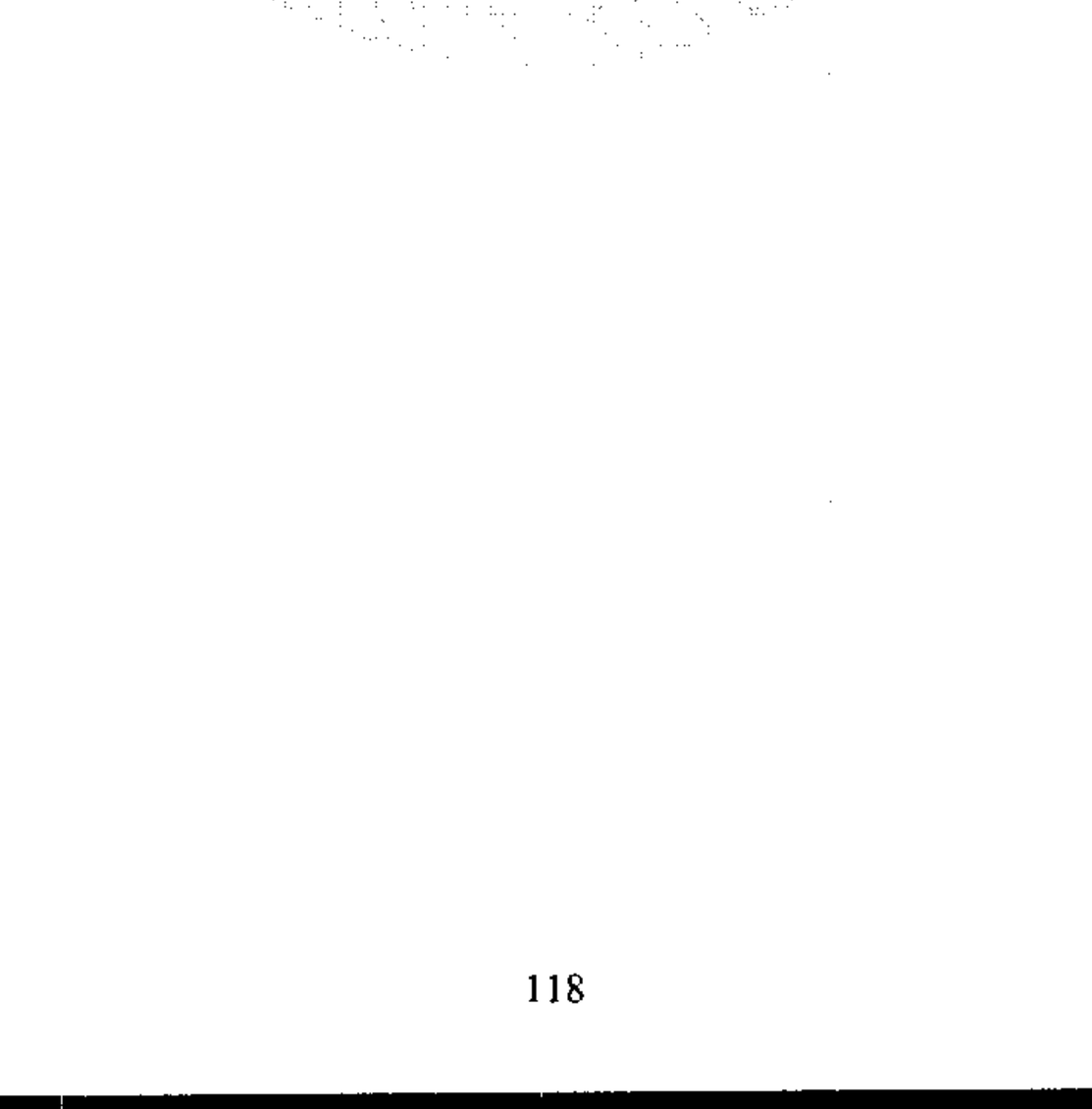
Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT B - 3
(Continued)

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Other Uses:			
Operating Transfers Out:			
City Sub Fund	$ 1,562,734	$ 1,561,391	$ 1,343
Baton Rouge Convention and Visitors Commission	25,360	16,907	8,453
Animal Control Center Fund	495,910	495,910	--
Federal Forfeited Property Fund	82,966	82,966	--
Emergency Medical Services Fund	250,000	250,000	--
Grants Fund	247,134	243,426	3,708
Excess Revenue and Limited Tax Fund	1,221,980	1,145,142	76,838
Miscellaneous Capital Improvements Fund	210,000	210,000	--
1995-1996 Capital Improvements Fund	10,016,640	10,016,640	--
Riverside Centroplex Fund	984,250	798,250	186,000
Greater Baton Rouge Parking Authority	223,490	223,490	--
Comprehensive Sewerage System Fund	4,000,000	4,000,000	--
Total Operating Transfers Out	19,320,464	19,044,122	276,342
Operating Transfers To Component Units:			
District Attorney of the Nineteenth Judicial District	2,840,630	2,840,630	--
Nineteenth Judicial District Court	3,276,500	3,276,500	--
E.B.R. Parish Family Court	332,460	302,796	29,664
E.B.R. Parish Juvenile Court	514,480	514,473	7
Nineteenth Judicial District Indigent Defender Board	115,440	115,432	8
E.B.R. Parish Clerk of Court	1,019,254	1,024,081	(4,827)
St. George Fire Protection District	105,000	105,000	--
Brownsfield Fire Protection District	39,000	39,000	--
Central Fire Protection District	83,730	83,730	--
E.B.R. Parish Fire Protection District No. 6	43,000	43,000	--
Eastside Fire Protection District	59,660	59,660	--
Pride Fire Protection District	15,000	15,000	--
Chaneyville Fire Protection District	15,000	15,000	--
Alsen-St. Irma Lee Fire Protection District	33,840	34,682	(842)
Capital Transportation Corporation	953,888	953,888	--
Total Operating Transfers To Component Units	9,446,882	9,422,872	24,010
Total Other Uses	28,767,346	28,466,994	300,352
Total Expenditures and Other Uses	203,574,272	192,184,633	11,389,639
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(26,454,599)	1,348,217	27,802,816
Fund Balances, January 1	48,835,736	48,835,736	--
Residual Equity Transfer (Note 12)	(177,985)	(177,985)	--
Fund Balances, December 31	$ 22,203,152	$ 50,005,968	$ 27,802,816

The accompanying notes are an integral part of this statement.



SPECIAL REVENUE FUNDS

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

Baton Rouge Convention and Visitors Commission accounts for the special hotel/motel tax levy required to cover the cost of promoting and servicing conventions and tourism in the Baton Rouge area.

City Court Judicial Fund accounts for court cost fees collected on moving violations and criminal charges required to maintain the Baton Rouge City Court Probation and Rehabilitation Unit.

City Constable Court Costs Fund accounts for City Court cost fees collected from serving the execution of civil papers, garnishment fees and assessments required to maintain the City Constable's office.

Mosquito Abatement and Rodent Control Fund accounts for the special property tax levy required to cover the cost of controlling mosquitoes and rodents.

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

Downtown Development District accounts for the special property tax levied within the district for education, planning, traffic, security, promotion and development of the district.

Gaming Enforcement Division Fund accounts for monies collected from the 5% bingo assessment fee collected for the purpose of funding the enforcement and administration of guidelines and regulations relative to the playing of charitable bingo by licensed organizations.

Animal Control Center Fund accounts for monies collected from services rendered in licensing and leashing of small animals.

Federal Forfeited Property Fund accounts for the cash proceeds received from federal seizures and forfeitures, as well as any interest earned on these funds, according to accounting guidelines of the U.S. Attorney General's Office.

East Baton Rouge Parish Communications District was created to provide citizens of East Baton Rouge Parish with Enhanced 911, a computer aided telephone dispatch system that processes incoming requests for emergency assistance, and provides instructions in first aid to the caller.

Continued

SPECIAL REVENUE FUNDS (Continued)

Emergency Medical Services Fund accounts for the special property tax levy required to maintain emergency medical services in East Baton Rouge Parish.

Consolidated Road Lighting District No. 1 accounts for the special property tax levy required to provide street and road lights within the district.

Parish Transportation Fund accounts for receipts from the State Shared Revenue-Parish Transportation Fund as authorized by the Louisiana Revised Statute 48:751 to be used primarily for road improvement and mass transit.

Parish Street Maintenance Fund accounts for the one-half of one percent sales tax levied for the sole purpose of public road and street repair within East Baton Rouge Parish.

Consolidated Garbage Service District No. 1 accounts for the special property tax levy required to maintain waste collection and disposal services for the parish rural area.

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

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS
DECEMBER 31, 1996

	Baton Rouge Convention & Visitors Commission	City Court Judicial	City Constable Court Costs	Mosquito Abatement and Rodent Control
ASSETS				
Cash and Cash Equivalents	$ --	$ 116,830	$ 129,864	$ 757,846
Investments	--	--	--	--
Property Taxes Receivable-Net (Note 4)	--	--	--	816,593
Sales Taxes Receivable	--	--	--	--
Accounts Receivable	--	--	--	--
Accrued Interest Receivable	--	5,780	1,577	11,214
Due From Other Governments (Note 11)	--	2,086	5,301	684,876
U.S. Housing and Urban Development Loans Receivable	--	--	--	--
Total Assets	$ --	$ 124,696	$ 136,742	$ 2,270,529
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts and Contracts Payable	$ --	$ 85,586	$ 3,891	$ 32,515
Due to Other Funds (Note 11)	--	--	--	--
Due to Other Governments	--	--	--	--
Due to Component Units (Note 11)	--	--	--	--
Accrued Salaries Payable	--	31,834	1,611	15,760
Deferred Revenue	--	--	--	--
Deposits and Escrow Accounts	--	--	--	--
Advance From Other Funds (Note 11)	--	--	--	--
Total Liabilities	--	117,420	5,502	48,275
Fund Balances:				
Reserved for Encumbrances	--	2,004	--	2,883
Reserved for U.S. Housing and Urban Development Loans	--	--	--	--
Reserved for Petty Cash	--	--	--	--
Reserved for Subsequent Years Expenditures	--	--	--	228,990
Unreserved:				
Designated for Unencumbered Appropriations	--	--	100,000	--
Designated for Solid Waste Collection and Disposal	--	--	--	--
Undesignated	--	5,272	31,240	1,990,381
Total Fund Balances	--	7,276	131,240	2,222,254
Total Liabilities and Fund Balances	$ --	$ 124,696	$ 136,742	$ 2,270,529

The accompanying notes are an integral part of this statement.

Continued

EXHIBIT C - 1

Library Board of Control	Downtown Development District	Gaming Enforcement Division	Animal Control Center	Federal Forfeited Property	E.B.R. Parish Communications District
$ 429,578	$ --	$ 326,986	$ 50,268	$ 244,495	$ 161,143
3,866,201	--	--	--	--	--
7,681,513	138,721	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
70,280	--	4,073	661	1,114	1,795
6,393,642	113,884	--	12,000	--	256,816
--	--	--	--	--	--
--	--	--	--	--	--
$ 18,441,214	$ 252,605	$ 331,059	$ 62,929	$ 245,609	$ 419,754
$ 281,375	$ 9,363	$ 124,700	$ 14,102	$ --	$ 74,198
1,704,028	228,018	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
139,263	4,233	5,411	11,452	--	22,584
--	--	--	--	--	--
--	--	--	5,000	--	--
--	--	--	--	--	--
2,124,666	241,614	130,111	30,554	--	96,782
2,515	--	--	--	--	6,557
--	--	--	--	--	--
1,633	--	50	--	--	--
--	5,050	--	--	--	41,990
--	--	--	24,937	245,609	--
--	--	--	--	--	--
16,312,400	5,941	200,898	7,438	--	274,425
16,316,548	10,991	200,948	32,375	245,609	322,972
$ 18,441,214	$ 252,605	$ 331,059	$ 62,929	$ 245,609	$ 419,754

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS
DECEMBER 31, 1996

	Emergency Medical Services	Consolidated Road Lighting District No. 1	Parish Transportation	Parish Street Maintenance
ASSETS				
Cash and Cash Equivalents	$ --	$ --	$ 233,963	$ 1,344,988
Investments	--	--	2,105,672	12,104,891
Property Taxes Receivable-Net (Note 4)	2,076,084	284,043	--	--
Sales Taxes Receivable	--	--	--	2,548,065
Accounts Receivable	3,038,635	--	--	--
Accrued Interest Receivable	412	--	27,180	151,834
Due From Other Governments (Note 11)	1,728,662	337,848	--	--
U.S. Housing and Urban Development Loans Receivable	--	--	--	--
Total Assets	$ 6,843,793	$ 621,891	$ 2,366,815	$ 16,149,778
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts and Contracts Payable	$ 78,482	$ 2,547	$ 71,581	$ 2,525,082
Due to Other Funds (Note 11)	144,523	193,830	--	--
Due to Other Governments	--	--	--	104,895
Due to Component Units (Note 11)	--	--	9,702	--
Accrued Salaries Payable	95,448	--	--	1,299
Deferred Revenue	--	--	--	--
Deposits and Escrow Accounts	--	--	--	--
Advance From Other Funds (Note 11)	--	--	--	--
Total Liabilities	318,453	196,377	81,283	2,631,276
Fund Balances:				
Reserved for Encumbrances	53,207	--	56,204	9,626,392
Reserved for U.S. Housing and Urban Development Loans	--	--	--	--
Reserved for Petty Cash	--	--	--	--
Reserved for Subsequent Years Expenditures	160,960	--	--	--
Unreserved:				
Designated for Unencumbered Appropriations	477,952	--	1,850,126	2,970,138
Designated for Solid Waste Collection and Disposal	--	--	--	--
Undesignated	5,833,221	425,514	379,202	921,972
Total Fund Balances	6,525,340	425,514	2,285,532	13,518,502
Total Liabilities and Fund Balances	$ 6,843,793	$ 621,891	$ 2,366,815	$ 16,149,778

The accompanying notes are an integral part of this statement.

Consolidated Garbage Service District No. 1	Grants	Totals December 31, 1996	Totals December 31, 1995
$ 1,534,094	$ 2,992	$ 5,333,047	$ 10,288,198
1,654,340	--	19,731,104	14,132,436
2,323,940	--	13,320,894	12,138,248
--	--	2,548,065	2,499,603
216,521	--	3,255,156	713,675
45,670	1,258	322,848	343,924
1,559,187	10,992,849	22,087,151	15,327,372
--	5,447,713	5,447,713	5,187,855
$ 7,333,752	$ 16,444,812	$ 72,045,978	$ 60,631,311
$ 468,462	$ 1,409,612	$ 5,181,496	$ 3,943,136
--	2,147,144	4,417,543	7,650,954
301,677	674	407,246	398,961
--	--	9,702	225,722
--	208,088	536,983	363,892
--	4,611,806	4,611,806	4,395,449
--	122,688	127,688	93,889
--	--	--	400,000
770,139	8,500,012	15,292,464	17,472,003
--	967,800	10,717,562	9,426,679
--	5,447,713	5,447,713	5,187,855
--	--	1,683	1,200
--	--	436,990	194,350
--	1,458,921	7,127,683	7,013,535
6,563,613	--	6,563,613	4,776,286
--	70,366	26,458,270	16,559,403
6,563,613	7,944,800	56,753,514	43,159,308
$ 7,333,752	$ 16,444,812	$ 72,045,978	$ 60,631,311

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1996

	Baton Rouge Convention & Visitors Commission	City Court Judicial	City Constable Court Costs	Mosquito Abatement and Rodent Control
Revenues:				
Taxes	$ 897,712	$ --	$ --	$ 1,579,942
Licenses and Permits	--	--	--	--
Intergovernmental Revenues	--	--	4,687	--
Charges for Services	--	2,641,692	549,302	--
Fines and Forfeits	--	--	--	--
Miscellaneous Revenues	--	41,545	4,743	81,907
Total Revenues	897,712	2,683,237	558,732	1,661,849
Other Financing Sources:				
Proceeds of General Fixed Asset Disposition	--	--	29,450	2,500
Capital Leases	--	--	--	--
Operating Transfers In (Note 12)	16,907	--	--	--
Total Other Financing Sources	16,907	--	29,450	2,500
Total Revenues and Other Financing Sources	914,619	2,683,237	588,182	1,664,349
Expenditures:				
Current:				
General Government	--	2,092,102	393,492	--
Public Safety	--	--	--	--
Transportation	--	--	--	--
Sanitation	--	--	--	--
Health and Welfare	--	--	--	1,390,850
Culture and Recreation	--	--	--	--
Conservation and Development	914,619	--	--	--
Miscellaneous	--	--	--	--
Capital Outlay	--	48,072	--	64,250
Total Expenditures	914,619	2,140,174	393,492	1,455,100
Other Uses (Note 12):				
Operating Transfers Out	--	536,512	67,615	--
Operating Transfers To Component Units	--	--	--	--
Total Other Uses	--	536,512	67,615	--
Total Expenditures and Other Uses	914,619	2,676,686	461,107	1,455,100
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	--	6,551	127,075	209,249
Fund Balances, January 1	--	725	4,165	2,013,005
Prior Year Adjustment (Note 15)	--	--	--	--
Fund Balances, January 1 Restated	--	725	4,165	2,013,005
Residual Equity Transfer (Note 12)	--	--	--	--
Fund Balances, December 31	$ --	$ 7,276	$ 131,240	$ 2,222,254

The accompanying notes are an integral part of this statement.

Continued

Library Board of Control	Downtown Development District	Gaming Enforcement Division	Animal Control Center	Federal Forfeited Property	E.B.R. Parish Communications District
$ 14,754,211	$ 268,274	$ --	$ --	$ --	$ --
--	--	--	242,856	--	--
--	--	--	--	--	--
119,945	--	266,641	93,075	--	1,531,626
246,030	--	--	--	155,846	--
551,032	4,281	24,244	29,740	9,928	8,639
15,671,218	272,555	290,885	365,671	165,774	1,540,265
516	--	--	4,600	--	--
--	--	--	--	--	--
--	--	--	495,910	82,966	294,178
516	--	--	500,510	82,966	294,178
15,671,734	272,555	290,885	866,181	248,740	1,834,443
--	--	370,943	--	--	--
--	--	--	--	1,032	1,834,737
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	824,141	--	--
8,569,399	--	--	--	--	--
--	293,852	--	--	--	--
--	--	--	--	--	--
1,605,195	2,995	12,480	30,260	2,099	30,153
10,174,594	296,847	383,423	854,401	3,131	1,864,890
550,575	--	--	--	--	--
--	--	--	--	--	--
550,575	--	--	--	--	--
10,725,169	296,847	383,423	854,401	3,131	1,864,890
4,946,565	(24,292)	(92,538)	11,780	245,609	(30,447)
11,369,983	35,283	293,486	20,595	--	353,419
--	--	--	--	--	--
11,369,983	35,283	293,486	20,595	--	353,419
--	--	--	--	--	--
$ 16,316,548	$ 10,991	$ 200,948	$ 32,375	$ 245,609	$ 322,972

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
ALL SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1996

	Emergency Medical Services	Consolidated Road Lighting District No. 1	Parish Transportation	Parish Street Maintenance
Revenues:				
Taxes	$ 4,016,896	$ 616,859	$ --	$ 25,978,286
Licenses and Permits	--	--	--	--
Intergovernmental Revenues	--	126,051	2,934,255	--
Charges for Services	6,589,510	--	--	--
Fines and Forfeits	--	--	--	--
Miscellaneous Revenues	18,635	--	146,352	709,792
Total Revenues	10,625,041	742,910	3,080,607	26,688,078
Other Financing Sources:				
Proceeds of General Fixed Asset Disposition	2,153	--	--	--
Capital Leases	--	--	--	--
Operating Transfers In (Note 12)	250,000	--	--	--
Total Other Financing Sources	252,153	--	--	--
Total Revenues and Other Financing Sources	10,877,194	742,910	3,080,607	26,688,078
Expenditures:				
Current:				
General Government	--	--	--	--
Public Safety	5,623,142	--	--	--
Transportation	--	513,758	733,969	24,353,043
Sanitation	--	--	--	--
Health and Welfare	--	--	--	--
Culture and Recreation	--	--	--	--
Conservation and Development	--	--	--	--
Miscellaneous	--	--	--	--
Capital Outlay	131,661	--	936,935	9,266
Total Expenditures	5,754,803	513,758	1,670,904	24,362,309
Other Uses (Note 12):				
Operating Transfers Out	294,178	--	900,000	--
Operating Transfers To Component Units	--	--	1,194,939	--
Total Other Uses	294,178	--	2,094,939	--
Total Expenditures and Other Uses	6,048,981	513,758	3,765,843	24,362,309
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	4,828,213	229,152	(685,236)	2,325,769
Fund Balances, January 1	1,697,127	196,362	3,222,770	11,192,733
Prior Year Adjustment (Note 15)	--	--	192,998	--
Fund Balances, January 1 Restated	1,697,127	196,362	3,415,768	11,192,733
Residual Equity Transfer (Note 12)	--	--	(445,000)	--
Fund Balances, December 31	$ 6,525,340	$ 425,514	$ 2,285,532	$ 13,518,502

The accompanying notes are an integral part of this statement.

Consolidated Garbage Service District No. 1	Grants	Totals Year Ended December 31, 1996	Totals Year Ended December 31, 1995
$ 3,792,811	$ --	$ 51,904,991	$ 46,118,075
--	--	242,856	232,346
1,073,052	28,840,811	32,978,856	30,106,966
3,613,386	--	15,405,177	9,261,163
--	--	401,876	243,757
227,369	2,097,720	3,955,927	3,571,456
8,706,618	30,938,531	104,889,683	89,533,763
--	8,036	47,255	26,414
--	--	--	79,469
--	1,198,441	2,338,402	2,850,874
--	1,206,477	2,385,657	2,956,757
8,706,618	32,145,008	107,275,340	92,490,520
--	94,685	2,951,222	2,781,050
--	861,397	8,320,308	8,027,589
--	--	25,600,770	20,695,262
6,108,797	--	6,108,797	5,938,194
--	1,353,202	3,568,193	3,455,265
--	13,639	8,583,038	8,266,835
--	19,857,208	21,065,679	22,624,436
--	--	--	2,141
--	9,988,494	12,861,860	6,508,095
6,108,797	32,168,625	89,059,867	78,298,867
810,494	14,952	3,174,326	3,285,574
--	--	1,194,939	1,080,364
810,494	14,952	4,369,265	4,365,938
6,919,291	32,183,577	93,429,132	82,664,805
1,787,327	(38,569)	13,846,208	9,825,715
4,776,286	7,983,369	43,159,308	33,794,533
--	--	192,998	--
4,776,286	7,983,369	43,352,306	33,794,533
--	--	(445,000)	(460,940)
$ 6,563,613	$ 7,944,800	$ 56,753,514	$ 43,159,308

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BATON ROUGE CONVENTION AND VISITORS COMMISSION
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 3

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes:			
Hotel-Motel Tax	$ 897,712	$ 897,712	$ --
Other Financing Sources:			
Operating Transfers In:			
General Fund	25,360	16,907	(8,453)
Total Revenues and Other Financing Sources	923,072	914,619	(8,453)
Expenditures:			
Current:			
Conservation and Development:			
Operations	923,072	914,619	8,453
Excess of Revenues and Other Sources Over (Under) Expenditures	--	--	--
Fund Balances, January 1	--	--	--
Fund Balances, December 31	$ --	$ --	$ --

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CITY COURT JUDICIAL FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 4

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Charges for Services:			
Judiciary Court Costs	$ 2,666,742	$ 2,641,692	$ (25,050)
Miscellaneous Revenues:			
Interest Earnings	8,000	18,952	10,952
Contributions From Other Sources-			
Judicial District Court	27,610	22,593	(5,017)
Total Miscellaneous Revenues	35,610	41,545	5,935
Total Revenues	2,702,352	2,683,237	(19,115)
Expenditures:			
Current:			
General Government:			
Judicial Support	1,075,394	1,057,486	17,908
Court Services	1,047,095	1,035,895	11,200
Total General Government	2,122,489	2,093,381	29,108
Capital Outlay	49,376	48,072	1,304
Total Expenditures	2,171,865	2,141,453	30,412
Other Uses:			
Operating Transfers Out:			
General Fund	527,472	533,497	(6,025)
Grants Fund	3,015	3,015	--
Total Other Uses	530,487	536,512	(6,025)
Total Expenditures and Other Uses	2,702,352	2,677,965	24,387
Excess of Revenues Over (Under) Expenditures and Other Uses	--	5,272	5,272
Fund Balances, January 1	--	--	--
Fund Balances, December 31	$ --	$ 5,272	$ 5,272

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CITY CONSTABLE COURT COSTS FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 5

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Intergovernmental Revenues:			
State Shared Revenues:			
On-Behalf Payments	$ 9,360	$ 4,687	$ (4,673)
Charges for Services:			
Judiciary Court Costs	490,000	490,468	468
Constable Bench Warrant Fees	57,000	58,834	1,834
Total Charges for Services	547,000	549,302	2,302
Miscellaneous Revenues:			
Interest Earnings	4,000	4,743	743
Total Revenues	560,360	558,732	(1,628)
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	29,450	29,450	--
Total Revenues and Other Financing Sources	589,810	588,182	(1,628)
Expenditures:			
Current:			
General Government:			
Judicial	426,360	393,492	32,868
Capital Outlay	100,000	--	100,000
Total Expenditures	526,360	393,492	132,868
Other Uses:			
Operating Transfers Out:			
General Fund	67,615	67,615	--
Total Expenditures and Other Uses	593,975	461,107	132,868
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(4,165)	127,075	131,240
Fund Balances, January 1	4,165	4,165	--
Fund Balances, December 31	$ --	$ 131,240	$ 131,240

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MOSQUITO ABATEMENT AND RODENT CONTROL FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 6

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes:			
General Property Taxes	$ 1,447,590	$ 1,579,942	$ 132,352
Miscellaneous Revenues:			
Interest Earnings	30,000	73,848	43,848
Other Income	7,210	8,059	849
Total Miscellaneous Revenues	37,210	81,907	44,697
Total Revenues	1,484,800	1,661,849	177,049
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	5,000	2,500	(2,500)
Total Revenues and Other Financing Sources	1,489,800	1,664,349	174,549
Expenditures:			
Current:			
Health and Welfare:			
Operations	1,456,920	1,390,850	66,070
Capital Outlay	78,863	66,358	12,505
Total Expenditures	1,535,783	1,457,208	78,575
Excess of Revenues and Other Sources Over (Under) Expenditures	(45,983)	207,141	253,124
Fund Balances, January 1	2,012,230	2,012,230	--
Fund Balances, December 31	$ 1,966,247	$ 2,219,371	$ 253,124

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LIBRARY BOARD OF CONTROL FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 7

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes:			
General Property Taxes	$ 13,024,180	$ 14,754,211	$ 1,730,031
Charges for Services:			
Library - Copy Machine	125,000	119,945	(5,055)
Fines and Forfeits:			
Fines	220,000	246,030	26,030
Miscellaneous Revenues:			
Interest Earnings	250,000	546,376	296,376
Donations	2,000	3,607	1,607
Other Income	3,000	1,049	(1,951)
Total Miscellaneous Revenues	255,000	551,032	296,032
Total Revenues	13,624,180	15,671,218	2,047,038
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	--	516	516
Total Revenues and Other Financing Sources	13,624,180	15,671,734	2,047,554
Expenditures:			
Current:			
Culture and Recreation:			
Operations	9,101,850	8,581,639	520,211
Capital Outlay	1,661,071	1,605,195	55,876
Total Expenditures	10,762,921	10,186,834	576,087
Other Uses:			
Operating Transfers Out:			
Grants Fund	52,000	52,000	--
Miscellaneous Capital Improvements Fund	460,000	460,000	--
Total Other Uses	512,000	512,000	--
Total Expenditures and Other Uses	11,274,921	10,698,834	576,087
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	2,349,259	4,972,900	2,623,641
Fund Balances, January 1	11,341,133	11,341,133	--
Fund Balances, December 31	$ 13,690,392	$ 16,314,033	$ 2,623,641

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DOWNTOWN DEVELOPMENT DISTRICT
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 8

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes:			
General Property Taxes	$ 267,350	$ 268,274	$ 924
Miscellaneous Revenues:			
Donations	6,000	4,281	(1,719)
Total Revenues	273,350	272,555	(795)
Expenditures:			
Current:			
Conservation and Development:			
Operations	290,355	293,852	(3,497)
Capital Outlay	2,995	2,995	--
Total Expenditures	293,350	296,847	(3,497)
Excess of Revenues Over (Under) Expenditures	(20,000)	(24,292)	(4,292)
Fund Balances, January 1	35,283	35,283	--
Fund Balances, December 31	$ 15,283	$ 10,991	$ (4,292)

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GAMING ENFORCEMENT DIVISION FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 9

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Charges for Services:			
Gaming Fees	$ 375,500	$ 266,641	$ (108,859)
Miscellaneous Revenues:			
Interest Earnings	10,000	24,244	14,244
Total Revenues	385,500	290,885	(94,615)
Expenditures:			
Current:			
General Government:			
Operations	373,883	370,943	2,940
Capital Outlay	11,617	11,617	--
Total Expenditures	385,500	382,560	2,940
Excess of Revenues Over (Under) Expenditures	--	(91,675)	(91,675)
Fund Balances, January 1	292,623	292,623	--
Fund Balances, December 31	$ 292,623	$ 200,948	$ (91,675)

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ANIMAL CONTROL CENTER FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 10

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Licenses and Permits:			
Licenses	$ 245,000	$ 242,856	$ (2,144)
Charges for Services:			
Shelter Income	77,500	78,961	1,461
Outside Sales	11,000	8,239	(2,761)
Spay and Neuter Animals	6,000	5,875	(125)
Total Charges for Services	94,500	93,075	(1,425)
Miscellaneous Revenues:			
Interest Earnings	2,671	3,446	775
Donations	24,000	25,494	1,494
Other	--	800	800
Total Miscellaneous Revenues	26,671	29,740	3,069
Total Revenues	366,171	365,671	(500)
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	2,600	4,600	2,000
Operating Transfers In:			
General Fund	495,910	495,910	--
Total Other Financing Sources	498,510	500,510	2,000
Total Revenues and Other Financing Sources	864,681	866,181	1,500
Expenditures:			
Current:			
Health and Welfare:			
Operations	834,470	823,135	11,335
Capital Outlay	49,800	30,260	19,540
Total Expenditures	884,270	853,395	30,875
Excess of Revenues and Other Sources Over (Under) Expenditures	(19,589)	12,786	32,375
Fund Balances, January 1	19,589	19,589	--
Fund Balances, December 31	$ --	$ 32,375	$ 32,375

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FEDERAL FORFEITED PROPERTY FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 11

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Fines and Forfeits:			
Forfeited Property	$ 156,000	$ 155,846	$ (154)
Miscellaneous Revenues:			
Interest Earnings	10,000	9,928	(72)
Total Revenues	166,000	165,774	(226)
Other Financing Sources:			
Operating Transfers In:			
General Fund	82,966	82,966	--
Total Revenues and Other Financing Sources	248,966	248,740	(226)
Expenditures:			
Current:			
Public Safety:			
Dedicated Funds	1,032	1,032	--
Capital Outlay	247,934	2,099	245,835
Total Expenditures	248,966	3,131	245,835
Excess of Revenues and Other Sources Over (Under) Expenditures	--	245,609	245,609
Fund Balances, January 1	--	--	--
Fund Balances, December 31	$ --	$ 245,609	$ 245,609

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EAST BATON ROUGE PARISH COMMUNICATIONS DISTRICT
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 12

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Charges for Services:			
Enhanced 911	$ 1,470,000	$ 1,531,626	$ 61,626
Miscellaneous Revenues:			
Interest Earnings	5,000	8,639	3,639
Total Revenues	1,475,000	1,540,265	65,265
Other Financing Sources:			
Operating Transfers In:			
Emergency Medical Services Fund	289,120	294,178	5,058
Total Revenues and Other Financing Sources	1,764,120	1,834,443	70,323
Expenditures:			
Current:			
Public Safety:			
Communications	1,841,295	1,841,295	--
Capital Outlay	49,120	17,367	31,753
Total Expenditures	1,890,415	1,858,662	31,753
Excess of Revenues and Other Sources Over (Under) Expenditures	(126,295)	(24,219)	102,076
Fund Balances, January 1	340,634	340,634	--
Fund Balances, December 31	$ 214,339	$ 316,415	$ 102,076

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EMERGENCY MEDICAL SERVICES FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 13

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes:			
General Property Taxes	$ 3,750,310	$ 4,016,896	$ 266,586
Charges for Services:			
Emergency Transport Charges	2,400,000	6,589,510	4,189,510
Miscellaneous Revenues:			
Interest Income	43,000	3,811	(39,189)
Other Income	2,000	14,824	12,824
Total Miscellaneous Revenues	45,000	18,635	(26,365)
Total Revenues	6,195,310	10,625,041	4,429,731
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	--	2,153	2,153
Operating Transfers In:			
General Fund	250,000	250,000	--
Total Other Financing Sources	250,000	252,153	2,153
Total Revenues and Other Financing Sources	6,445,310	10,877,194	4,431,884
Expenditures:			
Current:			
Public Safety:			
Operations	5,661,258	5,627,846	33,412
Capital Outlay	652,821	174,869	477,952
Total Expenditures	6,314,079	5,802,715	511,364
Other Uses:			
Operating Transfers Out:			
East Baton Rouge Parish Communications District	289,120	294,178	(5,058)
Total Expenditures and Other Uses	6,603,199	6,096,893	506,306
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(157,889)	4,780,301	4,938,190
Fund Balances, January 1	1,691,832	1,691,832	--
Fund Balances, December 31	$ 1,533,943	$ 6,472,133	$ 4,938,190

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CONSOLIDATED ROAD LIGHTING DISTRICT NO. 1
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 14

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes:			
General Property Taxes	$ 587,910	$ 616,859	$ 28,949
Intergovernmental Revenues:			
State Shared Revenues:			
Louisiana Revenue Sharing	130,040	126,051	(3,989)
Total Revenues	717,950	742,910	24,960
Expenditures:			
Current:			
Transportation:			
Operations	581,240	513,758	67,482
Excess of Revenues Over (Under) Expenditures	136,710	229,152	92,442
Fund Balances, January 1	196,362	196,362	--
Fund Balances, December 31	$ 333,072	$ 425,514	$ 92,442

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARISH TRANSPORTATION FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 15

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Intergovernmental Revenues:			
State Shared Revenues:			
State Road Fund	$ 3,190,000	$ 2,934,255	$ (255,745)
Miscellaneous Revenues:			
Interest Earnings	40,000	146,352	106,352
Total Revenues	3,230,000	3,080,607	(149,393)
Expenditures:			
Current:			
Transportation:			
Operations	846,600	647,797	198,803
Capital Outlay	2,010,805	347,490	1,663,315
Total Expenditures	2,857,405	995,287	1,862,118
Other Uses:			
Operating Transfers Out:			
Grants Fund	900,000	900,000	--
Operating Transfers To Component Units:			
Capital Transportation Corporation	1,194,939	1,194,939	--
Total Other Uses	2,094,939	2,094,939	--
Total Expenditures and Other Uses	4,952,344	3,090,226	1,862,118
Excess of Revenues Over (Under) Expenditures and Other Uses	(1,722,344)	(9,619)	1,712,725
Fund Balances, January 1	2,490,949	2,490,949	--
Prior Year Adjustment (Note 15)	192,998	192,998	--
Fund Balances, January 1 Restated	2,683,947	2,683,947	--
Residual Equity Transfer (Note 12)	(445,000)	(445,000)	--
Fund Balances, December 31	$ 516,603	$ 2,229,328	$ 1,712,725

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARISH STREET MAINTENANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 16

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes:			
General Sales and Use Taxes	$ 25,180,470	$ 25,978,286	$ 797,816
Miscellaneous Revenues:			
Interest Earnings	600,000	709,792	109,792
Total Revenues	25,780,470	26,688,078	907,608
Expenditures:			
Current:			
Transportation:			
Street Maintenance	29,825,046	26,845,569	2,979,477
Capital Outlay	14,291	9,266	5,025
Total Expenditures	29,839,337	26,854,835	2,984,502
Excess of Revenues Over (Under) Expenditures	(4,058,867)	(166,757)	3,892,110
Fund Balances, January 1	4,058,867	4,058,867	--
Fund Balances, December 31	$ --	$ 3,892,110	$ 3,892,110

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CONSOLIDATED GARBAGE SERVICE DISTRICT NO. 1
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 17

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes:			
General Property Taxes	$ 3,562,600	$ 3,792,811	$ 230,211
Intergovernmental Revenues:			
State Shared Revenues:			
Louisiana Revenue Sharing	1,074,250	1,073,052	(1,198)
Charges for Services:			
Solid Waste User Fees	3,405,000	3,613,386	208,386
Miscellaneous Revenues:			
Interest Earnings	75,000	227,369	152,369
Total Revenues	8,116,850	8,706,618	589,768
Expenditures:			
Current:			
Sanitation:			
Operations	6,135,790	6,108,797	26,993
Other Uses:			
Operating Transfers Out:			
General Fund	812,320	810,494	1,826
Total Expenditures and Other Uses	6,948,110	6,919,291	28,819
Excess of Revenues Over (Under) Expenditures and Other Uses	1,168,740	1,787,327	618,587
Fund Balances, January 1	4,776,286	4,776,286	--
Fund Balances, December 31	$ 5,945,026	$ 6,563,613	$ 618,587

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GRANTS FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 18

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Intergovernmental Revenues:			
Federal Grants:			
Federal Emergency Management Agency	$ 33,907	$ 24,403	$ (9,504)
Department of Justice	2,916,102	569,228	(2,346,874)
Department of Health and Human Services	6,731,126	6,199,454	(531,672)
Department of Housing and Urban Development	35,585,025	9,138,576	(26,446,449)
Department of Agriculture	59,957	--	(59,957)
Department of Commerce	130,855	39,568	(91,287)
Department of Military Affairs	5,546	--	(5,546)
State Grants:			
Department of Health and Hospitals	167,091	132,215	(34,876)
Department of Public Safety and Corrections	44,313	18,761	(25,552)
Commission on Law Enforcement	568,596	343,109	(225,487)
Office of the Governor	57	57	--
Department of Transportation and Development	11,497,413	5,059,079	(6,438,334)
Department of Social Services	1,912,263	1,248,915	(663,348)
Department of Culture, Recreation and Tourism	110,596	72,804	(37,792)
Department of Urban and Community Affairs	9,559	--	(9,559)
Department of Labor	6,118,201	4,321,989	(1,796,212)
Department of Agriculture	49,713	19,148	(30,565)
Department of Education	2,233,657	1,491,204	(742,453)
Other Grants:			
Capital Region Planning Commission	24,381	9,981	(14,400)
Gulf States Utilities	42,903	42,706	(197)
East Baton Rouge Housing Authority	348,786	88,114	(260,672)
Capital Area United Way	40,162	21,500	(18,662)
Total Intergovernmental Revenues	68,630,209	28,840,811	(39,789,398)
Miscellaneous Revenues:			
Interest Earnings	1,049	6,244	5,195
Program Income (Housing and Urban Development)	559,109	559,109	--
Condemnations (Housing and Urban Development)	4,758	4,758	--
Confiscated Funds - Police	86,634	86,634	--
Headstart - In Kind Contributions	1,440,975	1,440,975	--
Total Miscellaneous Revenues	2,092,525	2,097,720	5,195
Total Revenues	70,722,734	30,938,531	(39,784,203)
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	1,700	8,036	6,336
Operating Transfers In (Note 12):			
General Fund	247,134	243,426	(3,708)
City Court Judicial Fund	3,015	3,015	--
Library Board of Control Fund	52,000	52,000	--
Parish Transportation Fund	900,000	900,000	--
Total Operating Transfers In	1,202,149	1,198,441	(3,708)
Total Other Financing Sources	1,203,849	1,206,477	2,628
Total Revenues and Other Financing Sources	71,926,583	32,145,008	(39,781,575)

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GRANTS FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 18
(Continued)

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Expenditures:			
Current:			
General Government:			
City Court Volunteers in the Court	$ 96,121	$ 61,245	$ 34,876
Drug Court Rehabilitation	33,440	33,440	--
Total General Government	129,561	94,685	34,876
Public Safety:			
Community Policing Unit	919,000	287,232	631,768
Hurricane Andrew	3,488	--	3,488
Emergency Preparedness	5,546	--	5,546
New Orleans/Baton Rouge Community Partnership Coalition	621,405	289,537	331,868
Children's Cabinet Families In Need of Services	30,057	30,057	--
PIF 8G Volunteer Fire	481	--	481
Louisiana Emergency Response Commission	6,000	2,000	4,000
Homicide and Armed Robbery Task Force	17,456	17,456	--
Multi-Jurisdictional Investigative Narcotics Task Force	293,082	138,670	154,412
Drug Abuse Resistance Education	224,055	163,484	60,571
City Court Electronic Equipment	1,240	1,238	2
Property Crimes Task Force	35,669	35,587	82
Police Academy Equipment	5,987	5,987	--
Juvenile Services Family Strengthening	3,500	3,482	18
In-House Arrest Electronic Monitoring	897	897	--
Drug Free School Zone Enforcement	60,960	9,251	51,709
Police Summer Holiday Overtime Enforcement	5,034	5,034	--
Red Light Running	15,000	2,839	12,161
Transportation Planning-Capital Region Planning Commission Program	7,185	7,185	--
Housing and Urban Development Drug Elimination Program	348,786	88,114	260,672
Non-Grant Funds:			
Multi-Jurisdictional Investigative Narcotics Task Force Program Income	87,083	12,410	74,673
Total Public Safety	2,691,911	1,100,460	1,591,451
Transportation:			
Compressed Natural Gas Vehicle Conversion	35,159	--	35,159
Health and Welfare:			
Summer Food Program	752,055	752,055	--
Emergency Medical Services-Prison Medical Services Disease Screening Grant	37,530	37,530	--
Low Income Housing Energy Assistance Program	532,107	532,107	--
Federal Emergency Management Agency Emergency Shelter	40,162	21,500	18,662

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GRANTS FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT C - 18
(Continued)

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Expenditures (Continued):			
Current (Continued):			
Health and Welfare (Continued):			
Non-Grant Funds:			
Health Insurance	$ 13,430	$ 5,924	$ 7,506
Weatherization Assistance Program	641	--	641
Low Income Housing Energy Assistance Program	21,126	3,960	17,166
Summer Food Program	1,988	126	1,862
Total Health and Welfare	1,399,039	1,353,202	45,837
Culture and Recreation:			
Major Urban Resource Library	2,970	2,970	--
Library Technology Enhancement Grant	40,000	2,000	38,000
Library Technology Enhanced Reference Services	12,752	8,669	4,083
Total Culture and Recreation	55,722	13,639	42,083
Conservation and Development:			
Economic Development Planning Grant	114,959	46,453	68,506
Baton Rouge Works Grant	14,223	--	14,223
Rental Rehabilitation Program	1,178,570	444,540	734,030
Section 8 Operating Reserve	224,397	25,970	198,427
Sharlo Terrace II	2,085,525	302,937	1,782,588
MOD I Section 8 Rehabilitation	1,906,814	142,601	1,764,213
MOD II Section 8 Rehabilitation	596,617	77,869	518,748
MOD III Section 8 Rehabilitation	609,247	39,407	569,840
MOD IV Section 8 Rehabilitation	4,141,449	556,740	3,584,709
Hurricane Andrew	9,120	--	9,120
Headstart	5,575,062	5,507,694	67,368
BRACA Commodity Distribution Program	44,713	14,198	30,515
Urban Forestry Summer Intern Program	5,000	4,950	50
Headstart Food Program	1,309,921	636,298	673,623
Job Training Partnership Act:			
Title I-8%	183,779	104,496	79,283
Title II-A	1,644,305	927,508	716,797
Title II-A Incentive Funds	86,932	54,303	32,629
Title II-C	551,532	531,243	20,289
Summer Youth Employment Program	1,172,502	1,172,502	--
Title III	1,860,169	897,914	962,255
Career Challenge Center	52,100	42,509	9,591
Community Services Block Grant:			
Administration and Outreach	632,055	632,055	--
State Discretionary	6,555	--	6,555
Homeless	1,194	1,194	--
Louisiana Job Employment Training	643,396	318,310	325,086
Community Development Weatherization Assistance	440,394	157,432	282,962
Community Development Emergency Shelter Grants	248,765	202,690	46,075

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GRANTS FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Expenditures (Continued):			
Current (Continued):			
Conservation and Development (Continued):			
Emergency Shelter Grants	$ 5,365	$ --	$ 5,365
Gulf States Emergency Management	25,176	24,979	197
Non-Grant Funds:			
Headstart Programs	24,287	--	24,287
Childhood Learning Centers Food Program	4,229	--	4,229
Commodity Distribution Program	573	--	573
Rental Rehabilitation Local Funds	149,591	191	149,400
Head Start - In Kind Services	1,440,975	1,440,975	--
Urban/Economic Development Program:			
Program Administration	19,845	--	19,845
Contingencies	19,915	--	19,915
Community Development Block Grant:			
Acquisition of Real Property	41,000	--	41,000
Public Improvements, Facilities	1,081,276	257,137	824,139
Demolition and Clearance	768,069	217,260	550,809
Public Services	384,420	196,027	188,393
Relocation Assistance	620	--	620
Loss of Rental Income	11,182	10,473	709
Housing Rehabilitation	6,482,439	2,409,392	4,073,047
Economic Development	200,000	--	200,000
Planning	10,000	--	10,000
Program Administration	2,724,663	1,096,063	1,628,600
Contingencies	419,075	--	419,075
Community Development Home Program:			
Construction of Housing	165,000	98,945	66,055
Direct Home Ownership Assistance	3,680,298	887,424	2,792,874
Housing Rehabilitation	483,199	104,606	378,593
Program Administration	1,024,250	280,091	744,159
Community Housing Development Organization	805,126	142,825	662,301
Total Conservation and Development	45,309,868	20,008,201	25,301,667
Capital Outlay	20,949,863	12,637,883	8,311,980
Total Expenditures	70,571,123	35,208,070	35,363,053
Excess of Revenues and Other Sources Over (Under) Expenditures	1,355,460	(3,063,062)	(4,418,522)
Fund Balances, January 1	(1,292,918)	(1,292,918)	--
Fund Balances, December 31	$ 62,542	$ (4,355,980)	$ (4,418,522)

The accompanying notes are an integral part of this statement.

DEBT SERVICE FUNDS

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

1965 Capital Improvements Program Debt Service Fund accounts for the special tax levy needed to comply with the interest and principal redemption requirements of the general obligation bond issue.

City Sales Tax Bonds Debt Service Fund accounts for sales tax revenues dedicated for the payment of principal and interest requirements of the 1989, 1990, 1992, 1992A, and 1993 Public Improvement Sales Tax Bonds of the City of Baton Rouge. Also accounts for the portion of the bonds issued for the purpose of advance refunding certain outstanding obligations of the City-Parish.

Parish Sales Tax Bonds Debt Service Fund accounts for sales tax revenues dedicated for the payment of principal and interest requirements of the 1989 Public Improvement Sales Tax Bonds of the Parish of East Baton Rouge. Also accounts for the portion of the bonds issued for the purpose of advance refunding certain outstanding obligations of the City-Parish.

Excess Revenue and Limited Tax Fund accounts for transfers from the general fund, special revenue funds, and capital projects funds for payment of interest and principal redemption requirements of capital leases, notes, and bonds that do not require a vote of the general public.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL DEBT SERVICE FUNDS
DECEMBER 31, 1996

	1965 Capital Improvements Program	City Sales Tax Bonds	Parish Sales Tax Bonds
ASSETS			
Cash and Cash Equivalents	$ 1,471,964	$ 1,867,533	$ 90,440
Investments	--	14,376,391	820,163
Property Taxes Receivable - Net (Note 4)	844,275	--	--
Accrued Interest Receivable	16,892	330,082	18,962
Due From Other Governments (Note 11)	705,307	--	--
Total Assets	$ 3,038,438	$ 16,574,006	$ 929,565
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	$ --	$ 318	$ --
Fund Balances:			
Reserved for Debt Service:			
Principal	2,944,079	6,731,098	368,069
Interest	94,359	9,842,590	561,496
Total Fund Balances	3,038,438	16,573,688	929,565
Total Liabilities and Fund Balances	$ 3,038,438	$ 16,574,006	$ 929,565

The accompanying notes are an integral part of this statement.

Excess Revenue and Limited Tax		Totals December 31, 1996	Totals December 31, 1995
$	--	$ 3,429,937	$ 2,791,938
	--	15,196,554	15,385,882
	--	844,275	2,042,990
	--	365,936	358,488
	--	705,307	1,276,301
$	--	$ 20,542,009	$ 21,855,599
$	--	$ 318	$ --
	--	10,043,246	13,161,935
	--	10,498,445	8,693,664
	--	20,541,691	21,855,599
$	--	$ 20,542,009	$ 21,855,599

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1996

	1965 Capital Improvements Program	City Sales Tax Bonds	Parish Sales Tax Bonds
Revenues:			
Taxes:			
General Property Taxes	$ 1,686,081	$ --	$ --
General Sales and Use Taxes	--	12,330,740	607,843
Total Taxes	1,686,081	12,330,740	607,843
Miscellaneous Revenues:			
Interest Earnings	114,372	842,222	47,259
Total Revenues	1,800,453	13,172,962	655,102
Other Financing Sources:			
Operating Transfers In (Note 12):			
General Fund	--	--	--
Library Board of Control Fund	--	--	--
Downtown Development District	--	--	--
Grants Fund	--	--	--
Miscellanous Capital Improvements Fund	--	--	--
Total Operating Transfers In	--	--	--
Total Revenues and Other Financing Sources	1,800,453	13,172,962	655,102
Expenditures:			
Debt Service:			
Principal:			
Bond Principal	2,895,000	5,385,000	275,000
Capital Lease Principal	--	--	--
Total Principal	2,895,000	5,385,000	275,000
Interest and Fiscal Charges:			
Bond Interest	174,954	7,778,739	378,692
Capital Lease Interest	--	--	--
Paying Agent Fees	2,154	5,135	525
Total Interest and Fiscal Charges	177,108	7,783,874	379,217
Other Costs:			
Other Contractual Services	1,487	--	--
Other Retirement Costs	45,739	--	--
Total Other Costs	47,226	--	--
Total Expenditures	3,119,334	13,168,874	654,217
Excess of Revenues and Other Sources Over (Under) Expenditures	(1,318,881)	4,088	885
Fund Balances, January 1	4,357,319	16,569,600	928,680
Residual Equity Transfer (Note 12)	--	--	--
Fund Balances, December 31	$ 3,038,438	$ 16,573,688	$ 929,565

The accompanying notes are an integral part of this statement.

Excess Revenue and Limited Tax	Totals Year Ended December 31, 1996	Totals Year Ended December 31, 1995
$ --	$ 1,686,081	$ 3,557,055
--	12,938,583	12,788,704
--	14,624,664	16,345,759
--	1,003,853	1,163,501
--	15,628,517	17,509,260
3,200,460	3,200,460	2,849,513
38,575	38,575	31,102
--	--	1,197
14,952	14,952	37,043
29,761	29,761	--
3,283,748	3,283,748	2,918,855
3,283,748	18,912,265	20,428,115
1,206,763	9,761,763	8,069,810
1,759,169	1,759,169	2,392,888
2,965,932	11,520,932	10,462,698
116,364	8,448,749	9,014,282
379,437	379,437	385,891
--	7,814	8,303
495,801	8,836,000	9,408,476
--	1,487	1,475
--	45,739	98,396
--	47,226	99,871
3,461,733	20,404,158	19,971,045
(177,985)	(1,491,893)	457,070
--	21,855,599	21,398,529
177,985	177,985	--
$ --	$ 20,541,691	$ 21,855,599

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
1965 CAPITAL IMPROVEMENTS PROGRAM DEBT SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT D - 3

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes:			
General Property Taxes	$ 1,498,890	$ 1,686,081	$ 187,191
Miscellaneous Revenues:			
Interest Earnings	100,000	114,372	14,372
Total Revenues	1,598,890	1,800,453	201,563
Expenditures:			
Debt Service:			
Principal:			
Bond Principal	2,895,000	2,895,000	-
Interest and Fiscal Charges:			
Bond Interest	174,970	174,954	16
Paying Agent Fees	2,160	2,154	6
Total Interest and Fiscal Charges	177,130	177,108	22
Other Costs:			
Other Contractual Services	2,000	1,487	513
Other Retirement Costs	41,340	45,739	(4,399)
Total Other Costs	43,340	47,226	(3,886)
Total Expenditures	3,115,470	3,119,334	(3,864)
Excess of Revenues Over (Under) Expenditures	(1,516,580)	(1,318,881)	197,699
Fund Balances, January 1	4,357,319	4,357,319	-
Fund Balances, December 31	$ 2,840,739	$ 3,038,438	$ 197,699

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CITY SALES TAX BONDS DEBT SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT D - 4

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes:			
General Sales and Use Taxes	$ 12,358,850	$ 12,330,740	$ (28,110)
Miscellaneous Revenues:			
Interest Earnings	813,713	842,222	28,509
Total Revenues	13,172,563	13,172,962	399
Expenditures:			
Debt Service:			
Principal:			
Bond Principal	5,385,000	5,385,000	--
Interest and Fiscal Charges:			
Bond Interest	7,778,760	7,778,739	21
Paying Agent Fees	6,463	5,135	1,328
Total Interest and Fiscal Charges	7,785,223	7,783,874	1,349
Total Expenditures	13,170,223	13,168,874	1,349
Excess of Revenues and Other Sources Over (Under) Expenditures	2,340	4,088	1,748
Fund Balances, January 1	16,569,600	16,569,600	--
Fund Balances, December 31	$ 16,571,940	$ 16,573,688	$ 1,748

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARISH SALES TAX BONDS DEBT SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT D - 5

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes:			
General Sales and Use Taxes	$ 609,390	$ 607,843	$ (1,547)
Miscellaneous Revenues:			
Interest Earnings	45,790	47,259	1,469
Total Revenues	655,180	655,102	(78)
Expenditures:			
Debt Service:			
Principal:			
Bond Principal	275,000	275,000	--
Interest and Fiscal Charges:			
Bond Interest	378,700	378,692	8
Paying Agent Fees	700	525	175
Total Interest and Fiscal Charges	379,400	379,217	183
Total Expenditures	654,400	654,217	183
Excess of Revenues Over (Under) Expenditures	780	885	105
Fund Balances, January 1	928,680	928,680	--
Fund Balances, December 31	$ 929,460	$ 929,565	$ 105

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EXCESS REVENUE AND LIMITED TAX FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT D - 6

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Other Financing Sources:			
Operating Transfers In:			
General Fund	$ 1,221,979	$ 1,145,142	$ (76,837)
Miscellaneous Capital Improvements Fund	29,761	29,761	--
Total Other Financing Sources	1,251,740	1,174,903	(76,837)
Expenditures:			
Debt Service:			
Principal:			
Bond Principal	1,283,564	1,206,763	76,801
Capital Lease Principal	29,761	29,761	--
Total Principal	1,313,325	1,236,524	76,801
Interest and Fiscal Charges:			
Bond Interest	116,400	116,364	36
Total Expenditures	1,429,725	1,352,888	76,837
Excess of Other Financing Sources Over (Under) Expenditures	(177,985)	(177,985)	--
Fund Balances, January 1	--	--	--
Residual Equity Transfer (Note 12)	177,985	177,985	--
Fund Balances, December 31	$ --	$ --	$ --

The accompanying notes are an integral part of this statement.

CAPITAL PROJECTS FUNDS

Capital Projects Funds account for financial resources used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds.)

New Municipal Waste Facility Fund accounts for the proceeds received from the sale of sales tax revenue bonds dedicated for the purpose of acquisition and construction of a new municipal waste sanitary landfill facility and to finance certain improvements to public buildings and facilities.

1993 Bond Capital Improvements Fund accounts for the portion of the proceeds received from the sale of sales tax revenue bonds dedicated for the purpose of providing funds to finance certain improvements to public buildings and facilities of the City, and the construction of administrative, maintenance and training facilities for the fire department of the City of Baton Rouge.

East Baton Rouge Prison Expansion Fund accounts for the three year property tax levy authorized for the purpose of financing the cost of renovations, extensions, improvements and equipment for the East Baton Rouge Parish Prison.

Parish Buildings Renovation and Relocation Fund accounts for the proceeds received from the sale of Lease Revenue Bonds and other revenues necessary for construction, improvement or enlargement of certain facilities consisting primarily of the Courthouse building and Clerk of Court office facilities located within the parish.

Miscellaneous Capital Improvements Fund accounts for the proceeds received from other governmental fund types for non-recurring major capital projects.

1995-1996 Capital Improvements Fund accounts for proceeds from gaming revenues, Federal and State grants, and from other governmental fund types committed for street and drainage improvements.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL CAPITAL PROJECTS FUNDS
DECEMBER 31, 1996

	New Municipal Waste Facility	1993 Bond Capital Improvements	East Baton Rouge Prison Expansion
ASSETS			
Cash and Cash Equivalents	$ 281,636	$ 577,501	$ 294,352
Investments	--	--	--
Accrued Interest Receivable	384	11,276	3,810
Special Assessment Receivable	--	--	--
Due From Other Funds (Note 11)	--	--	--
Total Assets	$ 282,020	$ 588,777	$ 298,162
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts and Contracts Payable	$ 872	$ 240,978	$ --
Due To Other Funds (Note 11)	266,441	--	--
Due To Other Governments	--	--	--
Deferred Revenue	--	--	--
Total Liabilities	267,313	240,978	--
Fund Balances:			
Reserved for Encumbrances	1,000	247,785	--
Unreserved:			
Designated for Unencumbered Appropriations	--	18,070	214,941
Undesignated	13,707	81,944	83,221
Total Fund Balances	14,707	347,799	298,162
Total Liabilities and Fund Balances	$ 282,020	$ 588,777	$ 298,162

The accompanying notes are an integral part of this statement.

Parish Buildings Renovation and Relocation	Miscellaneous Capital Improvements	1995-1996 Capital Improvements	Totals December 31, 1996	Totals December 31, 1995
$ 269,866	$ 612,451	$ 1,168,327	$ 3,204,133	$ 11,169,411
--	--	10,514,948	10,514,948	--
2,271	4,644	138,914	161,299	116,628
--	23,985	--	23,985	32,132
--	1,704,028	--	1,704,028	4,768,646
$ 272,137	$ 2,345,108	$ 11,822,189	$ 15,608,393	$ 16,086,817
$ 50,650	$ 548,397	$ 452,788	$ 1,293,685	$ 417,833
--	--	--	266,441	168,010
--	--	--	--	2,129
--	23,985	--	23,985	32,132
50,650	572,382	452,788	1,584,111	620,104
47,521	510,030	2,081,402	2,887,738	4,383,425
--	1,242,816	8,864,026	10,339,853	10,673,903
173,966	19,880	423,973	796,691	409,385
221,487	1,772,726	11,369,401	14,024,282	15,466,713
$ 272,137	$ 2,345,108	$ 11,822,189	$ 15,608,393	$ 16,086,817

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1996

	New Municipal Waste Facility	1993 Bond Capital Improvements	East Baton Rouge Prison Expansion
Revenues:			
Intergovernmental Revenues:			
State Grants:			
Department of Public Safety and Corrections	$ --	$ --	$ --
Miscellaneous Revenues:			
Interest Earnings	14,525	79,887	21,800
Contributions From Other Sources-			
Private Business	--	--	--
Total Miscellaneous Revenues	14,525	79,887	21,800
Total Revenues	14,525	79,887	21,800
Other Financing Sources:			
Capital Leases	--	--	--
Operating Transfers In (Note 12):			
General Fund	--	--	--
Library Board of Control Fund	--	--	--
Total Operating Transfers In	--	--	--
Total Other Financing Sources	--	--	--
Total Revenues and Other Financing Sources	14,525	79,887	21,800
Expenditures:			
Capital Outlay	160,192	1,526,762	173,863
Other Uses:			
Operating Transfers Out (Note 12):			
Limited Tax Bonds Debt Service Fund	--	--	--
Total Expenditures and Other Uses	160,192	1,526,762	173,863
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(145,667)	(1,446,875)	(152,063)
Fund Balances, January 1	160,374	1,794,674	450,225
Fund Balances, December 31	$ 14,707	$ 347,799	$ 298,162

The accompanying notes are an integral part of this statement.

Parish Buildings Renovation and Relocation	Miscellaneous Capital Improvements	1995-1996 Capital Improvements	Totals Year Ended December 31, 1996	Totals Year Ended December 31, 1995
$ --	$ --	$ --	$ --	$ 151,351
16,345	2,363	581,153	716,073	402,862
--	233,947	--	233,947	3,185
16,345	236,310	581,153	950,020	406,047
16,345	236,310	581,153	950,020	557,398
--	--	--	--	2,378,244
--	210,000	10,016,640	10,226,640	6,882,914
--	460,000	--	460,000	1,640,470
--	670,000	10,016,640	10,686,640	8,523,384
--	670,000	10,016,640	10,686,640	10,901,628
16,345	906,310	10,597,793	11,636,660	11,459,026
166,069	6,237,501	4,784,943	13,049,330	4,082,366
--	29,761	--	29,761	--
166,069	6,267,262	4,784,943	13,079,091	4,082,366
(149,724)	(5,360,952)	5,812,850	(1,442,431)	7,376,660
371,211	7,133,678	5,556,551	15,466,713	8,090,053
$ 221,487	$ 1,772,726	$ 11,369,401	$ 14,024,282	$ 15,466,713

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
PROJECT-LENGTH SCHEDULE OF CONSTRUCTION PROJECTS
ALL CAPITAL PROJECTS FUNDS
BEGINNING OF PROJECTS TO DECEMBER 31, 1996

	New Municipal Waste Facility	1993 Bond Capital Improvements	East Baton Rouge Prison Expansion
Total Project Authorization	$ 22,452,000	$ 4,223,000	$ 25,158,629
Revenues:			
Taxes	$ --	$ --	$ 16,989,833
Intergovernmental Revenues	--	--	5,870
Miscellaneous Revenues	1,066,707	304,943	2,096,147
Other Financing Sources:			
Proceeds From Long-Term Debt	21,400,000	4,000,000	6,150,000
Capital Leases	--	--	--
Operating Transfers In	--	--	--
Total Revenues and Other Financing Sources	$ 22,466,707	$ 4,304,943	$ 25,241,850
Expenditures:			
Capital Outlay	$ 20,675,529	$ 3,653,214	$ 22,902,919
Other Uses:			
Operating Transfers Out	1,776,471	303,930	2,040,769
Total Expenditures and Other Uses	$ 22,452,000	$ 3,957,144	$ 24,943,688

The accompanying notes are an integral part of this statement.

Parish Buildings Renovation and Relocation	Miscellaneous Capital Improvements	1995-1996 Capital Improvements	Total December 31, 1996
$ 14,269,745	$ 25,668,254	$ 16,388,360	$ 108,159,988
$ --	$ --	$ --	$ 16,989,833
194,673	151,351	--	351,894
1,415,013	673,574	721,693	6,278,077
--	--	--	31,550,000
10,685,000	4,763,584	--	15,448,584
1,990,113	20,099,625	16,090,640	38,180,378
$ 14,284,799	$ 25,688,134	$ 16,812,333	$ 108,798,766
$ 12,014,942	$ 20,875,647	$ 5,442,932	$ 85,565,183
2,048,370	3,039,761	--	9,209,301
$ 14,063,312	$ 23,915,408	$ 5,442,932	$ 94,774,484

ENTERPRISE FUNDS

Enterprise funds account for operations: (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

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

Riverside Centroplex Fund *accounts for the operation of* a cultural and entertainment center composed of an arena, exhibition hall and theater of performing arts. Principal revenues of the fund are rents, commissions and governmental subsidies.

Greater Baton Rouge Parking Authority accounts for the operation of an off-street parking facility. Principal revenues of the fund are governmental subsidies and automobile parking fees.

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

Solid Waste Disposal Facility Fund accounts for the provision of solid waste disposal services and operation of the landfill. Principal revenues of the fund are landfill dumping fees.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS
DECEMBER 31, 1996

	Greater Baton Rouge Airport District	Riverside Centroplex	Greater Baton Rouge Parking Authority
ASSETS			
Current Assets:			
Cash and Cash Equivalents	$ 814,070	$ 290,521	$ --
Investments	--	--	--
Sales Taxes Receivable	--	--	--
Accounts Receivable-Net	359,764	498,079	--
Accrued Interest Receivable	17,772	258	--
Special Assessments Receivable	--	--	--
Due From Other Funds (Note 11)	--	--	--
Due From Other Governments (Note 11)	4,583,466	--	--
Due From Component Units (Note 11)	--	--	--
Prepaid Items	--	17,906	--
Total Current Assets	5,775,072	806,764	--
Restricted Assets:			
Cash and Cash Equivalents	372,226	429,903	3,339,608
Investments	3,350,039	--	--
Accounts Receivable - Net	120,612	--	--
Accrued Interest Receivable	35,081	7,097	12,611
Due From Other Governments (Note 11)	--	26,584	--
Total Restricted Assets	3,877,958	463,584	3,352,219
Deferred Bond Issuance Costs	--	--	--
Fixed Assets (Note 6):			
Land	25,688,763	1,024,914	808,586
Buildings	13,980,884	31,891,144	9,979,462
Improvements Other Than Buildings	50,532,720	--	22,165
Equipment	2,077,200	1,043,898	214,114
Equipment Under Capital Leases	37,121	--	--
Construction Work in Progress	3,019,668	6,556	--
Total Fixed Assets	95,336,356	33,966,512	11,024,327
Accumulated Depreciation	(21,276,102)	(15,145,180)	(6,648,020)
Net Fixed Assets	74,060,254	18,821,332	4,376,307
Total Assets	$ 83,713,284	$ 20,091,680	$ 7,728,526

The accompanying notes are an integral part of this statement.

Continued

Comprehensive Sewerage System	Solid Waste Disposal Facility	Totals December 31, 1996	Totals December 31, 1995
$ 1,099,640	$ 652,945	$ 2,857,176	$ 2,015,110
8,652,521	5,876,508	14,529,029	23,161,017
2,553,843	--	2,553,843	2,400,801
--	924,629	1,782,472	1,133,921
413,230	76,869	508,129	657,991
182,603	--	182,603	183,312
5,976,045	--	5,976,045	5,700,747
100,468	--	4,683,934	1,232,377
3,205	--	3,205	24,712
--	--	17,906	--
18,981,555	7,530,951	33,094,342	36,509,988
44,251,706	--	48,393,443	22,256,043
65,202,137	--	68,552,176	100,094,181
1,247,614	--	1,368,226	1,585,283
1,027,024	--	1,081,813	1,429,566
--	--	26,584	--
111,728,481	--	119,422,242	125,365,073
1,415,472	--	1,415,472	1,772,192
7,249,228	7,068,897	41,840,388	35,477,278
--	637	55,852,127	53,906,373
421,052,112	20,796,343	492,403,340	398,633,279
8,842,541	423,907	12,601,660	12,734,705
--	--	37,121	--
10,824,678	--	13,850,902	57,726,942
447,968,559	28,289,784	616,585,538	558,478,577
(94,411,598)	(2,886,740)	(140,367,640)	(125,316,668)
353,556,961	25,403,044	476,217,898	433,161,909
$ 485,682,469	$ 32,933,995	$ 630,149,954	$ 596,809,162

Continued

Comprehensive Sewerage System	Solid Waste Disposal Facility	Totals December 31, 1996	Totals December 31, 1995
$ 1,058,329	$ 533,724	$ 2,366,392	$ 2,216,199
--	--	3,160,154	2,826,746
--	--	141,687	141,687
243,322	11,153	321,153	242,685
--	--	84,560	--
182,603	--	370,599	183,312
3,532,885	--	4,109,341	4,605,305
508,791	13,532	683,567	660,333
--	--	12,002	--
4,014	--	4,014	936,271
5,529,944	558,409	11,253,469	11,812,538
7,552,844	--	7,718,158	7,764,993
191,292	--	191,292	--
5,437,829	--	5,574,508	5,253,243
5,865,000	--	6,250,000	5,620,000
19,046,965	--	19,733,958	18,638,236
55,755,977	--	62,336,121	66,445,462
214,535,000	--	217,420,000	194,970,000
(2,539,533)	--	(2,539,533)	--
--	447,407	447,407	286,012
--	--	19,847	--
267,751,444	447,407	277,683,842	261,701,474
292,328,353	1,005,816	308,671,269	292,152,248
12,095,433	--	95,462,563	92,179,967
(4,509,696)	--	(23,555,961)	(21,410,684)
43,617	--	8,195,544	7,283,876
(26,042)	--	(1,194,920)	(937,036)
18,536,538	25,395,651	67,174,749	67,174,749
4,627,194	--	4,927,194	4,627,194
1,887,788	--	1,887,788	730,931
32,654,832	25,395,651	152,896,957	149,648,997
2,856,770	--	2,856,770	2,742,914
18,682,096	--	18,682,096	17,790,017
--	--	--	3,277,320
--	--	3,853,228	3,342,973
--	--	13,733	13,258
139,160,418	6,532,528	143,175,901	127,841,435
160,699,284	6,532,528	168,581,728	155,007,917
193,354,116	31,928,179	321,478,685	304,656,914
$ 485,682,469	$ 32,933,995	$ 630,149,954	$ 596,809,162

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
ALL ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1996

	Greater Baton Rouge Airport District	Riverside Centroplex	Greater Baton Rouge Parking Authority
Operating Revenues:			
Charges for Services	$ 5,482,432	$ 1,255,827	$ 720,933
Miscellaneous Revenues	78,720	12,333	590
Total Operating Revenues	5,561,152	1,268,160	721,523
Operating Expenses:			
Personal Services	1,957,865	627,930	205,593
Employee Benefits	432,875	162,821	48,115
Supplies	197,687	99,899	5,341
Contractual Services	1,946,445	1,119,414	85,969
Landfill Closure and Postclosure Care Expense	--	--	--
Depreciation	2,094,897	1,034,671	400,789
Bad Debts	--	--	--
Management Fee	--	110,078	--
Total Operating Expenses	6,629,769	3,154,813	745,807
Operating Income (Loss)	(1,068,617)	(1,886,653)	(24,284)
Non-Operating Revenues (Expenses):			
Taxes	--	--	--
Operating Grants	(8,045)	52,913	--
On-Behalf Payments for Salaries and Benefits	82,190	--	--
Passenger Facility Charge (Note 19)	1,270,762	--	--
Interest Earnings	315,128	58,082	585
Interest Expense	(572,130)	--	(235,279)
Bond Issuance Costs	--	--	--
Donations	--	--	--
Gain (Loss) on Disposition of Fixed Assets	(16,682)	(3,990)	(513)
Total Non-Operating Revenues (Expenses)	1,071,223	107,005	(235,207)
Net Income (Loss) Before Operating Transfers	2,606	(1,779,648)	(259,491)
Operating Transfers In (Note 12):			
General Fund	--	798,250	223,490
Net Income (Loss)	2,606	(981,398)	(36,001)
Depreciation on Fixed Assets Acquired with Externally-Restricted Capital Contributions	1,434,293	590,909	--
Income (Loss) Transferred to Retained Earnings	1,436,899	(390,489)	(36,001)
Retained Earnings, January 1 as Previously Reported	8,061,276	(6,822,371)	(899,398)
Prior Year Adjustment	--	--	--
Retained Earnings, January 1 Restated	8,061,276	(6,822,371)	(899,398)
Retained Earnings, December 31	$ 9,498,175	$ (7,212,860)	$ (935,399)

The accompanying notes are an integral part of this statement.

Comprehensive Sewerage System	Solid Waste Disposal Facility	Totals Year Ended December 31, 1996	Totals Year Ended December 31, 1995
$ 22,811,395	$ 6,911,272	$ 37,181,859	$ 36,953,032
62,398	1,524	155,565	121,731
22,873,793	6,912,796	37,337,424	37,074,763
8,987,235	408,031	12,186,654	12,040,557
1,995,273	75,886	2,714,970	2,585,223
1,902,932	29,766	2,235,625	2,088,722
8,619,109	6,486,933	18,257,870	16,550,148
--	161,395	161,395	144,608
12,104,009	894,516	16,528,882	15,912,822
169,222	--	169,222	189,682
--	--	110,078	--
33,777,780	8,056,527	52,364,696	49,511,762
(10,903,987)	(1,143,731)	(15,027,272)	(12,436,999)
26,136,337	--	26,136,337	23,996,997
--	--	44,868	58,235
--	--	82,190	82,547
--	--	1,270,762	1,190,894
6,888,253	462,584	7,724,632	8,430,150
(13,065,831)	--	(13,873,240)	(15,656,689)
(286,215)	--	(286,215)	(131,713)
--	26,453	26,453	--
70,534	1,045	50,394	76,498
19,743,078	490,082	21,176,181	18,046,919
8,839,091	(653,649)	6,148,909	5,609,920
4,000,000	--	5,021,740	5,393,240
12,839,091	(653,649)	11,170,649	11,003,160
377,960	--	2,403,162	2,305,601
13,217,051	(653,649)	13,573,811	13,308,761
147,482,233	7,186,177	155,007,917	141,163,209
--	--	--	535,947
147,482,233	7,186,177	155,007,917	141,699,156
$ 160,699,284	$ 6,532,528	$ 168,581,728	$ 155,007,917

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
ALL ENTERPRISE FUNDS
DECEMBER 31, 1996

	Greater Baton Rouge Airport District	Riverside Centroplex	Greater Baton Rouge Parking Authority
Cash Flows From Operating Activities:			
Cash Received From Customers	$ 5,711,880	$ 1,030,396	$ 722,007
Cash Payments to Suppliers for Goods and Services	(2,165,950)	(1,174,882)	(96,196)
Cash Payments to Employees for Services and Benefits	(2,347,002)	(796,039)	(251,245)
Other Operating Revenues	--	--	--
Net Cash Provided by (Used for) Operating Activities	1,198,928	(940,525)	374,566
Cash Flows From Noncapital Financing Activities:			
Cash Received From General Property Taxes	--	--	--
Cash Received From General Sales and Use Taxes	--	--	--
Donations From Recycling Awareness	--	--	--
Operating Grants Received	98,358	52,913	--
On-Behalf Payments for Salaries and Benefits	82,190	--	--
Operating Transfers In From Other Funds	--	798,250	223,490
Interest Paid on Short-term Interfund Loans	--	--	(154,662)
Loans To Other Funds	--	--	--
Loans From Other Funds	--	--	2,996,089
Loans To Component Units	--	--	--
Repayment of Loans To Other Funds	--	--	--
Repayment of Loans From Other Funds	--	--	(2,650,429)
Net Cash Provided by (Used for) Noncapital Financing Activities	180,548	851,163	414,488
Cash Flows From Capital and Related Financing Activities:			
Proceeds From Sale of Debt	--	--	--
Proceeds From Capital Grants	118,065	--	--
Proceeds From Sale of Capital Assets	6,750	--	--
Passenger Facility Charges	1,321,026	--	--
Acquisition and Construction of Capital Assets	(6,028,255)	(1,382,444)	(52,805)
Principal Paid on Bonds, Obligations and Capital Leases	(539,720)	--	(360,000)
Interest Paid on Bonds, Obligations and Capital Leases	(584,382)	--	(230,463)
Payment made to Refunding Bonds Escrow Agent	--	--	--
Capital Contributed by Other Governments	--	591,295	--
Capital Contributed from Impact Fees	--	--	--
Net Cash Provided by (Used for) Capital and Related Financing Activities	(5,706,516)	(791,149)	(643,268)
Cash Flows From Investing Activities:			
Purchase of Investments	(3,350,039)	--	--
Proceeds From Sales and Maturities of Investments	4,891,353	1,413,968	--
Interest Received on Investments	352,274	64,013	141,368
Net Cash Provided by (Used for) Investing Activities	1,893,588	1,477,981	141,368
Net Increase (Decrease) in Cash and Cash Equivalents (Note 1)	(2,433,452)	597,470	287,154
Cash and Cash Equivalents, January 1	3,619,748	122,954	3,052,454
Cash and Cash Equivalents, December 31	$ 1,186,296	$ 720,424	$ 3,339,608

The accompanying notes are an integral part of this statement.

Continued

Comprehensive Sewerage System	Solid Waste Disposal Facility	Totals Year Ended December 31, 1996	Totals Year Ended December 31, 1995
$ 22,808,437	$ 6,539,277	$ 36,811,997	$ 36,415,192
(10,409,703)	(6,529,198)	(20,375,929)	(18,625,980)
(10,848,203)	(479,519)	(14,722,008)	(14,598,148)
62,398	--	62,398	46,957
1,612,929	(469,440)	1,776,458	3,238,021
3,186	--	3,186	5,040
25,979,973	--	25,979,973	23,899,587
--	26,453	26,453	--
--	--	151,271	250,351
--	--	82,190	82,547
4,000,000	--	5,021,740	5,393,240
--	--	(154,662)	(140,823)
(5,976,045)	--	(5,976,045)	(5,725,458)
--	--	2,996,089	2,650,429
(3,205)	--	(3,205)	--
5,725,458	--	5,725,458	4,251,257
--	--	(2,650,429)	(2,490,349)
29,729,367	26,453	31,202,019	28,175,821
65,012,320	--	65,012,320	36,000,000
--	--	118,065	7,020,472
166,995	11,600	185,345	348,845
--	--	1,321,026	1,127,410
(45,865,672)	(2,964,508)	(56,293,684)	(50,910,372)
(9,330,856)	--	(10,230,576)	(9,203,963)
(17,246,991)	--	(18,061,836)	(16,741,978)
(38,527,362)	--	(38,527,362)	--
--	--	591,295	408,283
1,157,915	--	1,157,915	723,638
(44,633,651)	(2,952,908)	(54,727,492)	(31,227,665)
(73,854,658)	(5,876,508)	(83,081,205)	(123,255,198)
108,272,415	8,677,462	123,255,198	121,323,531
7,503,509	493,324	8,554,488	7,987,289
41,921,266	3,294,278	48,728,481	6,055,622
28,629,911	(101,617)	26,979,466	6,241,799
16,721,435	754,562	24,271,153	18,029,354
$ 45,351,346	$ 652,945	$ 51,250,619	$ 24,271,153

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
ALL ENTERPRISE FUNDS
DECEMBER 31, 1996

	Greater Baton Rouge Airport District	Riverside Centroplex	Greater Baton Rouge Parking Authority
Reconciliation of Operating Income to Net Cash Provided by (Used for) Operating Activities:			
Operating Income (Loss)	$ (1,068,617)	$ (1,886,653)	$ (24,284)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation	2,094,897	1,034,671	400,789
Landfill Closure and Postclosure Care	--	--	--
Increase (Decrease) in Compensated Absences Payable	25,528	(58,523)	694
Change in Assets and Liabilities:			
Decrease (Increase) in Accounts Receivable	150,728	(425,760)	484
Decrease (Increase) in Due From Other Governments	--	--	--
Decrease (Increase) in Prepaid Items	--	(11,906)	--
Increase (Decrease) in Accounts and Contracts Payable	(22,464)	166,415	(4,850)
Increase (Decrease) in Accrued Salaries Payable	18,856	53,235	1,769
Increase (Decrease) in Deferred Revenue	--	187,996	--
Increase (Decrease) in Other Liabilities	--	--	(36)
Total Adjustments	2,267,545	946,128	398,850
Net Cash Provided By (Used for) Operating Activities	$ 1,198,928	$ (940,525)	$ 374,566

The accompanying notes are an integral part of this statement.

Comprehensive Sewerage System	Solid Waste Disposal Facility	Totals Year Ended December 31, 1996	Totals Year Ended December 31, 1995
$ (10,903,987)	$ (1,143,731)	$ (15,027,272)	$ (12,436,999)
12,104,009	894,516	16,528,882	15,912,822
--	161,395	161,395	144,608
67,050	512	35,261	20,952
166,309	(373,519)	(481,758)	(461,866)
500	--	500	(500)
--	--	(11,906)	--
111,793	(12,500)	238,394	52,908
67,255	3,887	145,002	6,215
--	--	187,996	--
--	--	(36)	(119)
12,516,916	674,291	16,803,730	15,675,020
$ 1,612,929	$ (469,440)	$ 1,776,458	$ 3,238,021

The Greater Baton Rouge Airport District acquired $37,121 of equipment through capital lease agreements. In 1996, $5,272 of principal and $870 of interest was paid on lease obligations and is reflected as a cash outflow for capital and related financing activities on the Combining Statement of Cash Flows.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
GREATER BATON ROUGE AIRPORT DISTRICT
FOR THE YEARS ENDED DECEMBER 31, 1996 AND 1995

EXHIBIT F - 4

	Totals Year Ended December 31, 1996	December 31, 1995
Operating Revenues:		
Airfield:		
Landing Fees - Scheduled Airlines	$ 741,166	$ 868,964
Landing Fees - Non-Scheduled and Chartered	84,743	95,742
Fees - Aviation Fuel and Oil Commission	114,905	111,247
Total Airfield	940,814	1,075,953
Hangars and Buildings:		
Rental of Hangars	35,868	29,439
Rental of Cargo Buildings	37,843	42,309
Total Hangars and Buildings	73,711	71,748
Terminal Building Area:		
Rentals:		
Airlines	1,095,734	1,333,025
Restaurant	220,619	225,781
Office Tenants	13,088	16,869
Other	61,977	138,825
Commissions:		
Car Rental Agencies	1,161,060	1,152,520
Coin-Operated Services	34,875	33,987
Ground Transportation Service	10,136	10,177
Gift Shop	110,772	108,829
General:		
Auto Parking Fees	1,382,728	1,219,339
Other Revenues	78,720	58,642
Total Terminal Building Area	4,169,709	4,297,994
Rentals - Industrial Area	376,918	255,899
Total Operating Revenues	5,561,152	5,701,594
Operating Expenses:		
General Administration, Security, and Maintenance:		
Personal Services	1,396,604	1,427,795
Employee Benefits	292,143	254,736
Supplies	84,946	79,238
Contractual Services	1,035,366	1,282,400
Total General Administration, Security, and Maintenance	2,809,059	3,044,169
Airfield:		
Personal Services	339,226	373,095
Employee Benefits	77,008	85,898
Supplies	90,524	70,428
Contractual Services	148,225	177,760
Depreciation	1,706,345	1,588,465
Total Airfield	2,361,328	2,295,646

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
GREATER BATON ROUGE AIRPORT DISTRICT
FOR THE YEARS ENDED DECEMBER 31, 1996 AND 1995

	Totals Year Ended December 31, 1996	Totals Year Ended December 31, 1995
Operating Expenses (Continued):		
Hangars and Buildings:		
Contractual Services	$ --	$ 10,778
Depreciation	29,713	29,713
Total Hangars and Buildings	29,713	40,491
Terminal Building Area:		
Personal Services	222,035	226,199
Employee Benefits	63,724	61,564
Supplies	22,217	43,214
Contractual Services	373,538	326,338
Depreciation	358,088	350,870
Operations - Parking Lot	389,316	343,731
Total Terminal Building Area	1,428,918	1,351,916
Systems and Services:		
Depreciation	751	751
Total Operating Expenses	6,629,769	6,732,973
Operating Income (Loss)	(1,068,617)	(1,031,379)
Non-Operating Revenues (Expenses):		
Operating Grants	(8,045)	10,820
On-Behalf Payments for Salaries and Benefits	82,190	82,547
Passenger Facility Charge	1,270,762	1,190,894
Interest Earnings	315,128	346,669
Interest Expense	(572,130)	(612,630)
Gain (Loss) on Disposition of Fixed Assets	(16,682)	7,191
Total Non-Operating Revenues (Expenses)	1,071,223	1,025,491
Net Income (Loss)	2,606	(5,888)
Depreciation on Fixed Assets Acquired with Externally-Restricted Capital Contributions	1,434,293	1,369,227
Income (Loss) Transferred to Retained Earnings	1,436,899	1,363,339
Retained Earnings, January 1 as Previously Reported	*8,061,276*	*6,161,990*
Prior Year Adjustment	--	535,947
Retained Earnings, January 1 Restated	8,061,276	6,697,937
Retained Earnings, December 31	$ 9,498,175	$ 8,061,276

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
RIVERSIDE CENTROPLEX FUND
FOR THE YEARS ENDED DECEMBER 31, 1996 AND 1995

EXHIBIT F - 5

	Totals Year Ended December 31, 1996	December 31, 1995
Operating Revenues:		
Rentals:		
Arena Commercial	$ 258,668	$ 188,131
Meeting Rooms	44,013	45,400
Exhibit Hall Commercial	114,782	94,156
Theater	114,616	107,264
Equipment	47,782	74,019
Office Space	11,509	15,887
Total Rentals	591,370	524,857
Concessions - Food and Beverages	137,025	30,375
Catering	102,789	56,676
Box Office Fees	4,856	35,464
Ticket Surcharge	138,949	89,460
Service Income	147,298	41,914
Novelty Sales	44,657	23,877
Advertising	44,341	--
Parking	44,542	--
Other Revenues	12,333	10,569
Total Operating Revenues	1,268,160	813,192
Operating Expenses:		
Personal Services	627,930	652,528
Employee Benefits	162,821	166,351
Supplies	99,899	88,543
Contractual Services	1,119,414	923,703
Depreciation	1,034,671	935,820
Bad Debts	--	38,569
Management Fee	110,078	--
Total Operating Expenses	3,154,813	2,805,514
Operating Income (Loss)	(1,886,653)	(1,992,322)
Non-Operating Revenues (Expenses):		
Operating Grants	52,913	47,415
Interest Earnings	58,082	65,795
Gain (Loss) on Disposition of Fixed Assets	(3,990)	(1,402)
Total Non-Operating Revenues (Expenses)	107,005	111,808
Net Income (Loss) Before Operating Transfers	(1,779,648)	(1,880,514)
Operating Transfers In (Note 12):		
General Fund	798,250	1,125,000
Net Income (Loss)	(981,398)	(755,514)
Depreciation on Fixed Assets Acquired With Externally-Restricted Capital Contributions	590,909	558,414

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
RIVERSIDE CENTROPLEX FUND
FOR THE YEARS ENDED DECEMBER 31, 1996 AND 1995

EXHIBIT F - 5
(Continued)

	Totals Year Ended	
	December 31, 1996	December 31, 1995
Income (Loss) Transferred to Retained Earnings	$ (390,489)	$ (197,100)
Retained Earnings, January 1	(6,822,371)	(6,625,271)
Retained Earnings, December 31	$ (7,212,860)	$ (6,822,371)

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
GREATER BATON ROUGE PARKING AUTHORITY
FOR THE YEARS ENDED DECEMBER 31, 1996 AND 1995

EXHIBIT F - 6

	Totals Year Ended December 31, 1996	Totals Year Ended December 31, 1995
Operating Revenues:		
Charges for Services:		
Parking Meter Receipts	$ 57,969	$ 55,631
Auto Parking Fees	662,964	751,407
Total Charges for Services	720,933	807,038
Miscellaneous Revenues	590	631
Total Operating Revenues	721,523	807,669
Operating Expenses:		
Personal Services	205,593	213,427
Employee Benefits	48,115	47,854
Supplies	5,341	2,333
Contractual Services	85,969	86,631
Depreciation	400,789	399,161
Total Operating Expenses	745,807	749,406
Operating Income (Loss)	(24,284)	58,263
Non-Operating Revenues (Expenses):		
Interest Earnings	585	2,835
Interest Expense	(235,279)	(254,810)
Gain (Loss) on Disposition of Fixed Assets	(513)	--
Total Non-Operating Revenues (Expenses)	(235,207)	(251,975)
Net Income (Loss) Before Operating Transfers	(259,491)	(193,712)
Operating Transfers In (Note 12):		
General Fund	223,490	268,240
Net Income (Loss) Transferred to Retained Earnings	(36,001)	74,528
Retained Earnings, January 1	(899,398)	(973,926)
Retained Earnings, December 31	$ (935,399)	$ (899,398)

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
COMPREHENSIVE SEWERAGE SYSTEM FUND
FOR THE YEARS ENDED DECEMBER 31, 1996 AND 1995

EXHIBIT F - 7

	Totals Year Ended December 31, 1996	Totals Year Ended December 31, 1995
Operating Revenues:		
Charges for Services:		
Regular Fees	$ 22,613,436	$ 22,495,558
Sewer Tie-In Fees	13,764	20,158
Connection Charges	184,195	187,331
Total Charges for Services	22,811,395	22,703,047
Miscellaneous Revenues	62,398	46,957
Total Operating Revenues	22,873,793	22,750,004
Operating Expenses:		
Environmental Section:		
Personal Services	469,013	442,381
Employee Benefits	89,878	84,102
Supplies	31,473	26,808
Contractual Services	125,025	146,460
Total Environmental Section	715,389	699,751
Wastewater Treatment:		
Personal Services	4,715,953	4,686,453
Employee Benefits	1,062,700	1,020,615
Supplies	1,170,997	1,014,569
Contractual Services	3,811,530	3,536,756
Total Wastewater Treatment	10,761,180	10,258,393
Service Fee Business Department:		
Personal Services	379,971	387,270
Employee Benefits	83,041	82,702
Supplies	9,632	10,104
Contractual Services	865,377	852,753
Total Sewer Fee Collection	1,338,021	1,332,829
Wastewater Collection:		
Personal Services	3,093,892	2,891,975
Employee Benefits	698,136	640,775
Supplies	669,447	686,092
Contractual Services	1,393,272	1,375,238
Total Wastewater Collection	5,854,747	5,594,080
General Administration:		
Personal Services	328,406	327,199
Employee Benefits	61,518	56,462
Supplies	21,383	19,609
Contractual Services	2,423,905	2,278,124
Total General Administration	2,835,212	2,681,394

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
COMPREHENSIVE SEWERAGE SYSTEM FUND
FOR THE YEARS ENDED DECEMBER 31, 1996 AND 1995

EXHIBIT F - 7
(Continued)

	Totals Year Ended	
	December 31, 1996	December 31, 1995
Operating Expenses (Continued):		
Depreciation	$ 12,104,009	$ 11,712,069
Bad Debts	169,222	151,113
Total Operating Expenses	33,777,780	32,429,629
Operating Income (Loss)	(10,903,987)	(9,679,625)
Non-Operating Revenues (Expenses):		
General Property Taxes	3,323	5,123
General Sales and Use Taxes	26,133,014	23,991,874
Interest Earnings	6,888,253	7,519,694
Interest Expense	(13,065,831)	(14,789,249)
Bond Issuance Costs	(286,215)	(131,713)
Gain (Loss) on Disposition of Fixed Assets	70,534	66,776
Total Non-Operating Revenues (Expenses)	19,743,078	16,662,505
Net Income (Loss) Before Operating Transfers	8,839,091	6,982,880
Operating Transfers In (Note 12):		
General Fund	4,000,000	4,000,000
Net Income (Loss)	12,839,091	10,982,880
Depreciation on Fixed Assets Acquired with Externally-Restricted Capital Contributions	377,960	377,960
Income (Loss) Transferred to Retained Earnings	13,217,051	11,360,840
Retained Earnings, January 1	147,482,233	136,121,393
Retained Earnings, December 31	$ 160,699,284	$ 147,482,233

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
SOLID WASTE DISPOSAL FACILITY FUND
FOR THE YEARS ENDED DECEMBER 31, 1996 AND 1995

EXHIBIT F - 8

	Totals Year Ended December 31, 1996	December 31, 1995
Operating Revenues:		
Charges for Services:		
Landfill Dump Fees	$ 6,911,272	$ 6,997,372
Miscellaneous Revenues:		
Recycling Proceeds	1,524	4,932
Total Operating Revenues	6,912,796	7,002,304
Operating Expenses:		
General Administration:		
Personal Services	225,587	235,578
Employee Benefits	41,327	50,170
Supplies	13,198	33,229
Contractual Services	6,433,302	5,168,064
Landfill Closure and Postclosure Care Expense	161,395	144,608
Depreciation	894,516	895,973
Total General Administration	7,769,325	6,527,622
Environmental Section:		
Personal Services	114,983	110,453
Employee Benefits	22,344	22,866
Supplies	7,673	6,758
Contractual Services	31,222	36,295
Total Environmental Section	176,222	176,372
Recycling:		
Personal Services	67,461	66,204
Employee Benefits	12,215	11,128
Supplies	8,895	7,797
Contractual Services	22,409	5,117
Total Recycling	110,980	90,246
Total Operating Expenses	8,056,527	6,794,240
Operating Income (Loss)	(1,143,731)	208,064
Non-Operating Revenues (Expenses):		
Interest Earnings	462,584	495,157
Donations	26,453	--
Gain (Loss) on Disposition of Fixed Assets	1,045	3,933
Total Non-Operating Revenues (Expenses)	490,082	499,090
Net Income (Loss) Transferred to Retained Earnings	(653,649)	707,154
Retained Earnings, January 1	7,186,177	6,479,023
Retained Earnings, December 31	$ 6,532,528	$ 7,186,177

The accompanying notes are an integral part of this statement.

INTERNAL SERVICE FUNDS

Internal Service Funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost-reimbursement basis.

Fleet Rental and Replacement Fund rents motorized equipment to Public Works divisions and provides for their scheduled replacement at the end of the economic life of the asset.

Central Garage Fund maintains motorized and heavy equipment and provides motor fuels for all departments.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL INTERNAL SERVICE FUNDS
DECEMBER 31, 1996

EXHIBIT G - 1

	Fleet Rental and Replace-ment Fund	Central Garage	Totals December 31, 1996	Totals December 31, 1995
ASSETS				
Current Assets:				
Cash and Cash Equivalents	$ 2,488,149	$ 1,533,651	$ 4,021,800	$ 4,476,783
Accrued Interest Receivable	21,379	11,255	32,634	26,099
Due From Other Governments (Note 11)	--	3,292	3,292	23,098
Inventory	--	215,495	215,495	219,838
Total Current Assets	2,509,528	1,763,693	4,273,221	4,745,818
Fixed Assets (Note 6):				
Land	--	47,568	47,568	47,568
Buildings	--	2,213,798	2,213,798	1,706,539
Improvements Other Than Buildings	--	7,190	7,190	7,190
Equipment	8,747,183	378,754	9,125,937	9,564,745
Equipment Under Capital Leases	7,853,498	--	7,853,498	6,726,972
Construction Work in Progress	--	--	--	23,052
Total Fixed Assets	16,600,681	2,647,310	19,247,991	18,076,066
Accumulated Depreciation	(7,981,187)	(1,229,624)	(9,210,811)	(9,024,816)
Net Fixed Assets	8,619,494	1,417,686	10,037,180	9,051,250
Total Assets	$ 11,129,022	$ 3,181,379	$ 14,310,401	$ 13,797,068
LIABILITIES AND EQUITY				
Current Liabilities:				
Accounts and Contracts Payable	$ --	$ 214,399	$ 214,399	$ 504,587
Accrued Salaries Payable	--	34,967	34,967	24,469
Compensated Absences Payable	--	152,018	152,018	137,840
Obligation Under Capital Leases (Note 14)	2,504,597	--	2,504,597	2,209,725
Total Current Liabilities	2,504,597	401,384	2,905,981	2,876,621
Long-Term Liabilities:				
Obligation Under Capital Leases (Note 14)	2,350,758	--	2,350,758	3,309,376
Total Liabilities	4,855,355	401,384	5,256,739	6,185,997
Equity:				
Contributed Capital (Note 16):				
Federal	--	430,180	430,180	18,441
Government	381,635	1,872,489	2,254,124	2,254,124
Total Contributed Capital	381,635	2,302,669	2,684,304	2,272,565
Retained Earnings:				
Unreserved	5,892,032	477,326	6,369,358	5,338,506
Total Equity	6,273,667	2,779,995	9,053,662	7,611,071
Total Liabilities and Equity	$ 11,129,022	$ 3,181,379	$ 14,310,401	$ 13,797,068

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
ALL INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT G - 2

	Fleet Rental and Replace-ment Fund	Central Garage	Totals Year Ended December 31, 1996	December 31, 1995
Operating Revenues:				
Charges for Services:				
Billings to Departments	$ 5,052,267	$ 6,489,572	$ 11,541,839	$ 11,485,786
Operating Expenses:				
Cost of Materials	--	3,955,720	3,955,720	4,136,268
Personal Services	--	1,302,324	1,302,324	1,335,707
Employee Benefits	--	291,169	291,169	301,251
Supplies	--	109,048	109,048	176,383
Contractual Services	1,641,510	764,622	2,406,132	2,683,269
Depreciation	3,156,379	80,908	3,237,287	2,453,156
Total Operating Expenses	4,797,889	6,503,791	11,301,680	11,086,034
Operating Income (Loss)	254,378	(14,219)	240,159	399,752
Non-Operating Revenues (Expenses):				
Interest Earnings	122,979	51,712	174,691	112,192
Interest Expense	(286,912)	--	(286,912)	(159,517)
Gain (Loss) on Disposition of Fixed Assets	896,076	6,838	902,914	1,165,952
Total Non-Operating Revenues (Expenses)	732,143	58,550	790,693	1,118,627
Net Income (Loss)	986,521	44,331	1,030,852	1,518,379
Retained Earnings, January 1	4,905,511	432,995	5,338,506	3,820,127
Retained Earnings, December 31	$ 5,892,032	$ 477,326	$ 6,369,358	$ 5,338,506

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
ALL INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT G - 3

	Fleet Rental and Replace-ment Fund	Central Garage	Totals Year Ended December 31, 1996	December 31, 1995
Cash Flows From Operating Activities:				
Cash Received From Customers	$ 5,052,267	$ 6,491,963	$ 11,544,230	$ 11,620,449
Cash Payments to Suppliers for Goods and Services	(1,823,724)	(4,910,006)	(6,733,730)	(6,947,652)
Cash Payments to Employees for Services and Benefits	--	(1,568,817)	(1,568,817)	(1,614,179)
Net Cash Provided by (Used for) Operating Activities	3,228,543	13,140	3,241,683	3,058,618
Cash Flows From Capital and Related Financing Activities:				
Proceeds From Sale of Debt	--	--	--	2,669,669
Proceeds From Sale of Capital Assets	1,033,160	10,451	1,043,611	1,245,869
Acquisition and Construction of Capital Assets	(2,041,226)	(557,774)	(2,599,000)	(2,629,907)
Principal Paid on Bonds and Capital Leases	(2,427,271)	--	(2,427,271)	(1,816,096)
Interest Paid on Bonds and Capital Leases	(286,912)	--	(286,912)	(159,517)
Capital Contributed by the Government	--	404,750	404,750	92,380
Net Cash Provided by (Used for) Capital and Related Financing Activities	(3,722,249)	(142,573)	(3,864,822)	(597,602)
Cash Flows From Investing Activities:				
Interest Received on Investments	109,841	58,315	168,156	98,284
Net Increase (Decrease) in Cash and Cash Equivalents (Note 1)	(383,865)	(71,118)	(454,983)	2,559,300
Cash and Cash Equivalents, January 1	2,872,014	1,604,769	4,476,783	1,917,483
Cash and Cash Equivalents, December 31	$ 2,488,149	$ 1,533,651	$ 4,021,800	$ 4,476,783

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
ALL INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT G - 3
(Continued)

	Fleet Rental and Replacement Fund	Central Garage	Totals Year Ended December 31, 1996	December 31, 1995
Reconciliation of Operating Income to Net Cash Provided by (Used for) Operating Activities:				
Operating Income (Loss)	$ 254,378	$ (14,219)	$ 240,159	$ 399,752
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Depreciation	3,156,379	80,908	3,237,287	2,453,156
Increase (Decrease) in Compensated Absences Payable	--	14,178	14,178	23,639
Change in Assets and Liabilities:				
Decrease (Increase) in Accounts Receivable	--	2,391	2,391	132,155
Decrease (Increase) in Inventory	--	4,343	4,343	(25,024)
Increase (Decrease) in Accounts and Contracts Payable	(182,214)	(84,959)	(267,173)	75,800
Increase (Decrease) in Accrued Salaries Payable	--	10,498	10,498	(860)
Total Adjustments	2,974,165	27,359	3,001,524	2,658,866
Net Cash Provided by (Used for) Operating Activities	$ 3,228,543	$ 13,140	$ 3,241,683	$ 3,058,618

Non Cash Investing, Capital, and Financing Activities:

The Fleet Rental and Replacement Fund acquired $2,740,607 of equipment through capital lease agreements. In 1996, $2,427,271 of principal and $286,912 of interest was paid on lease obligations and is reflected as a cash outflow for capital and related financing activities on the Combining Statement of Cash Flows.

The accompanying notes are an integral part of this statement.

TRUST AND AGENCY FUNDS

Trust Funds account for assets held by a government in a trustee capacity. Agency Funds account for assets held by a government as an agent for individuals, private organizations, other governments, and/or other funds.

Employees' Retirement System Pension Trust Fund accounts for the accumulation of contributions for a defined-benefit cost-sharing multiple-employer pension plan to provide retirement benefits to qualified employees.

Sales Tax Suspense Fund accounts for the collection of the City-Parish 3% sales tax and distribution thereof to the General Fund, City of Baker, City of Zachary, and Consolidated School District.

City Court Receipts Suspense Fund accounts for the receipt of advance court costs and collections and the disbursements for garnishments, court costs, and civil fees.

City Court Appearance Bond Fund accounts for the appearance cash bond deposits and the disbursements of refunds and forfeits.

Indigent Defender Fund accounts for the designated court costs and disbursements to the attorneys of indigent clients.

Deferred Compensation Fund accounts for the assets and related liability of the employees' deferred compensation plan.

Pass Through Grants accounts for the receipt and disbursement of federal mass transit funds to Capitol Transportation Corporation.

City 2% Sales Tax Suspense Fund accounts for the receipt of the 2% City sales tax from the Sales Tax Suspense Fund and distribution thereof to the General Fund.

Parish 2% Sales Tax Suspense Fund accounts for the receipt of the 2% Parish sales tax from the Sales Tax Suspense Fund and distribution thereof to the General Fund.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL TRUST AND AGENCY FUNDS
DECEMBER 31, 1996

	Pension Trust	Agency		
	Employees' Retirement System	Sales Tax Suspense	City Court Receipts Suspense	City Court Appearance Bond
ASSETS				
Cash and Cash Equivalents	$ 319,529	$5,139,923	$1,565,339	$258,239
Investments	593,723,938	--	--	--
Investment in Deferred Compensation (Note 8)	--	--	--	--
Accounts Receivable	--	70,684	--	--
Employee Contributions Receivable	584,200	--	--	--
Employer Contributions Receivable	1,290,500	--	--	--
Pending Trades Receivable	1,321,433	--	--	--
Other Contributions Receivable	5,730	--	--	--
Accrued Interest Receivable	2,733,209	--	--	--
Due From Other Governments (Note 11)	--	9,348	--	--
Prepaid Benefits	--	--	--	--
Fixed Assets (Note 6):				
Land	550,628	--	--	--
Buildings	691,385	--	--	--
Equipment	189,806	--	--	--
Accumulated Depreciation	(402,693)	--	--	--
Total Assets	$ 601,007,665	$5,219,955	$1,565,339	$258,239
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ --	$ 802,093	$ 234,470	$ 5,770
Accrued Expenses and Benefits Payable	487,748	--	--	--
Pending Trades Payable	1,111,917	--	--	--
Due to Other Funds (Note 11)	49,718	--	--	--
Due to Other Governments	--	3,675,152	--	--
Due to Component Units (Note 11)	--	--	--	--
Deposits and Escrow Accounts	--	742,710	1,330,869	252,469
Total Liabilities	1,649,383	5,219,955	1,565,339	258,239
Fund Balances:				
Reserved for Employees' Pension Benefits	599,358,282	--	--	--
Total Liabilities and Fund Balances	$ 601,007,665	$5,219,955	$1,565,339	$258,239

The accompanying notes are an integral part of this statement.

Agency					Totals	
Indigent Defender	Deferred Compensation	Pass Through Grants	City 2% Sales Tax Suspense	Parish 2% Sales Tax Suspense	December 31, 1996	December 31, 1995
$ 96,455	$ --	$ --	$ --	$ --	$ 7,379,485	$ 4,818,070
--	--	--	--	--	593,723,938	545,330,169
--	21,015,381	--	--	--	21,015,381	18,075,817
--	--	--	--	--	70,684	114,949
--	--	--	--	--	584,200	502,013
--	--	--	--	--	1,290,500	1,060,632
--	--	--	--	--	1,321,433	--
--	--	--	--	--	5,730	11,722
1,025	--	--	--	--	2,734,234	3,370,420
23,955	--	--	--	--	33,303	26,822
--	--	--	--	--	--	1,386,472
--	--	--	--	--	550,628	550,628
--	--	--	--	--	691,385	691,385
--	--	--	--	--	189,806	194,898
--	--	--	--	--	(402,693)	(362,951)
$ 121,435	$ 21,015,381	$ --	$ --	$ --	$ 629,188,014	$ 575,771,046
$ 28,802	$ --	$ --	$ --	$ --	$ 1,071,135	$ 878,712
--	--	--	--	--	487,748	1,473,734
--	--	--	--	--	1,111,917	--
--	--	--	--	--	49,718	--
--	--	--	--	--	3,675,152	2,224,519
92,633	--	--	--	--	92,633	80,269
--	21,015,381	--	--	--	23,341,429	19,811,853
121,435	21,015,381	--	--	--	29,829,732	24,469,087
--	--	--	--	--	599,358,282	551,301,959
$ 121,435	$ 21,015,381	$ --	$ --	$ --	$ 629,188,014	$ 575,771,046

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPARATIVE STATEMENTS OF PLAN NET ASSETS
EMPLOYEES' RETIREMENT SYSTEM PENSION TRUST FUND
FOR THE YEARS ENDED DECEMBER 31, 1996 AND 1995

EXHIBIT H - 2

	Totals Year Ended December 31, 1996	December 31, 1995
ASSETS		
Cash and Cash Equivalents	$ 319,529	$ 41,255
Receivables:		
Employee Contributions	584,200	502,013
Employer Contributions	1,290,500	1,060,632
Interest and Dividends	2,733,209	3,369,470
Pending Trades	1,321,433	--
Other Contributions	5,730	11,722
Total Receivables	5,935,072	4,943,837
Investments, at fair value		
U.S. Treasury Bonds	56,528,133	107,871,128
U.S. Agency Bonds	49,266,767	34,745,615
U.S. Agency Notes	48,753,988	68,547,347
Commercial Paper	10,248,717	19,851,805
Corporate Bonds	32,050,946	37,528,848
Corporate Stocks	214,678,313	159,523,109
Corporate Stock Index	43,115,100	35,157,346
Enhanced Bond Index Fund	52,896,446	
International Equity	48,694,752	42,396,124
Liquid Asset Trust	--	12,346,160
Real Estate Funds	24,620,776	21,862,687
Repurchase Agreements	12,870,000	5,500,000
Total Investments	593,723,938	545,330,169
Prepaid Benefits	--	1,386,472
Fixed Assets (Note 6):		
Land	550,628	550,628
Buildings	691,385	691,385
Equipment	189,806	194,898
Accumulated Depreciation	(402,693)	(362,951)
Total Fixed Assets	1,029,126	1,073,960
Total Assets	601,007,665	552,775,693
LIABILITIES		
Accrued Expenses and Benefits Payable	487,748	1,473,734
Due to Other Funds (Note 11)	49,718	--
Pending Trades Payable	1,111,917	--
Total Liabilities	1,649,383	1,473,734
FUND BALANCE		
Fund Balance Reserved for Employees' Pension Benefits	$ 599,358,282	$ 551,301,959

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPARATIVE STATEMENTS OF CHANGES IN PLAN NET ASSETS
EMPLOYEES' RETIREMENT SYSTEM PENSION TRUST FUND
FOR THE YEARS ENDED DECEMBER 31, 1996 AND 1995

EXHIBIT H - 3

	Totals Year Ended December 31, 1996	Totals Year Ended December 31, 1995
Additions:		
Contributions:		
Employee	$ 9,033,167	$ 8,751,553
Employer	16,219,697	14,276,717
Total Contributions	25,252,864	23,028,270
Investment Income:		
Net Appreciation (Depreciation) in Fair Value of Investments	35,437,680	84,200,933
Interest	17,508,876	20,476,016
Dividends	3,247,598	3,036,617
Real Estate Operating Income, Net	1,891,360	1,541,448
Total Investment Income	58,085,514	109,255,014
Less: Investment Expense	1,922,578	1,692,436
Net Investment Income	56,162,936	107,562,578
Total Additions	81,415,800	130,590,848
Deductions:		
Benefit Payments	30,666,429	28,602,602
Refunds and Withdrawals	1,815,573	1,724,025
Administrative Expenses	822,741	736,559
Depreciation Expense	54,734	54,828
Total Deductions	33,359,477	31,118,014
Net Increase	48,056,323	99,472,834
Fund Balance Reserved for Employees' Pension Benefits:		
Beginning of Year	551,301,959	451,829,125
End of Year	$ 599,358,282	$ 551,301,959

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT H - 4

	Balance January 1, 1996	Additions	Deductions	Balance December 31, 1996
Sales Tax Suspense Fund				
ASSETS				
Cash and Cash Equivalents	$ 3,281,526	$ 143,602,956	$ 141,744,559	$ 5,139,923
Accounts Receivable	114,949	470,425	514,690	70,684
Due From Other Governments (Note 11)	--	9,348	--	9,348
Total Assets	$ 3,396,475	$ 144,082,729	$ 142,259,249	$ 5,219,955
LIABILITIES				
Accounts Payable	$ 700,162	$ 2,102,619	$ 2,000,688	$ 802,093
Due to Other Governments	2,224,519	3,749,003	2,298,370	3,675,152
Deposits and Escrow Accounts	471,794	146,184,096	145,913,180	742,710
Total Liabilities	$ 3,396,475	$ 152,035,718	$ 150,212,238	$ 5,219,955
City Court Receipts Suspense Fund				
ASSETS				
Cash and Cash Equivalents	$ 1,180,385	$ 5,340,483	$ 4,955,529	$ 1,565,339
LIABILITIES				
Accounts Payable	$ 143,957	$ 3,977,463	$ 3,886,950	$ 234,470
Deposits and Escrow Accounts	1,036,428	5,234,936	4,940,495	1,330,869
Total Liabilities	$ 1,180,385	$ 9,212,399	$ 8,827,445	$ 1,565,339
City Court Appearance Bond Fund				
ASSETS				
Cash and Cash Equivalents	$ 232,267	$ 241,519	$ 215,547	$ 258,239
LIABILITIES				
Accounts Payable	$ 4,453	$ 158,912	$ 157,595	$ 5,770
Deposits and Escrow Accounts	227,814	234,570	209,915	252,469
Total Liabilities	$ 232,267	$ 393,482	$ 367,510	$ 258,239
Indigent Defender Fund				
ASSETS				
Cash and Cash Equivalents	$ 82,637	$ 1,650,099	$ 1,636,281	$ 96,455
Accrued Interest Receivable	950	429	354	1,025
Due From Other Governments (Note 11)	26,822	23,955	26,822	23,955
Total Assets	$ 110,409	$ 1,674,483	$ 1,663,457	$ 121,435
LIABILITIES				
Accounts Payable	$ 30,140	$ 1,545,037	$ 1,546,375	$ 28,802
Due to Component Units (Note 11)	80,269	92,633	80,269	92,633
Total Liabilities	$ 110,409	$ 1,637,670	$ 1,626,644	$ 121,435

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT H - 4
(Continued)

	Balance January 1, 1996	Additions	Deductions	Balance December 31, 1996
Deferred Compensation Fund				
ASSETS				
Investment in Deferred Compensation (Note 8)	$ 18,075,817	$ 4,199,823	$ 1,260,259	$ 21,015,381
LIABILITIES				
Deposits and Escrow Accounts	$ 18,075,817	$ 4,199,823	$ 1,260,259	$ 21,015,381
Pass Through Grants				
ASSETS				
Cash and Cash Equivalents	$ --	$ 4,257,549	$ 4,257,549	$ --
LIABILITIES				
Due to Component Units	$ --	$ 4,257,549	$ 4,257,549	$ --
City 2% Sales Tax Suspense Fund				
ASSETS				
Cash and Cash Equivalents	$ --	$ 75,606,042	$ 75,606,042	$ --
LIABILITIES				
Due to Other Funds	$ --	$ 75,606,042	$ 75,606,042	$ --
Parish 2% Sales Tax Suspense Fund				
ASSETS				
Cash and Cash Equivalents	$ --	$ 30,681,451	$ 30,681,451	$ --
LIABILITIES				
Due to Other Funds	$ --	$ 30,681,451	$ 30,681,451	$ --
Totals All Agency Funds				
ASSETS				
Cash and Cash Equivalents	$ 4,776,815	$ 261,380,099	$ 259,096,958	$ 7,059,956
Investment in Deferred Compensation (Note 8)	18,075,817	4,199,823	1,260,259	21,015,381
Accounts Receivable	114,949	470,425	514,690	70,684
Accrued Interest Receivable	950	429	354	1,025
Due From Other Governments (Note 11)	26,822	33,303	26,822	33,303
Total Assets	$ 22,995,353	$ 266,084,079	$ 260,899,083	$ 28,180,349
LIABILITIES				
Accounts Payable	$ 878,712	$ 7,784,031	$ 7,591,608	$ 1,071,135
Due to Other Funds (Note 11)	--	106,287,493	106,287,493	--
Due to Other Governments	2,224,519	3,749,003	2,298,370	3,675,152
Due to Component Units (Note 11)	80,269	4,350,182	4,337,818	92,633
Deposits and Escrow Accounts	19,811,853	155,853,425	152,323,849	23,341,429
Total Liabilities	$ 22,995,353	$ 278,024,134	$ 272,839,138	$ 28,180,349

The accompanying notes are an integral part of this statement.

GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets account group records the fixed assets of the governmental jurisdiction which are not accounted for in an enterprise, internal service, or trust and agency fund.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPARATIVE SCHEDULES OF GENERAL FIXED ASSETS - BY SOURCE
DECEMBER 31, 1996 AND 1995

EXHIBIT 1 - 1

	1996	1995
General Fixed Assets:		
Land	$ 16,336,985	$ 16,307,185
Buildings	120,884,907	113,320,060
Improvements Other Than Buildings	213,837,212	203,919,771
Equipment	60,439,149	60,284,447
Equipment Under Capital Leases	7,346,241	6,783,192
Construction Work in Progress	5,826,298	2,311,921
Total General Fixed Assets	$ 424,670,792	$ 402,926,576
Investment in General Fixed Assets:		
Investment in Property Acquired Prior to 1960	$ 3,601,707	$ 3,601,707
Investment in Property Acquired After 1960:		
Capital Projects Funds:		
General Obligation Bonds	55,683,037	55,683,037
Excess Revenue Certificates of Indebtedness	48,855,662	48,855,662
Revenue Bonds	7,728,598	6,280,710
Limited Tax Certificates of Indebtedness	5,703,970	5,703,970
Special Assessment Certificates of Indebtedness	17,217,911	17,217,911
Federal Grants	33,640,673	33,640,673
State Grants	11,347,499	11,347,499
City Grants	8,079,869	5,172,771
Parish Grants	2,155,391	250,596
Property Taxes	16,616,649	16,447,450
Library Board of Control Special Revenue Fund	13,229,132	9,502,182
Other Sources	16,161,323	15,835,062
General Fund Revenues	54,663,219	53,680,769
Special Revenue Funds Revenues	129,052,859	118,747,335
Gifts	192,755	214,379
Trust and Agency Funds	673,447	673,447
Eminent Domain	67,091	71,416
Total Investment in General Fixed Assets	$ 424,670,792	$ 402,926,576

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY
DECEMBER 31, 1996

EXHIBIT 1 - 2

Function and Activity	Land	Buildings	Improvements Other Than Buildings	Equipment	Totals December 31, 1996	December 31, 1995
General Government:						
Legislative	$ --	$ --	$ --	$ 360,277	$ 360,277	$ 306,053
Executive	--	141,052	--	559,283	700,335	1,585,069
Judicial	1,680	17,390,125	2,704	2,131,705	19,526,214	19,756,669
Elections	--	--	--	63,347	63,347	62,431
Finance	--	--	--	925,316	925,316	772,153
Personnel	--	739,000	--	345,661	1,084,661	1,026,824
Law	115,670	85,658	--	678,298	879,626	915,122
Administration Office and Boards	361,274	746,397	174,982	4,597,077	5,879,730	7,534,726
General Government Buildings	8,619,763	25,773,904	26,435	--	34,420,102	34,393,667
Total General Government	9,098,387	44,876,136	204,121	9,660,964	63,839,608	66,352,714
Public Safety:						
Police	809,549	3,375,843	179,927	11,938,528	16,303,847	14,761,034
Fire	1,107,835	7,687,736	21,319	6,375,441	15,192,331	12,181,352
Emergency Medical Services	75,307	591,078	10,876	2,656,352	3,333,613	3,346,672
Correctional Institution	--	31,361,257	738,903	1,145,545	33,245,705	32,570,745
Other	179,312	903,549	924,095	1,981,088	3,988,044	4,189,359
Total Public Safety	2,172,003	43,919,463	1,875,120	24,096,954	72,063,540	67,049,162
Transportation	1,249,481	963,224	200,087,769	390,720	202,691,194	192,793,220
Sanitation	--	--	--	24,617	24,617	26,077
Health and Welfare	2,400	4,353,959	21,284	1,613,296	5,990,939	6,047,102
Culture and Recreation	1,870,187	23,924,592	3,868,900	22,263,934	51,927,613	47,031,641
Conservation and Development	1,695,791	2,847,533	4,894,255	2,388,664	11,826,243	11,397,048
Miscellaneous	248,736	--	2,885,763	--	3,134,499	3,134,499
Total General Fixed Assets Allocated to Functions	$ 16,336,985	$ 120,884,907	$ 213,837,212	$ 60,439,149	$ 411,498,253	$ 393,831,463
Equipment Under Capital Leases					7,346,241	6,783,192
Construction Work in Progress					5,826,298	2,311,921
Total General Fixed Assets					$ 424,670,792	$ 402,926,576

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT 1 - 3

Function and Activity	General Fixed Assets 1/1/96	Additions	Adjustments and Deductions	General Fixed Assets 12/31/96
General Government:				
Legislative	$ 306,053	$ 54,890	$ 666	$ 360,277
Executive	1,585,069	124,961	1,009,695	700,335
Judicial	19,756,669	271,667	502,122	19,526,214
Elections	62,431	9,089	8,173	63,347
Finance	772,153	245,776	92,613	925,316
Personnel	1,026,824	30,769	(27,068)	1,084,661
Law	915,122	59,261	94,757	879,626
Administration Office and Boards	7,534,726	927,414	2,582,410	5,879,730
General Government Buildings	34,393,667	26,435	--	34,420,102
Total General Government	66,352,714	1,750,262	4,263,368	63,839,608
Public Safety:				
Police	14,761,034	3,720,562	2,177,749	16,303,847
Fire	12,181,352	3,686,069	675,090	15,192,331
Emergency Medical Services	3,346,672	131,661	144,720	3,333,613
Correctional Institution	32,570,745	826,435	151,475	33,245,705
Other	4,189,359	224,024	425,339	3,988,044
Total Public Safety	67,049,162	8,588,751	3,574,373	72,063,540
Transportation	192,793,220	8,789,230	(1,108,744)	202,691,194
Sanitation	26,077	--	1,460	24,617
Health and Welfare	6,047,102	110,792	166,955	5,990,939
Culture and Recreation	47,031,641	5,407,159	511,187	51,927,613
Conservation and Development	11,397,048	1,299,662	870,467	11,826,243
Miscellaneous	3,134,499	--	--	3,134,499
Equipment Under Capital Leases	6,783,192	2,633,706	2,070,657	7,346,241
Construction Work in Progress	2,311,921	5,309,627	1,795,250	5,826,298
Total General Fixed Assets	$ 402,926,576	$ 33,889,189	$ 12,144,973	$ 424,670,792

The accompanying notes are an integral part of this statement.

GENERAL LONG-TERM DEBT ACCOUNT GROUP

The General Long-Term Debt account group records the general obligation bonds and other forms of long-term debt supported by general revenues that are obligations of a governmental unit as a whole and not its individual constituent funds.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPARATIVE STATEMENTS OF GENERAL LONG-TERM DEBT
DECEMBER 31, 1996 AND 1995

EXHIBIT J - 1

Amount Available and to be Provided
For the Payment of Long-Term Debt

	Totals	
	December 31, 1996	December 31, 1995
Serial Bonds:		
Amount Available in Debt Service Funds	$ 20,541,691	$ 21,855,599
Less: Amount Available for Interest Payments	10,498,445	8,693,664
Total Amount Available for Principal Payments	10,043,246	13,161,935
Amount to be Provided From General Obligation Bond Property Taxes	710,921	2,367,635
Amount to be Provided From Sales and Use Taxes	49,651,971	49,360,712
Amount to be Provided From Governmental Funds Revenues	76,801	1,283,564
Amount to be Provided From the East Baton Rouge Sewerage Commission Obligation Payable	59,288,862	63,359,718
Compensated Absences Payable (Note 10):		
Amount to be Provided	8,014,350	7,423,245
Obligation Under Capital Leases (Note 14):		
Amount to be Provided	5,216,507	6,719,028
Claims and Judgments Payable (Note 13):		
Amount to be Provided	33,907,395	23,203,174
Employee Benefits Payable (Note 13):		
Amount to be Provided	785,199	957,642
Arbitrage Payable for Governmental Fund Types (Note 10):		
Amount to be Provided	10,483	--
Total Available and to be Provided	$ 167,705,735	$ 167,836,653

General Long-Term Debt Payable

Serial Bonds Payable (Note 10)	$ 119,771,801	$ 129,533,564
Compensated Absences Payable	8,014,350	7,423,245
Obligation Under Capital Leases	5,216,507	6,719,028
Claims and Judgments Payable	33,907,395	23,203,174
Employee Benefits Payable	785,199	957,642
Arbitrage Payable for Governmental Fund Types	10,483	--
Total General Long-Term Debt Payable	$ 167,705,735	$ 167,836,653

The accompanying notes are an integral part of this statement.

SCHEDULES

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED SCHEDULE OF BONDS PAYABLE
AS OF DECEMBER 31, 1996

EXHIBIT K - 1

	Interest Dates	Issue Date	Final Maturity Date	Authorized and Issued	Outstanding
General Obligation Bonds					
1965 Capital Improvements Program:					
Drainage Series 1966	04/01-10/01	04/01/66	04/01/96	$ 6,500,000	$ --
Roads and Bridges Series 1966	04/01-10/01	04/01/66	04/01/96	5,500,000	--
Drainage Series 1967	04/01-10/01	04/01/67	04/01/97	13,550,000	755,000
Roads and Bridges Series 1967	04/01-10/01	04/01/67	04/01/97	6,450,000	360,000
Drainage Series 1968	06/01-12/01	06/01/68	06/01/98	8,450,000	1,025,000
Roads and Bridges Series 1968	06/01-12/01	06/01/68	06/01/98	12,550,000	1,515,000
Total General Obligation Bonds				53,000,000	3,655,000
Excess Revenue Contracts					
Parish of East Baton Rouge:					
1981 Jail Project Contract	06/15-12/15	05/14/81	06/15/2006	1,714,500	--
1982 Jail Project Contract	06/15-12/15	12/15/82	06/15/2002	150,000	76,801
Total Excess Revenue Contracts				1,864,500	76,801
Total General Obligation Bonds and Excess Revenue Contracts				54,864,500	3,731,801
Revenue Bonds					
City of Baton Rouge:					
1989 Public Improvement Sales Tax	02/01-08/01	08/01/89	08/01/2008	14,340,000	11,260,000
1990 Public Improvement Sales Tax	02/01-08/01	12/01/90	08/01/2015	5,000,000	4,495,000
1992 Public Improvement Sales Tax	02/01-08/01	02/01/92	08/01/2016	21,400,000	19,495,000
1992A Public Improvement Sales Tax	02/01-08/01	04/01/92	08/01/2012	85,000,000	71,800,000
1993 Public Improvement Sales Tax	02/01-08/01	10/01/93	08/01/2018	4,000,000	3,790,000
Parish of East Baton Rouge:					
1989 Public Improvement Sales Tax	02/01-08/01	08/01/89	08/01/2008	6,625,000	5,200,000
1989 Public Improvement Sales Tax (Sewer)	02/01-08/01	02/01/89	02/01/2014	45,000,000	3,365,000
1991 Public Improvement Sales Tax (Sewer)	02/01-08/01	08/01/91	02/01/2016	20,000,000	18,600,000
1993 Public Improvement Sales Tax (Sewer)	02/01-08/01	03/01/93	02/01/2018	30,200,000	28,715,000
1993A Public Improvement Sales Tax (Sewer)	02/01-08/01	10/01/93	02/01/2018	70,000,000	67,180,000
1995 Public Improvement Sales Tax (Sewer)	02/01-08/01	08/01/95	02/01/2020	36,000,000	35,755,000
1996 Public Improvement Sales Tax (Sewer)	02/01-08/01	03/01/96	02/01/2021	65,000,000	65,000,000
Greater Baton Rouge Parking Authority:					
1978 Parking Garage	01/01-07/01	01/01/78	07/01/2003	6,875,000	3,270,000
East Baton Rouge Sewerage Commission:					
1987 Sewer	03/01-09/01	09/01/87	09/01/1997	70,000,000	1,785,000
Total Revenue Bonds				479,440,000	339,710,000
Total All Bonds and Contracts				$ 534,304,500	$ 343,441,801

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF CHANGES IN BONDS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT K - 2

	Outstanding January 1, 1996	Issued	Retired	Outstanding December 31, 1996
General Obligation Bonds				
1965 Capital Improvements Program:				
Drainage	$ 3,335,000	$ --	$ 1,555,000	$ 1,780,000
Roads and Bridges	3,215,000	--	1,340,000	1,875,000
Total General Obligation Bonds	6,550,000	--	2,895,000	3,655,000
Excess Revenue Contracts				
Parish of East Baton Rouge:				
1981 Jail Project Contract	1,197,774	--	1,197,774	--
1982 Jail Project Contract	85,790	--	8,989	76,801
Total Excess Revenue Contracts	1,283,564	--	1,206,763	76,801
Total General Obligation Bonds and Excess Revenue Contracts	7,833,564	--	4,101,763	3,731,801
Revenue Bonds				
City of Baton Rouge:				
1989 Public Improvement Sales Tax	11,855,000	--	595,000	11,260,000
1990 Public Improvement Sales Tax	4,600,000	--	105,000	4,495,000
1992 Public Improvement Sales Tax	19,945,000	--	450,000	19,495,000
1992A Public Improvement Sales Tax	75,960,000	--	4,160,000	71,800,000
1993 Public Improvement Sales Tax	3,865,000	--	75,000	3,790,000
Parish of East Baton Rouge:				
1989 Public Improvement Sales Tax	5,475,000	--	275,000	5,200,000
1989 Public Improvement Sales Tax (Sewer)	40,620,000	--	37,255,000	3,365,000
1991 Public Improvement Sales Tax (Sewer)	19,005,000	--	405,000	18,600,000
1993 Public Improvement Sales Tax (Sewer)	29,250,000	--	535,000	28,715,000
1993A Public Improvement Sales Tax (Sewer)	68,645,000	--	1,465,000	67,180,000
1995 Public Improvement Sales Tax (Sewer)	36,000,000	--	245,000	35,755,000
1996 Public Improvement Sales Tax (Sewer)	--	65,000,000	--	65,000,000
Greater Baton Rouge Parking Authority:				
1978 Parking Garage	3,630,000	--	360,000	3,270,000
East Baton Rouge Sewerage Commission:				
1987 Sewer	3,440,000	--	1,655,000	1,785,000
Total Revenue Bonds	322,290,000	65,000,000	47,580,000	339,710,000
Total All Bonds and Contracts	$ 330,123,564	$ 65,000,000	$ 51,681,763	$ 343,441,801

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
AS OF DECEMBER 31, 1996

EXHIBIT K - 3

SCHEDULE A - GENERAL OBLIGATION BONDS

Year	Principal	Interest	Total
1997	$ 2,355,000	$ 94,359	$ 2,449,359
1998	1,300,000	31,850	1,331,850
Total	$ 3,655,000	$ 126,209	$ 3,781,209

SCHEDULE B - EXCESS REVENUE CONTRACTS

Year	Principal	Interest	Total
1997	$ 9,966	$ 7,685	$ 17,651
1998	10,943	6,566	17,509
1999	12,117	5,332	17,449
2000	13,289	3,973	17,262
2001	14,462	2,488	16,950
2002	16,024	857	16,881
Total	$ 76,801	$ 26,901	$ 103,702

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
AS OF DECEMBER 31, 1996

EXHIBIT K - 3
(Continued)

SCHEDULE C - REVENUE BONDS

Year	Principal	Interest	Total
1997	$ 12,405,000	$ 20,770,829	$ 33,175,829
1998	9,435,000	19,712,601	29,147,601
1999	10,115,000	18,938,445	29,053,445
2000	10,830,000	18,107,993	28,937,993
2001	11,635,000	17,221,724	28,856,724
2002	12,480,000	16,342,507	28,822,507
2003	13,405,000	15,445,952	28,850,952
2004	13,725,000	14,543,632	28,268,632
2005	14,625,000	13,671,981	28,296,981
2006	15,565,000	12,747,215	28,312,215
2007	16,525,000	11,808,392	28,333,392
2008	17,530,000	10,848,413	28,378,413
2009	16,515,000	9,826,317	26,341,317
2010	17,500,000	8,883,854	26,383,854
2011	18,545,000	7,881,889	26,426,889
2012	19,660,000	6,818,184	26,478,184
2013	13,705,000	5,689,763	19,394,763
2014	14,485,000	4,920,882	19,405,882
2015	15,325,000	4,098,200	19,423,200
2016	15,760,000	3,219,092	18,979,092
2017	14,885,000	2,330,211	17,215,211
2018	15,715,000	1,513,140	17,228,140
2019	7,050,000	886,854	7,936,854
2020	7,470,000	476,325	7,946,325
2021	4,820,000	132,550	4,952,550
Total	$ 339,710,000	$ 246,836,945	$ 586,546,945

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
AS OF DECEMBER 31, 1996

EXHIBIT K - 3
(Continued)

SCHEDULE D - SUMMARY (ALL BONDS AND CONTRACTS)

Year	General Obligation Bonds	Excess Revenue Contracts	Revenue Bonds	Total
1997	$ 2,449,359	$ 17,651	$ 33,175,829	$ 35,642,839
1998	1,331,850	17,509	29,147,601	30,496,960
1999	--	17,449	29,053,445	29,070,894
2000	--	17,262	28,937,993	28,955,255
2001	--	16,950	28,856,724	28,873,674
2002	--	16,881	28,822,507	28,839,388
2003	--	--	28,850,952	28,850,952
2004	--	--	28,268,632	28,268,632
2005	--	--	28,296,981	28,296,981
2006	--	--	28,312,215	28,312,215
2007	--	--	28,333,392	28,333,392
2008	--	--	28,378,413	28,378,413
2009	--	--	26,341,317	26,341,317
2010	--	--	26,383,854	26,383,854
2011	--	--	26,426,889	26,426,889
2012	--	--	26,478,184	26,478,184
2013	--	--	19,394,763	19,394,763
2014	--	--	19,405,882	19,405,882
2015	--	--	19,423,200	19,423,200
2016	--	--	18,979,092	18,979,092
2017	--	--	17,215,211	17,215,211
2018	--	--	17,228,140	17,228,140
2019	--	--	7,936,854	7,936,854
2020	--	--	7,946,325	7,946,325
2021	--	--	4,952,550	4,952,550
Total	$ 3,781,209	$ 103,702	$ 586,546,945	$ 590,431,856

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED SCHEDULE OF CASH, CASH EQUIVALENTS AND INVESTMENTS
DECEMBER 31, 1996

EXHIBIT K - 4

Description	Interest Rate (%)	Carrying Amount
PRIMARY GOVERNMENT		
Consolidated Cash Account		
Louisiana Asset Management Pool	4.98-5.51	$ 27,000,000
Certificates of Deposit - Hibernia National Bank	5.32-5.92	67,500,000
Certificates of Deposit - City National Bank	5.63	10,000,000
U.S. Treasury Bills	4.78-5.24	37,416,630
Cash in Bank - City National Bank & Hibernia National Bank		1,127,842
Total Cash and Investments - Consolidated Cash Account		143,044,472
Payroll Cash Account		(6,131)
Cash in Bank for Insurance		22,714
Other Cash Items		
Petty Cash		10,708
Cash on Hand		670,815
Total Other Cash Items		681,523
Riverside Centroplex		
Hibernia National Bank:		
Cash in Bank		254,350
Greater Baton Rouge Parking Authority		
Liquid Asset Treasuries - First National Bank of Commerce	4.69-6.10	3,339,608
East Baton Rouge Sewerage Commission		
Louisiana Asset Management Pool	4.98-5.51	25,159,481
Hancock Bank:		
Fidelity U.S. Government Portfolio	Variable	1,931,410
City National Bank:		
Cash in Bank		12,627,618
Certificates of Deposit - Hibernia National Bank	5.30-5.76	23,663,376
Certificates of Deposit - City National Bank	5.23-5.35	3,570,796
Certificates of Deposit - Union Planters Bank	5.35	242,058
Total East Baton Rouge Sewerage Commission		67,194,739
1989 Public Improvement Sales Tax Revenue Bonds (City)		
City National Bank:		
Cash in Bank		1
Certificates of Deposit - Hibernia National Bank	5.09-5.72	1,780,666
Certificates of Deposit - City National Bank	5.35	117,990
Certificates of Deposit - Union Planters Bank	5.35	68,146
Total 1989 Public Improvement Sales Tax Revenue Bonds (City)		1,966,803
1989 Public Improvement Sales Tax Revenue Bonds (Parish)		
City National Bank:		
Cash in Bank		1
Certificates of Deposit - Hibernia National Bank	5.09-5.72	879,026
Certificates of Deposit - Union Planters Bank	5.35	31,576
Total 1989 Public Improvement Sales Tax Revenue Bonds (Parish)		910,603

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED SCHEDULE OF CASH, CASH EQUIVALENTS AND INVESTMENTS
DECEMBER 31, 1996

EXHIBIT K - 4
(Continued)

Description	Interest Rate (%)	Carrying Amount
PRIMARY GOVERNMENT (Continued)		
1990 Public Improvement Sales Tax Revenue Bonds (Municipal Waste)		
City National Bank:		
Certificates of Deposit - Hibernia National Bank	5.09-5.72	$ 577,741
Certificates of Deposit - Union Planters Bank	5.35	21,117
Total 1990 Public Improvement Sales Tax Revenue Bonds (Municipal Waste)		598,858
1992 Public Improvement Sales Tax Revenue Bonds (New Municipal Waste Facility)		
City National Bank:		
Cash in Bank		281,636
Certificates of Deposit - Hibernia National Bank	5.09-5.72	2,195,966
Certificates of Deposit - City National Bank	5.35	146,086
Certificates of Deposit - Union Planters Bank	5.35	88,108
Total 1992 Public Improvement Sales Tax Revenue Bonds (New Municipal Waste Facility)		2,711,796
1992A Public Improvement Sales Tax Revenue Bonds (Sewerage System Acquisition)		
City National Bank:		
Cash in Bank		1
Certificates of Deposit - Hibernia National Bank	5.30-5.72	9,012,469
Certificates of Deposit - City National Bank	5.23-5.35	1,333,502
Certificates of Deposit - Union Planters Bank	5.35	488,286
Total 1992A Public Improvement Sales Tax Revenue Bonds (Sewerage System Acquisition)		10,834,258
1993 Public Improvement Sales Tax Revenue Bonds		
City National Bank:		
Cash in Bank		1
Certificates of Deposit - Hibernia National Bank	5.09-5.72	400,077
Certificates of Deposit - Union Planters Bank	5.35	13,767
Total 1993 Public Improvement Sales Tax Revenue Bonds		413,845
Employees' Retirement System Pension Trust Fund		
Cash in Bank		319,529
U.S. Treasury Bonds		56,528,133
U.S. Agency Bonds		49,266,767
U.S. Agency Notes		48,753,988
Commercial Paper		10,248,717
Corporate Bonds		32,050,946
Corporate Stocks		214,678,313
Corporate Stock Index		43,115,100
International Equity		48,694,752
Enhance Bond Index Fund		52,896,446
Real Estate Fund		24,620,776
Repurchase Agreements		12,870,000
Total Employees' Retirement System Pension Trust Fund		594,043,467

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED SCHEDULE OF CASH, CASH EQUIVALENTS AND INVESTMENTS
DECEMBER 31, 1996

EXHIBIT K - 4
(Continued)

Description	Carrying Amount
PRIMARY GOVERNMENT (Continued)	
Deferred Compensation Agency Fund Mutual Funds and Annuities	$ 21,015,381
Grand Total Cash, Cash Equivalents and Investments - Primary Government	$ 847,026,286
COMPONENT UNITS	
District Attorney	$ 1,830,077
Nineteenth Judicial District Court	928,224
E.B.R. Parish Family Court	119,900
E.B.R. Parish Juvenile Court	72,816
Nineteenth Judicial District Indigent Defender Board	555,763
E.B.R. Parish Assessor	1,518,623
E.B.R. Parish Clerk of Court	12,581,721
Capital Region Planning Commission	864,338
St. George Fire Protection District	26,279
Brownsfield Fire Protection District	58,020
Central Fire Protection District	155,006
District 6 Fire Protection District	130,200
Eastside Fire Protection District	171,837
Pride Fire Protection District	62,954
Chaneyville Fire Protection District	11,445
Capital Transportation Corporation	3,524,593
Grand Total Cash, Cash Equivalents and Investments - Component Units	$ 22,611,796

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
EMPLOYEES' RETIREMENT SYSTEM
REVENUE BY SOURCE AND EXPENSES BY TYPE

EXHIBIT K - 5

Revenue By Source

Fiscal Year	Employee Contributions	Employer Contributions	Investment Income	Net Appreciation (Depreciation) in Fair Value of Investments	Total
1987	$ 5,751,978	$ 9,043,601	$ 24,632,589	$ --	$ 39,428,168
1988	5,949,444	9,460,331	33,620,764	--	49,030,539
1989	6,076,191	9,760,930	26,943,539	--	42,780,660
1990	6,554,427	10,265,691	28,144,944	--	44,965,062
1991	7,075,487	11,349,607	31,726,306	--	50,151,400
1992	7,631,349	12,096,356	37,418,586	--	57,146,291
1993	7,979,402	12,521,766	45,938,522	--	66,439,690
1994	8,071,425	12,559,091	8,078,771	--	28,709,287
1995	8,751,553	14,276,717	23,361,645	84,200,933 *	130,590,848
1996	9,033,167	16,219,697	20,725,256	35,437,680 *	81,415,800

Expenses By Type

Fiscal Year	Benefits	Administrative Expenses	Refunds and Withdrawals	Total
1987	$ 14,204,139	$ 730,894	$ 831,270	$ 15,766,303
1988	15,282,451	609,736	1,010,228	16,902,415
1989	17,524,533	635,579	1,113,079	19,273,191
1990	19,028,331	609,353	1,059,463	20,697,147
1991	20,252,966	1,042,199	1,185,441	22,480,606
1992	22,134,910	1,151,444	1,315,215	24,601,569
1993	23,175,012	1,780,369	1,372,805	26,328,186
1994	25,063,890	1,719,250	1,094,799	27,877,939
1995	28,602,602	791,387	1,724,025	31,118,014
1996	30,666,429	877,475	1,815,573	33,359,477

Contributions were made in accordance with actuarial determined contribution requirements.

* The Retirement System elected early implementation of GASB Statement No. 25.

This section which is composed of accounting and non-accounting data is presented in order to provide the reader with additional information as an aid to understanding the financial activities of the governmental unit.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GENERAL FUND EXPENDITURES AND OTHER USES BY FUNCTIONS
LAST TEN YEARS

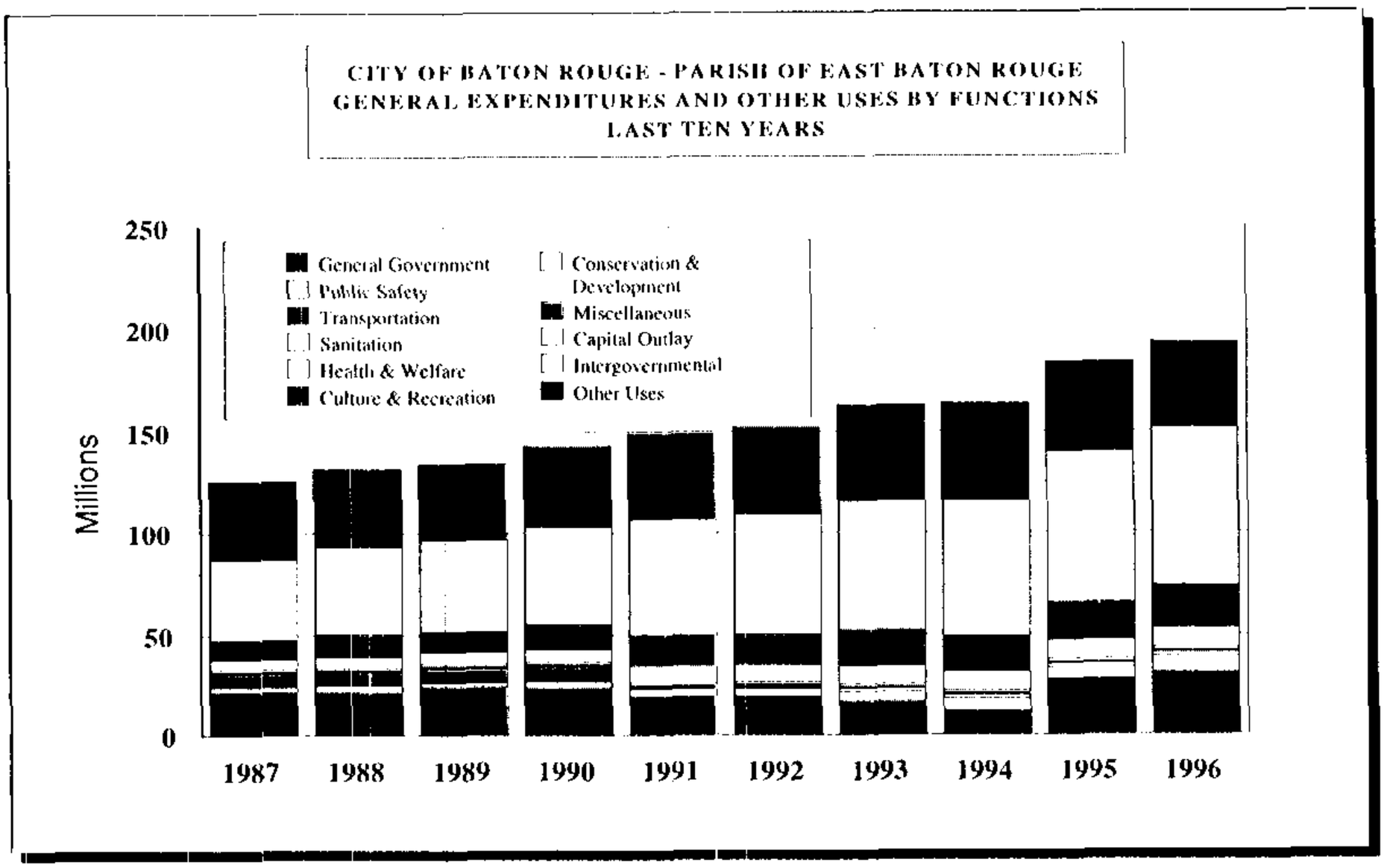
Year	Total	General Government	Public Safety	Trans-portation	Sanitation	Health and Welfare
1987	$126,045,227	$39,122,966	$39,233,837	$ 9,964,787	$ 4,985,979	$1,052,993
1988	131,949,968	38,758,927	42,662,149	11,537,337	5,443,758	1,037,524
1989	134,296,160	37,561,288	44,758,116	10,461,281	6,000,405	1,046,233
1990	142,921,631	39,967,484	47,582,427	12,708,814	6,446,328	1,026,923
1991	149,000,687	42,265,540	56,926,118	15,618,838	8,535,417	1,200,916
1992	152,300,655	43,062,469	59,008,859	15,470,175	8,670,437	1,332,034
1993	162,883,036	46,991,374	63,812,266	17,968,435	9,235,737	1,416,986
1994	163,581,634	47,658,854	66,813,473	18,020,614	9,359,876	1,322,268
1995	183,549,046	43,512,173 (3)	74,703,520 (3)	18,088,978	9,793,321	1,456,043
1996	192,866,934	41,107,486	78,379,920	20,088,917	10,120,664	1,398,596

(1) The Miscellaneous function is used for items which cannot be properly classified under the other ten functions.

(2) Beginning in 1991, contributions to the retirement system which were previously classified as miscellaneous have been allocated to the various functions.

(3) In compliance with Governmental Accounting Standards Board Statement No. 24, "Accounting and Financial Reporting for Certain Grants and Other Financial Assistance", expenditures previously classified under General Government and Public Safety have been re-classified as Other Uses.

Source: Comprehensive Annual Financial Report

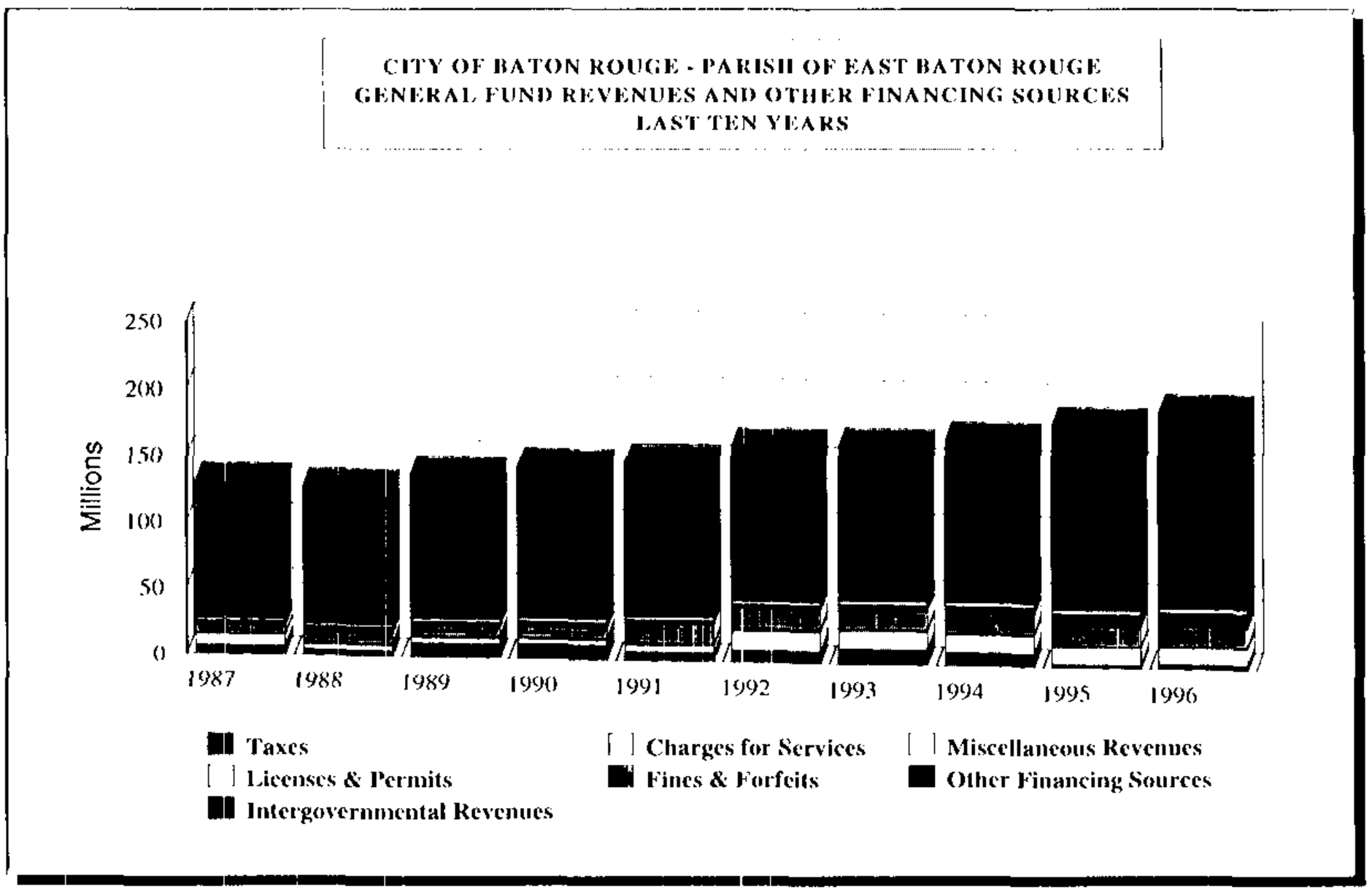


Culture and Recreation	Conservation and Development	Miscellaneous (1)	Capital Outlay	Inter-governmental	Other Uses
$1,235,467	$ 152,130	$6,560,855	$2,616,818	$41,688	$21,077,707
1,152,027	135,943	6,838,389	3,215,242	42,043	21,126,629
1,170,094	549,446	6,912,388	1,550,556	44,298	24,242,055
1,182,898	357,930	7,485,722	2,607,603	46,376	23,509,126
1,502,777	339,398	167,226 (2)	3,483,378	54,066	18,907,013
1,611,143	508,880	36,928	3,678,702	56,373	18,864,655
1,041,409	1,342,616	--	4,708,752	59,271	16,306,190
919,117	1,821,389	--	6,321,756	59,528	11,284,759
952,927	1,757,039	--	5,940,759	62,521	27,281,765 (3)
1,115,012	1,990,203	--	8,081,381	62,443	30,522,312

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GENERAL FUND REVENUES AND OTHER FINANCING SOURCES
LAST TEN YEARS

EXHIBIT II

Year	Total	Taxes	Licenses and Permits	Inter-governmental Revenues	Charges for Services	Fines and Forfeits	Miscel-laneous Revenues	Other Financing Sources
1987	$130,624,265	$102,919,023	$1,699,063	$ 3,827,279	$ 5,530,041	$1,391,490	$ 8,018,521	$ 7,238,848
1988	127,266,776	102,896,040	1,852,830	5,577,561	6,239,840	2,385,243	3,763,580	4,551,682
1989	137,460,112	108,047,822	2,002,698	3,699,741	6,389,998	2,516,385	3,762,997	11,040,471
1990	144,968,123	113,947,862	1,970,523	4,949,956	6,583,045	2,445,912	3,270,911	11,799,914
1991	149,081,535	115,190,015	2,065,827	3,978,042	13,170,516	2,545,998	5,003,755	7,127,382
1992	163,400,475	116,904,329	2,121,513	4,048,615	13,260,937	2,746,892	14,839,712	9,478,477
1993	164,691,611	116,416,988	2,512,143	5,202,725	12,637,412	2,131,460	13,678,373	12,112,510
1994	170,789,885	122,261,708	2,754,084	6,290,476	13,566,792	1,819,888	13,591,104	10,505,833
1995	183,273,574	138,854,383	2,589,576	10,470,949	13,967,669	1,424,165	13,261,991	2,704,841
1996	193,788,312	147,305,845	2,914,367	11,263,149	14,154,692	1,529,699	12,685,627	3,934,933

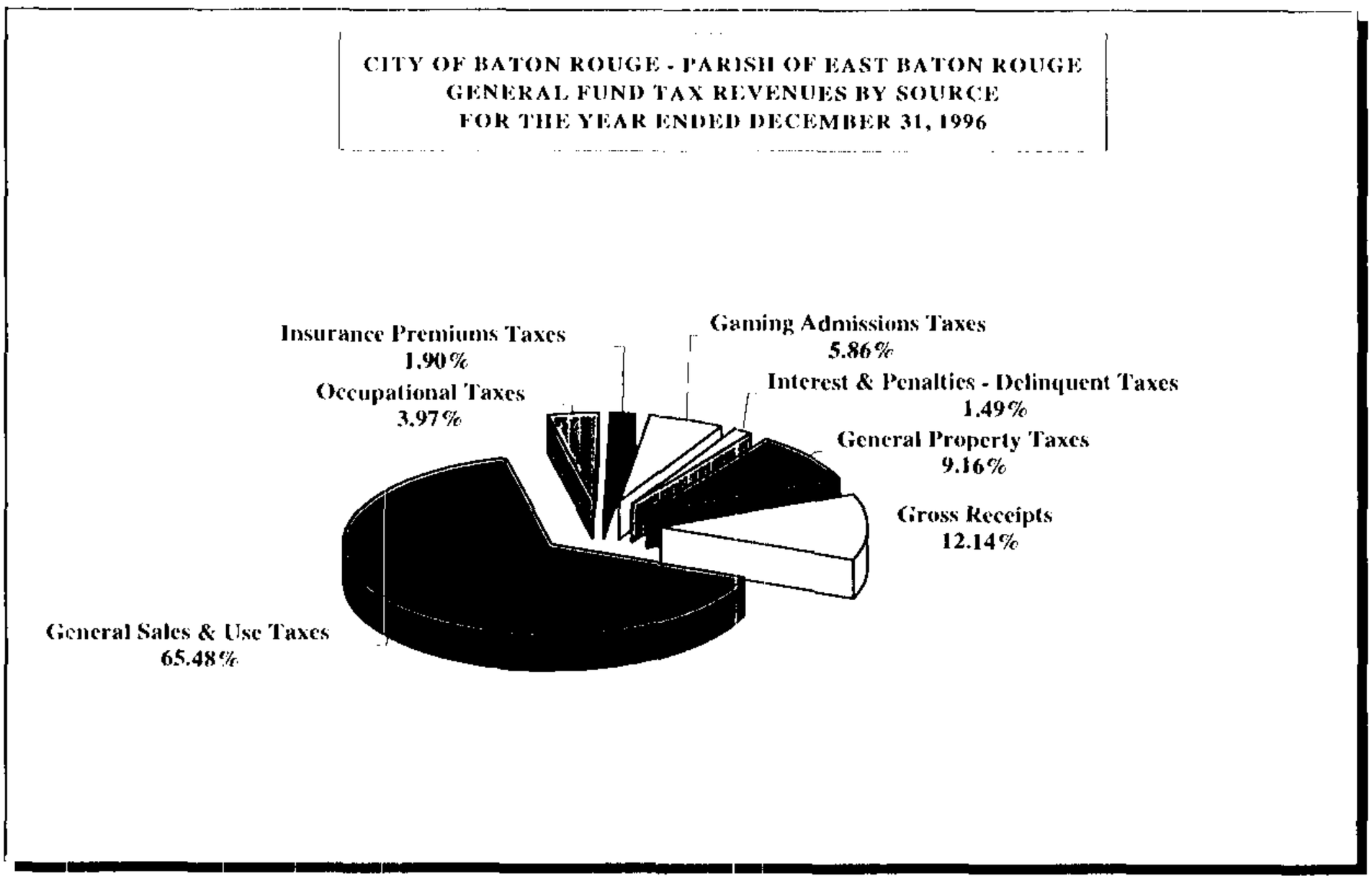


CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GENERAL FUND TAX REVENUES BY SOURCE
LAST TEN YEARS

EXHIBIT IIA

Year	Total	General Property Taxes	Gross Receipts Business Taxes	General Sales and Use Taxes	Occupational Taxes	Insurance Premiums Taxes	Gaming Admissions Taxes	Interest and Penalties-Delinquent Taxes
1987	$102,919,023	$10,982,972	$12,384,169	$70,903,646	$5,291,876	$ --	$ --	$3,356,360
1988	102,896,040	11,373,138	13,018,542	70,905,732	4,081,795	2,394,929	--	1,121,904
1989	108,047,822	11,416,842	14,614,280	73,940,451	4,395,131	2,345,689	--	1,335,429
1990	113,947,862	11,440,233	15,490,560	78,738,275	4,803,774	2,295,653	--	1,179,367
1991	115,190,015	11,717,388	15,501,539	79,283,762	5,142,085	2,473,995	--	1,071,246
1992	116,904,329	11,676,271	15,561,746	80,442,960	5,268,192	2,385,980	--	1,569,180
1993	116,416,988	12,317,734	16,892,534	78,051,237	5,560,704	2,279,684	--	1,315,095
1994	122,261,708	12,455,036	16,692,577	81,881,889	5,620,602	2,416,304	1,877,979	1,317,321
1995	138,854,383	13,112,531	18,526,515	88,885,089	6,057,817	2,969,461	8,254,369	1,048,601
1996	147,305,845	13,488,009	17,878,832	96,451,955	5,847,445	2,817,827	8,626,811	2,194,966

Source: Comprehensive Annual Financial Report



CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS

EXHIBIT III

Year	Total Tax Levy	Collections	Per Cent of Levy Collected	Prior Year Tax Collections	Total Tax Collections	Ratio of Total Collections to Tax Levy
			City of Baton Rouge Sub Fund			
1986	$7,233,873	$6,847,126	94.65 %	$220,015	$7,067,141	97.70 %
1987	7,083,576	6,694,291	94.50	251,460	6,945,751	98.05
1988	7,047,973	6,697,046	95.02	225,861	6,922,907	98.23
1989	6,986,865	6,634,756	94.96	263,566	6,898,322	98.73
1990	6,934,514	6,636,782	95.71	264,287	6,901,069	99.52
1991	6,987,139	6,749,186	96.59	203,655	6,952,841	99.51
1992	6,942,024	6,723,979	96.86	234,103	6,958,082	100.23
1993	7,207,838	6,996,135	97.06	154,782	7,150,917	99.21
1994	7,346,852	7,186,633	97.82	164,460	7,351,093	100.06
1995	7,630,188	7,446,243	97.59	134,131	7,580,374	99.35
1996	7,923,458					
			Parish of East Baton Rouge Sub Fund			
1986	$4,657,240	$4,276,234	91.82 %	$162,856	$4,439,090	95.32 %
1987	4,611,695	4,255,715	92.28	199,412	4,455,127	96.60
1988	4,633,644	4,329,750	93.44	218,473	4,548,223	98.16
1989	4,638,650	4,333,912	93.43	199,811	4,533,723	97.74
1990	4,668,347	4,421,001	94.70	192,644	4,613,645	98.83
1991	4,748,388	4,488,989	94.54	138,485	4,627,474	97.45
1992	4,891,539	4,676,694	95.61	148,676	4,825,370	98.65
1993	5,109,437	4,870,910	95.33	122,709	4,993,619	97.73
1994	5,255,610	5,062,722	96.33	137,405	5,200,127	98.94
1995	5,477,704	5,297,728	96.71	77,330	5,375,058	98.13
1996	5,698,781					

"Total Tax Levy" represents the taxpayer portion of the original levy of the Assessor and is the amount to be paid by the taxpayer. The amounts to be paid by the taxpayer are ultimately collected in full except for adjustments due to assessment errors or delayed homestead exemptions.

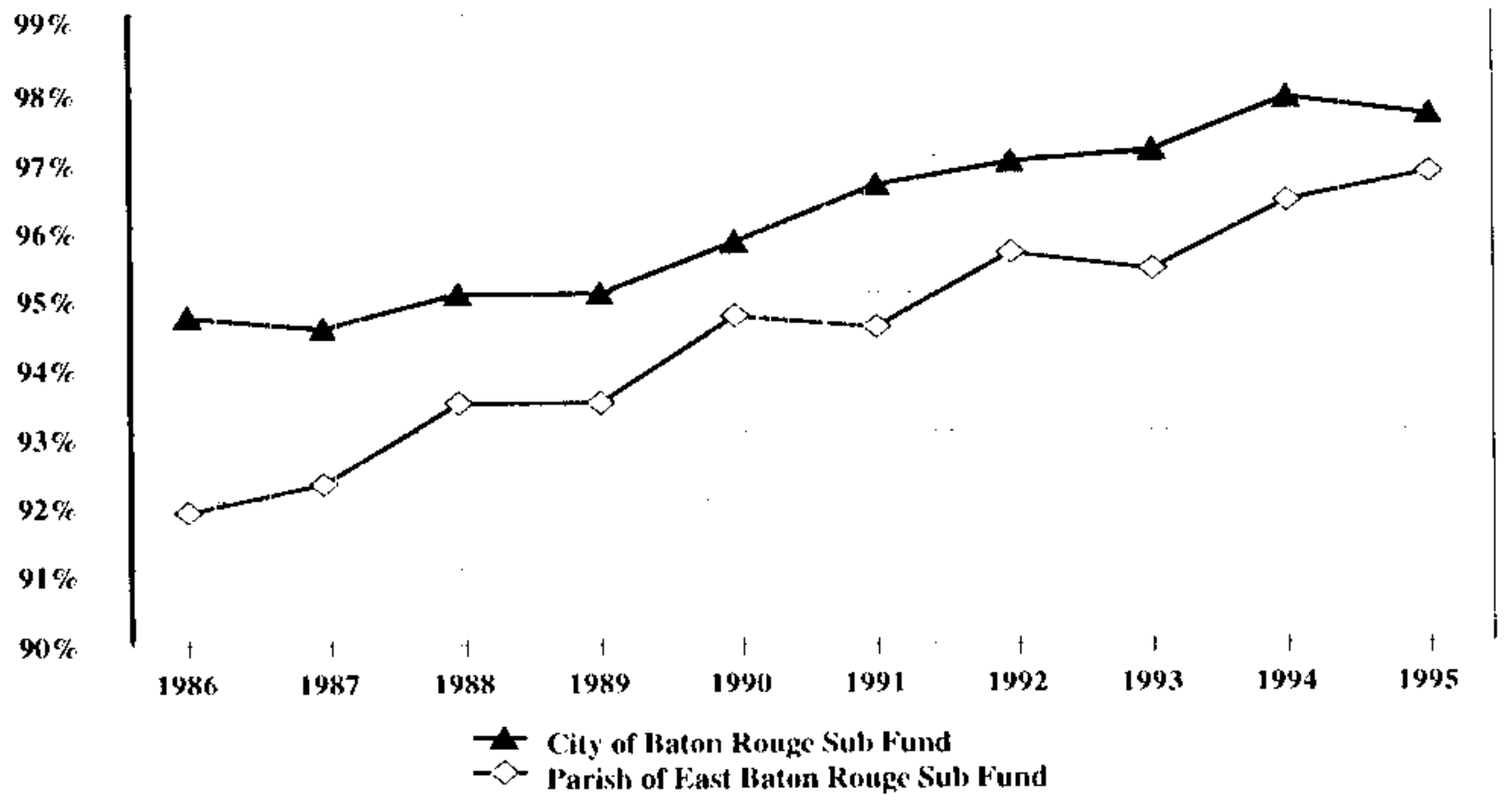
Source: East Baton Rouge Parish Assessor's Grand Recapitulation of the Assessment Roll for the Parish of East Baton Rouge.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS

EXHIBIT III
(Continued)

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
PER CENT OF LEVY COLLECTED
LAST TEN YEARS



CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS

EXHIBIT IV

Year	Assessed Value	Estimated Actual Value	Ratio of Total Assessed Value to Total Estimated Actual Value*
		City of Baton Rouge	
1987	$ 837,302,162	$ 7,611,837,836	11 %
1988	812,914,939	7,390,135,809	11
1989	805,866,735	7,326,061,227	11
1990	799,828,614	7,271,169,218	11
1991	805,898,405	7,326,349,136	11
1992	794,281,868	7,220,744,255	11
1993	824,695,370	7,497,230,636	11
1994	840,600,932	7,641,826,655	11
1995	873,019,222	7,936,538,382	11
1996	932,171,540	8,474,286,727	11
		Parish of East Baton Rouge	
1987	$ 1,545,200,500	$ 14,047,277,273	11 %
1988	1,500,304,050	13,639,127,937	11
1989	1,519,041,500	13,809,468,200	11
1990	1,529,382,300	13,903,475,500	11
1991	1,552,187,390	14,110,794,627	11
1992	1,568,334,720	14,257,588,336	11
1993	1,627,894,980	14,799,045,164	11
1994	1,674,869,070	15,226,082,455	11
1995	1,738,389,370	15,803,539,727	11
1996	1,864,291,960 **	16,948,108,764	11

Actual Valuation (Market Value) as Compared to Assessed Valuation

Residential properties are assessed at 10% of fair market value; other property and electric cooperative properties, excluding land, are to be assessed at 15%; and public service properties, excluding land, are to be assessed at 25% of fair market value. The overall assessed value is estimated to be 11% of actual market value.

**Exempt Properties

Does not include exempt assessed valuations as follows:

	1996	1995
(a) Manufacturing plants under a ten-year contract	$371,418,069	$387,805,950
(b) Churches, schools, and government buildings	50,489,950	50,267,588
Total Exempt Properties	$421,908,019	$438,073,538

Source: East Baton Rouge Parish Assessor's Grand Recapitulation of the Assessment Roll for the Parish of East Baton Rouge.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
PROPERTY TAX RATES AND TAX LEVIES - DIRECT AND OVERLAPPING GOVERNMENTS (1)
LAST TEN YEARS

	City		Parish			
Year	Operating	Operating	Debt Service (2)	Mosquito and Rodent Tax	Emergency Medical Services	Library Board of Control
			TAX RATES (mills per dollar)			
1987	8.46	4.20	4.01	1.20	3.01	8.00
1988	8.67	4.38	4.87	1.25	3.14	8.34
1989	8.67	4.30	4.28	1.23	3.08	8.18
1990	8.67	4.30	3.60	1.23	3.08	8.18
1991	8.67	4.30	3.13	1.23	3.08	8.18
1992	8.74	4.38	2.85	1.25	3.13	8.33
1993	8.74	4.38	2.85	1.25	3.13	8.33
1994	8.74	4.38	2.85	1.23	3.13	8.33
1995	8.74	4.38	2.85	1.23	3.13	8.33
1996	8.50	4.20	1.22	1.18	3.00	11.10
			TAX LEVIES			
1987	$7,083,576	$6,489,842	$5,640,950	$1,854,241	$4,651,054	$12,361,604
1988	7,047,973	6,571,332	6,725,162	1,875,380	4,710,955	12,512,536
1989	6,986,865	6,531,878	6,041,510	1,868,421	4,678,648	12,425,759
1990	6,934,514	6,576,344	5,119,377	1,881,140	4,710,497	12,510,347
1991	6,987,139	6,674,406	4,714,644	1,909,191	4,780,737	12,696,893
1992	6,942,024	6,869,306	4,469,754	1,960,419	4,908,888	13,064,228
1993	7,207,838	7,130,180	4,639,501	2,034,869	5,095,311	13,560,365
1994	7,346,852	7,335,927	4,773,377	2,060,089	5,242,340	13,951,659
1995	7,630,188	7,614,145	4,954,410	2,138,219	5,441,159	14,480,783
1996	7,923,458	7,830,026	2,274,436	2,199,865	5,592,876	20,693,641

The tax levies represent the original levy of the Assessor and include the homestead exemption amount.

All taxes are billed when assessment rolls are filed during the month of November of the current tax year. Taxes become delinquent on January 1 of the following year. Penalty for delinquent taxes is 15% per annum. No discounts are allowed for taxes, and there is no provision for partial payments.

Taxpayers who have not paid their taxes by January 2 of each year are notified by the Sheriff through registered mail that all taxes must be paid within 20 days from the date of notice. After expiration of the 20th day, the Sheriff shall sell the least quantity of property of any debtor which any bidder will buy for the amount of taxes, interest and cost due.

By agreement, the East Baton Rouge Parish Sheriff is the tax collector for City property taxes and receives a commission of 4.5% of total taxes collected for the City. The Sheriff, as provided by State Law, is the official tax collector of general property taxes levied by the Parish and Parish Special Districts.

School District	Recreation and Park	Law Enforcement District	Assessor's Salary and Expense Fund	Total
		TAX RATES (mills per dollar)		
39.00	9.07	7.62	--	84.57
39.62	9.46	7.94	1.57	89.24
38.02	9.28	7.94	1.57	86.55
36.95	9.28	7.94	1.57	84.80
36.95	9.28	7.94	1.57	84.33
37.84	9.45	8.09	1.60	85.66
37.84	9.45	8.09	1.60	85.66
45.34	9.45	14.99	1.60	100.04
45.34	11.45	14.99	1.60	102.04
43.45	10.97	14.99	1.53	100.14
		TAX LEVIES		
$60,262,820	$14,014,969	$11,774,428	$ --	$124,133,484
59,442,045	14,192,877	11,912,415	2,355,478	127,346,153
57,753,958	14,096,705	12,061,190	2,384,895	124,829,829
56,510,676	14,192,668	12,143,295	2,401,130	122,979,988
57,353,324	14,404,299	12,324,368	2,436,934	124,281,935
59,345,786	14,820,763	12,687,828	2,509,336	127,578,332
61,599,546	15,383,608	13,169,670	2,604,632	132,425,520
75,938,564	15,827,513	25,106,287	2,679,791	160,262,399
78,818,574	19,904,558	26,058,457	2,781,423	169,821,916
81,003,486	20,451,283	27,945,737	2,852,367	178,767,175

(1) *Not included are the following:* Consolidated Road Lighting District No. 1, Consolidated Garbage District No. 1, St. George Fire Protection District, Alsen Fire Protection District, Brownsfield Fire Protection District, Central Fire Protection District, Eastside Fire Protection District, East Baton Rouge Parish Fire Protection District No. 6, Downtown Development District, Pontchartrain Levee District, City of Baker and City of Zachary. These represent isolated areas that affect less than a majority of City-Parish residents.

(2) Parishwide debt.

Source: East Baton Rouge Parish Assessor's Grand Recapitulation of the Assessment Roll for the Parish of East Baton Rouge

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
PRINCIPAL TAXPAYERS
DECEMBER 31, 1996

EXHIBIT VI

Taxpayer	Type of Business	1996 Assessed Valuation (1)	Percentage of Total Assessed Valuation
Exxon Corporation	Petroleum Products	$ 149,648,230	8.03 %
South Central Bell Telephone Company	Telephone Utility	56,449,140	3.03
Entergy, Inc.	Electric and Gas Utility	48,771,720	2.62
Bank One	Bank	18,797,800	1.01
Baton Rouge Water Company	Water Utility	15,992,030	.86
Hibernia National Bank	Bank	14,931,600	.80
City National Bank	Bank	12,214,950	.66
Georgia-Pacific Corporation	Pulp and Paper Products	11,106,920	.60
AT&T Communications	Telephone Utility	8,857,360	.48
Belle of Baton Rouge	Gaming	8,761,900	.47
		$ 345,531,650	18.56 %

(1) Source: East Baton Rouge Parish Assessor's Office

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SPECIAL ASSESSMENT COLLECTIONS
LAST TEN YEARS

EXHIBIT VII

Year	Assessments Beginning of Year	Additions and Adjustments	Collections	Assessments End of Year
1987	$2,017,220	$ --	$421,639	$1,595,581
1988	1,595,581	--	481,982	1,113,599
1989	1,113,599	--	223,693	889,906
1990	889,906	9,226	190,801	708,331
1991	708,331	183,138	251,177	640,292
1992	640,292	35,264	219,683	455,873
1993	455,873	(139,568)	17,680	298,625
1994	298,625	2,333	12,395	288,563
1995	288,563	4,602	4,296	288,869
1996	288,869	180	12,607	276,442 (1)

(1) Assessments End of Year includes $69,854 for paving assessments accounted for in the General Fund. Street lighting assessments in the amount of $23,985 are accounted for in the Miscellaneous Capital Improvements Fund. Sewer assessments in the amount of $182,603 are accounted for in the Comprehensive Sewerage System Fund.

Source: Finance Department Records

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF LEGAL DEBT LIMIT
LOUISIANA MUNICIPAL LAWS

EXHIBIT VIII

GENERAL BONDED INDEBTEDNESS*

POWER TO INCUR DEBT: Municipal corporations, parishes and school districts, road, sewerage, waterworks and drainage districts, hospital service districts, fire protection districts, and gas utility districts may incur debt and issue negotiable bonds. (LRS 39:551)

LIMIT OF INDEBTEDNESS: No debt shall be incurred and bonds issued by any local government for any one of the purposes herein provided, which, including the existing bonded debt of such government, shall exceed in the aggregate ten percent of the assessed valuation of the taxable property. However, the governing authority of any municipality may incur debt and issue bonds therefor as provided in this Subsection, for the purpose set forth in Louisiana R.S. 39:553, which may exceed ten percent for any one of such purposes, provided that the aggregate for all of such purposes determined at the time of issuance of the bonds does not exceed thirty-five percent of the assessed valuation of the taxable property of the municipality. (LRS 39:562) East Baton Rouge Parish, any municipal corporation in said parish, and any sewerage district in said parish may incur debt and issue bonds for sewerage purposes which including the existing bonded debt of such subdivision for such purpose, amount in the aggregate to a maximum of fifteen per centum of the assessed valuation of the taxable property in such subdivision. (Louisiana Constitution of 1921, Article 14, Section 3d and Louisiana Constitution of 1974, Article 14, Section 16a(10))

PARISH PURPOSES: The governing authorities of parishes may incur debt and issue negotiable bonds of the parish for the following purposes: Constructing and maintaining public roads, highways and bridges; drains, drainage canals, pumps and pumping plants, dikes, and levees; constructing waste disposal facilities; sewers and sewerage disposal works; waterworks system; and facilities for pollution control and abatement; courthouses, jails; hospitals; auditoriums; golf courses; stadiums; live stock arenas and show rings; agricultural and live stock exhibition buildings; buildings of like and similar nature, and other public buildings; acquiring buildings, machinery and equipment, including both real and personal property, to be used in giving fire protection to the property in the parish, acquiring and/or improving lands for industrial parks; and such other works of public improvement as the legislature may expressly authorize. Debt may be incurred and bonds may be issued for the necessary equipment and furnishings for the works, buildings and improvements. (LRS 39:552)

MUNICIPAL PURPOSES: The governing authorities of municipal corporations, including cities, towns and villages, may incur debt and issue bonds of the municipal corporations for the following purposes: opening, constructing, paving and improving streets, sidewalks, roads and alleys; constructing bridges; purchasing or constructing waterworks; sewers and sewerage disposal works; drains, drainage canals, and pumping plants; waste disposal facilities; facilities for pollution control and abatement; light and power plants; gas plants; artificial ice and refrigerating plants; halls; courthouses; jails; public markets and abattoirs; fire department stations and equipment; hospitals; auditoriums; public parks; natatoriums; libraries; school houses; teachers' homes; and other public buildings; docks, wharves, and river terminals; acquiring and/or improving lands for industrial parks, within or without the corporate limits of the municipality; and other works of public improvement as the legislature may expressly authorize. Debt may be incurred and bonds may be issued for the necessary equipment and furnishings for the works, buildings and improvements. (LRS 39:553)

SEWERAGE DISTRICT PURPOSES: The governing authorities of sewerage districts may incur debt and issue negotiable bonds for the purpose of constructing and maintaining sewers and sewerage disposal works for the districts. (LRS 39:556)

MAXIMUM DURATION AND INTEREST LIMITATION: No bonds issued shall run for a period longer than forty (40) years, or bear a greater rate of interest than the rate set in the proposition approved at the election or be sold for less than par. (LRS 39:563, 39:1424)

ISSUING BONDS: VOTE BY TAXPAYERS. A majority of all qualified voters voting thereon must vote in favor of the proposition to incur debt and issue bonds. (LRS 39:561)

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF LEGAL DEBT LIMIT
LOUISIANA MUNICIPAL LAWS

EXHIBIT VIII
(Continued)

LEVY OF TAXES: The governing authority shall impose and collect annually in excess of all other taxes, a tax on the property subject to taxation sufficient to pay annual principal and interest on these bonds. (LRS 39:569)

COMPUTATION OF LEGAL DEBT MARGIN
GENERAL OBLIGATION BONDS
DECEMBER 31, 1996

Governing Authority: City of Baton Rouge

Ad Valorem Taxes:

Assessed Valuation	$932,171,540
Debt Limit: 10% of Assessed Valuation	93,217,154
Debt Limit: 15% of Assessed Valuation	139,825,731
Debt Limit: 35% of Assessed Valuation	326,260,039

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

Governing Authority: Parish of East Baton Rouge

Purpose:	Drainage	Roads, Highways and Bridges
Assessed Valuation	$1,864,291,964	$1,864,291,964
Debt Limit: 10% of Assessed Value*	186,429,196	186,429,196
Debt Outstanding	(1,780,000)	(1,875,000)
Legal Debt Margin	$ 184,649,196	$ 184,554,196

*Debt may be incurred up to a limit of 10% of assessed valuation for any one purpose.

Governing Authority: Greater Baton Rouge Consolidated Sewerage District

Ad Valorem Taxes:

Assessed Valuation	$1,864,291,964
Debt Limit: 15% of Assessed Valuation	$ 279,643,795

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

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF LEGAL DEBT LIMIT
LOUISIANA MUNICIPAL LAWS

EXHIBIT VIII
(Continued)

Act No. 328 of the 1988 Regular Session of the Louisiana Legislature, House Bill No. 1599, Section 8(a) imposes a limit on debt service obligations to be outstanding of 40% of the gross avails of sales and use tax.

COMPUTATION OF LEGAL DEBT MARGIN
2% SALES AND USE TAX
DECEMBER 31, 1996

Governing Authority: City of Baton Rouge

Anticipated Revenues Based on 1997 Annual Operating Budget	$ 76,268,700
Debt Limit: 40% Before Outstanding Bonds	30,507,480
Highest Annual Debt Service on Outstanding Bonds (In the year 1997)	13,169,119
Debt Capacity	$ 17,338,361
Interest Factor for $1 of Debt	0.078226718
Additional Bonding Capacity 25 Years at 6.00% (Debt Capacity/Interest Factor)	$221,642,444

Bonds	Authorized and Issued	Outstanding December 31, 1996
1989 Public Improvement Sales Tax	$ 14,340,000	$ 11,260,000
1990 Public Improvement Sales Tax	5,000,000	4,495,000
1992 Public Improvement Sales Tax	21,400,000	19,495,000
1992A Public Improvement Sales Tax	85,000,000	71,800,000
1993 Public Improvement Sales Tax	4,000,000	3,790,000
	$129,740,000	$110,840,000

Governing Authority: Parish of East Baton Rouge

Anticipated Revenues Based on 1997 Annual Operating Budget	$ 31,615,000
Debt Limit: 40% Before Outstanding Bonds	12,646,000
Highest Annual Debt Service on Outstanding Bonds (In the year 1996)	655,778
Debt Capacity	$ 11,990,222
Interest Factor for $1 of Debt	0.078226718
Additional Bonding Capacity 25 Years at 6.00% (Debt Capacity/Interest Factor)	$153,275,279

Bonds	Authorized and Issued	Outstanding December 31, 1996
1989 Public Improvement Sales Tax	$ 6,625,000	$ 5,200,000

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF LEGAL DEBT LIMIT
LOUISIANA MUNICIPAL LAWS

EXHIBIT VIII
(Continued)

Louisiana Revised Statute 39:698.5 requires that the maturities of the bonds shall be so arranged that the total amount of principal and interest falling due in any year, together with principal and interest falling due in such year on all bonds theretofore issued, and then outstanding, shall never exceed 75% of the amount of sales tax revenues estimated by the governing authority to be received by it in the calendar year in which the bonds are issued.

COMPUTATION OF LEGAL DEBT MARGIN
1/2% SEWER SALES AND USE TAX
DECEMBER 31, 1996

Governing Authority: Parish of East Baton Rouge

Anticipated Revenues Based on 1997 Annual Operating Budget	$25,715,850
Debt Limit: 75% Before Outstanding Bonds	19,286,888
Less: Highest Annual Debt Service on Outstanding Bonds (In the year 2018)	16,928,890
Debt Capacity From Sales and Use Tax	$ 2,357,998
Interest Factor for $1 of Debt	0.078226718
Additional Bonding Capacity 25 Years at 6.00% (Debt Capacity/Interest Factor)	$30,143,128

Bonds	Authorized and Issued	Outstanding December 31, 1996
1989 Public Improvement Sales Tax	$ 45,000,000	$ 3,365,000
1991 Public Improvement Sales Tax	20,000,000	18,600,000
1993 Public Improvement Sales Tax	30,200,000	28,715,000
1993A Public Improvement Sales Tax	70,000,000	67,180,000
1995 Public Improvement Sales Tax	36,000,000	35,755,000
1996 Pulic Improvement Sales Tax	65,000,000	65,000,000
	$266,200,000	$218,615,000

*Different provisions apply to "excess revenue bonds." These bonds differ as follows: (1) the total amount of indebtedness is limited to the "excess" revenues of the General Fund and the constitutional limit of the general property tax for general fund operations; (2) the maximum duration of the bonds cannot exceed ten (10) years; (3) the interest rate cannot exceed the rate set forth in the resolution or other instrument providing for the issuance adopted by the governing authority and approved by the State Bond Commission; (4) a referendum by the taxpayers is not required; and (5) no new or additional property taxes may be imposed, but any revenues of the General Fund may be used to pay bonds and interest.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
RATIO OF NET BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA
LAST TEN YEARS

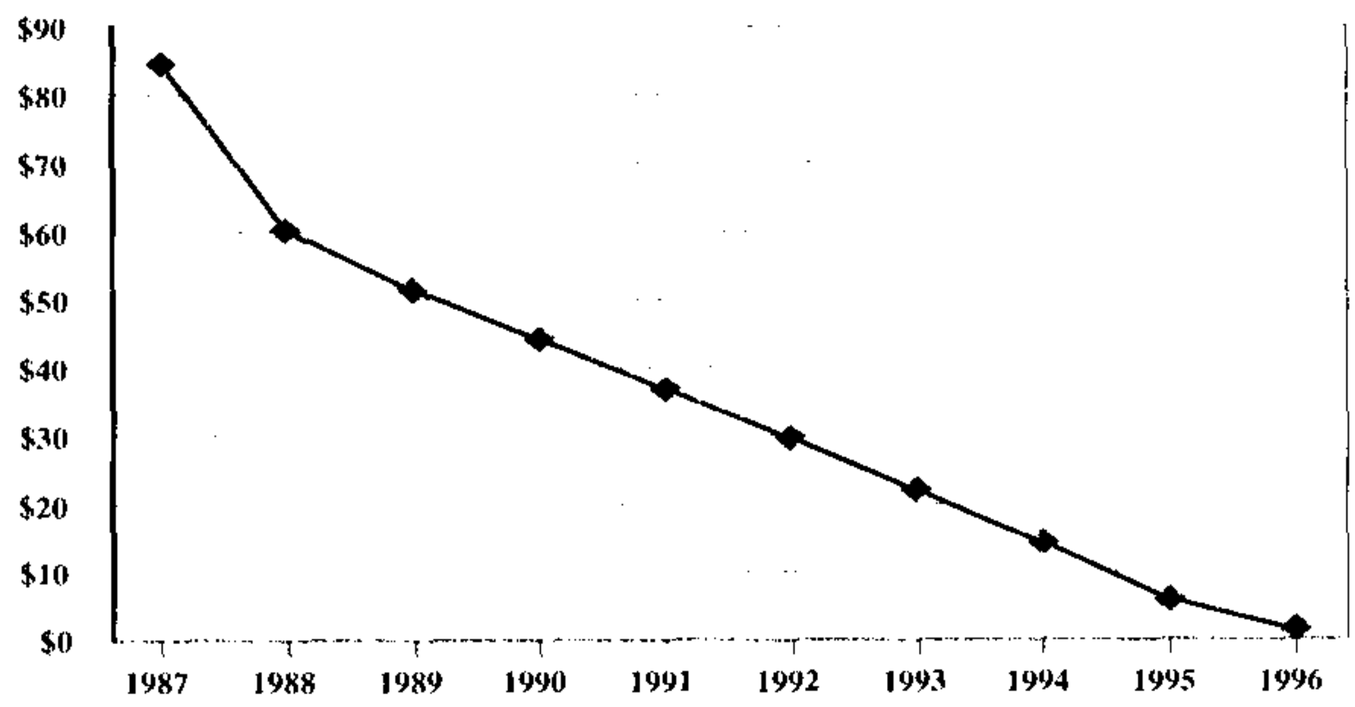
EXHIBIT IX

Year	Population (1)	Assessed Value	General Obligation Bonded Debt	Limited Tax Bonded Debt	Less Debt Service Fund (3)	Net Bonded Debt (4)	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1987	389,041	$1,545,200,500	$29,825,000	$6,150,000	$2,975,353	$32,999,647	2.14 %	$85
1988	386,176	1,500,304,050	26,710,000	6,150,000	9,531,336	23,328,664	1.55	60
1989	384,006	1,519,041,500	23,465,000	--	3,595,002	19,869,998	1.31	52
1990	380,105 (2)	1,529,382,300	20,485,000	--	3,581,488	16,903,512	1.11	44
1991	383,983	1,552,187,390	17,375,000	--	3,185,436	14,189,564	0.91	37
1992	390,763	1,568,334,720	14,540,000	--	2,914,910	11,625,090	0.74	30
1993	393,923	1,627,894,980	11,990,000	--	3,213,767	8,776,233	0.54	22
1994	396,364	1,674,869,070	9,330,000	--	3,580,668	5,749,332	0.34	15
1995	398,661	1,738,389,370	6,550,000	--	4,182,365	2,367,635	0.14	6
1996	399,992	1,864,291,960	3,655,000	--	2,944,079	710,921	0.04	2

(1) Estimates - Planning Commission
(2) Official U. S. Census
(3) Amount available for repayment of general obligation and limited tax bond principal
(4) Special assessment bonds, revenue bonds, and excess revenue bonds, certificates of indebtedness, notes and contracts are included in this exhibit.

Source: Comprehensive Annual Financial Report

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
RATIO OF NET BONDED DEBT PER CAPITA
LAST TEN YEARS



CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
DECEMBER 31, 1996

	Gross Debt Outstanding	Amounts in Debt Service Fund For Principal	Net Debt Outstanding
Parish of East Baton Rouge:			
1965 Capital Improvements Program	$ 3,655,000	$2,944,079	$ 710,921
1982 Jail Project Contract	76,801	--	76,801
Total for Parish of East Baton Rouge	3,731,801	2,944,079	787,722
Overlapping Debt:			
City of Baker	1,800,000	966,585	833,415
City of Zachary	429,512	--	429,512
Hospital Service District No. 1 (Lane Memorial Hospital)	8,115,000	--	8,115,000
Port of Greater Baton Rouge	2,515,289	467,550	2,047,739
Total Direct and Overlapping Debt	$ 16,591,602	$4,378,214	$ 12,213,388
1996 Population			
Per Capita			

Parish		City	
Percent	Share of Debt	Percent	Share of Debt
100 %	$ 710,921	50 %	$ 355,461
100	76,801	50	38,401
	787,722		393,862
100	833,415	--	--
100	429,512	--	--
100	8,115,000	--	--
100	2,047,739	100	2,047,739
	$ 12,213,388		$2,441,601
	399,992		231,219
	$31		$11

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY OF REVENUE BOND COVERAGE
LAST TEN YEARS

EXHIBIT XII

SCHEDULE A - GREATER BATON ROUGE PARKING AUTHORITY

Year	Gross Revenue (1)	Other Financing Sources	Expenses and Other Uses (2)	Available for Debt Service	Debt Service Requirements Principal	Interest (3)	Total	Coverage
1987	$547,108	$300,680	$269,142	$578,646	$205,000	$373,646	$578,646	1.00
1988	530,405	318,650	240,238	608,817	215,000	370,417	585,417	1.04
1989	572,239	282,906	310,078	545,067	230,000	354,742	584,742	0.93
1990	548,636	457,783	404,512	601,907	245,000	340,380	585,380	1.03
1991	645,852	427,162	433,694	639,320	260,000	324,481	584,481	1.09
1992	652,380	372,104	435,450	589,034	280,000	309,034	589,034	1.00
1993	652,628	328,298	380,078	600,848	300,000	291,574	591,574	1.02
1994	810,864	174,749	388,995	596,618	320,000	273,409	593,409	1.01
1995	810,504	268,240	350,245	728,499	340,000	254,810	594,810	1.22
1996	721,595	223,490	345,018	600,067	360,000	235,279	595,279	1.01

SCHEDULE B - EAST BATON ROUGE SEWERAGE COMMISSION

Year	Gross Revenue (4)	Other Financing Sources (5)	Expenses and Other Uses (6)	Available for Debt Service	Debt Service Requirements Principal	Interest (3)	Total	Coverage
1988	$24,644,063	$ 8,000,563	$13,275,829	$19,368,797	$ 965,000	$6,171,877	$7,136,877	2.71
1989	24,540,028	21,853,527	16,246,529	30,147,026	1,020,000	6,135,910	7,155,910	4.21
1990	23,803,639	21,075,450	17,956,756	26,922,333	1,080,000	6,072,223	7,152,223	3.76
1991	22,716,047	19,212,196	20,306,747	21,621,496	1,155,000	6,000,364	7,155,364	3.02
1992	22,639,367	19,028,174	23,975,340	17,692,201	1,235,000	3,320,653	4,555,653	3.88
1993	22,868,394	19,080,857	27,676,897	14,272,354	1,325,000	628,931	1,953,931	7.30
1994	23,882,573	15,485,204	29,334,254	10,033,523	1,425,000	529,159	1,954,159	5.13
1995	25,795,051	14,670,430	29,721,378	10,744,103	1,535,000	418,942	1,953,942	5.50
1996	25,790,625	14,073,453	30,673,360	9,190,718	1,655,000	291,598	1,946,598	4.72

SCHEDULE C - PUBLIC IMPROVEMENT SALES TAX - SEWER (1/2%)

Year	Gross Revenue (7)	Other Financing Sources	Expenses and Other Uses (8)	Available for Debt Service	Debt Service Requirements Principal	Interest (3)	Total	Coverage
1989	$17,860,900	$ --	$187,369	$17,673,531	$ --	$1,779,392	$ 1,779,392	9.93
1990	19,389,823	--	148,277	19,241,546	595,000	3,524,303	4,119,303	4.67
1991	19,535,343	--	183,300	19,352,043	640,000	3,449,854	4,089,854	4.73
1992	21,031,607	--	299,996	20,731,611	865,000	4,762,108	5,627,108	3.68
1993	21,671,535	--	245,108	21,426,427	970,000	5,389,762	6,359,762	3.37
1994	23,595,872	--	295,723	23,300,149	1,545,000	9,541,639	11,086,639	2.10
1995	25,167,277	--	292,682	24,874,595	3,065,000	9,968,885	13,033,885	1.91
1996	27,378,976	--	289,369	27,089,607	3,605,000	12,168,515	15,773,515	1.72

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY OF REVENUE BOND COVERAGE
LAST TEN YEARS

EXHIBIT XII
(Continued)

SCHEDULE D - CITY SALES TAX (2%)

Year	Gross Revenue (9)	Other Financing Sources	Expenses and Other Uses (10)	Available for Debt Service	Debt Service Requirements Principal	Interest (3)	Total	Coverage
1990	$62,738,107	$ 382,500	$ 40,683	$63,079,924	$ --	$ 845,452	$ 845,452	74.61
1991	61,211,035	--	--	61,211,035	485,000	1,192,175	1,677,175	36.50
1992	66,417,110	9,777,019	790,138	75,403,991	865,000	3,163,103	4,028,103	18.72
1993	68,298,921	303,930	--	68,602,851	2,640,000	8,611,534	11,251,534	6.10
1994	70,508,633	--	--	70,508,633	4,565,000	8,552,838	13,117,838	5.38
1995	73,551,183	--	--	73,551,183	4,960,000	8,213,678	13,173,678	5.58
1996	77,653,910	--	--	77,653,910	5,385,000	7,783,874	13,168,874	5.90

SCHEDULE E - PARISH SALES TAX (2%)

Year	Gross Revenue (9)	Other Financing Sources	Expenses and Other Uses (10)	Available for Debt Service	Debt Service Requirements Principal	Interest (3)	Total	Coverage
1990	$17,684,247	$ --	$37,887	$17,646,360	$ --	$390,893	$390,893	45.14
1991	20,593,776	--	--	20,593,776	200,000	451,899	651,899	31.59
1992	22,630,092	--	--	22,630,092	215,000	439,627	654,627	34.57
1993	22,347,862	--	--	22,347,862	230,000	426,269	656,269	34.05
1994	25,258,905	--	--	25,258,905	245,000	411,849	656,849	38.45
1995	29,129,135	--	--	29,129,135	260,000	396,093	656,093	44.40
1996	32,626,109	--	--	32,626,109	275,000	379,217	654,217	49.87

(1) Total operating revenues plus non-operating revenues less interest earnings on construction cash
(2) Total operating expenses plus non-operating expenses less depreciation and debt service interest on revenue bonds
(3) Fiscal charges included
(4) Total operating revenues plus non-operating revenues less tax revenues and interest earnings on construction cash
(5) Total revenues from taxes and operating transfers less sales tax collection costs and debt service requirements for sales tax revenue bonds
(6) Total operating expenses plus debt service on long-term obligation payable less depreciation and sales tax collection costs
(7) Total sales tax revenues plus interest earnings on sales tax revenues
(8) Total sales tax collection costs
(9) Total general sales and use taxes in the general and debt service funds plus interest earnings on sales tax revenues in the City and Parish Sales Tax Bonds Debt Service Funds
(10) Refunding bond issuance costs

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
DEMOGRAPHIC STATISTICS
LAST TEN YEARS

EXHIBIT XIII

Year	Population (1)	Per Capita Income (3)	Median Age (1)	Public School Enrollment (4)	Unemployment East Baton Rouge (5)	Unemployment Labor Market Area (6)
1987	389,041	$13,325	26.0	57,374	6.9 %	8.1 %
1988	386,176	13,325	26.0	57,476	7.8	8.8
1989	384,006	13,828	26.0	58,160	5.1	5.8
1990	380,105 (2)	15,089	26.0	59,840	4.8	5.4
1991	383,983	16,236	26.3	59,861	5.4	6.2
1992	390,763	17,881	29.9	60,918	5.6	6.4
1993	393,923	18,148	29.9	60,643	5.8	6.6
1994	396,364	18,798	29.9	59,026	6.5	7.4
1995	398,661	19,288	29.9	57,430	5.5	6.1
1996	399,992	20,484	29.9	55,970	5.1	5.7

All information is Parishwide

(1) Estimates - Planning Commission

(2) Official U.S. Census

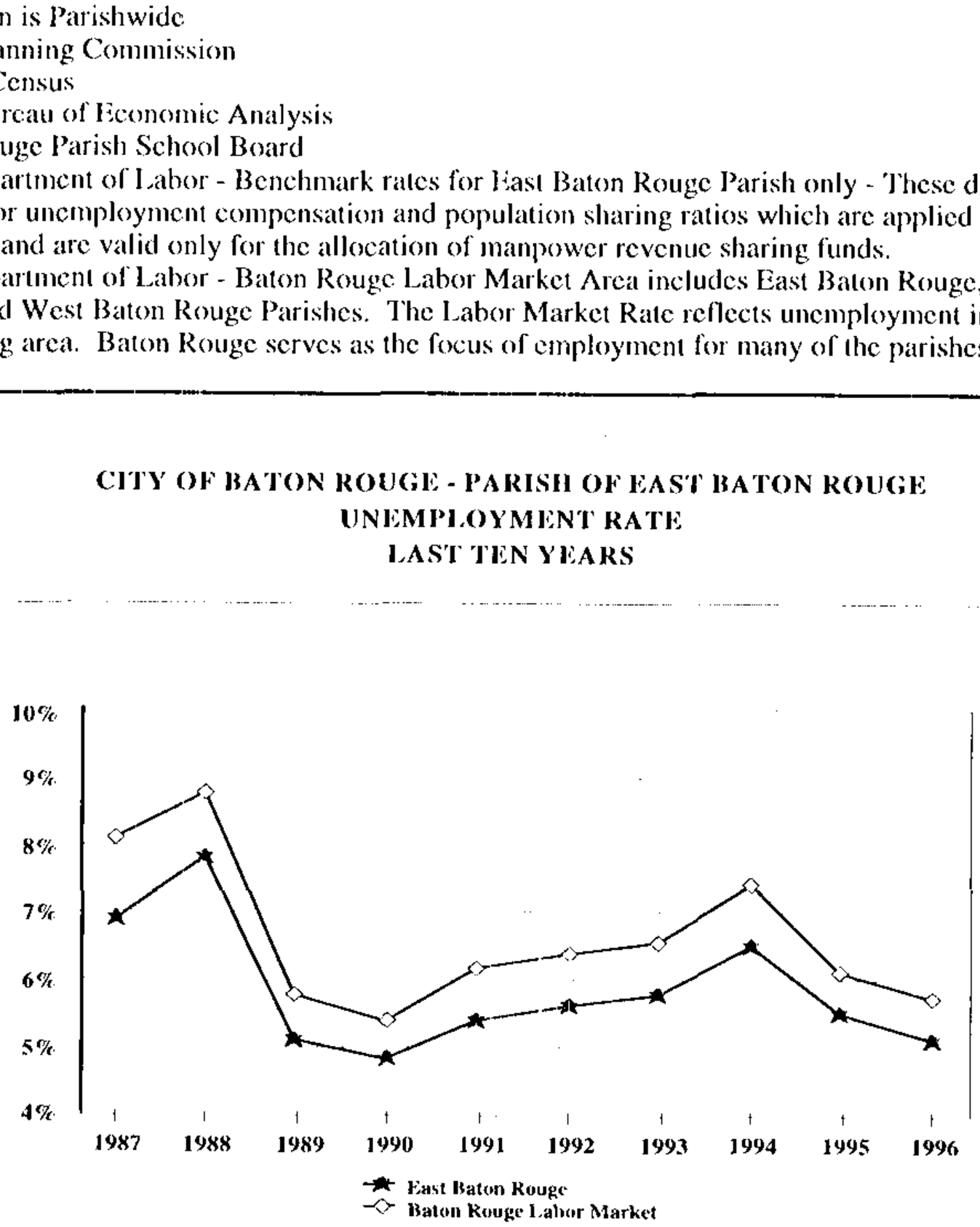
(3) Estimates - Bureau of Economic Analysis

(4) East Baton Rouge Parish School Board

(5) Louisiana Department of Labor - Benchmark rates for East Baton Rouge Parish only - These data are disaggregated using claims for unemployment compensation and population sharing ratios which are applied to present market area estimates and are valid only for the allocation of manpower revenue sharing funds.

(6) Louisiana Department of Labor - Baton Rouge Labor Market Area includes East Baton Rouge, Ascension, Livingston, and West Baton Rouge Parishes. The Labor Market Rate reflects unemployment in Baton Rouge and the surrounding area. Baton Rouge serves as the focus of employment for many of the parishes that border it.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
UNEMPLOYMENT RATE
LAST TEN YEARS



CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
CONSTRUCTION AND BANK DEPOSITS
LAST TEN YEARS

EXHIBIT XIV

Year	Commercial Construction (2) Number Of Permits	Commercial Construction (2) Value	Residential Construction (2) Number Of Permits	Residential Construction (2) Value	Bank Deposits (1) (In Thousands)
1987	840	$123,356,414	2,024	$ 75,339,434	$ 8,985,594 (3)
1988	693	65,752,048	1,906	71,343,986	12,213,467 (3)
1989	850	101,438,055	1,948	74,597,798	13,425,510 (3)
1990	872	105,358,564	1,957	82,956,766	14,051,811 (3)
1991	892	96,213,779	1,999	88,020,266	17,731,148 (3)
1992	835	103,544,932	2,395	116,690,014	12,227,027 (3)
1993	920	133,669,625	2,542	129,633,256	12,519,825 (3)
1994	948	205,269,598	2,529	123,468,138	16,502,452 (3)
1995	958	210,975,208	2,160	93,878,466	See Below
1996	1,037	262,585,974	2,312	109,909,237	See Below

		Bank Deposits (In Thousands) (3) December 31, 1996	December 31, 1995
*	Hibernia National Bank	$ 7,606,828	$ 6,152,566
*	Bank One, N.A.	4,141,277	--
(4)	Premier Bank, N.A.	--	4,507,312
*	Whitney National Bank	2,635,144	2,443,941
*	Regions Bank of Louisiana	1,820,186	1,619,793
	City National Bank of Baton Rouge	982,541	908,536
*	Hancock Bank of Louisiana	707,778	577,923
*	ArgentBank	516,448	490,168
*	Union Planters Bank	495,136	483,850
	Liberty Bank & Trust Company	122,405	118,055
	Citizens Bank & Trust Company	91,457	98,226
	Bank of West Baton Rouge	106,087	100,327
	Bank of Zachary	68,551	59,678
	Bank of Commerce	63,529	54,236
	First National Banker's Bank	52,262	50,995
	Acadia State Bank	19,309	20,088
	Total Deposits	$ 19,428,938	$ 17,685,694

* Deposits Statewide

All Information is Parishwide

(1) Source: Baton Rouge Chamber of Commerce and respective financial institutions.
(2) Source: Department of Public Works - Inspection Division
(3) Source: Louisiana State Office of Financial Institutions
(4) Acquired by Bank One, effective 8/1/96; however, as the source report was generated after the date of acquisition, 1996 deposits are included in total deposits for Bank One.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
MISCELLANEOUS STATISTICS
DECEMBER 31, 1996

EXHIBIT XV

Date of Incorporation (1)	July 6, 1817
Form of Government (2)	Mayor - Council City-Parish Consolidation
Area (3)	City 74.74 sq. miles Parish 472.10 sq. miles
Number of Street Lights (4)	34,302
Fire Protection (5)	
Number of Stations	19
Number of Fire Fighters and Officers (exclusive of volunteer fire fighters)	551
Police Protection (6)	
Number of Stations	4
Number of Police Officers	658
Education (Public K-12)* (7)	
Attendance Centers	101
Number of Teachers	3,868
Number of Students	55,970
Sewers* (4)	
Pumping Stations	400
Secondary Treatment Plants	3
Building Permits issued (4)	4,796
Recreation and Culture*	
Number of Parks (8)	176
Number of Libraries (9)	13
Number of Volumes (9)	1,181,340
Employees* (10)	
Classified	4,262
Unclassified	121

*Parishwide

Sources:

(1) Foundation for Historical Louisiana, The Baton Rouge Story: An Historical Sketch of Louisiana's Capital City, c. 1967.
(2) "The Plan of Government" of the Parish of East Baton Rouge and the City of Baton Rouge
(3) Planning Commission
(4) Department of Public Works
(5) Fire Department
(6) Police Department
(7) East Baton Rouge Parish School Board
(8) Recreation and Park Commission
(9) East Baton Rouge Parish Library
(10) Personnel Department

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
MISCELLANEOUS STATISTICS
DECEMBER 31, 1996

EXHIBIT XV
(Continued)

Population (1)	City	Parish
1982	238,082	376,479
1983	245,085	397,738
1984	245,230	393,709
1985	242,581	390,945
1986	244,352	392,547
1987	242,184	389,041
1988	241,557	386,176
1989	242,045	384,006
1990	219,531	380,105
1991	221,208	383,983
1992	223,622	390,763
1993	226,647	393,923
1994	228,101	396,364
1995	230,460	398,661
1996	231,219	399,992

(1) Source: Estimates - Planning Commission

Ten Largest Employers by Industry (2)	**Company Name**
Public School	East Baton Rouge Parish School Board
University	Louisiana State University - Baton Rouge
Government	City of Baton Rouge - Parish of East Baton Rouge
Petroleum Products Chemical Products Plastic Products	Exxon Corporation - Houston, TX
Construction	International Maintenance Corporation
Construction	Harmony Corporation
Hospital	Our Lady of the Lake Regional Medical Center
Construction	Fluor Daniel Services Corporation
Retail	Wal-Mart Stores, Inc.
Hospital	Baton Rouge General Medical Center

(2) Source: Louisiana Department of Labor - based on information available as of the first quarter of 1996. Includes firms with 1,000 or more employees.

SPECIAL ACKNOWLEDGMENTS

Finance - Accounting

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Accounting Section Supervisors

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Helen LaVergne

Administrative Specialist I
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Senior Fiscal Specialist
Natalie Chung
Thea Gauthier
Audrey Harrell
Mary Ann Harris
Linda Hickerson
Adrienne Matthews

Fiscal Specialist
Augustine Cummings
Martha Harris
Jean Hinkson
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GENERAL PURPOSE FINANCIAL STATEMENTS AND SINGLE AUDIT

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BACK in FILE

For The Year Ended
December 31, 1998

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court

Release Date _____

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

Prepared by
Department of Finance
Otha L. Schofield, CPA, Director

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1996

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CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 1996

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Parish of East Baton Rouge

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May 2, 1997

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

Dear Mayor-President and Council Members:

I am pleased to submit the General Purpose Financial Statements (GPFS) and Single Audit Report for the consolidated government of the City of Baton Rouge and Parish of East Baton Rouge (City-Parish) for the fiscal year ended December 31, 1996. The report reflects continuing improvement in the local area economy, as shown by the increase in sales taxes for the tenth consecutive year. The City-Parish continues to manage its financial affairs with prudence and safety, while seeking to maximize its resources to provide continually improved services for the people of the City of Baton Rouge and Parish of East Baton Rouge.

The City-Parish's Department of Finance, Accounting Division, prepared this report using generally accepted accounting principles (GAAP). We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City-Parish as measured by the financial activity of its various funds and account groups; and that all disclosures necessary to enable readers to gain a maximum understanding of the City-Parish's financial affairs have been included. Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the local government.

The GPFS and Single Audit Report is presented in three sections: introductory, financial, and single audit. The introductory section includes a table of contents, and this letter of transmittal. The financial section includes the independent auditor's report on the general purpose financial statements. The government's Comprehensive Annual Financial Report (CAFR) is issued under separate cover and is available upon request to the Finance Department.

The City-Parish is required to undergo an annual single audit in conformance with the provisions of the Single Audit Act of 1984 and U.S. Office of Management and Budget Circular A-128, Audits of State and Local Governments. The third section of this book is related to this single audit--including the schedule of federal financial assistance, findings and recommendations, and the auditor's reports on the internal control structure and compliance with applicable laws and regulations.

The financial statements included are those of the various departments, agencies, and other organizational units governed by the Mayor-President and members of the Metropolitan Council. The criteria of evaluation used are those established by the Governmental Accounting Standards Board (GASB), which defines the City-Parish government's reporting entity. The criteria deal with legal status and selection of the governing authority, fiscal interdependency, imposition of will and the financial benefit or burden relationship between the City-Parish and component unit agency.

The primary government includes the City-Parish (all departments and agencies under the auspices of the Mayor-President and the Metropolitan Council) and one blended component unit, the City-Parish Employees' Retirement System. Financial information for the primary government is presented in this report.

This report also includes financial information for the following component units, which is discretely presented, in accordance with GASB No. 14--The Financial Reporting Entity:

- District Attorney of the Nineteenth Judicial District
- Nineteenth Judicial District Court
- East Baton Rouge Parish Family Court
- East Baton Rouge Parish Juvenile Court
- Nineteenth Judicial District Indigent Defender Board
- East Baton Rouge Parish Assessor
- East Baton Rouge Parish Clerk of Court
- Capital Region Planning Commission
- Parish Fire Protection Districts
- Capital Transportation Corporation

A complete explanation of the financial reporting entity is included in the Summary of Significant Accounting Policies in the Notes to Financial Statements.

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

The City-Parish participates in a contributory pension plan administered by a governing board of elected and appointed member representatives who manage the affairs of the City-Parish Employees' Retirement System.

ECONOMIC CONDITION AND OUTLOOK

The City of Baton Rouge is the state capital and the second largest city in Louisiana. It is located on the Mississippi River in the southeast region of the state. Baton Rouge is the center for state government and is an important site for the growth of commerce and industry, tourism, and other diverse cultural activities. The City is the principal home of two major state universities: Louisiana State University and Southern University. The Port of Baton Rouge is the country's fourth largest domestic port in terms of total tonnage. The North American Free Trade Agreement (NAFTA), approved by Congress in 1993, enables Baton Rouge, because of its location, to take economic advantage of one of the world's largest free trade zones.

A number of major Fortune 500 oil-refining and petrochemical companies are located in the industrial corridor along the Mississippi River near Baton Rouge. These industries are major employers of Baton Rouge's labor force. Other important industries include government, construction, banking and financial services, insurance, real estate, and wholesale and retail trade.

According to the Louisiana Department of Labor, the annual average rate of local unemployment continued to fall slightly in 1996, as reflected in the following chart:

	East Baton Rouge Parish	Baton Rouge MSA
1994	6.5%	7.4%
1995	5.5	6.1
1996	5.1	5.7

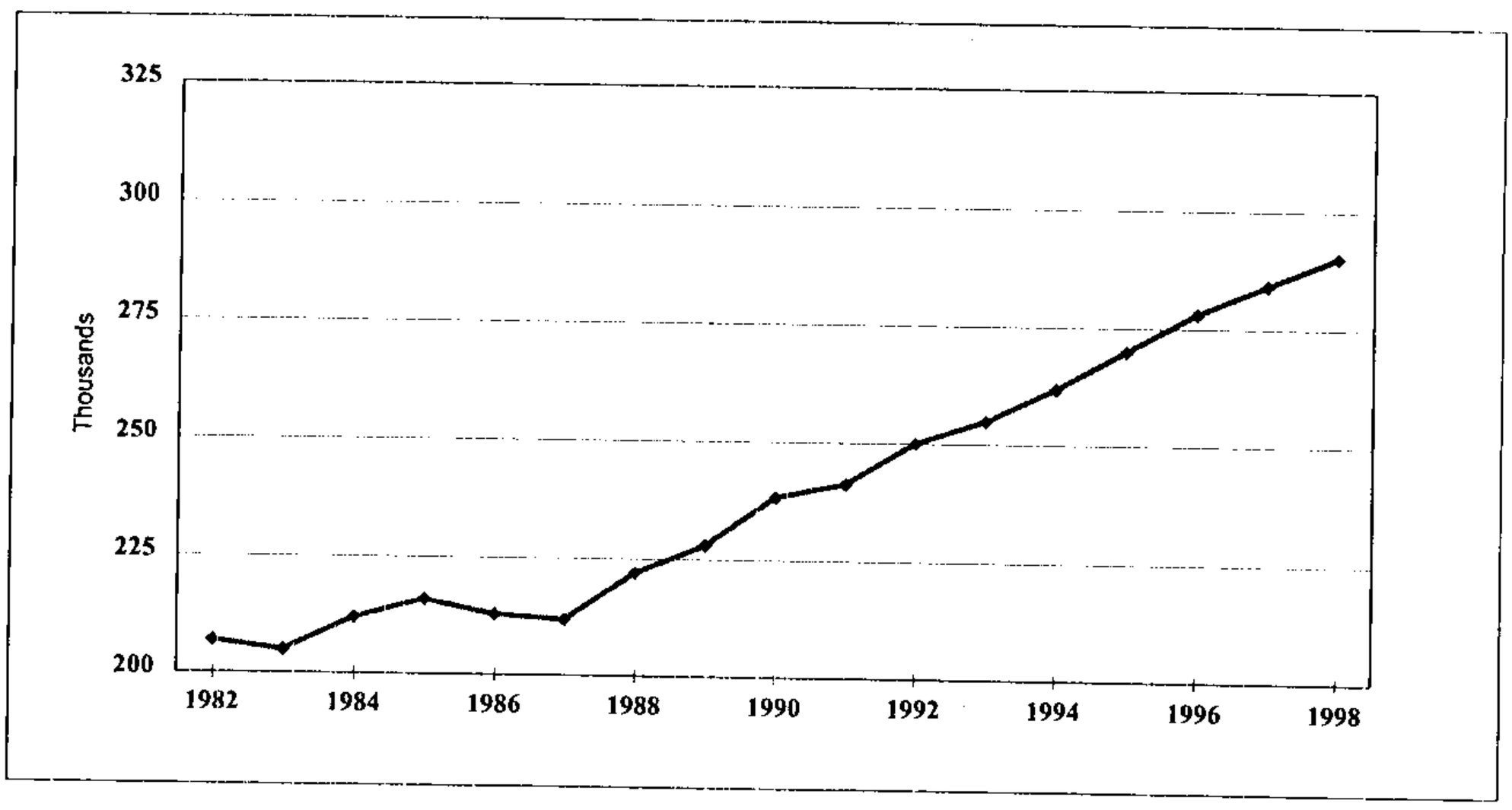
Louisiana Economic Outlook, published annually by the College of Business Administration at Louisiana State University and by Southeastern Louisiana University, contained these comments in the October 1996 edition concerning local economic conditions:

As seen in [Figure 1], the Baton Rouge MSA [Metropolitan Statistical Area] has enjoyed one of the longest, and most sustained periods of economic growth among the state's eight MSAs. This is a 4-parish MSA which includes East Baton Rouge, West Baton Rouge, Livingston, and Ascension Parishes.

Two industries dominate its economic landscape. First, there is the broadly defined ***petrochemical industry****. East Baton Rouge and Ascension Parishes rank number one and number three, respectively, in terms of chemical industry wages paid in the state. In 1995, an estimated $1.083 billion in wages were paid to chemical workers alone in this 4-parish MSA. Even the much larger New Orleans MSA does not come close to matching this concentration. This MSA is also home to the second largest petroleum refinery in the country, the Exxon Refinery in Baton Rouge.*

Figure 1

BATON ROUGE MSA WAGE & SALARY EMPLOYMENT



Secondly, there is ***state government****. The huge state capital complex is located in Baton Rouge along with two major state universities.*

The downsizing that occurred in the chemical industry in the early 80s contributed to the loss of 2.2 percent of the MSAs jobs between 1985-87. A second factor was the loss of energy-related revenues to the state treasury, which led to reductions in state government employment. Because there is very little direct extraction-related employment in the area, this MSA was not as hard hit as some other areas of the state during the recessionary years of 1982-87.

Note that the Baton Rouge MSA recovered all of the 4,800 jobs lost during its recession plus some in 1988. The MSA picked up 10,300 jobs in that one year to begin setting new employment records. ***The MSA has been expanding steadily since then and will celebrate the 9th birthday of its present expansion in October 1996****.*

Much of this rebound was due to the recovery in the chemical industry and the associated industrial construction jobs. State government has begun to enjoy sounder financial years recently, and that has contributed to this growth stream. In addition, anytime an economy enjoys such a lengthy and healthy boom period like the one shown in [Figure 1], the retail trade and services sectors naturally expand as well. Over our forecast period, the new ***Mall of Louisiana*** *will be constructed and will be partially opened.* ***General construction****, especially the building of single family homes, apartments, and commercial outlets, is on the upswing. Baton Rouge recently attracted a new* ***U. S. Postal Service*** *remote encoding center that began with 377 employees and will expand to 527 by May 1997.*

But the really big boost to the economy should come from a renewed expansion effort in the ***chemical sector****. Numerous expansions are planned to begin in 1997-98. This activity, along with those mentioned above will help the Baton Rouge MSA celebrate the 11th birthday of its expansion in late 1998. . . .* ***LEM projects the Baton Rouge MSA will gain nearly 12,000 jobs over 1997-98, growing at a rate of 2.1 percent per year****.*

MAJOR INITIATIVES

For the Year

During 1996, the City-Parish continued its efforts to enhance **public safety** programs and equipment. The City-Parish implemented what promises to be a very significant crime fighting tool. The Automated Fingerprint Identification System (AFIS), which is owned by Louisiana State Police, enables the Baton Rouge City Police Department to conduct all fingerprint searches for a 10-parish area. The system is linked to other sites throughout the state, creating the first statewide network of its kind in America. Local law enforcement agencies are now installing live-scan fingerprint stations so that suspects at booking can give "inkless" fingerprints, greatly increasing the quality of the prints held on file for future comparisons. During the first eight months of 1996, AFIS cleared 203 cases that otherwise may not have been solved. Local and federal funding has facilitated the purchase of more than 400 laptop computers that will soon be installed in marked police cars. The computers will be integrated into a Computer-Aided Dispatch (CAD) system and will allow officers to run warrant and license checks and to transmit reports directly to the precincts from the field. In August 1996, the Baton Rouge City Police Department was awarded national accreditation by the Commission for the Accreditation of Law Enforcement Agencies (CALEA). Of the 16,000 law enforcement agencies in the United States, only about 400, or 2.5%, have received this honor.

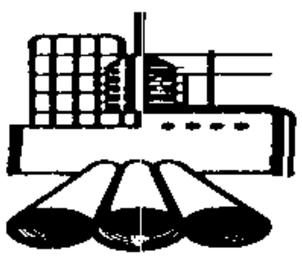
In September 1996, the parish's **Juvenile and Underage Drinking Enforcement Task Force** was recognized by the National Liquor Law Enforcement Association as its "Most Innovative Program" for 1996. The Association commended the joint efforts of the City-Parish Alcoholic Beverage Control Board, Police Department, Sheriff's Office, and others involved in making the program a success.

The City-Parish collected revenues of approximately $10.8 million during 1996 from **riverboat gaming and video poker**. It is the local government's policy that $4 million of gaming revenues be set aside annually for the parish's sewer program. Any gaming revenue in excess of $4 million is budgeted for non-recurring items of a capital nature. During 1996, $6.8 million was appropriated for various street and intersection improvements, drainage improvements, and radio communication equipment.

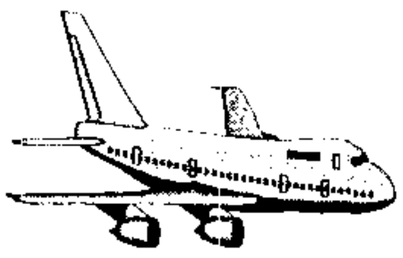
During 1996, the Information Services Department developed and implemented an **internal communication system** throughout City-Parish government. Using this system, known as the MetroNet, City-Parish departments can distribute information, schedule meetings and events, and offer electronic mail services throughout the government, thereby reducing the use of paper and generating time savings to government officials and workers.

For the Future

Since July 1990, the parish has levied a **one-half percent sales and use tax** dedicated to rehabilitation and maintenance of parish streets and roads. Present voter authorization of the tax expires June 30, 1997. The Metropolitan Council authorized an election to be held in May 1997 for renewal of the tax. The election proposal will dedicate 60% of the estimated $26 million annual proceeds for street construction and the remaining 40% will be dedicated to the current rehabilitation and maintenance program.



The **Sewerage Capital Improvement Program** is designed to improve the quality of wastewater treatment and to reduce water pollution within East Baton Rouge Parish. This program is a major comprehensive capital improvements effort, costing approximately $315.9 million. Completion of this work is a requirement of a consent decree with the U.S. Environmental Protection Agency. In addition, $99.0 million in non-EPA projects involving sewer rehabilitation improvements have been authorized by the Metropolitan Council. Approximately $91.8 million in improvements were capitalized during 1996.



The **Greater Baton Rouge Airport District** is currently involved in a major capital improvements program. The major funding sources for these projects include a combination of federal ($12,170,690), state ($1,352,300), and local matching ($1,596,020) funds. Noise mitigation and taxiway improvements are some of the projects underway. In addition, the Airport District has completed plans for a $41 million program to renovate the airport terminal complex and to construct a public parking garage, a new terminal access road, an airfield parking apron, and a new police/air rescue firefighting facility. Sources of funds for the project include federal/state grants ($9.5 million), state funds ($13.6 million), a seven-year note from the City ($12.5 million), and airport self-generated funds ($5.4 million). The seven-year note will be repaid through future passenger facility charges and the normal rates and charges revenue generated by the Airport.

During 1997, the following **public building construction projects** will be completed:

⌂ Capital Transportation Corporation Headquarters (Bus System)	$7,000,000
⌂ Fire Department Headquarters	2,700,000
⌂ Two Head Start Centers	1,500,000
⌂ Greenwell Springs Regional Library	4,800,000

Department Focus

The **East Baton Rouge Parish Library** is the busiest library in Louisiana, with an annual circulation in excess of 2.4 million. The Library's primary source of revenue is the proceeds of an 11.10 mill property tax. Voters of East Baton Rouge Parish renewed this tax for a ten-year period, beginning in 1996. Proceeds from the property tax are used to fund both operating and capital needs of the library system.

The library system consists of a main library and 12 branches. The newest branch, the Greenwell Springs Regional Library, is a 28,000-square foot facility that was opened to the public on March 22, 1997. The libraries provide books, periodicals, non-book materials, electronic data bases, exhibitions and programs to all segments of the population. During 1996, the library system expanded its collection with 75,000 new items at a cost of approximately $1.5 million.

Great strides have been made in the last two years in implementing the Library's goal of providing improved access to the Library's collection of books and other materials and adding to automated services. The Library has made available its public access catalog in all of its branches. Access to the Library's computer catalog is now possible from homes, businesses or schools. Using a computer and modem, one can dial into the catalog to locate books, cassettes, magazines, video recordings, compact discs and other materials owned by the library system. Access to the Internet is available on all staff terminals, and a local area network of staff computers provides Internet access to reference librarians. Recently, the Library began offering Internet access to the public.

The Library offers many other programs throughout the year. The Summer Reading Program, designed to encourage young people to continue reading throughout the summer, enrolls approximately 13,000 young people each year. The Prime Time/Family Reading Time Program is designed to break the cycle of illiteracy in at-risk families. This program earned the 1996 Urban Library Council Award of Excellence. The library was commended for "identifying an urban need and acting to respond to that need. . . ."

FINANCIAL INFORMATION

Internal Accounting Control

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

As a recipient of federal and state financial assistance, City-Parish government is responsible for ensuring that an adequate internal control structure is in effect.

All internal control evaluations occur within the framework described. The Department of Finance believes that the City-Parish's internal control structure adequately safeguards assets and provides reasonable assurance of the proper recording of financial transactions.

Accounting System and Budgetary Control

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

Budgetary control is maintained by the encumbrance of appropriations with purchase orders prior to their release to vendors. Purchase orders that exceed appropriation balances are not released until additional appropriations are made available.

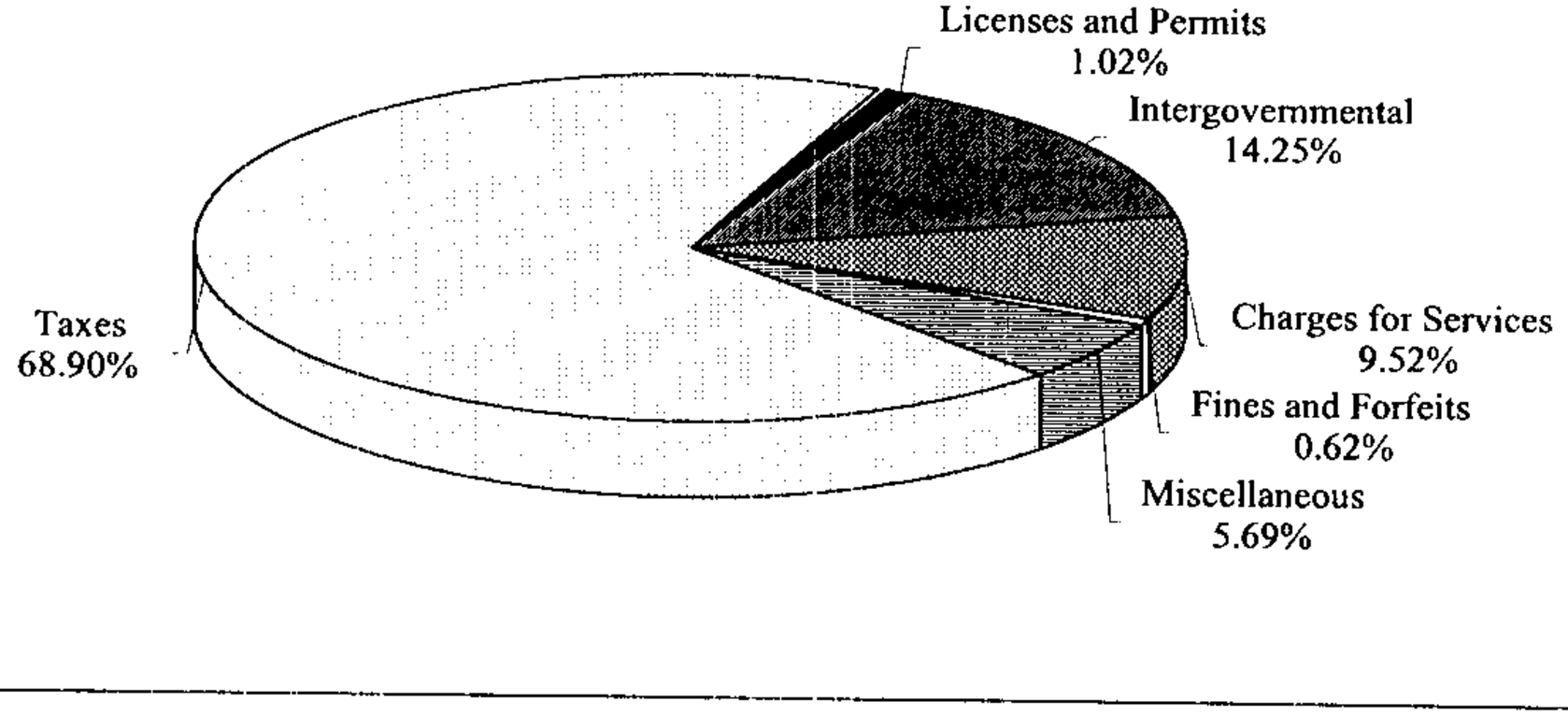
General Governmental Functions

The general government operations of the City-Parish are accounted for in the General Fund, Special Revenue Funds, and Debt Service Funds. Capital Project Funds are excluded because they are not considered recurring general governmental functions. The following is a summary of recurring general governmental operations for 1996 by fund type:

(in thousands)

	Totals	General Fund	Special Revenue Funds	Debt Service Funds
Fund Balance, January 1, 1996	$ 115,896	$ 50,881	$ 43,159	$ 21,856
Revenues and Other Financing Sources	319,975	193,788	107,275	18,912
Expenditures and Other Uses	(306,700)	(192,867)	(93,429)	(20,404)
Prior Year Adjustment	193	--	193	--
Residual Equity Transfer	(445)	(178)	(445)	178
Fund Balance, December 31, 1996	$ 128,919	$ 51,624	$ 56,753	$ 20,542

1996 REVENUES BY SOURCE



Revenues of the primary government for general governmental fund type functions for fiscal year 1996 totaled $310.4 million, compared with $287.6 million for the previous year, representing an increase of $22.8 million, or 7.9%, over the previous year. A summary of general governmental revenues from various sources and the changes from last year is contained in the following table. The "Percent of Total" for each item relates to the total revenues for that year.

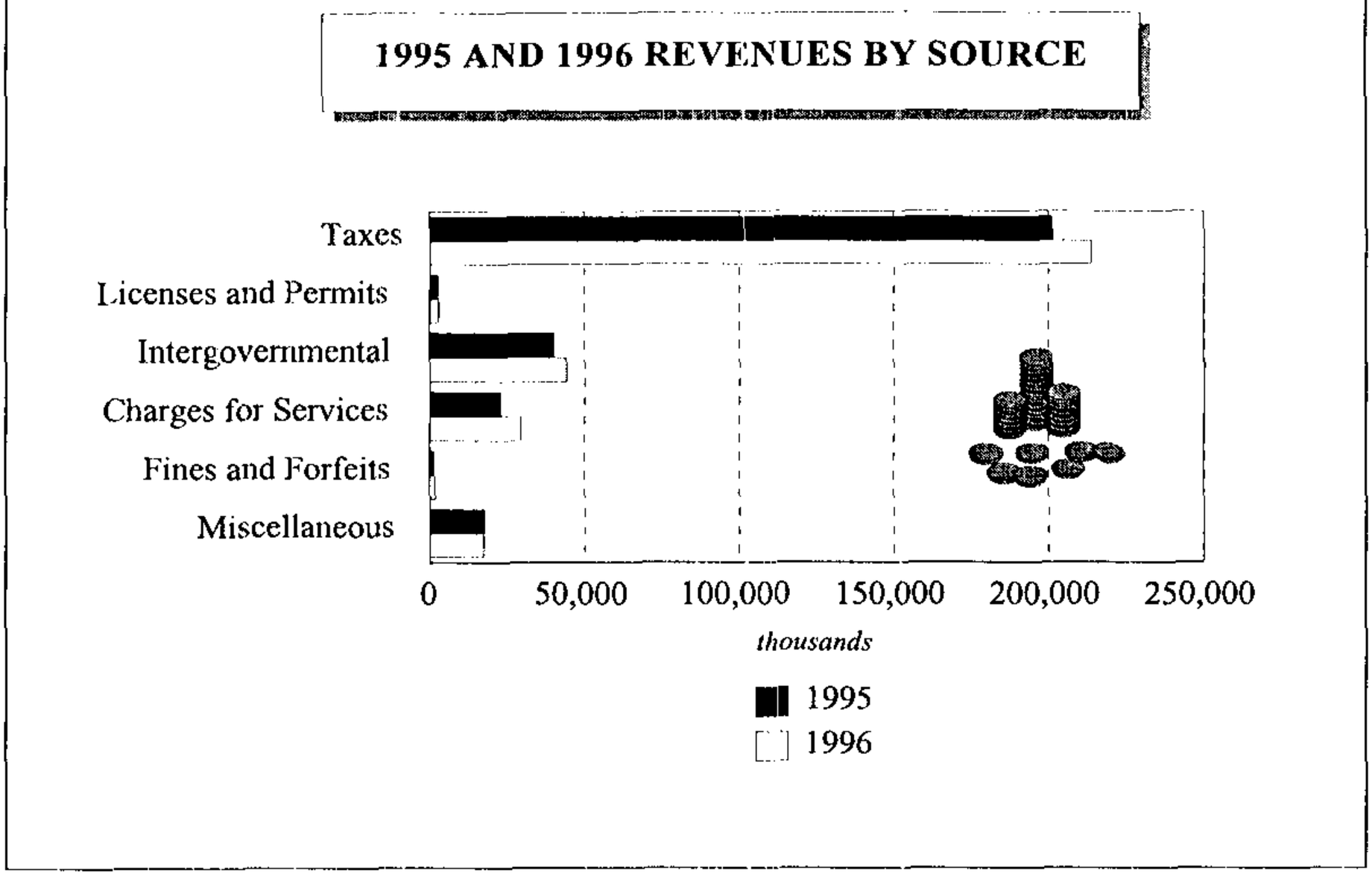
(in thousands)

	1995		1996		Increase (Decrease)
Sources of Revenue	Revenue	Percent of Total	Revenue	Percent of Total	Over 1995
Taxes	$201,318	69.99	$213,836	68.90	$12,518
Licenses and Permits	2,822	0.98	3,157	1.02	335
Intergovernmental Revenues	40,578	14.11	44,242	14.25	3,664
Charges for Services	23,229	8.08	29,560	9.52	6,331
Fines and Forfeits	1,668	0.58	1,932	0.62	264
Miscellaneous Revenues	17,997	6.26	17,645	5.69	(352)
Total	$287,612	100.00	$310,372	100.00	$22,760

Tax revenues for 1996 were 68.9% of total governmental revenues. The major revenue sources are sales and use taxes, gross receipts business taxes, and general property taxes. Tax revenues increased by approximately $12.5 million from 1995. Sales and use taxes increased $9.7 million, which reflects an overall growth of 7.6%. General property taxes collected were $2.5 million higher in 1996 than in 1995. The 1996 increased millage of the Library Board of Control (11.10 mills for 1996, compared with 8.33 mills in 1995) generated an additional $4.4 million, which was offset by a general obligation bond debt service millage decrease (-1.63 mills) that reduced property taxes by $1.9 million. Gaming admission taxes were $300,000 higher in 1996 than in 1995.

Charges for services rose by $6.3 million in 1996, primarily because of the diligent efforts of Emergency Medical Services, which collected an additional $3.7 million in emergency transport charges. In addition, accruals for third-party billings increased by approximately $1.6 million in 1996. The additional revenues were generated through a newly established accounts receivable billing system for third-party payments. An additional $1 million was generated by moderate increases in activities such as criminal and civil court cost fees.

Intergovernmental revenues for 1996 were 14.25% of total revenues. Intergovernmental revenues increased by approximately $3.7 million in 1996, compared with 1995. The Louisiana Department of Transportation and Development provided an increase in funding for a traffic synchronization program involving 56 major intersections within the Parish.

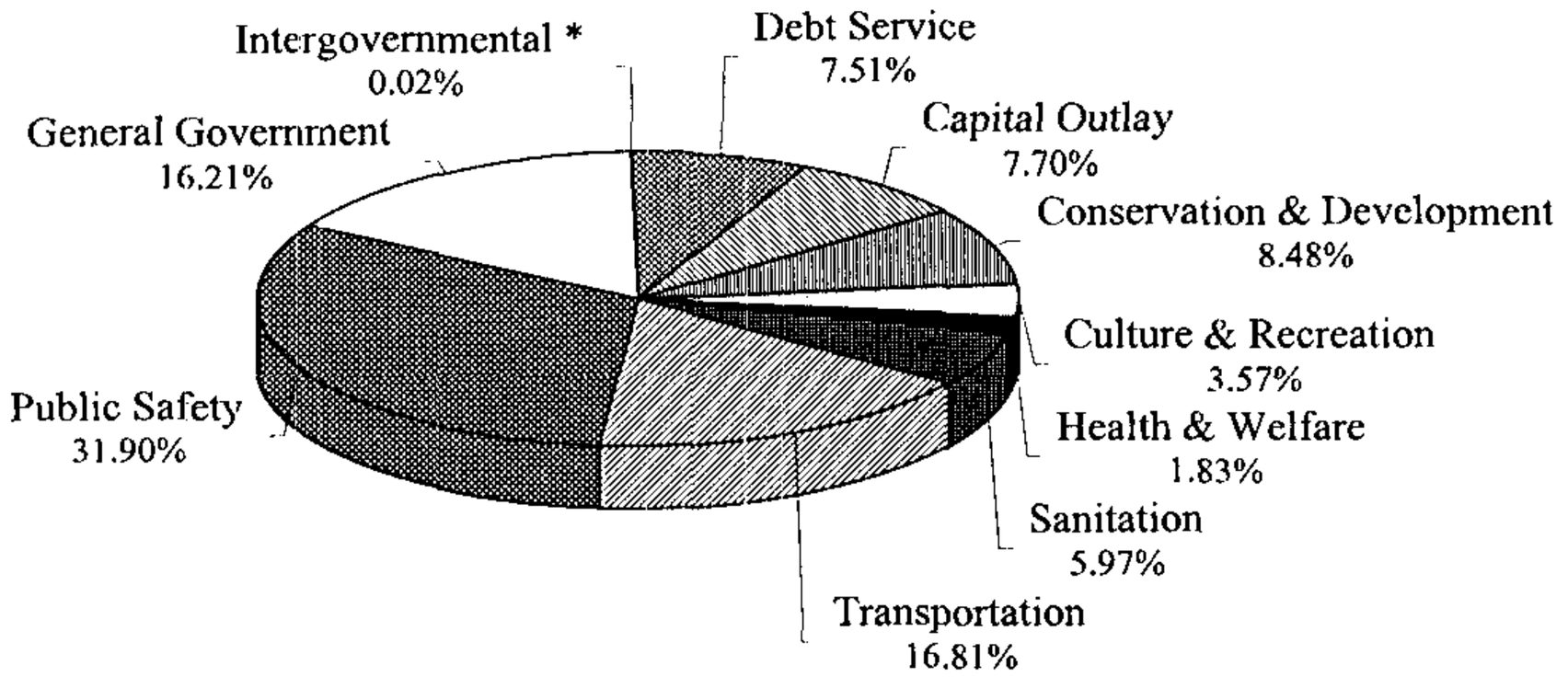


Expenditures for the operations of the primary government increased 6.8% in 1996 compared to 1995. Through cost containment, expenditures were controlled and kept below budgeted amounts. The largest increase in expenditures occurred in the capital outlay area, which rose by 68.2%. Expenditure increases are also noted in the transportation and public safety functions, whereas the costs of general government fell approximately 4.8%. Expenditures for general governmental functions and the increase (decrease) for each major function are summarized in the following table. The "Percent of Total" for each item relates to total expenditures for that year.

(in thousands)

	1995		1996		Increase (Decrease)
Function	Expenditure	Percent of Total	Expenditure	Percent of Total	Over 1995
General Government	$ 46,293	18.19	$ 44,059	16.21	$(2,234)
Public Safety	82,731	32.50	86,700	31.90	3,969
Transportation	38,784	15.24	45,690	16.81	6,906
Sanitation	15,732	6.18	16,229	5.97	497
Health & Welfare	4,911	1.93	4,967	1.83	56
Culture & Recreation	9,220	3.62	9,698	3.57	478
Conservation & Development	24,381	9.58	23,056	8.48	(1,325)
Miscellaneous	2	--	--	--	(2)
Capital Outlay	12,449	4.89	20,943	7.70	8,494
Debt Service	19,971	7.85	20,404	7.51	433
Intergovernmental	63	0.02	62	0.02	(1)
Total	$254,537	100.00	$271,808	100.00	$17,271

1996 EXPENDITURES BY FUNCTION



* Percentages less than 1% have a minimal effect on the chart.

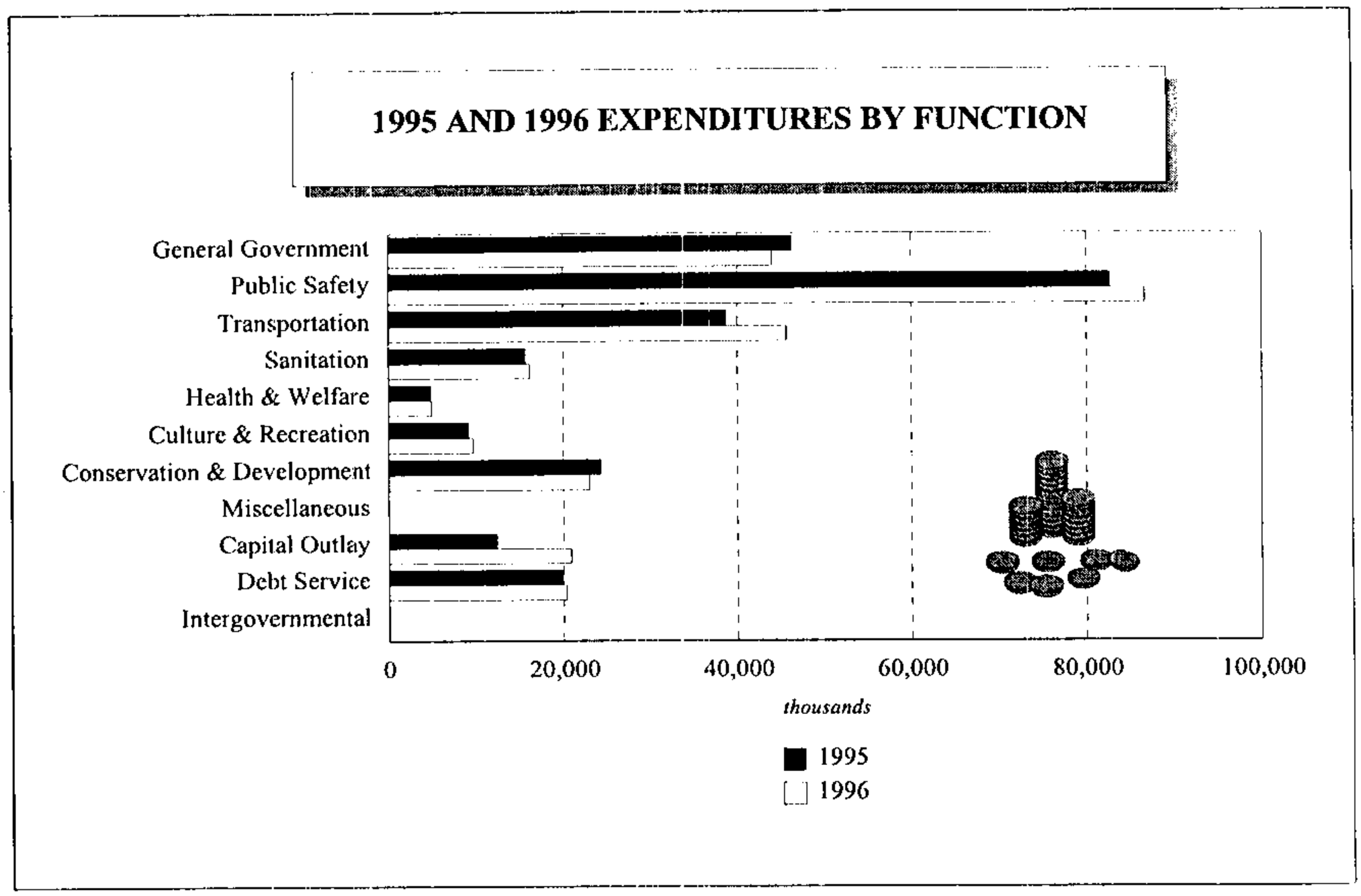
The **capital outlay** area had the largest governmental funds expenditure increase ($8.5 million) in 1996. As mentioned in the intergovernmental revenue section above, the Louisiana Department of Transportation and Development provided grant funds that were matched with local government funds (for a total expenditure of approximately $4.1 million) for the computerized traffic synchronization project. Other major capital outlays in 1996 included the following:

COPS More Community Policing Unit (new computers)	$ 600,000
Country Club Lateral (drainage project)	1,900,000
Fire Suppression and Prevention (fire trucks)	1,400,000
General Government Buildings (prison security improvements)	500,000
Total Other Capital Outlay	$4,400,000

An additional $6.9 million of 1996 expenditures were incurred over the 1995 amount in the **transportation** function. The Parish Street Maintenance fund spent an additional $1.7 million on the road rehabilitation program which was collected from the one-half of one percent dedicated sales tax. The remainder of the increase was spent in the Department of Public Works transportation divisions for maintenance of streets, roads, bridges, and canals.

Public safety expenditures increased by $3.9 million in 1996, compared with 1995. Total public safety expenditures were 31.9% of total expenditures in the governmental fund types. Police department expenditures were $2.1 million greater in 1996 than in 1995. Fire department salary-related costs rose by approximately $690,000 in 1996. This was the first full year of a cost-of-living pay increase granted to law enforcement officers and firefighters in mid-1995. In addition, contractual expenditures rose because of the addition of lease-purchased police units in 1996. A number of public works department employees in the general government function were transferred to the public safety Inspection Division at the beginning of 1996, which caused the Inspection Division to incur increased expenditures of approximately $500,000. Other public safety departments such as Emergency Medical Services, Juvenile Services, and the Communications District incurred increases in their operating expenditures in the approximate amount of $610,000.

Expenditures for the **general government** function in 1996 were $2.2 million less than in 1995. The decrease was attributable to the 1995 payment of run-out claims on a discontinued health insurance program. The City-Parish employees' health benefit program was fully insured in 1996.



Property Assessments and Tax Levies

The assessed value of property amounted to $1.864 billion parishwide in 1996, representing an increase of $125.9 million, or 7.2%, over 1995. Citywide 1996 assessed value of $932 million represents an increase of $59.1 million, or 6.8%, over 1995.

The allocation of property tax levies for citywide and parishwide districts for 1996 and the three preceding years is as follows:

	Mills Per Dollar of Assessed Valuation			
	1993	1994	1995	1996
General Fund	13.12	13.12	13.12	12.70
Special Revenue Funds	12.71	12.69	12.69	15.28
Debt Service Funds	2.85	2.85	2.85	1.22
Total	28.68	28.66	28.66	29.20

General Fund-Fund Balance

The City-Parish continued to maintain a healthy fund balance during 1996. The following schedule illustrates the relationship of the unreserved fund balance to the General Fund operating budget for the following years:

(in thousands)

Fiscal Year Ended December 31	Unreserved Fund Balance for the General Fund	General Fund Operating Budget, Succeeding Year	Ratio of Unreserved General Fund Balance to Succeeding Year's Budget
1992	$27,770	$149,851	19%
1993	30,044	154,875	19
1994	39,157	161,937	24
1995	40,120	174,947	23
1996	43,021	185,768	23

The City-Parish in 1996 continued its effort to achieve long-range stabilization of the General Fund by further reducing the government's reliance on fund balance for general operations. In addition, unstable revenue sources, such as the gaming admission tax, are budgeted after they are received. They are appropriated primarily for non-recurring items, such as one-time capital outlays. The City-Parish Finance Department will also continue to propose conservative revenue estimates in our budget process.

Enterprise Operations

The City-Parish's enterprise operations consist of five activities: the Greater Baton Rouge Airport District, Riverside Centroplex, Greater Baton Rouge Parking Authority, Comprehensive Sewerage System Program, and Solid Waste Disposal Facility.

The **Greater Baton Rouge Airport District** had a net income of $2,606 for 1996. The fund's retained earnings were in excess of $9 million as of December 31, 1996. The authority has an airport-airline lease agreement, whereby all surpluses or shortages in operating cash at year-end (exclusive of certain capital improvements) are shared with the airlines through increased or decreased landing fees in subsequent years.

The **Riverside Centroplex** fund incurred a loss before operating transfers of $1,779,648 in 1996, compared with a loss of $1,880,514 in 1995. On April 1, 1996, the management of the Centroplex was contracted to a private company, Spectacor Management Group, Inc. (SMG). The contract between SMG and the City-Parish provides for the payment of management fees based on the firm's ability to reduce the annual deficit incurred by the facility. The management fee for 1996 was $110,078. The general fund subsidy for 1996 was $798,250, compared with $1,125,000 in 1995.

The **Greater Baton Rouge Parking Authority** was subsidized by the General Fund in 1996, in the amount of $223,490. Parking fees are currently set at market rates; however, the total revenues generated are insufficient to pay for both operating costs and debt service on parking revenue bonds.

The largest of these enterprise operations is the **Comprehensive Sewerage System Program**, which was established as an enterprise fund in 1985, concurrent with the enactment of a sewer user fee. Retained earnings of the Comprehensive Sewerage System Fund exceeded $160 million, as of year end. This fund encompasses all assets associated with sewerage operations and improvements held by the City, the Parish, the Greater Baton Rouge Consolidated Sewerage District, and the East Baton Rouge Sewerage Commission.

The **Solid Waste Disposal Facility**, which handles the parish's landfill operation, realized a net loss of $653,649 in 1996. The loss was a result of the payment of a final legal settlement stemming from the expropriation of land on which the landfill is located. The North Landfill is permitted by the EPA and the Louisiana Department of Environmental Quality to dispose of municipal solid waste and non-hazardous industrial waste from East Baton Rouge Parish and from surrounding cities, towns, and parishes. More than 398,000 tons of solid waste were handled during 1996.

Segment information on all enterprise operations is further explained in the Notes to Financial Statements.

Pension Operations

The City of Baton Rouge and Parish of East Baton Rouge Employees' Retirement System pension benefit obligation as of December 31, 1996, was funded at a level of 70.7%. The pension benefit obligation is a standardized measurement of the actuarial present value of credited projected benefits, in accordance with GASB Statement No. 5, *Disclosure of Pension Information by Public Employee Retirement System and State and Local Governmental Employers*. Disclosure concerning the retirement system can be found in the Notes to Financial Statements.

Debt Administration

The ratio of net bonded debt to assessed valuation and the amount of bonded debt per capita are indications of debt position that are useful to municipal management, taxpayers, and investors. The data for the City-Parish government, as of December 31, 1996, are as follows:

	Amount of Debt (in thousands)	Ratio of Debt to Assessed Value	Ratio of Debt to Present Market Value	Debt Per Capita
Net Direct Debt	$ 788	0.04%	0.00%	$ 2
Overlapping Debt	11,426	0.61	0.07	29
Net Direct and Overlapping Debt	$12,214	0.65%	0.07%	$31

A summary of the general obligation bonds, excess revenue contracts, and revenue bond activities for 1996 is shown below:

(in thousands)

	Outstanding 1/1/96	Issued	Retired	Outstanding 12/31/96
General Obligation Bonds	$ 6,550	$ --	$ 2,895	$ 3,655
Excess Revenue Contracts	1,284	--	1,207	77
Revenue Bonds	322,290	65,000	47,580	339,710
Total	$330,124	$65,000	$51,682	$343,442

The following tabulation compares bonds sold during the last five years:

Date of Issue	Amount (in thousands)	Average Life (in Years)	Effective Interest Rate	Interest Cost Per Borrowed Dollar
02/01/92	$21,400	15.76	6.44%	$1.01
04/01/92	85,000	12.22	6.41	0.78
03/01/93	30,200	16.06	5.49	0.87
10/01/93	4,000	15.76	5.13	0.81
10/01/93	70,000	15.26	5.13	0.78
08/01/95	36,000	18.02	5.97	1.08
03/01/96	65,000	16.05	5.66	0.91

As of December 31, 1996, City-Parish bonds are rated by two of the major rating services, exclusive of bond insurance, as follows:

Type of Bond	Rating: Moody's Investors Service	Rating: Standard and Poor's
East Baton Rouge Parish General Obligation Bonds	A1	A+
East Baton Rouge Parish Limited Tax Bonds	Baa	A-
1989 Parish Sewer Public Improvement Sales Tax Revenue Bonds	Baa1	A
1989 City and Parish Public Improvement Sales Tax Revenue Bonds	--	AA-

Treasury Administration

Diverse operations of the various funds of the City-Parish require a sophisticated cash management system to control and actively utilize cash as a financial resource.

A single consolidated account has been established at a local bank into which monies are deposited and from which most disbursements are made. In addition, investment purchases are charged to, and matured investments are deposited into, the consolidated bank account. The purpose of the Consolidated Cash Management Pool is to reduce administrative costs and provide a single cash balance available for the maximization of investment earnings.

The objectives of the investment program are, in order of importance, to ensure adequate liquidity, minimize risk, and maximize yields. The City-Parish is authorized by state statute to invest temporarily idle cash, as more fully described in Note 3 of the Notes to Financial Statements.

During 1996, cash temporarily idle was invested in Louisiana Asset Management Pool (LAMP), U.S. government securities, certificates of deposit, and repurchase agreements at rates ranging from 4.69% to 6.10%. Interest earnings on matured investments in the central cash management program totaled $6,460,754 in 1996. The effective annual interest rate on all maturing centrally managed investments was 5.3% in 1996, compared with 5.9% in 1995.

The ratio of "idle cash investments" to the total cash available was as follows:

(in thousands)

	1996		1995	
	Amount	Average Percent	Amount	Average Percent
Cash in Bank	$ (689)	(0.38)	$ 855	0.45
Investments of Idle Cash	181,238	100.38	185,114	99.55
Total Cash Available	$180,549	100.00	$185,969	100.00

Cash and investments for one blended component unit, the City-Parish Employees' Retirement System, are not included in the City-Parish government's consolidated bank account. This organization is considered part of the City-Parish primary government, but maintains separate bank accounts and controls its own disbursements and investments. Individual cash items of the discretely presented component units are presented in the financial statements.

In accordance with bond resolutions concerning the issuance of revenue bonds, separate cash accounts are maintained by trustees for the debt accounts of all sales tax revenue bonds, the Greater Baton Rouge Parking Authority, and the East Baton Rouge Sewerage Commission. Trustee-held funds as of December 31, 1996, were as follows:

(in thousands)

Sales Tax Revenue Bonds	$17,436
Greater Baton Rouge Parking Authority	3,340
East Baton Rouge Sewerage Commission	67,195
Total Trustee-Held Funds	$87,971

Investment activity as of December 31, 1996, on trustee-held funds is detailed in Exhibit K-4. All deposits not covered by FDIC insurance are collateralized as required by state law. All the primary government's deposits as of December 31, 1996, were either collateralized with securities held by the pledging financial institution's trust department or agent in the City-Parish's name, or covered by FDIC insurance.

Risk Management

The City-Parish's comprehensive risk management program includes coverage for property, liability, safety, workers' compensation, unemployment, health, life, and dental insurance. The City-Parish self-insurance policy is further explained in the Notes to Financial Statements.

OTHER INFORMATION

Independent Audit

The local government charter requires a comprehensive annual audit to be performed by a firm of certified public accountants. The audit has been completed, and the firm's opinion covers the basic financial statements of the financial section of the report only. The general purpose financial statements and the combining and individual fund and account-group statements constitute the basic financial statements.

In addition to meeting the requirements set forth by local charter and state statutes, the audit also meets the requirements of the Federal Single Audit Act of 1984 and related OMB Circular A-128. The auditor's reports related specifically to the single audit are included in this report.

Awards

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Baton Rouge and Parish of East Baton Rouge for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 1995.

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

A Certificate of Achievement is valid for a period of one year only. I believe our current report conforms to the Certificate of Achievement Program requirements, and we are submitting it to GFOA to determine its eligibility for a certificate.

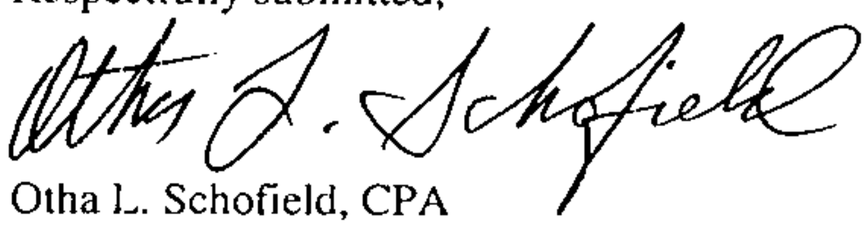
In addition, the City-Parish also received the GFOA's Award for Distinguished Budget Presentation for its annual operating budget prepared for the fiscal year covered by this Comprehensive Annual Financial Report. In order to qualify for the Distinguished Budget Presentation Award, the City-Parish's budget document was judged to be proficient in several categories, including policy documentation, financial planning, and organization.

Acknowledgments

I wish to express my appreciation to all the members of the Finance Department who assisted and contributed to the preparation of this report. Special acknowledgment is due to the staff of the Accounting Division, whose dedicated efforts resulted in the successful completion of the report.

In addition, I express my appreciation to the Mayor-President and Metropolitan Council for their continuing interest and support in planning and conducting the financial affairs of the City-Parish in a responsible and progressive manner.

Respectfully submitted,



Otha L. Schofield, CPA
Director of Finance

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AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

1111 S. RANGE, SUITE
DENHAM SPRINGS, LA

May 2, 1997

INDEPENDENT AUDITOR'S REPORT

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

We have audited the general purpose financial statements of the City of Baton Rouge and Parish of East Baton Rouge, Louisiana (City-Parish), as of and for the year ended December 31, 1996, as listed in the accompanying table of contents. These financial statements are the responsibility of the City-Parish's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the component units discretely presented as described in note 1a. to the general purpose financial statements which account for 100% of the assets and revenues and other sources of the financial resources of the component units. Those financial statements were audited by other auditors, including Hannis T. Bourgeois and Co., L.L.P. acting separately, whose reports thereon were furnished to us and our opinion, upon the reports of the other auditors, Hannis T. Bourgeois and Co., L.L.P. has audited separately 3.4% of the assets and 2.1% of the revenues and other sources of the governmental funds of the component units and 100.0% of the assets, revenues and changes in cash flows of the Proprietary Funds of the component units.

We conducted our audit in accordance with generally accepted auditing standards and 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 opinion.

In our opinion, based upon our audit and the reports of other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City-Parish as of December 31, 1996, and the results of its operations and the cash flows of its Proprietary Fund Types for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated May 2, 1997, on our consideration of the City-Parish's internal control structure and a report dated May 2, 1997, on its compliance with laws and regulations.

Respectfully submitted,

Hannis T. Bourgeois & Co., L.L.P.

GENERAL PURPOSE FINANCIAL STATEMENTS

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED BALANCE SHEET
ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types				Proprietary
	General	Special Revenue	Debt Service	Capital Projects	Enterprise
ASSETS AND OTHER DEBITS					
Assets:					
Cash and Cash Equivalents (Note 3)	$ 2,914,413	$ 5,333,047	$ 3,429,937	$ 3,204,133	$ 2,857,176
Investments (Note 3)	26,229,722	19,731,104	15,196,554	10,514,948	14,529,029
Investment in Deferred Compensation (Note 3)	--	--	--	--	--
Taxes Receivable - Net	22,290,720	15,868,959	844,275	--	2,553,843
Accounts Receivable - Net	303,681	3,255,156	--	--	1,782,472
Employee Contributions Receivable	--	--	--	--	--
Employer Contributions Receivable	--	--	--	--	--
Pending Trades Receivable	--	--	--	--	--
Other Contributions Receivable	--	--	--	--	--
Accrued Interest Receivable	281,393	322,848	365,936	161,299	508,129
Special Assessments Receivable	69,854	--	--	23,985	182,603
Other Receivables	--	--	--	--	--
Due From Other Funds (Note 11)	213,783	--	--	1,704,028	5,976,045
Due From Other Governments (Note 11)	7,632,236	22,087,151	705,307	--	4,683,934
Due From Component Units (Note 11)	54,865	--	--	--	3,205
Due From Primary Government (Note 11)	--	--	--	--	--
Prepaid Items	--	--	--	--	17,906
Advance to Component Units (Note 11)	2,192	--	--	--	--
Loans Receivable	80,000	5,447,713	--	--	--
Inventory	570,710	--	--	--	--
Other Assets	--	--	--	--	--
Restricted Assets:					
Cash and Cash Equivalents (Note 3)	--	--	--	--	48,393,443
Investments (Note 3)	--	--	--	--	68,552,176
Accounts Receivable - Net	--	--	--	--	1,368,226
Accrued Interest Receivable	--	--	--	--	1,081,813
Due From Other Governments (Note 11)	--	--	--	--	26,584
Deferred Bond Issuance Costs	--	--	--	--	1,415,472
Fixed Assets, Net (Note 6)	--	--	--	--	476,217,898
Other Debits:					
Amount Available for Retirement of Long-Term Debt	--	--	--	--	--
Amount to be Provided for Retirement of Long-Term Debt	--	--	--	--	--
Total Assets and Other Debits	$ 60,643,569	$ 72,045,978	$ 20,542,009	$ 15,608,393	$ 630,149,954

The accompanying notes are an integral part of this statement.

Continued

Fund Types	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)		Totals (Memorandum Only)
Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	Primary Government	Component Units	Reporting Entity
$ 4,021,800	$ 7,379,485	$ --	$ --	$ 29,139,991	$ 10,725,394	$ 39,865,385
--	593,723,938	--	--	679,925,295	10,215,791	690,141,086
--	21,015,381	--	--	21,015,381	660,985	21,676,366
--	--	--	--	41,557,797	1,225,672	42,783,469
--	70,684	--	--	5,411,993	1,363,543	6,775,536
--	584,200	--	--	584,200	--	584,200
--	1,290,500	--	--	1,290,500	--	1,290,500
--	1,321,433	--	--	1,321,433	--	1,321,433
--	5,730	--	--	5,730	--	5,730
32,634	2,734,234	--	--	4,406,473	5,861	4,412,334
--	--	--	--	276,442	--	276,442
--	--	--	--	--	283,458	283,458
--	--	--	--	7,893,856	--	7,893,856
3,292	33,303	--	--	35,145,223	1,435,226	36,580,449
--	--	--	--	58,070	--	58,070
--	--	--	--	--	102,335	102,335
--	--	--	--	17,906	16,003	33,909
--	--	--	--	2,192	--	2,192
--	--	--	--	5,527,713	--	5,527,713
215,495	--	--	--	786,205	183,327	969,532
--	--	--	--	--	13,785	13,785
--	--	--	--	48,393,443	1,009,626	49,403,069
--	--	--	--	68,552,176	--	68,552,176
--	--	--	--	1,368,226	--	1,368,226
--	--	--	--	1,081,813	--	1,081,813
--	--	--	--	26,584	566,938	593,522
--	--	--	--	1,415,472	--	1,415,472
10,037,180	1,029,126	424,670,792	--	911,954,996	23,720,333	935,675,329
--	--	--	10,043,246	10,043,246	--	10,043,246
--	--	--	157,662,489	157,662,489	2,890,447	160,552,936
$ 14,310,401	$ 629,188,014	$ 424,670,792	$ 167,705,735	$ 2,034,864,845	$ 54,418,724	$ 2,089,283,569

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED BALANCE SHEET
ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types				Proprietary
	General	Special Revenue	Debt Service	Capital Projects	Enterprise
LIABILITIES, EQUITY AND OTHER CREDITS					
Accounts and Contracts Payable	$ 5,879,194	$ 5,181,496	$ 318	$ 1,293,685	$ 2,366,392
Accrued Expenses and Benefits Payable	--	--	--	--	--
Pending Trades Payable	--	--	--	--	--
Due to Other Funds (Note 11)	--	4,417,543	--	266,441	3,160,154
Due to Other Governments	175,819	407,246	--	--	141,687
Due to Primary Government (Note 11)	--	--	--	--	--
Due to Component Units (Note 11)	--	9,702	--	--	--
Accrued Payables	1,885,454	536,983	--	--	405,713
Deferred Revenue	368,997	4,611,806	--	23,985	370,599
Deposits and Escrow Accounts	709,719	127,688	--	--	--
Obligations Payable - Current (Note 17)	--	--	--	--	4,109,341
Compensated Absences Payable - Current	--	--	--	--	683,567
Obligation Under Capital Leases - Current (Note 14)	--	--	--	--	12,002
Other Liabilities	--	--	--	--	4,014
Liabilities Payable From Restricted Assets	--	--	--	--	19,733,958
Advance From Primary Government (Note 11)	--	--	--	--	--
Obligations Payable - Long-Term (Note 17)	--	--	--	--	62,336,121
Revenue Bonds Payable - Long-Term (Note 10)	--	--	--	--	217,420,000
Deferred Amount on Refunding (Note 10)	--	--	--	--	(2,539,533)
Bonds and Notes Payable - Long-Term (Note 10)	--	--	--	--	--
Landfill Closure and Postclosure Care Liability (Note 20)	--	--	--	--	447,407
Compensated Absences Payable - Long-Term (Note 10)	--	--	--	--	--
Obligation Under Capital Leases - Long-Term (Note 14)	--	--	--	--	19,847
Claims and Judgments Payable (Note 13)	--	--	--	--	--
Employee Benefits Payable (Note 13)	--	--	--	--	--
Arbitrage Payable for Governmental Fund Types	--	--	--	--	--
Total Liabilities	9,019,183	15,292,464	318	1,584,111	308,671,269

The accompanying notes are an integral part of this statement.

Continued

EXHIBIT A - 1
(Continued)

Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)		Totals (Memorandum Only)
	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	Primary Government	Component Units	Reporting Entity
$	214,399	$ 1,071,135	$ --	$ --	$ 16,006,619	$ 747,653	$ 16,754,272
	--	487,748	--	--	487,748	--	487,748
	--	1,111,917	--	--	1,111,917	--	1,111,917
	--	49,718	--	--	7,893,856	--	7,893,856
	--	3,675,152	--	--	4,399,904	624	4,400,528
	--	--	--	--	--	58,070	58,070
	--	92,633	--	--	102,335	--	102,335
	34,967	--	--	--	2,863,117	95,345	2,958,462
	--	--	--	--	5,375,387	115,231	5,490,618
	--	23,341,429	--	--	24,178,836	13,829,158	38,007,994
	--	--	--	--	4,109,341	--	4,109,341
	152,018	--	--	--	835,585	546,314	1,381,899
	2,504,597	--	--	--	2,516,599	--	2,516,599
	--	--	--	--	4,014	132,885	136,899
	--	--	--	--	19,733,958	1,401,628	21,135,586
	--	--	--	--	--	2,192	2,192
	--	--	--	--	62,336,121	--	62,336,121
	--	--	--	--	217,420,000	--	217,420,000
	--	--	--	--	(2,539,533)	--	(2,539,533)
	--	--	--	119,771,801	119,771,801	1,693,092	121,464,893
	--	--	--	--	447,407	--	447,407
	--	--	--	8,014,350	8,014,350	812,930	8,827,280
	2,350,758	--	--	5,216,507	7,587,112	384,424	7,971,536
	--	--	--	33,907,395	33,907,395	--	33,907,395
	--	--	--	785,199	785,199	--	785,199
	--	--	--	10,483	10,483	--	10,483
	5,256,739	29,829,732	--	167,705,735	537,359,551	19,819,546	557,179,097

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED BALANCE SHEET
ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types				Proprietary
	General	Special Revenue	Debt Service	Capital Projects	Enterprise
LIABILITIES, EQUITY AND OTHER CREDITS (Continued)					
Equity and Other Credits:					
Investment in General Fixed Assets	$ --	$ --	$ --	$ --	$ --
Contributed Capital (Note 16)	--	--	--	--	152,896,957
Retained Earnings (Note 2):					
Reserved for Maintenance and Operations	--	--	--	--	2,856,770
Reserved for Revenue Bond Debt Service	--	--	--	--	18,682,096
Reserved for Passenger Facility Charges (Note 19)	--	--	--	--	3,853,228
Reserved for Airport Police	--	--	--	--	13,733
Unreserved	--	--	--	--	143,175,901
Fund Balances (Note 2):					
Reserved for Encumbrances	1,618,418	10,717,562	--	2,887,738	--
Reserved for Advance to Component Units	2,192	--	--	--	--
Reserved for Loans Receivable	80,000	5,447,713	--	--	--
Reserved for Petty Cash	5,800	1,683	--	--	--
Reserved for Inventory	570,710	--	--	--	--
Reserved for Debt Service - Principal	--	--	10,043,246	--	--
Reserved for Debt Service - Interest	--	--	10,498,445	--	--
Reserved for Employees' Pension Benefits	--	--	--	--	--
Reserved for Prepaid Items	--	--	--	--	--
Reserved for District Assistance	--	--	--	--	--
Reserved for Subsequent Years Expenditures	6,326,500	436,990	--	--	--
Unreserved:					
Designated for Unencumbered Appropriations	8,598,159	7,127,683	--	10,339,853	--
Designated for Insurance	15,186,563	--	--	--	--
Designated for Solid Waste Collection and Disposal	5,656,290	6,563,613	--	--	--
Designated for Special Purposes	115,982	--	--	--	--
Designated Gaming Revenues	5,140,827	--	--	--	--
Designated for Other Uses	--	--	--	--	--
Undesignated	8,322,945	26,458,270	--	796,691	--
Total Equity and Other Credits	51,624,386	56,753,514	20,541,691	14,024,282	321,478,685
Total Liabilities, Equity and Other Credits	$ 60,643,569	$ 72,045,978	$ 20,542,009	$ 15,608,393	$ 630,149,954

The accompanying notes are an integral part of this statement.

EXHIBIT A - 1
(Continued)

Fund Types			Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)		Totals (Memorandum Only)
Internal Service			Trust and Agency	General Fixed Assets	General Long-Term Debt	Primary Government	Component Units	Reporting Entity
$	--	$	--	$ 424,670,792	$ --	$ 424,670,792	$ 16,277,049	$ 440,947,841
	2,684,304		--	--	--	155,581,261	10,073,055	165,654,316
	--		--	--	--	2,856,770	--	2,856,770
	--		--	--	--	18,682,096	--	18,682,096
	--		--	--	--	3,853,228	--	3,853,228
	--		--	--	--	13,733	--	13,733
	6,369,358		--	--	--	149,545,259	(1,897,614)	147,647,645
	--		--	--	--	15,223,718	7,530	15,231,248
	--		--	--	--	2,192	--	2,192
	--		--	--	--	5,527,713	--	5,527,713
	--		--	--	--	7,483	--	7,483
	--		--	--	--	570,710	--	570,710
	--		--	--	--	10,043,246	--	10,043,246
	--		--	--	--	10,498,445	--	10,498,445
	--		599,358,282	--	--	599,358,282	1,691,927	601,050,209
	--		--	--	--	--	13,786	13,786
	--		--	--	--	--	486,712	486,712
	--		--	--	--	6,763,490	17,790	6,781,280
	--		--	--	--	26,065,695	29,136	26,094,831
	--		--	--	--	15,186,563	--	15,186,563
	--		--	--	--	12,219,903	--	12,219,903
	--		--	--	--	115,982	--	115,982
	--		--	--	--	5,140,827	--	5,140,827
	--		--	--	--	--	158,500	158,500
	--		--	--	--	35,577,906	7,741,307	43,319,213
	9,053,662		599,358,282	424,670,792	--	1,497,505,294	34,599,178	1,532,104,472
$	14,310,401	$	629,188,014	$ 424,670,792	$ 167,705,735	$ 2,034,864,845	$ 54,418,724	$ 2,089,283,569

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 1996

	Governmental Fund Types		
	General	Special Revenue	Debt Service
Revenues:			
Taxes	$ 147,305,845	$ 51,904,991	$ 14,624,664
Licenses and Permits	2,914,367	242,856	--
Intergovernmental Revenues	11,263,149	32,978,856	--
Charges for Services	14,154,692	15,405,177	--
Fines and Forfeits	1,529,699	401,876	--
Miscellaneous Revenues	12,685,627	3,955,927	1,003,853
Total Revenues	189,853,379	104,889,683	15,628,517
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	706,474	47,255	--
Capital Leases	255,462	--	--
Operating Transfers In (Note 12)	2,972,997	2,338,402	3,283,748
Operating Transfers From Primary Government (Note 12)	--	--	--
Total Other Financing Sources	3,934,933	2,385,657	3,283,748
Total Revenues and Other Financing Sources	193,788,312	107,275,340	18,912,265
Expenditures:			
Current:			
General Government	41,107,486	2,951,222	--
Public Safety	78,379,920	8,320,308	--
Transportation	20,088,917	25,600,770	--
Sanitation	10,120,664	6,108,797	--
Health and Welfare	1,398,596	3,568,193	--
Culture and Recreation	1,115,012	8,583,038	--
Conservation and Development	1,990,203	21,065,679	--
Capital Outlay	8,081,381	12,861,860	--
Debt Service:			
Principal Retirement	--	--	11,520,932
Interest and Fiscal Charges	--	--	8,836,000
Other Costs	--	--	47,226
Intergovernmental	62,443	--	--
Total Expenditures	162,344,622	89,059,867	20,404,158
Other Uses (Note 12):			
Operating Transfers Out	21,099,440	3,174,326	--
Operating Transfers To Component Units	9,422,872	1,194,939	--
Total Other Uses	30,522,312	4,369,265	--
Total Expenditures and Other Uses	192,866,934	93,429,132	20,404,158
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	921,378	13,846,208	(1,491,893)
Fund Balances, Beginning of Year as Previously Reported	50,880,993	43,159,308	21,855,599
Prior Year Adjustment (Note 15)	--	192,998	--
Fund Balances, Beginning of Year Restated	50,880,993	43,352,306	21,855,599
Residual Equity Transfer (Note 12)	(177,985)	(445,000)	177,985
Fund Balances, End of Year	$ 51,624,386	$ 56,753,514	$ 20,541,691

The accompanying notes are an integral part of this statement.

Capital Projects	Totals (Memorandum Only) Primary Government	Component Units	Totals (Memorandum Only) Reporting Entity
$ --	$ 213,835,500	$ 3,994,946	$ 217,830,446
--	3,157,223	47,647	3,204,870
--	44,242,005	7,357,345	51,599,350
--	29,559,869	7,129,956	36,689,825
--	1,931,575	2,279,106	4,210,681
950,020	18,595,427	1,906,868	20,502,295
950,020	311,321,599	22,715,868	334,037,467
--	753,729	120,010	873,739
--	255,462	--	255,462
10,686,640	19,281,787	--	19,281,787
--	--	8,468,984	8,468,984
10,686,640	20,290,978	8,588,994	28,879,972
11,636,660	331,612,577	31,304,862	362,917,439
--	44,058,708	25,637,742	69,696,450
--	86,700,228	3,331,036	90,031,264
--	45,689,687	--	45,689,687
--	16,229,461	--	16,229,461
--	4,966,789	--	4,966,789
--	9,698,050	--	9,698,050
--	23,055,882	--	23,055,882
13,049,330	33,992,571	830,527	34,823,098
--	11,520,932	--	11,520,932
--	8,836,000	--	8,836,000
--	47,226	497,274	544,500
--	62,443	--	62,443
13,049,330	284,857,977	30,296,579	315,154,556
29,761	24,303,527	--	24,303,527
--	10,617,811	--	10,617,811
29,761	34,921,338	--	34,921,338
13,079,091	319,779,315	30,296,579	350,075,894
(1,442,431)	11,833,262	1,008,283	12,841,545
15,466,713	131,362,613	7,453,087	138,815,700
--	192,998	(6,609)	186,389
15,466,713	131,555,611	7,446,478	139,002,089
--	(445,000)	--	(445,000)
$ 14,024,282	$ 142,943,873	$ 8,454,761	$ 151,398,634

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 1996

	General Fund		
	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes	$ 135,704,162	$ 147,305,845	$ 11,601,683
Licenses and Permits	2,651,850	2,914,367	262,517
Intergovernmental Revenues	9,275,846	11,263,149	1,987,303
Charges for Services	13,320,651	14,154,692	834,041
Fines and Forfeits	1,284,000	1,529,699	245,699
Miscellaneous Revenues	11,284,790	12,685,627	1,400,837
Total Revenues	173,521,299	189,853,379	16,332,080
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	628,232	706,474	78,242
Operating Transfers In	2,970,142	2,972,997	2,855
Total Other Financing Sources	3,598,374	3,679,471	81,097
Total Revenues and Other Financing Sources	177,119,673	193,532,850	16,413,177
Expenditures:			
Current:			
General Government	43,349,781	41,689,161	1,660,620
Public Safety	81,383,801	80,492,094	891,707
Transportation	21,005,816	20,052,644	953,172
Sanitation	10,181,098	10,120,664	60,434
Health and Welfare	1,420,326	1,398,596	21,730
Culture and Recreation	1,115,432	1,115,012	420
Conservation and Development	2,186,887	1,994,069	192,818
Capital Outlay	14,101,015	6,792,956	7,308,059
Debt Service:			
Principal Retirement	--	--	--
Interest and Fiscal Charges	--	--	--
Other Costs	--	--	--
Intergovernmental	62,770	62,443	327
Total Expenditures	174,806,926	163,717,639	11,089,287
Other Uses:			
Operating Transfers Out	19,320,464	19,044,122	276,342
Operating Transfers To Component Units	9,446,882	9,422,872	24,010
Total Other Uses	28,767,346	28,466,994	300,352
Total Expenditures and Other Uses	203,574,272	192,184,633	11,389,639
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(26,454,599)	1,348,217	27,802,816
Fund Balances, January 1	48,835,736	48,835,736	--
Prior Year Adjustment (Note 15)	--	--	--
Fund Balances, January 1 Restated	48,835,736	48,835,736	--
Residual Equity Transfer (Note 12)	(177,985)	(177,985)	--
Fund Balances, December 31	$ 22,203,152	$ 50,005,968	$ 27,802,816

The accompanying notes are an integral part of this statement.

Continued

Special Revenue Funds			Debt Service Funds		
Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
$ 48,718,122	$ 51,904,991	$ 3,186,869	$ 14,467,130	$ 14,624,664	$ 157,534
245,000	242,856	(2,144)	--	--	--
73,033,859	32,978,856	(40,055,003)	--	--	--
11,083,742	15,405,177	4,321,435	--	--	--
376,000	401,876	25,876	--	--	--
3,242,016	3,955,927	713,911	959,503	1,003,853	44,350
136,698,739	104,889,683	(31,809,056)	15,426,633	15,628,517	201,884
38,750	47,255	8,505	--	--	--
2,345,505	2,338,402	(7,103)	1,251,740	1,174,903	(76,837)
2,384,255	2,385,657	1,402	1,251,740	1,174,903	(76,837)
139,082,994	107,275,340	(31,807,654)	16,678,373	16,803,420	125,047
3,052,293	2,952,501	99,792	--	--	--
10,195,496	8,570,633	1,624,863	--	--	--
31,288,045	28,007,124	3,280,921	--	--	--
6,135,790	6,108,797	26,993	--	--	--
3,690,429	3,567,187	123,242	--	--	--
9,157,572	8,595,278	562,294	--	--	--
46,523,295	21,216,672	25,306,623	--	--	--
25,878,556	14,953,471	10,925,085	--	--	--
--	--	--	9,868,325	9,791,524	76,801
--	--	--	8,458,153	8,456,563	1,590
--	--	--	43,340	47,226	(3,886)
--	--	--	--	--	--
135,921,476	93,971,663	41,949,813	18,369,818	18,295,313	74,505
3,111,542	3,120,799	(9,257)	--	--	--
1,194,939	1,194,939	--	--	--	--
4,306,481	4,315,738	(9,257)	--	--	--
140,227,957	98,287,401	41,940,556	18,369,818	18,295,313	74,505
(1,144,963)	8,987,939	10,132,902	(1,691,445)	(1,491,893)	199,552
25,967,035	25,967,035	--	21,855,599	21,855,599	--
192,998	192,998	--	--	--	--
26,160,033	26,160,033	--	21,855,599	21,855,599	--
(445,000)	(445,000)	--	177,985	177,985	--
$ 24,570,070	$ 34,702,972	$ 10,132,902	$ 20,342,139	$ 20,541,691	$ 199,552

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT A - 3
(Continued)

	Totals (Memorandum Only)		
	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes	$ 198,889,414	$ 213,835,500	$ 14,946,086
Licenses and Permits	2,896,850	3,157,223	260,373
Intergovernmental Revenues	82,309,705	44,242,005	(38,067,700)
Charges for Services	24,404,393	29,559,869	5,155,476
Fines and Forfeits	1,660,000	1,931,575	271,575
Miscellaneous Revenues	15,486,309	17,645,407	2,159,098
Total Revenues	325,646,671	310,371,579	(15,275,092)
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	666,982	753,729	86,747
Operating Transfers In	6,567,387	6,486,302	(81,085)
Total Other Financing Sources	7,234,369	7,240,031	5,662
Total Revenues and Other Financing Sources	332,881,040	317,611,610	(15,269,430)
Expenditures:			
Current:			
General Government	46,402,074	44,641,662	1,760,412
Public Safety	91,579,297	89,062,727	2,516,570
Transportation	52,293,861	48,059,768	4,234,093
Sanitation	16,316,888	16,229,461	87,427
Health and Welfare	5,110,755	4,965,783	144,972
Culture and Recreation	10,273,004	9,710,290	562,714
Conservation and Development	48,710,182	23,210,741	25,499,441
Capital Outlay	39,979,571	21,746,427	18,233,144
Debt Service:			
Principal Retirement	9,868,325	9,791,524	76,801
Interest and Fiscal Charges	8,458,153	8,456,563	1,590
Other Costs	43,340	47,226	(3,886)
Intergovernmental	62,770	62,443	327
Total Expenditures	329,098,220	275,984,615	53,113,605
Other Uses:			
Operating Transfers Out	22,432,006	22,164,921	267,085
Operating Transfers To Component Units	10,641,821	10,617,811	24,010
Total Other Uses	33,073,827	32,782,732	291,095
Total Expenditures and Other Uses	362,172,047	308,767,347	53,404,700
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(29,291,007)	8,844,263	38,135,270
Fund Balances, January 1	96,658,370	96,658,370	--
Prior Year Adjustment (Note 15)	192,998	192,998	--
Fund Balances, January 1 Restated	96,851,368	96,851,368	--
Residual Equity Transfer (Note 12)	(445,000)	(445,000)	--
Fund Balances, December 31	$ 67,115,361	$ 105,250,631	$ 38,135,270

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS/FUND BALANCES
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED DECEMBER 31, 1996

	Enterprise	Internal Service	Totals (Memorandum Only) Primary Government
Operating Revenues:			
Charges for Services	$ 37,181,859	$ 11,541,839	$ 48,723,698
Miscellaneous Revenues	155,565	--	155,565
Employee Contributions	--	--	--
Employer Contributions	--	--	--
Dividends	--	--	--
Net Gains on Sales of Investments	--	--	--
Total Operating Revenues	37,337,424	11,541,839	48,879,263
Operating Expenses:			
Cost of Materials	--	3,955,720	3,955,720
Personal Services	12,186,654	1,302,324	13,488,978
Employee Benefits	2,714,970	291,169	3,006,139
Supplies	2,235,625	109,048	2,344,673
Contractual Services	18,257,870	2,406,132	20,664,002
Landfill Closure and Postclosure Care Expense	161,395	--	161,395
Depreciation	16,528,882	3,237,287	19,766,169
Bad Debts	169,222	--	169,222
Benefit Payments	--	--	--
Refunds and Withdrawals	--	--	--
Investment Management Fees	--	--	--
Administrative Expenses	110,078	--	110,078
Total Operating Expenses	52,364,696	11,301,680	63,666,376
Operating Income (Loss)	(15,027,272)	240,159	(14,787,113)
Non-Operating Revenues (Expenses):			
Taxes	26,136,337	--	26,136,337
Operating and Study Grants	44,868	--	44,868
Transportation, Planning, and Financing Studies	--	--	--
On-Behalf Payments for Salaries and Benefits	82,190	--	82,190
Passenger Facility Charges	1,270,762	--	1,270,762
Interest Earnings	7,724,632	174,691	7,899,323
Interest Expense	(13,873,240)	(286,912)	(14,160,152)
Bond Issuance Costs	(286,215)	--	(286,215)
Donations	26,453	--	26,453
Gain (Loss) on Disposition of Fixed Assets	50,394	902,914	953,308
Total Non-Operating Revenues (Expenses)	21,176,181	790,693	21,966,874
Net Income (Loss) Before Operating Transfers	6,148,909	1,030,852	7,179,761
Operating Transfers In (Note 12):			
General Fund	5,021,740	--	5,021,740
Operating Transfers From Primary Government (Note 12)	--	--	--
Net Income (Loss)	11,170,649	1,030,852	12,201,501

The accompanying notes are an integral part of this statement.

Continued

Component Unit Capital Transportation Corporation	Totals (Memorandum Only) Reporting Entity
$ 2,092,503	$ 50,816,201
78,439	234,004
71,497	71,497
71,497	71,497
105,381	105,381
2,815	2,815
2,422,132	51,301,395
--	3,955,720
3,033,299	16,522,277
--	3,006,139
637,392	2,982,065
1,170,714	21,834,716
--	161,395
438,968	20,205,137
--	169,222
28,923	28,923
6,168	6,168
4,431	4,431
16,832	126,910
5,336,727	69,003,103
(2,914,595)	(17,701,708)
179,758	26,316,095
807,869	852,737
(225,195)	(225,195)
--	82,190
--	1,270,762
35,188	7,934,511
--	(14,160,152)
--	(286,215)
--	26,453
3,510	956,818
801,130	22,768,004
(2,113,465)	5,066,296
--	5,021,740
2,148,827	2,148,827
35,362	12,236,863

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS/FUND BALANCES
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED DECEMBER 31, 1996

	Enterprise	Internal Service	Totals (Memorandum Only) Primary Government
Depreciation on Fixed Assets Acquired with Externally-Restricted Capital Contributions	$ 2,403,162	$ --	$ 2,403,162
Income (Loss) Transferred to Retained Earnings	13,573,811	1,030,852	14,604,663
Retained Earnings/Fund Balances, January 1	155,007,917	5,338,506	160,346,423
Retained Earnings/Fund Balances, December 31	$ 168,581,728	$ 6,369,358	$ 174,951,086

The accompanying notes are an integral part of this statement.

Component Unit Capital Transportation Corporation	Totals (Memorandum Only) Reporting Entity
$ 330,187	$ 2,733,349
365,549	14,970,212
(571,236)	159,775,187
$ (205,687)	$ 174,745,399

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF CHANGES IN PLAN NET ASSETS
EMPLOYEES' RETIREMENT SYSTEM PENSION TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 1996

	Totals Year Ended December 31, 1996
Additions:	
Contributions:	
Employee	$ 9,033,167
Employer	16,219,697
Total Contributions	25,252,864
Investment Income:	
Net Appreciation (Depreciation) in Fair Value of Investments	35,437,680
Interest	17,508,876
Dividends	3,247,598
Real Estate Operating Income, Net	1,891,360
Total Investment Income	58,085,514
Less: Investment Expense	1,922,578
Net Investment Income	56,162,936
Total Additions	81,415,800
Deductions:	
Benefit Payments	30,666,429
Refunds and Withdrawals	1,815,573
Administrative Expenses	822,741
Depreciation Expense	54,734
Total Deductions	33,359,477
Net Increase	48,056,323
Fund Balance Reserved for Employees' Pension Benefits: Beginning of Year	551,301,959
End of Year	$ 599,358,282

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED DECEMBER 31, 1996

	Proprietary Fund Types		Totals (Memorandum Only) Primary Government
	Enterprise	Internal Service	
Cash Flows From Operating Activities:			
Cash Received From Customers	$ 36,811,997	$ 11,544,230	$ 48,356,227
Cash Payments to Suppliers for Goods and Services	(20,375,929)	(6,733,730)	(27,109,659)
Cash Payments to Employees for Services and Benefits	(14,722,008)	(1,568,817)	(16,290,825)
Other Operating Revenues	62,398	--	62,398
Net Cash Provided by (Used for) Operating Activities	1,776,458	3,241,683	5,018,141
Cash Flows From Noncapital Financing Activities:			
Cash Received From General Property Taxes	3,186	--	3,186
Cash Received From General Sales and Use Taxes	25,979,973	--	25,979,973
Donations From Recycling Awareness	26,453	--	26,453
Operating Grants Received	151,271	--	151,271
Transportation Planning and Financing Studies - Net	--	--	--
On-Behalf Payments for Salaries and Benefits	82,190	--	82,190
Operating Transfers In From Other Funds	5,021,740	--	5,021,740
Operating Transfers From Primary Government	--	--	--
Interest Paid on Short-term Interfund Loans	(154,662)	--	(154,662)
Loans To Other Funds	(5,976,045)	--	(5,976,045)
Loans From Other Funds	2,996,089	--	2,996,089
Loans To Component Units	(3,205)	--	(3,205)
Repayment of Loans To Other Funds	5,725,458	--	5,725,458
Repayment of Loans From Other Funds	(2,650,429)	--	(2,650,429)
Net Cash Provided by (Used for) Noncapital Financing Activities	31,202,019	--	31,202,019
Cash Flows From Capital and Related Financing Activities:			
Proceeds From Sale of Debt	65,012,320	--	65,012,320
Proceeds From Capital Grants	118,065	--	118,065
Proceeds From Sale of Capital Assets	185,345	1,043,611	1,228,956
Passenger Facility Charges	1,321,026	--	1,321,026
Acquisition and Construction of Capital Assets	(56,293,684)	(2,599,000)	(58,892,684)
Principal Paid on Bonds, Obligations and Capital Leases	(10,230,576)	(2,427,271)	(12,657,847)
Interest Paid on Bonds, Obligations and Capital Leases	(18,061,836)	(286,912)	(18,348,748)
Payment made to Refunding Bonds Escrow Agent	(38,527,362)	--	(38,527,362)
Capital Contributed by the Government	--	404,750	404,750
Capital Contributed by Primary Government	--	--	--
Capital Contributed by Other Governments	591,295	--	591,295
Capital Contributed from Impact Fees	1,157,915	--	1,157,915
Net Cash Provided by (Used for) Capital and Related Financing Activities	(54,727,492)	(3,864,822)	(58,592,314)
Cash Flows From Investing Activities:			
Purchase of Investments	(83,081,205)	--	(83,081,205)
Proceeds From Sales and Maturities of Investments	123,255,198	--	123,255,198
Interest Received on Investments	8,554,488	168,156	8,722,644
Net Cash Provided by (Used for) Investing Activities	48,728,481	168,156	48,896,637

The accompanying notes are an integral part of this statement.

Continued

Component Unit Capital Transportation Corporation	Totals (Memorandum Only) Reporting Entity
$ 2,099,501	$ 50,455,728
(1,904,743)	(29,014,402)
(2,989,252)	(19,280,077)
81,247	143,645
(2,713,247)	2,304,894
--	3,186
49,759	26,029,732
--	26,453
593,692	744,963
(24,476)	(24,476)
--	82,190
--	5,021,740
2,369,226	2,369,226
--	(154,662)
--	(5,976,045)
--	2,996,089
--	(3,205)
--	5,725,458
--	(2,650,429)
2,988,201	34,190,220
--	65,012,320
--	118,065
--	1,228,956
--	1,321,026
(3,717,731)	(62,610,415)
--	(12,657,847)
--	(18,348,748)
--	(38,527,362)
--	404,750
446,038	446,038
3,462,101	4,053,396
--	1,157,915
190,408	(58,401,906)
--	(83,081,205)
--	123,255,198
35,188	8,757,832
35,188	48,931,825

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED STATEMENT OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED DECEMBER 31, 1996

	Proprietary Fund Types		Totals (Memorandum Only) Primary Government
	Enterprise	Internal Service	
Net Increase (Decrease) in Cash and Cash Equivalents (Note 1)	$ 26,979,466	$ (454,983)	$ 26,524,483
Cash and Cash Equivalents, January 1	24,271,153	4,476,783	28,747,936
Cash and Cash Equivalents, December 31	51,250,619	4,021,800	55,272,419
Cash and Cash Equivalents from Fiduciary Fund Type included in Combined Balance Sheet	--	--	--
Adjusted Cash and Cash Equivalents, December 31	$ 51,250,619	$ 4,021,800	$ 55,272,419
Reconciliation of Operating Income to Net Cash Provided by (Used for) Operating Activities:			
Operating Income (Loss)	$ (15,027,272)	$ 240,159	$ (14,787,113)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation	16,528,882	3,237,287	19,766,169
Landfill Closure and Postclosure Care Expense	161,395	--	161,395
Increase (Decrease) in Compensated Absences Payable	35,261	14,178	49,439
Change in Assets and Liabilities:			
Decrease (Increase) in Accounts Receivable	(481,758)	2,391	(479,367)
Decrease (Increase) in Due From Other Governments	500	--	500
Decrease (Increase) in Prepaid Items	(11,906)	--	(11,906)
Decrease (Increase) in Inventory	--	4,343	4,343
Increase (Decrease) in Accounts and Contracts Payable	238,394	(267,173)	(28,779)
Increase (Decrease) in Accrued Salaries Payable	145,002	10,498	155,500
Increase (Decrease) in Deferred Revenue	187,996	--	187,996
Increase (Decrease) in Other Liabilities	(36)	--	(36)
Total Adjustments	16,803,730	3,001,524	19,805,254
Net Cash Provided By (Used for) Operating Activities	$ 1,776,458	$ 3,241,683	$ 5,018,141

The accompanying notes are an integral part of this statement.

Component Unit Capital Transportation Corporation	Totals (Memorandum Only) Reporting Entity
$ 500,550	$ 27,025,033
1,332,116	30,080,052
1,832,666	57,105,085
11,791	11,791
$ 1,844,457	$ 57,116,876
$ (3,115,870)	$ (17,902,983)
438,968	20,205,137
--	161,395
19,316	68,755
3,141	(476,226)
--	500
476	(11,430)
3,024	7,367
(13,499)	(42,278)
24,731	180,231
67,625	255,621
(141,159)	(141,195)
402,623	20,207,877
$ (2,713,247)	$ 2,304,894

Noncash Investing, Capital, and Financing Activities

Enterprise Funds:
The Greater Baton Rouge Airport District acquired $37,121 of equipment through capital lease agreements. In 1996, $5,272 of principal and $870 of interest was paid on lease obligations and is reflected as a cash outflow for capital and related financing activities on the Combining Statement of Cash Flows.

Internal Service Funds:
The Fleet Rental and Replacement Fund acquired $2,740,607 of equipment through capital lease agreements. In 1996, $2,427,271 of principal and $286,912 of interest was paid on lease obligations and is reflected as a cash outflow for capital and related financing activities on the Combining Statement of Cash Flows.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types		
	District Attorney of the Nineteenth Judicial District	Nineteenth Judicial District Court (2)	E.B.R. Parish Family Court
ASSETS AND OTHER DEBITS			
Assets:			
Current Assets:			
Cash and Cash Equivalents	$ 1,830,077	$ 812,534	$ 119,900
Investments	--	--	--
Investment in Deferred Compensation (Note 8)	--	115,690	--
Property Taxes Receivable-Net (Note 4)	--	--	--
Accounts Receivable	--	54,345	--
Accrued Interest Receivable	--	--	1,128
Other Receivables	66,769	--	--
Due From Other Governments	93,744	156,909	2,938
Due From Primary Government (Note 11)	--	--	--
Prepaid Expenses	--	--	--
Inventory	--	--	--
Other Assets	--	--	--
Restricted Assets:			
Cash and Cash Equivalents	--	--	--
Due From Other Governments	--	--	--
Fixed Assets:			
Land	--	--	--
Buildings	--	--	--
Equipment	1,177,451	1,564,434	81,472
Equipment Under Capital Leases	--	--	--
Construction Work-In-Progress	--	--	--
Accumulated Depreciation	--	--	--
Other Debits:			
Amount to be Provided for Retirement of Long-Term Debt	--	448,259	--
Total Assets and Other Debits	$ 3,168,041	$ 3,152,171	$ 205,438

(1) As of December 31, 1995
(2) As of June 30, 1996

The accompanying notes are an integral part of this statement.

Continued

	Governmental Fund Types					
E.B.R. Parish Juvenile Court	Nineteenth Judicial District Indigent Defender Board	E.B.R. Parish Assessor (1)	E.B.R. Parish Clerk of Court (2)	Capital Region Planning Commission (2)	St. George Fire Protection District
$ 72,816	$ 555,763	$ 1,118,623	$ 4,625,651	$ 139,458	$ 26,279
--	--	400,000	7,910,690	224,965	--
--	--	--	45,380	499,915	--
--	--	--	--	--	613,822
--	172,954	--	966,651	--	--
--	--	--	--	3,234	--
460	--	--	129,794	994	84,566
190	--	--	--	141,777	378,834
--	92,633	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	13,785	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	65,906
--	--	--	--	--	962,521
10,143	167,820	545,049	2,629,241	204,005	2,524,811
--	--	--	23,533	--	388,795
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	226,988	--	1,227,637
$ 83,609	$ 1,002,955	$ 2,063,672	$ 16,557,928	$ 1,214,348	$ 6,273,171

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types		
	Brownsfield Fire Protection District	Central Fire Protection District	E.B.R. Parish Fire Protection District No. 6
ASSETS AND OTHER DEBITS			
Assets:			
Current Assets:			
Cash and Cash Equivalents	$ 58,020	$ 155,006	$ 130,200
Investments	--	--	--
Investment in Deferred Compensation (Note 8)	--	--	--
Property Taxes Receivable-Net (Note 4)	54,814	206,322	107,970
Accounts Receivable	--	70,575	43,554
Accrued Interest Receivable	680	35	--
Other Receivables	--	--	875
Due From Other Governments	79,705	148,988	136,874
Due From Primary Government (Note 11)	--	--	--
Prepaid Expenses	--	--	--
Inventory	--	--	--
Other Assets	--	--	--
Restricted Assets:			
Cash and Cash Equivalents	--	--	--
Due From Other Governments	--	--	--
Fixed Assets:			
Land	18,592	165,018	33,000
Buildings	59,323	699,816	250,579
Equipment	287,211	721,446	457,155
Equipment Under Capital Leases	--	480,847	109,281
Construction Work-In-Progress	--	--	--
Accumulated Depreciation	--	--	--
Other Debits:			
Amount to be Provided for Retirement of Long-Term Debt	--	204,133	76,014
Total Assets and Other Debits	$ 558,345	$ 2,852,186	$ 1,345,502

The accompanying notes are an integral part of this statement.

Continued

EXHIBIT A - 7
(Continued)

Governmental Fund Types				Proprietary Fund Type	
Eastside Fire Protection District	Pride Fire Protection District	Chaneyville Fire Protection District	Alsen-St. Irma Lee Fire Protection District	Capital Transportation Corporation	Totals
$ 171,837	$ 62,954	$ 11,445	$ --	$ 834,831	$ 10,725,394
--	--	--	--	1,680,136	10,215,791
--	--	--	--	--	660,985
163,438	--	--	79,306	--	1,225,672
--	--	--	--	55,464	1,363,543
--	635	140	9	--	5,861
--	--	--	--	--	283,458
112,613	--	--	2,423	180,231	1,435,226
--	--	--	--	9,702	102,335
--	--	--	--	16,003	16,003
--	--	--	--	183,327	183,327
--	--	--	--	--	13,785
--	--	--	--	1,009,626	1,009,626
--	--	--	--	566,938	566,938
151,360	15,000	--	9,000	378,307	836,183
1,059,711	--	109,334	256,496	2,112,136	5,509,916
639,797	104,368	143,500	78,229	5,487,152	16,823,284
82,805	--	--	--	--	1,085,261
--	--	--	--	4,625,821	4,625,821
--	--	--	--	(5,160,132)	(5,160,132)
707,416	--	--	--	--	2,890,447
$ 3,088,977	$ 182,957	$ 264,419	$ 425,463	$ 11,979,542	$ 54,418,724

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types		
	District Attorney of the Nineteenth Judicial District	Nineteenth Judicial District Court (2)	E.B.R. Parish Family Court
LIABILITIES, EQUITY, AND OTHER CREDITS			
Liabilities:			
Current Liabilities:			
Accounts and Contracts Payable	$ 51,780	$ 23,331	$ 3,720
Due to Other Governments	--	--	--
Due to Primary Government (Note 11)	54,865	--	--
Accrued Salaries Payable	--	--	--
Deferred Revenue	--	--	--
Deposits and Escrow Accounts	--	115,690	--
Compensated Absences Payable	57,315	49,807	--
Other Liabilities	100,768	--	--
Liabilities Payable From Restricted Assets	--	--	--
Long-Term Liabilities (Note 10):			
Advance From Primary Government (Note 11)	--	--	--
Bonds and Notes Payable	--	--	--
Compensated Absences Payable	--	448,259	--
Obligation Under Capital Leases (Note 14)	--	--	--
Total Liabilities	264,728	637,087	3,720
Equity and Other Credits (Note 2):			
Investment in General Fixed Assets	1,177,451	1,564,434	81,472
Contributed Capital:			
Federal Government	--	--	--
Retirement of Federal Government Contribution	--	--	--
Primary Government	--	--	--
Retained Earnings:			
Unreserved	--	--	--
Fund Balances:			
Reserved for Encumbrances	--	--	--
Reserved for Employees' Pension Benefits	--	--	--
Reserved for Prepaid Expense	--	--	--
Reserved for District Assistance	--	--	--
Reserved for Subsequent Years Expenditures	--	--	--
Unreserved:			
Designated for Unencumbered Appropriations	--	--	--
Designated for Other Uses	--	--	--
Undesignated	1,725,862	950,650	120,246
Total Equity and Other Credits	2,903,313	2,515,084	201,718
Total Liabilities, Equity, and Other Credits	$ 3,168,041	$ 3,152,171	$ 205,438

(1) As of December 31, 1995
(2) As of June 30, 1996

The accompanying notes are an integral part of this statement.

Continued

Governmental Fund Types					
E.B.R. Parish Juvenile Court	Nineteenth Judicial District Indigent Defender Board	E.B.R. Parish Assessor (1)	E.B.R. Parish Clerk of Court (2)	Capital Region Planning Commission (2)	St. George Fire Protection District
$ 7,297	$ 122,998	$ 1,674	$ 219,535	$ 55,312	$ 50,761
--	--	--	--	624	--
--	--	--	--	--	--
--	926	--	12,163	--	--
--	--	--	--	14,888	--
--	--	--	13,213,553	499,915	--
--	--	--	--	39,826	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	1,015,592
--	--	--	222,669	--	64,028
--	--	--	4,319	--	148,017
7,297	123,924	1,674	13,672,239	610,565	1,278,398
10,143	167,820	545,049	2,652,774	204,005	3,942,033
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	13,786	--	--	--	--
--	486,712	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
66,169	210,713	1,516,949	232,915	399,778	1,052,740
76,312	879,031	2,061,998	2,885,689	603,783	4,994,773
$ 83,609	$ 1,002,955	$ 2,063,672	$ 16,557,928	$ 1,214,348	$ 6,273,171

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
ALL DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1996

	Governmental Fund Types		
	Brownsfield Fire Protection District	Central Fire Protection District	E.B.R. Parish Fire Protection District No. 6
LIABILITIES, EQUITY, AND OTHER CREDITS			
Liabilities:			
Current Liabilities:			
Accounts and Contracts Payable	$ 8,426	$ 57,854	$ 11,744
Due to Other Governments	--	--	--
Due to Primary Government (Note 11)	--	--	--
Accrued Salaries Payable	--	14,076	--
Deferred Revenue	--	--	--
Deposits and Escrow Accounts	--	--	--
Compensated Absences Payable	--	--	--
Other Liabilities	--	--	--
Liabilities Payable From Restricted Assets	--	--	--
Long-Term Liabilities (Note 10):			
Advance From Primary Government (Note 11)	--	--	--
Bonds and Notes Payable	--	--	--
Compensated Absences Payable	--	30,899	45,478
Obligation Under Capital Leases (Note 14)	--	173,233	30,536
Total Liabilities	8,426	276,062	87,758
Equity and Other Credits (Note 2):			
Investment in General Fixed Assets	365,126	2,067,127	850,015
Contributed Capital:			
Federal Government	--	--	--
Retirement of Federal Government Contribution	--	--	--
Primary Government	--	--	--
Retained Earnings:			
Unreserved	--	--	--
Fund Balances:			
Reserved for Encumbrances	6,750	--	--
Reserved for Employees' Pension Benefits	--	--	--
Reserved for Prepaid Expense	--	--	--
Reserved for District Assistance	--	--	--
Reserved for Subsequent Years Expenditures	17,790	--	--
Unreserved:			
Designated for Unencumbered Appropriations	21,556	--	--
Designated for Other Uses	--	158,500	--
Undesignated	138,697	350,497	407,729
Total Equity and Other Credits	549,919	2,576,124	1,257,744
Total Liabilities, Equity, and Other Credits	$ 558,345	$ 2,852,186	$ 1,345,502

The accompanying notes are an integral part of this statement.

Governmental Fund Types				Proprietary Fund Type	
Eastside Fire Protection District	Pride Fire Protection District	Chaneyville Fire Protection District	Alsen-St. Irma Lee Fire Protection District	Capital Transportation Corporation	Totals
$ 8,545	$ 2,593	$ 2,962	$ 2,561	$ 116,560	$ 747,653
--	--	--	--	--	624
--	--	--	3,205	--	58,070
8,212	--	--	--	59,968	95,345
--	--	--	--	100,343	115,231
--	--	--	--	--	13,829,158
--	--	--	--	399,366	546,314
--	--	--	--	32,117	132,885
--	--	--	--	1,401,628	1,401,628
--	--	--	--	2,192	2,192
677,500	--	--	--	--	1,693,092
1,597	--	--	--	--	812,930
28,319	--	--	--	--	384,424
724,173	2,593	2,962	5,766	2,112,174	19,819,546
1,933,673	119,368	252,834	343,725	--	16,277,049
--	--	--	--	11,074,277	11,074,277
--	--	--	--	(4,517,733)	(4,517,733)
--	--	--	--	3,516,511	3,516,511
--	--	--	--	(1,897,614)	(1,897,614)
--	780	--	--	--	7,530
--	--	--	--	1,691,927	1,691,927
--	--	--	--	--	13,786
--	--	--	--	--	486,712
--	--	--	--	--	17,790
--	3,580	4,000	--	--	29,136
--	--	--	--	--	158,500
431,131	56,636	4,623	75,972	--	7,741,307
2,364,804	180,364	261,457	419,697	9,867,368	34,599,178
$ 3,088,977	$ 182,957	$ 264,419	$ 425,463	$ 11,979,542	$ 54,418,724

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - COMPONENT UNITS
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 1996

	District Attorney of the Nineteenth Judicial District	Nineteenth Judicial District Court (2)	E.B.R Parish Family Court
Revenues:			
Taxes	$ --	$ --	$ --
Licenses and Permits	--	--	--
Intergovernmental Revenues	1,985,984	3,177,649	407,128
Charges for Services	--	124,187	88,007
Fines and Forfeits	339,943	--	--
Miscellaneous Revenues	562,787	40,970	4,671
Total Revenues	2,888,714	3,342,806	499,806
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	--	--	--
Operating Transfers From Primary Government (Note 12)	2,840,630	3,276,500	302,796
Total Other Financing Sources	2,840,630	3,276,500	302,796
Total Revenues and Other Financing Sources	5,729,344	6,619,306	802,602
Expenditures:			
Current:			
General Government	5,686,011	6,407,240	749,739
Public Safety	--	--	--
Capital Outlay	53,292	32,560	16,293
Debt Service	--	--	--
Total Expenditures	5,739,303	6,439,800	766,032
Excess of Revenues and Other Sources Over (Under) Expenditures	(9,959)	179,506	36,570
Fund Balances, Beginning of Year as Previously Reported	1,735,821	771,144	83,676
Prior Year Adjustment (Note 15)	--	--	--
Fund Balances, Beginning of Year Restated	1,735,821	771,144	83,676
Fund Balances, End of Year	$1,725,862	$ 950,650	$120,246

(1) As of December 31, 1995
(2) As of June 30, 1996

The accompanying notes are an integral part of this statement.

Continued

E.B.R. Parish Juvenile Court	Nineteenth Judicial District Indigent Defender Board	E.B.R. Parish Assessor (1)	E.B.R. Parish Clerk of Court (2)	Capital Region Planning Commission (2)	St. George Fire Protection District
$ --	$ --	$1,909,743	$ --	$ --	$ 994,241
--	--	--	47,647	--	--
214,922	324,399	--	--	663,069	217,645
65,909	--	64,944	5,259,138	77,409	647,049
--	1,939,163	--	--	--	--
659	19,404	75,001	1,043,873	65,901	17,890
281,490	2,282,966	2,049,688	6,350,658	806,379	1,876,825
--	--	--	--	1,575	118,100
514,473	115,432	--	1,024,081	--	105,000
514,473	115,432	--	1,024,081	1,575	223,100
795,963	2,398,398	2,049,688	7,374,739	807,954	2,099,925
759,961	2,276,332	1,963,345	7,035,589	747,925	--
--	--	--	--	--	1,728,110
--	55,811	4,711	99,989	43,060	160,808
--	--	--	29,999	--	221,660
759,961	2,332,143	1,968,056	7,165,577	790,985	2,110,578
36,002	66,255	81,632	209,162	16,969	(10,653)
30,167	644,956	1,435,317	23,753	382,809	1,063,393
--	--	--	--	--	--
30,167	644,956	1,435,317	23,753	382,809	1,063,393
$ 66,169	$ 711,211	$1,516,949	$ 232,915	$399,778	$1,052,740

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - COMPONENT UNITS
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 1996

	Brownsfield Fire Protection District	Central Fire Protection District	E.B.R Parish Fire Protection District No. 6
Revenues:			
Taxes	$132,358	$ 353,760	$223,460
Licenses and Permits	--	--	--
Intergovernmental Revenues	88,375	162,289	98,890
Charges for Services	78,157	378,084	128,680
Fines and Forfeits	--	--	--
Miscellaneous Revenues	4,723	12,953	14,302
Total Revenues	303,613	907,086	465,332
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	--	335	--
Operating Transfers From Primary Government (Note 12)	39,000	83,730	43,000
Total Other Financing Sources	39,000	84,065	43,000
Total Revenues and Other Financing Sources	342,613	991,151	508,332
Expenditures:			
Current:			
General Government	--	--	11,600
Public Safety	238,101	538,232	375,265
Capital Outlay	27,411	248,502	30,815
Debt Service	--	127,155	17,108
Total Expenditures	265,512	913,889	434,788
Excess of Revenues and Other Sources Over (Under) Expenditures	77,101	77,262	73,544
Fund Balances, Beginning of Year as Previously Reported	107,692	438,344	334,185
Prior Year Adjustment (Note 15)	--	(6,609)	--
Fund Balances, Beginning of Year Restated	107,692	431,735	334,185
Fund Balances, End of Year	$184,793	$ 508,997	$407,729

The accompanying notes are an integral part of this statement.

NOTE 1 - Summary of Significant Accounting Policies

a. Financial Reporting Entity

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

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

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

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

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

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

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

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

Blended Component Units

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

NOTE 1 - Summary of Significant Accounting Policies (Continued)

a. Financial Reporting Entity (Continued)

Discrete Component Units

Capital Transportation Corporation (CTC) - CTC is a corporation created by and for the benefit of the Parish to provide urban mass transportation services. Any property acquired by the corporation is for the use and benefit of the City-Parish. The Metropolitan Council exercises oversight over CTC by approving fare changes and operating subsidies. Operating subsidies are provided through a federal grant passed through City-Parish and by local matching funds. CTC's financial statements for the period ended December 31, 1996 are included as a discrete presentation in the General Purpose Financial Statements.

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

District Attorney of the Nineteenth Judicial District (for the period ended December 31, 1996)
Nineteenth Judicial District Court (for the period ended June 30, 1996)
E.B.R. Parish Family Court (for the period ended December 31, 1996)
E.B.R. Parish Juvenile Court (for the period ended December 31, 1996)
Nineteenth Judicial District Indigent Defender Board (for the period ended December 31, 1996)

Financial statements for the following two agencies are also reported in the component units columns of the General Purpose Financial Statements:

East Baton Rouge Parish Assessor (for the period ended December 31, 1995)
East Baton Rouge Parish Clerk of Court (for the period ended June 30, 1996)

Both agencies are fiscally dependent on the primary government since they cannot legally issue debt. The City-Parish is statutorily required to provide all capital facilities for these constitutionally defined elected officials and has issued debt on behalf of the Clerk.

Capital Region Planning Commission - The Capital Region Planning Commission is a private non-profit government agency that administers federal funding from the U.S. Department of Transportation. A majority of the commissioners are appointed by the City-Parish governing authority. The Metropolitan Council also approves grant budgets and pass-through funding to the Commission. The Commission's financial statements for the year ended June 30, 1996 are included in the discrete component unit columns of the General Purpose Financial Statements.

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

NOTE 1 - Summary of Significant Accounting Policies (Continued)

a. Financial Reporting Entity (Continued)

Discrete Component Units (Continued)

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

District Attorney Doug Moreau
222 St. Louis Street, Fifth Floor
Baton Rouge, LA 70802

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

East Baton Rouge Parish Family Court
Cheryl Sanchez and Julie Ray,
Judicial Co-Administrators
222 St. Louis Street, Seventh Floor
Baton Rouge, LA 70802

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

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

East Baton Rouge Parish Assessor
Frank Granger
222 St. Louis Street, First Floor
Baton Rouge, LA 70802

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

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

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

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

Brownsfield Fire Protection District
Chaneyville Fire Protection District
Pride Fire Protection District
Alsen-St. Irma Lee Fire Protection District
c/o Brian Mayers, Council Administrator
P.O. Box 1471
Baton Rouge, LA 70821-1471

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

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

Capital Transportation Corporation
Michael McCleary, Director
1111 Seneca Street
Baton Rouge, LA 70805

NOTE 1 - Summary of Significant Accounting Policies (Continued)

a. Financial Reporting Entity (Continued)

Related Organizations

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

Baton Rouge Recreation and Park Commission
(BREC)
Mike Proctor, Finance Director
P.O. Box 15887
Baton Rouge, LA 70895

East Baton Rouge Housing Authority
Office of the Executive Director
4546 North Street
Baton Rouge, LA 70806

Gas Utility Service District
S.M. Laurent, President
10633 Zachary-Deerford Road
Zachary, LA 70791-9304

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

Hospital Service District No. 1
Charles Massey
Lane Memorial Hospital
6300 Main Street
Zachary, LA 70791

Industrial Development Board
(No Financial Transactions)

East Baton Rouge Mortgage Finance Authority
Sidney Longwell, Jr., Chairman
8555 United Plaza Boulevard
Suite 207, Four United Plaza
Baton Rouge, LA 70809-2251

b. Basis of Presentation

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

NOTE 1 - Summary of Significant Accounting Policies (Continued)

b. Basis of Presentation (Continued)

Governmental Funds:

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

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.

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.

Capital Projects Funds -- Capital Projects Funds are used to account for financial resources used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds).

Proprietary Funds:

Enterprise Funds -- Enterprise Funds are used to account for operations: (a) that are financed and operated similar to private business enterprises--where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Internal Service Funds -- Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City-Parish, or to other governments, on a cost-reimbursement basis.

Proprietary Funds are reported in accordance with GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and other Governmental Entities that use Proprietary Fund Accounting*. This standard requires that all applicable GASB pronouncements, Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARBs) issued on or before November 30, 1989 be applied to proprietary activities unless they (FASB Statements and Interpretations, APB Opinions, and ARBs) conflict with or contradict GASB pronouncements.

GASB Statement No. 20 also states that for proprietary activities, management may elect to apply all FASB Statements and Interpretations issued after November 30, 1989, except for those that conflict with or contradict GASB pronouncements. Proprietary activities under the control of the primary government (City-Parish) will not elect to apply FASB Statements and Interpretations issued after November 30, 1989, unless they are adopted by GASB.

NOTE 1 - Summary of Significant Accounting Policies (Continued)

b. Basis of Presentation (Continued)

Fiduciary Funds:

Trust Funds -- The Employees' Retirement System Pension Trust Fund is used to account for the accumulation of contributions for a defined-benefit cost-sharing multiple-employer pension plan to provide retirement benefits to qualified employees.

Agency Funds -- Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

All discrete component units are presented in the general purpose financial statements on a combined basis for each individual component unit, combining governmental fund types, proprietary fund types, fiduciary fund types, the General Long-Term Debt Account Group, and the General Fixed Assets Account Group for each individual component unit.

c. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds, including General, Special Revenue, Debt Service, and Capital Projects 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.

All proprietary funds and pension trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (net total assets) is segregated into contributed capital and retained earnings components. Operating statements for proprietary fund types present increases (revenues) and decreases (expenses) in net total assets.

Governmental funds and agency funds are maintained on the modified accrual basis of accounting. Governmental fund revenues are recognized in the accounting period in which they become available and measurable. Property taxes are considered measurable in the calendar year of the tax levy. Sales taxes and gross receipt business taxes are recognized in accordance with GASB Statement No. 22, *Accounting for Taxpayer Assessed Tax Revenues in Governmental Funds*. Sales taxes and gross receipts business taxes are considered "measurable" when received by the Finance Department-Revenue Division of the City-Parish within the current period or soon enough thereafter to be used to pay liabilities of the current period. 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. Revenues from State and Federal grants are recognized when the reimbursable expenditures have been incurred. Licenses and Permits, Fines and Forfeits, and Miscellaneous Revenues (except investment earnings) are recorded as revenues when received in cash. Charges for Services and investment earnings are recorded as earned since they are measurable and available. 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, and compensated absences are recorded as expenditures when paid with expendable available financial resources.

NOTE 1 - Summary of Significant Accounting Policies (Continued)

c. Basis of Accounting (Continued)

Proprietary funds are maintained on the accrual basis of accounting wherein revenues are recognized in the accounting period in which they are earned and become measurable, and expenses are recognized in the period incurred, if measurable.

d. Budget Policies and Budgetary Accounting

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

1. The Finance Department compiles for the Mayor-President estimates of revenues and requests for appropriations of the annual budget.

2. No later than November 5, the Mayor-President's budget is submitted to the Metropolitan Council for possible revision and adoption.

3. The Council conducts public hearings on the budget, which must be adopted by December 15, to become effective January 1.

4. In no event shall the total appropriations exceed total anticipated revenues taking into account the estimated surplus or deficit at the end of the current fiscal year.

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

Annual operating budgets are adopted for the following governmental funds: General, Special Revenue, and Debt Service. All annual appropriations normally lapse at fiscal year-end. Exceptions are explained below.

Budgets of the General, Special Revenue, and Debt Service Funds are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP), except for the following deviations: (1) On the budget basis, encumbrances are considered expendable from current appropriations and are reported as expenditures in order to reserve appropriations. (2) Capital lease payments are recorded as departmental expenditures on the budget basis while on the GAAP basis, they are reported as debt service expenditures. Capital leases, on the GAAP basis, represent acquisitions of general fixed assets with the value of the assets reported as departmental expenditures and other financing sources. (3) Housing and Urban Development (HUD) loans to program recipients are reported as expenditures on the budget basis to facilitate reporting in accordance with federal regulations. The loans are recorded as "loans receivable" on the GAAP basis with a corresponding reservation of fund balance.

In accordance with The Plan of Government, appropriations, in addition to those contained in any current expenditure budget, shall be made only on the recommendation of the Mayor-President, and only if the Director of Finance certifies that there is available an unappropriated cash surplus sufficient to meet such appropriations. Appropriations at year-end normally lapse, except for those projects of a continuing nature which remain open until the projects are completed or abandoned and are shown on the Balance Sheet as Fund Balance-Designated for Unencumbered Appropriations. Such appropriations for continuing projects carried forward from 1995 to 1996 totaled $5,682,989 for the General Fund. The level of budget control is at the fund, department or project

NOTE 1 - Summary of Significant Accounting Policies (Continued)

d. Budget Policies and Budgetary Accounting (Continued)

level, and expenditures/encumbrances may not exceed appropriations. Should additional appropriations be required, interdivisional transfers may be authorized by the Mayor-President. At year-end, interdepartmental transfers may be made at the request of the Mayor-President with approval of the Council. Additional appropriations from fund balance or increases in estimated revenues must be approved by the Council. In accordance with The Plan of Government, if the Mayor-President shall at any time ascertain that there will not be for the parish, the city, or the districts, sufficient funds to meet total appropriations, it shall be his duty to revise appropriations. During 1996, supplemental appropriations in the General Fund in the amount of $22,991,810 were authorized.

Formal budgetary integration is used for management control in the accounting records during the year for the General, Special Revenue, and Debt Service Funds.

Capital Projects Funds are initiated by project budgets rather than annual budgets, and accountability is controlled on the project-life basis. Effective control of costs is therefore maintained by the Metropolitan Council who approves a budget for each project.

Budgets for Federal and State grants are recorded upon receipt of grant awards. The fiscal year for these grant awards may or may not coincide with the City-Parish's fiscal year.

e. Encumbrances

Encumbrances representing purchase orders, contracts or other commitments are recorded in budgetary funds to reserve portions of applicable appropriations. Encumbrances are part of the budgetary process and are included in actual expenditures when a comparison with budget is necessary. Encumbrances at year-end are not considered expenditures in the financial statements presented on the GAAP basis. At year-end, the reserve for encumbrances reflects total encumbrances less encumbrances for Federal and State grants. Grant encumbrances are subtracted from reserve for encumbrances because the applicable appropriation is recorded in the year in which expenditures occur as required by Section G60.110 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

f. Cash, Cash Equivalents, and Investments

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

A single consolidated bank account has been established in a local bank into which monies are deposited and from which most disbursements are made. In addition, investment purchases are charged and maturities are deposited to the consolidated bank account. The purpose of this consolidation is to reduce administrative costs and provide a single cash balance available for the maximization of investment earnings. Each fund shares in the investment earnings according to its average cash and investments balance, prorated between funds. Cash is transferred from those funds with available cash resources to cover any negative cash balances in other funds

NOTE 1 - Summary of Significant Accounting Policies (Continued)

f. Cash, Cash Equivalents, and Investments (Continued)

at year-end. In addition, an imprest bank account is used for disbursements of payrolls, and separate accounts have been established for the Greater Baton Rouge Parking Authority, the East Baton Rouge Sewerage Commission, and City and Parish Sales Tax Revenue Bonds as required by the bond indentures for related bond issues.

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

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

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

All investments are stated at cost, except in the Deferred Compensation Agency Fund and the Employees' Retirement System Pension Trust Fund, where investments are stated at market value.

g. Inventories of Materials and Supplies

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

h. Advances to Other Funds

Long-term interfund loans are recorded as receivables, along with a fund balance reserve account to properly indicate that the amount is not available for appropriation. Repayments are credited to the receivable with a corresponding reduction of the fund balance reserve.

i. Fixed Assets

Fixed Assets of the primary government are maintained on the basis of original cost, except those arising from gifts or donations which are recorded at their fair market value at the time of receipt. All such assets which do not constitute assets of the Enterprise or Internal Service Funds are recorded in the General Fixed Assets Account Group, and no depreciation is computed or recorded thereon. Depreciation on fixed assets of the Enterprise and Internal Service Funds has been computed under the straight-line method based on the estimated useful lives of the individual assets. The depreciation rates for the major classifications of assets are as follows:

Type of Fixed Assets	Annual Rates
Buildings and Structures	2.5-4%
Runways and Improvements	2.5%
Furniture	10%
Equipment	10-20%

NOTE 1 - Summary of Significant Accounting Policies (Continued)

i. Fixed Assets (Continued)

Certain improvements, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, lighting systems and other assets acquired from subdivision developers have not been capitalized.

Fixed assets contributed by other governments, private developers, and other funds to Enterprise or Internal Service Funds are recorded as contributed capital. Depreciation on fixed assets acquired by grants externally restricted for capital acquisitions and construction reduces the appropriate contributed capital account and is recorded as a retirement of contributed capital, thereby increasing retained earnings.

j. Capitalization of Interest Cost

FASB Statements No. 34, *Capitalization of Interest Cost*, and No. 62, *Capitalization of Interest Cost in Situations Involving Certain Tax-Exempt Borrowings and Certain Gifts and Grants*, require that interest cost (net of interest earned) during the construction phase of major capital projects be capitalized if financed with restricted tax-exempt debt. The objectives of capitalizing interest are: (a) to obtain a measure of acquisition cost that more closely reflects the enterprise's total investment in the asset, and (b) to charge a cost that relates to the acquisition of a resource that will benefit future periods against the revenues of the period benefited.

The amount of interest cost capitalized on major capital projects acquired/constructed with proceeds of restricted tax-exempt debt includes all interest cost of the borrowing less any interest earned on related interest-bearing investments acquired with proceeds of the related tax-exempt borrowings from the date of the borrowing until the assets are ready for their intended use. Interest cost capitalized for the period ending December 31, 1996, is disclosed by project in Note 6, Changes in Fixed Assets.

k. Revenues Susceptible to Accrual

Under the modified accrual basis of accounting, some revenues are susceptible to accrual while others are not. Major revenues treated as susceptible to accrual are sales taxes, property taxes, gross receipts business taxes, and certain state shared revenues such as tobacco tax, beer tax, and parish transportation funds.

l. Long-Term Debt

Long-term liabilities that are financed from governmental funds are accounted for in the General Long-Term Debt Account Group. Long-term debt intended to be financed from proprietary funds is accounted for in the proprietary fund.

General Obligation Bonds are repaid from property taxes. These property taxes are shown as revenues in the 1965 Capital Improvements Program Debt Service Fund.

Excess Revenue Contracts are obligations of the General Fund, and payment of these debts is provided by transfers from the General Fund to the Excess Revenue and Limited Tax Fund.

Sales Tax Revenue Bonds are secured by sales tax revenues. For those issues not associated with Enterprise Fund operations, payment of the debt is provided by sales tax revenue recognized in the appropriate debt service

NOTE 1 - Summary of Significant Accounting Policies (Continued)

l. Long-Term Debt (Continued)

fund. Bond issues associated with Enterprise Funds are accounted for in the relevant Enterprise Fund. Parking Garage Revenue Bonds, Sewer Sales Tax Revenue Bonds, and East Baton Rouge Sewerage Commission Revenue Bonds are payable from earnings of operations and are accounted for in their respective Enterprise Fund.

m. Reserves and Designations of Equity

Some portions of fund balance and/or retained earnings are reserved to indicate that a portion of equity is legally restricted to a specific future use and is not available for appropriation or expenditure.

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. "Designated for Unencumbered Appropriations" are those portions of incomplete projects that are to be carried forward and become actual appropriations in the following year. Other designations are made for specific indicated purposes included in the title and require a council appropriation in subsequent years.

n. Comparative Data

Comparative data for the prior year has been presented in the Primary Government combining, individual fund and account group statements and schedules of the CAFR in order to provide an understanding of changes in financial condition. Comparative data for the prior year is not included in the General Purpose Financial Statements.

o. Total Column on Combined Statements - Overview

Total Column on the Combined Statements - Overview is captioned "Memorandum Only" to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position, results of operations, or changes in cash flows in conformity with GAAP, nor is such data comparable to consolidation. Interfund items are not eliminated from the total column.

p. Compensated Absences

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

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

Payments for accrued sick and vacation leave are limited to a combined 120 days under all circumstances except death. Upon death, the maximum accrued leave payable is 120 days sick leave and the equivalent of two years

NOTE 1 - Summary of Significant Accounting Policies (Continued)

p. Compensated Absences (Continued)

of accrued vacation. Per Metropolitan Council Ordinance 85011 effective January 1, 1988, the Employees' Retirement System assumed liability for separation benefits (accrued sick and vacation leave) for employees who retire or who die. At December 31, 1996, the City-Parish retains 14.22% of the total liability for accumulated sick and vacation leave per calculations performed by an outside actuary consultant.

City-Parish employees of certain job classifications may accrue compensatory time in lieu of overtime payment up to 30 days for regular employees and 60 days for public safety employees. Compensatory leave is paid by the City-Parish upon termination, resignation, retirement or death, up to the maximum accrual amounts. City-Parish retains 100% of the compensatory leave liability as of December 31, 1996.

GASB Statement No. 16, *Accounting for Compensated Absences*, requires governments to accrue compensated absences only to the extent it is probable that the employer will compensate employees for benefits through cash payments conditioned on the employees' termination or retirement. The City-Parish has recorded the following liabilities as of December 31, 1996 for certain salary-related benefits associated with the payment of compensated absences:

1. A total of 14.22% of accrued vacation for each employee valued at the employees' current rate of pay.

2. Using the "termination pay method", the value of the City-Parish's liability for sick leave as of December 31, 1996, is limited to 1/3 of the accumulated sick leave accrued at year-end for DROP participants. No sick leave is recorded in the financial statements for active employees since the amount applicable under GASB Statement No. 16 is immaterial.

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

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

In governmental funds, the total liability as stated above is included in the General Long-Term Debt Account Group. Accrued vacation, compensatory, and related benefits will be paid from future years' resources. In proprietary fund types, the total compensated absences liability is recorded as an expense. A current liability is recorded for the value of one year's accrual of leave.

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

q. Accounting for Special Assessment Projects

Special Assessment Projects are accounted for in capital projects or enterprise funds in accordance with guidelines recommended in Section S40.113-.126 of the *GASB Codification of Governmental Accounting and Financial Reporting Standards*.

Special Assessments are recognized as revenues only to the extent that individual installments are considered current assets.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT B - 3
(Continued)

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues (Continued):			
Miscellaneous Revenues (Continued):			
Rentals:			
Land	$ 16,700	$ 17,738	$ 1,038
Buildings	153,800	136,696	(17,104)
Oil, Gas and Mineral Royalties	50,000	101,526	51,526
Oil, Gas and Mineral Bonus and Rentals	30,000	11,999	(18,001)
Airport Note	1,105,710	1,105,709	(1)
East Baton Rouge Sewerage Commission	9,288,970	9,288,958	(12)
Condemnations	20,000	52,489	32,489
Special Assessments Authorized	--	3,563	3,563
Juvenile Detention Meals	--	6,726	6,726
Confiscated Funds-Police	134,796	128,093	(6,703)
Abandoned or Impounded Bicycles	13,920	11,862	(2,058)
Juvenile Detention Reimbursement	90,000	122,129	32,129
Donations	--	30,000	30,000
Other	19,424	20,585	1,161
Total Miscellaneous Revenues	11,284,790	12,685,627	1,400,837
Total Revenues	173,521,299	189,853,379	16,332,080
Other Financing Sources:			
Proceeds of General Fixed Asset Disposition	628,232	706,474	78,242
Operating Transfers In (Note 12):			
Parish Sub Fund	1,562,734	1,561,391	(1,343)
City Court Judicial Fund	527,473	533,497	6,024
City Constable Court Costs Fund	67,615	67,615	--
Consolidated Garbage Service District No. 1	812,320	810,494	(1,826)
Total Operating Transfers In	2,970,142	2,972,997	2,855
Total Other Financing Sources	3,598,374	3,679,471	81,097
Total Revenues and Other Financing Sources	177,119,673	193,532,850	16,413,177
Expenditures:			
Current:			
General Government:			
Metropolitan Council:			
Administration	237,642	179,551	58,091
Council Districts	412,020	388,521	23,499
Council Administrator:			
Administration	417,176	389,445	27,731
Mail Services	570,790	543,749	27,041
Treasurer	238,970	227,459	11,511
Election Cost	315,737	110,312	205,425
Council Budget Office	182,083	182,080	3

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT B - 3
(Continued)

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues (Continued):			
Charges for Services: (Continued):			
Public Safety:			
Subdivision Plan Review	$ 43,000	$ 52,250	$ 9,250
Flood Determination Fees	19,000	20,830	1,830
Commercial and Residential Plan Review	200,000	228,000	28,000
Sale of Reports and Photos	230,000	242,249	12,249
Police Collection Fees	60,000	55,845	(4,155)
Sobriety Test	27,000	22,830	(4,170)
Alarm Monitor Fees	12,000	13,400	1,400
False Alarm Fees	30,000	43,145	13,145
Radio Shop Charges	12,500	7,413	(5,087)
Prison Medical Charges	--	34,071	34,071
Coroner Report Fee	7,000	6,530	(470)
Fire Reports	3,000	3,727	727
Juvenile Service Fees	1,000	1,793	793
Transportation:			
Parking Meters	200,000	208,503	8,503
Sanitation:			
Solid Waste User Fees	4,970,000	4,979,758	9,758
Weed Cutting Charges	40,000	36,031	(3,969)
Culture and Recreation:			
Summer Program-North Baton Rouge Community Center	35,710	35,860	150
Riverfront Docking Fees	8,250	8,200	(50)
Conservation and Development:			
Rent/Utilities:			
Leo S. Butler Community Center	34,105	30,620	(3,485)
North Baton Rouge Community Center	32,512	35,062	2,550
Dr. Martin Luther King, Jr. Community Center	7,576	8,191	615
Chaneyville Community Center	2,081	2,207	126
Rent/Donations:			
Delmont Community Center	4,917	4,917	--
Total Charges for Services	13,320,651	14,154,692	834,041
Fines and Forfeits:			
City Court Criminal Fines and Forfeitures	15,000	17,147	2,147
City Court Traffic Fines	1,250,000	1,462,890	212,890
District Court Fines	--	18,600	18,600
Littering Fines	1,000	--	(1,000)
Alcoholic Beverage Control Board Fines	18,000	31,062	13,062
Total Fines and Forfeits	1,284,000	1,529,699	245,699
Miscellaneous Revenues:			
Interest Earnings	361,470	1,643,647	1,282,177
Interest Earned On Assessments	--	3,907	3,907

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT B - 3
(Continued)

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues (Continued):			
Intergovernmental Revenues:			
Federal Grants:			
Department of Military Affairs	$ 113,310	$ 114,152	$ 842
State Grants:			
Public Safety:			
Traffic Signal Maintenance	441,000	442,050	1,050
Police Fingerprinting	55,899	122,780	66,881
Juvenile Meal Reimbursement	45,000	46,286	1,286
Highways and Streets:			
Street Maintenance	215,000	214,972	(28)
Health and Welfare:			
Department of Social Services	190,000	227,954	37,954
Culture and Recreation:			
Hotel/Motel Sales Tax	300,000	179,757	(120,243)
State Shared Revenues:			
Beer Taxes	400,000	422,115	22,115
Insurance Company Taxes	386,000	380,149	(5,851)
Louisiana Revenue Sharing	1,001,820	1,005,877	4,057
Mineral Royalties	135,000	263,355	128,355
Severance Taxes	540,000	565,832	25,832
Tobacco Taxes	800,500	800,479	(21)
Video Poker Fees	424,624	2,193,202	1,768,578
On-Behalf Payments for Salaries and Benefits	4,227,693	4,243,675	15,982
Payments in Lieu of Taxes:			
East Baton Rouge Housing Authority	--	40,010	40,010
Federal Government	--	504	504
Total Intergovernmental Revenues	9,275,846	11,263,149	1,987,303
Charges for Services:			
General Government:			
City Court Civil Fees	800,000	1,031,740	231,740
Sale of City Codes	3,000	2,150	(850)
Fiscal Management Fees	4,620,000	5,177,696	557,696
Fiscal Management Fees-Inventory	65,000	63,153	(1,847)
Fiscal Management Fees-Auction Facility	111,000	59,954	(51,046)
Sales Tax Collection Charges	1,330,000	1,299,037	(30,963)
Occupancy Tax Collection Charges	6,000	6,000	--
NSF Check Fees	9,000	13,472	4,472
Advertising	5,000	4,654	(346)
Board of Adjustment Fees	8,500	9,010	510
Sale of Construction Codes and Plans	10,500	9,969	(531)
Pre-Trial Diversion Fees	150,000	165,388	15,388
Notice of Intent	105,000	78,960	(26,040)
Adjudicated Property	12,000	35,064	23,064
Sale of Maps	3,000	3,349	349
Display Advertising to Rezone	70,000	74,075	4,075
Planning Assistance	33,000	39,589	6,589

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT B - 3

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Revenues:			
Taxes:			
General Property Taxes	$ 12,572,520	$ 13,488,009	$ 915,489
Gross Receipts Business Taxes	17,746,000	17,878,832	132,832
General Sales and Use Taxes	91,140,080	96,451,955	5,311,875
Occupational Taxes	5,773,000	5,847,445	74,445
Insurance Premiums Taxes	2,440,000	2,817,827	377,827
Gaming Admissions Taxes	5,254,562	8,626,811	3,372,249
Interest and Penalties-Delinquent Taxes	778,000	2,194,966	1,416,966
Total Taxes	135,704,162	147,305,845	11,601,683
Licenses and Permits:			
Use of Streets:			
Public Conveyances	15,000	15,254	254
Bicycle Registration Fees	70,000	62,785	(7,215)
Occupational and Professional:			
Air Conditioning and Heating	22,000	32,140	10,140
Electrical Contractors	20,000	25,895	5,895
Residential Contractors	22,000	24,950	2,950
Plumbers	17,000	21,850	4,850
House Moving	1,000	925	(75)
Garbage Collectors	30,000	31,600	1,600
Arborists	900	400	(500)
Classified Employees	90,000	78,620	(11,380)
Waiter/Waitress	500	220	(280)
Retail Clerks	50,000	51,060	1,060
Entertainers	4,000	2,780	(1,220)
Liquor and Beer	525,000	458,276	(66,724)
Restaurant	19,300	22,455	3,155
Gaming	5,000	5,850	850
Chauffeurs	1,400	945	(455)
Alarms	6,500	6,135	(365)
Second Hand Dealers	--	555	555
Construction Permits:			
Air Conditioning and Heating	280,000	289,673	9,673
Electrical	340,000	360,917	20,917
Building	810,000	985,124	175,124
Plumbing and Gas	250,000	315,771	65,771
House Moving	9,000	17,800	8,800
Fence	500	900	400
Miscellaneous	--	500	500
Special Events	13,750	2,800	(10,950)
Alarm User	45,000	94,780	49,780
Sign Permits	2,000	2,350	350
Miscellaneous Fire Permits	2,000	1,057	(943)
Total Licenses and Permits	2,651,850	2,914,367	262,517

The accompanying notes are an integral part of this statement.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 1996

EXHIBIT B - 2

	City Sub Fund	Parish Sub Fund	Total General Fund Year Ended December 31, 1996	December 31, 1995
Revenues:				
Taxes	$ 106,480,867	$ 40,824,978	$ 147,305,845	$ 138,854,383
Licenses and Permits	1,448,669	1,465,698	2,914,367	2,589,576
Intergovernmental Revenues	8,195,836	3,067,313	11,263,149	10,470,949
Charges for Services	10,621,204	3,533,488	14,154,692	13,967,669
Fines and Forfeits	1,510,129	19,570	1,529,699	1,424,165
Miscellaneous Revenues	11,790,959	894,668	12,685,627	13,261,991
Total Revenues	140,047,664	49,805,715	189,853,379	180,568,733
Other Financing Sources:				
Proceeds of General Fixed Asset Disposition	442,780	263,694	706,474	112,737
Capital Leases	230,030	25,432	255,462	73,938
Operating Transfers In (Note 12)	2,972,997	--	2,972,997	2,518,166
Total Other Financing Sources	3,645,807	289,126	3,934,933	2,704,841
Total Revenues and Other Financing Sources	143,693,471	50,094,841	193,788,312	183,273,574
Expenditures:				
Current:				
General Government	25,785,702	15,321,784	41,107,486	43,512,173
Public Safety	72,087,063	6,292,857	78,379,920	74,703,520
Transportation	13,574,120	6,514,797	20,088,917	18,088,978
Sanitation	10,120,664	--	10,120,664	9,793,321
Health and Welfare	839,158	559,438	1,398,596	1,456,043
Culture and Recreation	693,272	421,740	1,115,012	952,927
Conservation and Development	1,272,384	717,819	1,990,203	1,757,039
Capital Outlay	6,807,767	1,273,614	8,081,381	5,940,759
Intergovernmental	--	62,443	62,443	62,521
Total Expenditures	131,180,130	31,164,492	162,344,622	156,267,281
Other Uses (Note 12):				
Operating Transfers Out	12,028,456	9,070,984	21,099,440	18,918,945
Operating Transfers To Component Units	1,023,147	8,399,725	9,422,872	8,362,820
Total Other Uses	13,051,603	17,470,709	30,522,312	27,281,765
Total Expenditures and Other Uses	144,231,733	48,635,201	192,866,934	183,549,046
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(538,262)	1,459,640	921,378	(275,472)
Fund Balances, January 1 as Previously Reported	35,336,269	15,544,724	50,880,993	52,000,910
Prior Year Adjustment	--	--	--	(656,011)
Fund Balance, January 1 Restated	35,336,269	15,544,724	50,880,993	51,344,899
Residual Equity Transfer (Note 12)	--	(177,985)	(177,985)	(188,434)
Fund Balances, December 31	$ 34,798,007	$ 16,826,379	$ 51,624,386	$ 50,880,993

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
BALANCE SHEET
COMBINING SCHEDULE OF GENERAL FUND ACCOUNTS
DECEMBER 31, 1996

EXHIBIT B - 1

	City Sub Fund	Parish Sub Fund	Total General Fund December 31, 1996	December 31, 1995
ASSETS				
Cash and Cash Equivalents	$ 1,905,468	$ 1,008,945	$ 2,914,413	$ 2,297,038
Investments	17,149,209	9,080,513	26,229,722	26,415,935
Property Taxes Receivable - Net (Note 4)	5,004,684	2,906,518	7,911,202	8,235,240
Gross Receipts Business Taxes Receivable	3,387,753	--	3,387,753	3,923,997
Sales Taxes Receivable	8,071,088	2,823,991	10,895,079	10,404,809
Interest and Penalties Receivable on Taxes	79,915	16,771	96,686	78,313
Accounts Receivable	303,681	--	303,681	336,298
Accrued Interest Receivable	144,816	136,577	281,393	316,866
Special Assessments Receivable	--	69,854	69,854	73,425
Due From Other Funds (Note 11)	164,065	49,718	213,783	176,317
Due From Other Governments (Note 11)	4,334,150	3,298,086	7,632,236	6,754,873
Due From Component Units (Note 11)	3,328	51,537	54,865	--
Advance to Other Funds	--	--	--	400,000
Advance to Component Units (Note 11)	2,192	--	2,192	17,500
Noncurrent Loans Receivable	--	80,000	80,000	281,985
Inventory	342,426	228,284	570,710	508,931
Total Assets	$ 40,892,775	$ 19,750,794	$ 60,643,569	$ 60,221,527
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts and Contracts Payable	$ 3,957,464	$ 1,921,730	$ 5,879,194	$ 6,945,125
Due to Other Governments	--	175,819	175,819	175,897
Accrued Salaries Payable	1,481,678	403,776	1,885,454	1,321,136
Deferred Revenue	228,253	140,744	368,997	362,835
Deposits and Escrow Accounts	427,373	282,346	709,719	535,541
Total Liabilities	6,094,768	2,924,415	9,019,183	9,340,534
Fund Balances:				
Reserved for Encumbrances	1,196,445	421,973	1,618,418	2,045,257
Reserved for Advance to Other Funds	--	--	--	400,000
Reserved for Advance to Component Units	2,192	--	2,192	17,500
Reserved for Noncurrent Loans Receivable	--	80,000	80,000	281,985
Reserved for Petty Cash	3,740	2,060	5,800	5,599
Reserved for Inventory	342,426	228,284	570,710	508,931
Reserved for Subsequent Years Expenditures	4,192,540	2,133,960	6,326,500	7,501,850
Unreserved:				
Designated for Unencumbered Appropriations	6,518,513	2,079,646	8,598,159	5,682,989
Designated for Insurance	9,111,938	6,074,625	15,186,563	13,256,233
Designated for Solid Waste Collection and Disposal	5,656,290	--	5,656,290	5,587,875
Designated for Special Purposes	75,982	40,000	115,982	359,562
Designated Gaming Revenues	5,048,522	92,305	5,140,827	5,147,453
Undesignated	2,649,419	5,673,526	8,322,945	10,085,759
Total Fund Balances	34,798,007	16,826,379	51,624,386	50,880,993
Total Liabilities and Fund Balances	$ 40,892,775	$ 19,750,794	$ 60,643,569	$ 60,221,527

The accompanying notes are an integral part of this statement.

GENERAL FUND

The General Fund accounts for all financial transactions except those required to be accounted for in another fund.

City Sub Fund accounts for revenues and expenditures used to finance the legally defined services of the City government which are not accounted for in other funds.

Parish Sub Fund accounts for revenues and expenditures used to finance the legally defined services of the Parish government which are not accounted for in other funds.

NOTE 21 - Council Members Compensation (Continued)

District 3	
Gayle Joseph	$ 1,772
Rosemary Garruto	1,108
District 4	
Joseph Greco	3,600
District 5	
Wilson Fields	138
Rev. Jesse Bilberry, Jr.	3,120
District 6	
Dora Moak	2,742
M. A. "Mike" Tassin, Jr.	858
District 7	
W.T. Winfield	3,600
District 8	
Lynda Imes	
Council	969
President Pro-Tem	6,797
Dennis Edmon	2,603
District 9	
Patty Jo Roubique	3,600
District 10	
Darrell Glasper	3,600
District 11	
Mary Frey Eaton	3,600
District 12	
James T. "Jim" Benham	3,600

In addition, members of the Metropolitan Council receive $800 per month combined travel and auto allowance. (LRS 33:1233(B))

NOTE 22 - Subsequent Event

On May 3, 1997, the voters of East Baton Rouge Parish approved, for a period of five years (July 1, 1997, through June 30, 2002), the renewal and rededication of the existing one-half of one percent sales and use tax for parish streets and roads. The election proposal provides that 60% of the tax proceeds will be used for street construction and 40% for the current rehabilitation and maintenance program.

NOTE 1 - Summary of Significant Accounting Policies (Continued)

r. Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs

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

The Solid Waste Disposal Facility Enterprise Fund recognizes (based on MSWLF use) that portion of the estimated total current cost of MSWLF closure and postclosure care as an expense and as a liability in each period that it accepts solid waste. A complete explanation of the liability and its calculation is referenced in Note 20.

s. Accounting Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make certain estimates and assumptions. Those estimates affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. They may also affect the reported amounts of revenues and expenses of proprietary funds during the reporting period.

NOTE 2 - Stewardship, Compliance and Accountability

a. Deficit Fund Balance and Retained Earnings of Individual Funds

Enterprise Funds:

Riverside Centroplex Fund shows a deficit in retained earnings of $7,212,860. Management policy is to provide an operating transfer from the General Fund for the amount of the net loss, exclusive of depreciation.

The Greater Baton Rouge Parking Authority shows a deficit in retained earnings of $935,399. Management policy is to provide an operating transfer from the General Fund for the net loss, exclusive of depreciation.

Component Units:

Capital Transportation Corporation shows a deficit in retained earnings/fund balance of $205,687. The retained earnings deficit for enterprise fund operations for 1996 is $1,897,614, as compared to $2,068,327 in 1995. The Capital Transportation Corporation pension trust fund reflects fund balance in the amount of $1,691,927. Capital Transportation Corporation is a bus company that incurs a deficit each year which is offset by subsidies from federal and local governments. These operating subsidies do not cover the depreciation on assets acquired with Capital Transportation Corporation funds or local government contributions, which results in a retained earnings deficit.

b. Expenditures Exceeding Appropriations (Non-GAAP Budgetary Basis)

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

NOTE 2 - Stewardship, Compliance and Accountability (Continued)

b. Expenditures Exceeding Appropriations (Non-GAAP Budgetary Basis) (Continued)

	Revised Budget	Actual (Budgetary Basis)	Variance-Favorable (Unfavorable)
Special Revenue Funds:			
Downtown Development District	$ 293,350	$ 296,847	$(3,497)
Debt Service Funds:			
1965 Capital Improvements Program	3,115,470	3,119,334	(3,864)

The excess of expenditures and encumbrances over appropriations in Downtown Development District was caused by several projects within the fund exceeding earlier projections. Fund Balance reserves were sufficient to provide for these overages.

In the 1965 Capital Improvements Program Debt Service Fund, costs for collecting property taxes exceeded projections.

c. Budgetary - GAAP Reporting Reconciliation

Annual budgets are adopted for the General, Special Revenue, and Debt Service Funds. Budgets for these funds are prepared on the modified accrual basis of accounting. Budgetary comparisons presented in this report are on the budgetary basis.

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

	General Fund	Special Revenue Funds	Debt Service Funds
Total Expenditures and Other Uses (GAAP Basis)	$192,866,934	$93,429,132	$20,404,158
Adjustments:			
To adjust for encumbrances	(426,839)	4,598,411	--
To adjust for capital leases	(255,462)	--	(2,108,845)
To adjust for U.S. Housing and Urban Development loans receivable	--	259,858	--
Total Expenditures and Other Uses (Budgetary Basis)	$192,184,633	$98,287,401	$18,295,313

NOTE 2 - Stewardship, Compliance and Accountability (Continued)

c. Budgetary - GAAP Reporting Reconciliation (Continued)

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

	1996	1995	1996 Over (Under) 1995
Reserve for Encumbrances	$10,717,562	$ 9,426,679	$1,290,883
Grant Encumbrances	5,885,267	2,577,739	3,307,528
Total Encumbrances	$16,602,829	$12,004,418	$4,598,411

NOTE 3 - Cash, Cash Equivalents and Investments

The City-Parish maintains a consolidated cash management pool that is available for use by all funds except the Employees' Retirement System Pension Trust Fund. Each fund type's portion of the consolidated cash pool is displayed on the combined balance sheet as "Cash and Cash Equivalents" or "Investments."

a. Deposits - Primary Government

City-Parish deposits (including demand deposit accounts and certificates of deposits) at December 31, 1996, for the City-Parish primary government are summarized as follows:

	Carrying Amount	Bank Balance
Category 1	$136,758,315	$139,652,998
Category 2	--	--
Category 3	--	--
Total	$136,758,315	$139,652,998

Certificates of deposit with a maturity of 90 days or more are classified on the combined balance sheet as "Investments" ($117,336,903). The remaining carrying amount of $19,421,412 is classified as "Cash and Cash Equivalents."

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

a. Deposits - Primary Government (Continued)

The City-Parish's bank balance of deposits at December 31, 1996, is categorized above in three levels of credit risk. Category 1 includes bank balance which is insured or collateralized with securities held by the City-Parish or its agent in the City-Parish's name. Category 2 includes bank balance which is collateralized with securities held by the pledging financial institution's trust department or agent in the City-Parish's name. Category 3 includes bank balance which is uncollateralized, including any bank balance that is collateralized with securities held by the pledging financial institution or by its trust department or agent but not in the City-Parish's name.

The carrying amount of deposits does not include a cash on hand balance of $681,523 which is not on deposit with a financial institution. Cash on hand includes petty cash and cash received but not yet deposited at year-end.

The Employees' Retirement System Pension Trust Fund owns $319,529 of the deposits that are in Category 1.

b. Cash Equivalents and Investments - Primary Government

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

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

Proceeds from the issuance of revenue bonds for the Greater Baton Rouge Parking Authority, the East Baton Rouge Sewerage Commission, and sales tax revenue bonds for the City of Baton Rouge and Parish of East Baton Rouge are invested according to guidelines set forth in the bond resolutions. The proceeds from the issuance of the Greater Baton Rouge Parking Authority Bonds are to be invested in obligations of or guaranteed by the State of Louisiana or the United States of America; obligations issued or guaranteed by any instrumentality or agency of the United States of America; or interest-bearing deposits in any bank or trust company provided that all such deposits shall be insured or collaterally secured in the manner required by the Act and the laws of Louisiana for the securing of such deposits.

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

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

Authorized investments of the proceeds from the issuance of the East Baton Rouge Parish Sewerage Commission Revenue Bonds include government obligations; bonds or notes of federal agencies such as Federal Farm Credit Banks, Banks for Cooperatives and Federal Home Loan Banks; interest-bearing time deposits or certificates of deposit properly secured by collateral security or insured by the F.D.I.C.; and repurchase agreements with or money market funds of a bank or trust company with capital and surplus of $50,000,000 or more.

Proceeds from the issuance of the Parish's 1989, 1991, 1993, 1995, and 1996 Public Improvement Sales Tax Bonds are authorized to be invested in direct obligations of the United States of America, time certificates of deposit secured by direct obligations of the United States of America, and obligations issued or guaranteed by the federal government.

The Employees' Retirement System Pension Trust Fund has implemented GASB Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, which requires that investments be reported at their fair value.

City-Parish investments for the primary government at December 31, 1996, are categorized below in order to give an indication of the level of risk assumed by the entity at year-end.

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

	Category 1	Carrying Amount	Market Value
U.S. Government Securities	$42,687,648	$ 42,687,648	$ 43,044,272
Investments not subject to categorization:			
Louisiana Asset Management Pool (LAMP)		52,159,481	52,159,481
Mutual Funds and Annuities		21,015,381	21,015,381
Total		$115,862,510	$116,219,134

Investments with a maturity of less than 90 days are classified on the combined balance sheet as "Cash and Cash Equivalents" ($57,430,499). $21,015,381 is classified on the combined balance sheet as "Investment in Deferred Compensation." The remaining carrying amount of $37,416,630 is classified as "Investments."

The mutual funds and annuities are owned by the Deferred Compensation Agency Fund. The $52,159,481 invested in LAMP is owned by the Parish's pooled account ($27,000,000) and the East Baton Rouge Sewerage Commission ($25,159,481). In accordance with GASB Codification Section I50.165, these investments are not categorized above because they are not evidenced by securities that exist in physical or book entry form.

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

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

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

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. 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. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

2. Employees' Retirement System Pension Trust Fund:

	Category 1	Actual Cost	Market Value
U.S. Treasury Bonds	$ 55,972,377	$ 55,972,377	$ 56,528,133
U.S. Agency Bonds	47,155,743	47,155,743	49,266,767
U.S. Agency Notes	47,479,969	47,479,969	48,753,988
Commercial Paper	10,248,717	10,248,717	10,248,717
Corporate Bonds	31,376,970	31,376,970	32,050,946
Corporate Stocks	165,236,123	165,236,123	214,678,313
Corporate Stock Index	26,942,818	26,942,818	43,115,100
International Equity	39,706,095	39,706,095	48,694,752
Enhanced Bond Index Fund	50,972,146	50,972,146	52,896,446
Real Estate Funds	23,432,808	23,432,808	24,620,776
Repurchase Agreements	12,870,000	12,870,000	12,870,000
Total	$511,393,766	$511,393,766	$593,723,938

The market value of $593,723,938 is classified on the combined balance sheet as "Investments."

Category 1 includes investments that are insured or registered or for which the securities are held by the City-Parish or its agent in the City-Parish's name.

c. Deposits - Discretely Presented Component Units

The discretely presented component unit agencies are required to invest idle funds within the same state statute as the primary government. Component unit deposits (including demand deposit accounts and certificates of deposits) at their respective year ends, are categorized below in the three levels of credit risk as explained in section (a) of this note above:

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 1996

NAME OF GRANTS & SOURCES	CODE NUMBERS	FEDERAL CFDA NUMBERS	GRANT NUMBERS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1995 GRANTOR	LOCAL
ENTERGY	121427				
Civil Defense Emergency Preparedness	170..434102		ENT 1996	$ --	$ --
Civil Defense Emergency Preparedness	170..434102		GSU 1995	(7,904)	--
Total Entergy				(7,904)	--
LOUISIANA DEPARTMENT OF PUBLIC SAFETY AND CORRECTION	121430				
LERC Enhancing Visibility	170..432104			--	--
TOTAL STATE AND OTHER GRANTS				30,323	--
GRAND TOTAL SCHEDULE A				$ 2,950,298	$ (2,239,603)

* Designates Major Grant

SCHEDULE A
(Continued)

GRANT AND CONTRACT REVENUES RECEIVED	GRANTEE MATCHING CONTRIBUTION MISCELLANEOUS REVENUES	EXPENDITURES	ADVANCES (REPAYMENTS) OR ADJUSTMENTS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1996 GRANTOR	LOCAL
$ 35,000	$ --	$ 34,802	$ --	$ (198)	$ --
--	--	7,904	--	--	--
35,000	--	42,706	--	(198)	--
2,000	--	2,000	--	--	--
163,643	--	148,851	--	15,531	--
$ 25,811,905	$ 1,978,009	$ 31,026,631	$ (3,040)	$ 6,025,856	$ (2,081,484)

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 1996

NAME OF GRANTS & SOURCES	CODE NUMBERS	FEDERAL CFDA NUMBERS	GRANT NUMBERS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1995 GRANTOR	LOCAL
FEDERAL GRANTS					
U.S. DEPARTMENT OF TRANSPORTATION	121003				
DIRECT PROGRAMS:					
Federal Transit Administration:					
Capital Assistance - 1990	402..431202	20.507*	LA-90-0101	$ 65	$ (34,391)
Planning - 1991	402..431202	20.507*	LA-90-2114	1	--
Planning - 1993	402..431202	20.507*	LA-90-2139	11,668	(1,887)
Planning - 1994	402..431202	20.507*	LA-90-2139	144	(64)
Planning - 1995	402..431202	20.507*	LA-90-2165	24,960	(11,260)
Planning - 1996	402..431202	20.507*	LA-90-2176	--	--
Administration / Maintenance Facility	402..431202	20.507*	LA-03-0050	137,842	--
Capital Assistance - 1991	402..431202	20.507*	LA-90-0114	38	(300,010)
Capital Assistance - 1992	402..431202	20.507*	LA-90-0128	142	(16,449)
Capital Assistance - 1993	402..431202	20.507*	LA-90-0139	--	(14,239)
Capital Assistance - 1994	402..431202	20.507*	LA-90-0153	--	(80,072)
Capital Assistance - 1995	402..431202	20.507*	LA-90-0165	--	(78,000)
Capital Assistance - 1996	402..431202	20.507*	LA-90-0176	--	--
Operating Grant - 1996		20.507*	LA-90-4165	--	--
SUBTOTAL CFDA NUMBER 20.507				174,860	(536,372)
Total U.S. Department of Transportation				174,860	(536,372)
U.S. FEDERAL AVIATION ADMINISTRATION	401..121007				
DIRECT PROGRAMS:					
Property Acquisition	--	20.106*	3-22-0006-15	--	--
Acquire Clear Zone Land 12,22L,22R	--	20.106*	3-22-0006-16	--	--
Property Acquisition Portion of 14-N	--	20.106*	3-22-0006-21	--	--
Property Acquisition 20-N	--	20.106*	3-22-0006-25	--	--
Noise Sensitive Area 3/25 & 5/26	--	20.106*	3-22-0006-27	--	--
South Perimeter Road	--	20.106*	3-22-0006-24	--	--
Environmental Assessment/ Terminal Building	--	20.106*	3-22-0006-28	--	--
GA Runway,DBE,Stormwater	--	20.106*	3-22-0006-29	--	--
Tract 14-N	--	20.106*	3-22-0006-30	--	--
Taxiway Alpha Realignment	--	20.106*	3-22-0006-31	--	--
Test Home Project	--	20.106*	3-22-0006-32	--	--
Noise Compatibility Project	--	20.106*	3-22-0006-33	--	--
Taxiway F - Engineering Phase	--	20.106*	3-22-0006-34	--	--
SUBTOTAL CFDA NUMBER 20.106				--	--
Total U.S. Federal Aviation Administration				--	--

GRANT AND CONTRACT REVENUES RECEIVED	GRANTEE MATCHING CONTRIBUTION MISCELLANEOUS REVENUES	EXPENDITURES	ADVANCES (REPAYMENTS) OR ADJUSTMENTS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1996 GRANTOR	LOCAL
$ 96,750	$ --	$ 101,774	$ --	$ 5,089	$ (34,391)
--	--	--	--	1	--
52,536	--	43,075	--	320	--
400	--	320	--	--	--
86,863	--	76,863	--	5,892	(2,192)
60,920	--	104,938	--	44,018	--
2,781,570	--	3,135,636	--	491,908	--
135,019	--	142,086	37,695	7,105	(262,315)
110,391	--	115,449	--	5,200	(16,449)
128,507	--	136,090	--	6,545	(13,201)
103,208	--	108,640	--	5,432	(80,072)
77,264	--	81,330	--	4,066	(78,000)
30,429	--	72,022	(361,509)	41,593	(361,509)
593,692	2,178,898	2,772,590	--	--	--
4,257,549	2,178,898	6,890,813	(323,814)	617,169	(848,129)
4,257,549	2,178,898	6,890,813	(323,814)	617,169	(848,129)
--	--	2,160	--	--	--
--	--	(20,992)	--	--	--
--	--	8,816	--	--	--
--	--	(28,785)	--	--	--
--	--	1,800	--	--	--
--	--	(101,673)	--	--	--
--	--	(3,928)	--	--	--
--	--	194,567	--	--	--
--	--	43,377	--	--	--
--	--	33,600	--	--	--
--	--	1,438,973	--	--	--
--	--	1,655,200	--	--	--
--	--	1,028,322	--	--	--
--	--	4,251,437	--	--	--
--	--	4,251,437	--	--	--

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 1996

NAME OF GRANTS & SOURCES	CODE NUMBERS	FEDERAL CFDA NUMBERS	GRANT NUMBERS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1995 GRANTOR	LOCAL
U.S. DEPARTMENT OF AGRICULTURE					
Passed through Louisiana					
Department of Social Services	121109				
Food Stamp Program	012..432400	10.551*		$ 7,578,343 **	$ --
U.S. EMERGENCY MANAGEMENT AGENCY					
Passed through Louisiana					
Department of Military Affairs	121126				
Civil Defense Personnel and Administrative - 1996	001..431101	83.503		--	--
Civil Defense Personnel and Administrative - 1995	001..431101	83.503		19,744	--
SUBTOTAL CFDA NUMBER 83.503				19,744	--
Total U.S. Emergency Management Agency				19,744	--
TOTAL FEDERAL GRANTS				7,772,947	(536,372)
STATE GRANTS					
LOUISIANA DEPARTMENT OF TRANSPORTATION AND DEVELOPMENT - OFFICE OF HIGHWAYS	121101				
Traffic Signal Maintenance	001..432100			220,500	--
Street Maintenance	002..432200			107,486	--
Compressed Natural Gas Station	503..532200		742-17-0111	18,441	(96,870)
Shanandoah - Confederate Ave. Drainage	337..432200		576-17-0005	--	(200,000)
Total Louisiana Department of Transportation and Development - Office of Highways				346,427	(296,870)
LOUISIANA DEPARTMENT OF TRANSPORTATION AND DEVELOPMENT - OFFICE OF PUBLIC WORKS	121103				
Acquire Clear Zone Land 12,22L,22R		--	3-22-0006-16	--	--
Property Acquisition Portion of 14-N		--	3-22-0006-21	--	--
Property Acquisition 20-N		--	3-22-0006-25	--	--
Noise Sensitive Area 3/25 & 5/26		--	3-22-0006-27	--	--
South Perimeter Road		--	3-22-0006-24	--	--
Environmental Assessment/ Terminal Building		--	3-22-0006-28	--	--
GA Runway,IDBE,Stormwater		--	3-22-0006-29	--	--
Tract 14-N		--	3-22-0006-30	--	--

SCHEDULE B
(Continued)

GRANT AND CONTRACT REVENUES RECEIVED	GRANTEE MATCHING CONTRIBUTION MISCELLANEOUS REVENUES	EXPENDITURES	ADVANCES (REPAYMENTS) OR ADJUSTMENTS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1996 GRANTOR	LOCAL
$ 50,398,699	$ --	$ 45,722,508	$ --	$ 12,254,534 **	$ --
92,204	--	114,152	--	21,948	--
19,744	--	--	--	--	--
111,948	--	114,152	--	21,948	--
111,948	--	114,152	--	21,948	--
54,768,196	2,178,898	56,978,910	(323,814)	12,893,651	(848,129)
220,500	--	221,550	--	221,550	--
107,486	--	107,486	--	107,486	--
404,750	--	484,208	--	1,026	3
--	--	12,442	--	--	(187,558)
732,736	--	825,686	--	330,062	(187,555)
--	--	(2,333)	--	--	--
--	--	979	6,336	--	--
--	--	(3,198)	(6,336)	--	--
--	--	200	15,442	--	--
--	--	(11,297)	--	--	--
--	--	(436)	(15,442)	--	--
--	--	21,619	--	--	--
--	--	4,819	--	--	--

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 1996

NAME OF GRANTS & SOURCES	CODE NUMBERS	FEDERAL CFDA NUMBERS	GRANT NUMBERS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1995 GRANTOR	LOCAL
LOUISIANA DEPARTMENT OF TRANSPORTATION AND DEVELOPMENT - OFFICE OF PUBLIC WORKS (CONTINUED)					
Test Home Project	--		3-22-0006-32	$ --	$ --
Taxiway Alpha Realignment	--		3-22-0006-31	--	--
Noise Compatibility Project	--		3-22-0006-33	--	--
Taxiway F - Engineering Phase	--		3-22-0006-34	--	--
Air Service Study Grant	--		1995	--	--
Total Louisiana Department of Transportation and Development - Office of Public Works				--	--
TOTAL STATE GRANTS				346,427	(296,870)
GRAND TOTAL SCHEDULE B				$ 8,119,374	$ (833,242)

The above grants do not accrue in accordance with NCGA Statement 2; therefore, are reported separately.

* Designates Major Grant
** Designates food stamp inventory on-hand at beginning and end of year.

SCHEDULE B
(Continued)

GRANT AND CONTRACT REVENUES RECEIVED	GRANTEE MATCHING CONTRIBUTION MISCELLANEOUS REVENUES	EXPENDITURES	ADVANCES (REPAYMENTS) OR ADJUSTMENTS	ACCRUED (DEFERRED) GRANT AND CONTRACT REVENUES DECEMBER 31, 1996 GRANTOR	LOCAL
$ --	$ --	$ 159,886	$ --	$ --	$ --
196,423	--	3,734	--	--	--
--	--	183,911	--	--	--
--	--	114,258	--	--	--
20,000	--	(3,681)	--	--	--
216,423	--	468,461	--	--	--
949,159	--	1,294,147	--	330,062	(187,555)
$ 55,717,355	$ 2,178,898	$ 58,273,057	$ (323,814)	$ 13,223,713	$ (1,035,684)

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF PASSENGER FACILITY CHARGES (PFC)
COLLECTED AND EXPENDED
FOR THE YEAR ENDED DECEMBER 31, 1996

	FIRST QUARTER 1996	SECOND QUARTER 1996	THIRD QUARTER 1996	FOURTH QUARTER 1996	YEAR ENDED 12-31-96
PFC Revenues Received	$ 114,726	$305,793	$320,952	$529,291	$1,270,762
Interest Earnings	41,387	44,184	46,926	44,624	177,121
Total Revenues	$ 156,113	$349,977	$367,878	$573,915	$1,447,883
PFC Administrative Fee	$ 3,059	$ 8,155	$ 8,555	$ 14,107	$ (33,876)
Expenditures on Approved PFC Projects	(82,771)	56,662	465,615	464,246	(903,752)
Total Expenditures	$ (79,712)	$ 64,817	$474,170	$478,353	$ (937,628)
Retained Earnings, Reserved for PFC 12/31/95					$3,342,973
Retained Earnings, Reserved for PFC 12/31/96					$3,853,228

HANNIS T. BOURGEOIS & CO., L.L.P.

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May 2, 1997

INDEPENDENT AUDITOR'S REPORT

COMPLIANCE REPORT BASED ON AN AUDIT OF GENERAL PURPOSE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

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

We have audited the general purpose financial statements of the City of Baton Rouge and Parish of East Baton Rouge, Louisiana (City-Parish), as of and for the year ended December 31, 1996, and have issued our report thereon dated May 2, 1997.

We conducted our audit in accordance with generally accepted auditing standards and 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 general purpose financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the City-Parish is the responsibility of the City-Parish's management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, we performed tests of the City-Parish's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the general purpose financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

This report is intended for the information of management and regulatory agencies which include the United States Department of Housing and Urban Development (Cognizant Agency for City-Parish) and the Louisiana State Legislative Auditor. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the City-Parish, is a matter of public record.

Respectfully submitted,

Hannis T. Bourgeois & Co., L.L.P.

HANNIS T. BOURGEOIS & CO., L.L.P.

RANDY J. BONNECAZE, C.P.A.*
JOSEPH D. RICHARD, JR., C.P.A.*
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DENHAM SPRINGS, LA [illegible]

May 2, 1997

INDEPENDENT AUDITOR'S REPORT

REPORT ON INTERNAL CONTROL STRUCTURE BASED ON AN AUDIT OF GENERAL PURPOSE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

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

We have audited the general purpose financial statements of the City of Baton Rouge and Parish of East Baton Rouge, Louisiana (City-Parish), as of and for the year ended December 31, 1996, and have issued our report thereon dated May 2, 1997.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of the Office of Management and Budget Circular A-128, "Audits of States and Local Governments." Those standards and the OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

The management of the City-Parish is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgements by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors, or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the general purpose financial statements of the City-Parish for the year ended December 31, 1996, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose 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 structure and its operation that we consider to be material weaknesses as defined above.

However, we noted certain matters involving the internal control structure and its operation that we have reported to the management of the City-Parish in a separate letter dated May 2, 1997.

This report is intended for the information of management and regulatory agencies which include the United States Department of Housing and Urban Development (Cognizant Agency) and the Louisiana State Legislative Auditor. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the City-Parish, is a matter of public record.

Respectfully submitted,

Harris L. Bourgeois & Co., L.L.P.

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May 2, 1997

INDEPENDENT AUDITOR'S REPORT

REPORT ON THE INTERNAL CONTROL STRUCTURE USED IN ADMINISTERING FEDERAL FINANCIAL ASSISTANCE PROGRAMS AND PASSENGER FACILITY CHARGE (PFC) PROGRAMS

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

We have audited the general purpose financial statements of the City of Baton Rouge and Parish of East Baton Rouge, Louisiana (City-Parish), as of and for the year ended December 31, 1996, and have issued our report thereon dated May 2, 1997. We have also audited the City-Parish's compliance with requirements applicable to major federal financial assistance and passenger facility charge programs and have issued our report thereon dated May 2, 1997.

We conducted our audits in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and Office of Management and Budget Circular A-128, "Audits of State and Local Governments". Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement and about whether the City-Parish complied with laws and regulations, noncompliance with which would be material to a major federal financial assistance program and about whether the City-Parish complied with the regulations issued by the Federal Aviation Administration of the U.S. Department of Transportation to implement Sections 9110 and 9111 of the Aviation Safety and Capacity Expansion Act of 1990, noncompliance with which would be material to the PFC program.

In planning and performing our audits for the year ended December 31, 1996, we considered the internal control structure of the City-Parish in order to determine our auditing procedures for the purpose of expressing our opinions on the general purpose financial statements of the City-Parish and the compliance of City-Parish with requirements applicable to major federal financial assistance and Passenger Facility Charge programs, and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs and Passenger Facility Charge programs. We have addressed internal control structure policies and procedures relevant to our audit of the general purpose financial statements in a separate report dated May 2, 1997.

The management of the City-Parish is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgements by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles, and that federal financial assistance, and Passenger Facility Charge programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report we have classified the significant internal control structure policies and procedures used in administering federal financial assistance and Passenger Facility Charge programs in the following categories:

ACCOUNTING CONTROLS

- Billing
- Cash Receipts
- Purchasing and Receiving
- Cash Disbursements
- Payroll
- Property and Equipment
- General Ledger

GENERAL REQUIREMENTS

- Political Activity
- Davis-Bacon Act
- Civil Rights
- Cash Management
- Relocation Assistance and Real Property Acquisition
- Federal Financial Reports
- Allowable Costs/Cost Principles
- Drug-Free Workplace
- Administration Requirements

SPECIFIC REQUIREMENTS

- Types of Services
- Eligibility
- Matching, Level of Effort or Earmarking
- Reporting
- Cost Allocation
- Monitoring of Subrecipients

For all of the internal control categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the year ended December 31, 1996, the City-Parish expended 89 percent of its total federal financial assistance under major federal financial assistance programs.

We performed tests of controls, as required by OMB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to each of the City-Parish's major federal financial assistance programs, which are identified in the accompanying Schedule of Federal and State Financial Assistance, and to preventing or detecting material noncompliance with requirements governing project cost allowability, PFC funds used as matching share or as supplemental to AIP funded projects, additional program requirements and special reporting requirements to the City-Parish's Passenger Facility Charge program. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure policies and procedures used in administering federal financial assistance or the Passenger Facility Charge program would not necessarily disclose all matters in the internal control structure that might constitute material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operations that we consider to be material weaknesses as defined above.

However, we noted certain matters involving the internal control structure and its operation that we have reported to the management of the City-Parish in a separate letter dated May 2, 1997.

This report is intended for the information of management and regulatory agencies which include the United States Department of Housing and Urban Development (Cognizant Agency), Federal Aviation Administration Passenger Facility Charge Branch, and the Louisiana State Legislative Auditor. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the City-Parish, is a matter of pubic record.

Respectfully submitted,

Respectfully submitted,

Henrie J. Bourgeois & Co., L.L.P.

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May 2, 1997

INDEPENDENT AUDITOR'S REPORT

REPORT ON COMPLIANCE WITH THE GENERAL REQUIREMENTS APPLICABLE TO MAJOR FEDERAL FINANCIAL ASSISTANCE PROGRAMS

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

We have audited the general purpose financial statements of the City of Baton Rouge and the Parish of East Baton Rouge, Louisiana (City-Parish), as of and for the year ended December 31, 1996, and have issued our report thereon dated May 2, 1997.

We have applied procedures to test the City-Parish's compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the Schedule of Federal and State Financial Assistance, for the year ended December 31, 1996:

Political Activity
Davis-Bacon Act
Civil Rights
Cash Management
Relocation Assistance and Real Property Acquisition
Federal Financial Reports
Allowable Costs/Cost Principles
Drug Free Workplace
Administration Requirements

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's Compliance Supplement for Single Audits of State and Local Governments. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the City-Parish's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the City-Parish, had not complied, in all material respects, with those requirements. However, the results of our procedures disclosed immaterial instances of noncompliance with those requirements, which are described in the Schedule of Findings and Questioned Costs.

This report is intended for the information of management and regulatory agencies which include the United States Department of Housing and Urban Development (Cognizant Agency), and the Louisiana State Legislative Auditor. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the City-Parish, is a matter of public record.

Respectfully submitted,

Harris J. Bourgeois & Co., L.L.P.

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May 2, 1997

INDEPENDENT AUDITOR'S REPORT

REPORT ON COMPLIANCE WITH SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR FEDERAL FINANCIAL ASSISTANCE AND PASSENGER FACILITY CHARGE (PFC) PROGRAMS

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

We have audited the general purpose financial statements of the City of Baton Rouge and Parish of East Baton Rouge, Louisiana (City-Parish), as of and for the year ended December 31, 1996, and have issued our report thereon dated May 2, 1997.

We have also audited the City-Parish's compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; monitoring of subrecipients; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major federal financial assistance programs, which are identified in the accompanying Schedule of Federal and State Financial Assistance, and its compliance with the requirements governing project cost allowability, PFC funds used as matching share or as supplemental to AIP funded projects, additional program requirements, and special reporting requirements that are applicable to Passenger Facility Charge programs for the year ended December 31, 1996. The management of the City-Parish is responsible for the City-Parish's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit of compliance with those requirements in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-128, "Audits of State and Local Governments;" and the draft of the Passenger Facility Charge Program Audit Compliance Guide. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the City-Parish's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures disclosed immaterial instances of noncompliance with the requirements referred to above, which are described in the accompanying Schedule of Findings and Questioned Costs. We considered these instances of noncompliance in forming our opinion on compliance, which is expressed in the following paragraph.

In our opinion, the City-Parish complied, in all material respects with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; monitoring of subrecipients; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable in each of its major federal financial assistance programs and project cost allowability, PFC funds used as matching share or as supplemental to AIP funded projects, additional program requirements, and special reporting requirements, that are applicable to its Passenger Facility Charge program for the year ended December 31, 1996.

This report is intended for the information of management and regulatory agencies which include the United States Department of Housing and Urban Development (Cognizant Agency), Federal Aviation Administration Passenger Facility Charge Branch, and the Louisiana State Legislative Auditor. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the City-Parish, is a matter of public record.

Respectfully submitted,

Harris A. Bourgeois & Co., L.L.P.

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May 2, 1997

INDEPENDENT AUDITOR'S REPORT

REPORT ON COMPLIANCE WITH SPECIFIC REQUIREMENTS APPLICABLE TO NONMAJOR FEDERAL FINANCIAL ASSISTANCE PROGRAM TRANSACTIONS

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

We have audited the general purpose financial statements of the City of Baton Rouge and Parish of East Baton Rouge, Louisiana (City-Parish), as of and for the year ended December 31, 1996, and have issued our report thereon dated May 2, 1997.

In connection with our audit of the general purpose financial statements of the City-Parish and with our consideration of the City-Parish's control structure used to administer federal financial assistance programs, as required by the Office of Management and Budget Circular A-128, "Audits of State and Local Governments", we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended December 31, 1996. As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed and eligibility that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the City-Parish's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the City-Parish had not complied, in all material respects, with those requirements. Also, the results of our procedures did not disclose any immaterial instances of noncompliance with those requirements.

This report is intended for the information of management and regulatory agencies which include the United States Department of Housing and Urban Development (Cognizant Agency) and the Louisiana State Legislative Auditor. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the City-Parish, is a matter of public record.

Respectfully submitted,

Hannis T. Bourgeois & Co., L.L.P.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 1996

PROGRAM	FINDINGS/NONCOMPLIANCE
1. **HEADSTART PROGRAM C.F.D.A. NO. 13.600**	(A) Licensed Capacities: In our prior year's audit, it was noted that actual attendance exceeded licensed capacities for several days in the months selected for compliance testwork at the following centers: Children's World, Play Time, True Learning, and Scott Headstart Center. During the course of our compliance work for the Headstart program for the current year, it was noted that the actual attendance exceeded licensed capacities for several days in the months selected for testing at the following centers: Children's World, Alsen, and Scott Headstart Center. As noted in the prior year, although we understand that over enrollment is permitted under federal guidelines due to an estimated absenteeism rate, we again recommend that the amount of over enrollment at these centers should be reevaluated based on actual absenteeism rates and adjusted as necessary. (B) Disability Requirement: In the prior year, during our testing of compliance with the requirement that at least 10 percent of the total number of enrollment opportunities is made available to children with disabilities, it was noted that half of the students selected for testing from the Headstart program's disability listing did not have proper documentation of their disability in their student files. In the current year, all of the individuals selected for testing had the proper documentation of their disability located in their file. Also, per review of the Fiscal Year 1995 Program Review Report, it was noted that the program did not have the mandated 10 percent of enrollment identified with disabilities. At the time of our compliance testing for the current year, the Headstart program did not have the mandated 10 percent of enrollment identified with disabilities. Through our discussions with the Region 6 - Region Access Project Specialist for Louisiana, the 10 percent requirement should be maintained throughout the entire school year. Since the time of our compliance testing, the Headstart program has informed us that they now have over 10 percent of enrollment identified and documented with disabilities. In the prior year, we recommended that the Headstart program implement procedures to ensure that students diagnosed with

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 1996

PROGRAM	FINDINGS/NONCOMPLIANCE
1. **HEADSTART PROGRAM C.F.D.A. NO. 13.600 (Continued)**	disabilities have proper documentation of the disability. We also recommended that the Headstart program maintain an accurate listing of students with disabilities so that the program can comply with the requirement of at least 10 percent of total enrollment opportunities is made available to children with disabilities. Additionally, we recommend that during the recruitment period and the enrollment period prior to the beginning of the school year, that the Headstart program identify and begin the documentation process on children with disabilities. This would enable the Headstart program to begin the school year with at least 10 percent of enrollment identified with disabilities. Also, throughout the school year, the Headstart program should monitor the 10 percent enrollment requirement.
2. **CDBG C.F.D.A. NO. 14.218**	(A) Annual Performance Report: During the course of our audit work performed in the prior year for the 1994-1995 CDBG, it was noted that the annual performance report was filed 6 days late. The annual performance report is due 90 days after the end of a program year. The 1994 CDBG's year ended on September 30, 1995 and therefore the annual performance report was due on December 29, 1995. The annual performance report was not filed until January 4, 1996. In the prior year, we recommended that the CDBG program file the required reports in a timely manner. During the course of our current year audit work, it was noted that the annual performance report for the 1995-1996 CDBG was filed in a timely manner.
3. **JTPA PROGRAM C.F.D.A. NO. 17.250**	(A) 10% window listing: During our prior year testing of compliance with the 10% window requirement, it was noted that one participant who exceeded the income guidelines was not included in the 10% window listing. J.T.P.A. regulations require that all participants who exceed the income guidelines be included in the 10% window listing.

PROGRAM	FINDINGS/NONCOMPLIANCE
3. **JTPA PROGRAM C.F.D.A. NO. 17.250 (Continued)**	We recommended that more care be exercised when compiling the 10% window listing so that all participants exceeding the income guidelines are properly included in the listing. During the course of our current year audit work, it was noted that participants included in our sample that exceeded income guidelines were properly included in the 10% window listing. (B) Preparation of monthly cost reports: The Title II program is required by the Louisiana Department of Labor to submit monthly cost reports. These reports are currently prepared by the Finance/Accounting Department based in part on information submitted from the fiscal unit of the J.T.P.A. program. During our testing of these reports in the prior year, we were not able to identify the items reconciling the cost report to the general ledger. We recommended that a reconciliation form be developed which would indicate the balances per the general ledger and a detail of the reconciling items to balance to the cost report. This procedure would enable a third party to easily verify the cost report expenditure total with the general ledger. During our testing of these reports in the current year, we noted that a reconciliation form was used and that reconciling items were adequately documented.
4. **PASSENGER FACILITY CHARGE PROGRAM (PFC)**	(A) Quarterly reports submitted to collecting carriers and FAA: It was noted during our testing of these reports in the current year, that the expenditure portion of the third quarter PFC status report was originally prepared incorrectly. The report was prepared using an incorrectly dated trial balance. The third quarter report was subsequently amended with applicable corrections being made. Furthermore, it was noted that the fourth quarter 1996 PFC report had not been amended as of the date of our report to reflect the transfer of PFC expenses to federal capital A.I.P. grants which occurred at the end of the quarter.

PROGRAM	FINDINGS/NONCOMPLIANCE
4. **PASSENGER FACILITY CHARGE PROGRAM (PFC) - (Continued)**	We recommend that in the future more care be exercised when preparing the PFC quarterly status reports. We also recommend that the fourth quarter 1996 PFC report be amended to reflect the transfer of PFC expenses to federal grants. We also recommend that in the future when transfers of expenses occur, amended reports be prepared timely. In addition, we recommend that copies of PFC quarterly status reports be remitted by airport personnel to the City-Parish's Finance Department prior to the filing of the reports with the FAA.
5. **GENERAL REQUIREMENTS**	(A) Cash Management: During the course of our prior year audit work, it was noted that on December 29, 1995 an advance of approximately $498,000 was received by the Airport from the FAA on an A.I.P. grant. The majority of expenditures relating to the advance was not incurred until approximately one month later. As stated in the OMB Compliance Supplement for Single Audits of State and Local Governments, advances received from Federal grantor agencies should be limited to meet "immediate" cash requirements which is generally considered as a few days. We recommended that in the future, cash advances meet federal guidelines. During the current year, it was noted that no such advances had been received. However, it was also noted that there were no reimbursement requests filed in 1996 with the FAA for the federal portion of A.I.P. grants and only limited reimbursement requests filed with the State of Louisiana for the state portion of A.I. P. grants. We recommend that once expenses are incurred under A.I.P. grants reimbursement requests be filed in a more timely manner so as to maximize the interest earnings of the airport's consolidated cash accounts. (B) Davis-Bacon Act: During the course of our current year audit, it was noted that the original construction contract to build Capital Transportation Corporation's (CTC) new administrative facility failed to comply with the prevailing wage requirements of the Davis-Bacon Act. Subsequent to December 31, 1996, CTC obtained approval that they would receive a FTA grant in the amount of $600,000 to cover those additional labor costs. The City-Parish appropriated $120,000 to cover the local match portion of this grant. These additional funds appear adequate to cover the estimated additional labor cost to comply with the Davis-Bacon Act.

PROGRAM	FINDINGS/NONCOMPLIANCE
5. **GENERAL REQUIREMENTS (Continued)**	We recommend that in the future, more care be exercised in the construction contract bid process so that prevailing wage requirements of the Davis-Bacon Act be addressed at that time.

CITY OF BATON ROUGE
PARISH OF EAST BATON ROUGE

CITY-PARISH DEPARTMENTAL MEMORANDUM

June 18, 1997

TO: Vicki Harris, Accounting Manager

FROM: Larry St. Amant, Assistant Director, DHDS

SUBJECT: Single Audit Response

Attached is our response to the OMB Single Audit Findings/Noncompliance contained in the Hannis T. Bourgeois Report. If you require additional information regarding this subject, please feel free to call me at 358-4512.

/a

cc: Dr. Shirley De'Vard

CITY-PARISH DEPARTMENTAL MEMORANDUM

Head Start

June 17, 1997

TO: Dr. Shirley De'Vard, DHDS Director

FROM: Cleve B. Taylor, Head Start Director

SUBJECT: Response to Audit Findings

This correspondence comes in reference to the organization-wide audit report findings for the year ended December 31, 1996 on the City of Baton Rouge - Parish of East Baton Rouge and the corrective actions accomplished to resolve noncompliance items specific to the East Baton Rouge Parish Head Start Program. (C.F.D.A. No. 13.600)

(A) Licensed Capacities:

On January 6, 1997, a meeting was conducted with the Head Start Director, Component Supervisors, Head Teachers and Outreach Workers to resolve the noncompliance related to attendance. It was determined that corrective action would be employed to ensure the licensed capacity of head start centers would never be exceeded nor would class sizes exceed twenty children. (See attachment A). As a direct result, children were dropped through attrition. As drops occurred, the slots were not filled at the respective centers. This reduction process began on January 7.

Additionally, a staff meeting was held on March 11, 1997 to monitor progress toward the resolution of the noncompliance items. At that time it was further emphasized that no center should ever exceed its licensing capacity. (See attachment B).

A careful review of our records for the period covering January 1997 through May 1997 reveals that actual attendance never exceeded the licensed capacities at any center on any given date. Consequently, we consider the actions were sufficient to correct the deficiencies.

(B) Disability Requirement:

As a result of the recommendation by auditors as per disability requirements the following procedures are being implemented for the 1997-98 school year:

Recruitment materials have requested that parents of children with suspected disabilities bring or send documentation of the disability at the time the child is registered. Letters have been sent to these parents requesting that updated information relative to a child's disabilities, be forwarded to school officials immediately upon receipt of such information.

We will continuously monitor the disabilities enrollment to ensure that the ten percent level is maintained. Additionally, efforts will be made to enroll initially more than the ten percent required. We have made contacts with area programs that serve children with disabilities and the Pupil Appraisal office of the East Baton Rouge Parish School System for referrals of children with disabilities. The target date for the enrollment of ten percent of children with disabilities with documentation is August 1, 1997.

I remain available to answer any questions you may have.

/a

cc: Dr. Thomas J. Wilcox, Jr.

EAST BATON ROUGE PARISH HEAD START
ENROLLMENT/ATTENDANCE MEETING
JANUARY 6, 1997
1:30 p.m.

I. Opening Remarks - Enola Williams, Social Services Supervisor

II. Prayer - Otha Myles

III. Current Enrollment Information :

Alsen	McKinley	New Horizon
Banks	Children's World	Port Hudson
Discovery	Home Based	Scott
Monte Sano		

IV. 1997 Enrollment Quota

No more than twenty (20) children per classroom.

V. Extremely Low Attendance

Daily Absentees:

A. Each Classroom attendance must be monitored by the Head Teacher and the Outreach Workers daily.

B. Contact sheets must be completed daily.

C. Documentation must be on file.

VI. Drops

Children must be dropped if their attendance warrants such action

VII. Alsen & Scott must not register any new children.

VIII. Transfers

Reminder - all transfers must be approved by supervisor before a child enters a new site.

IX. Record keeping and documentation.

EAST BATON ROUGE PARISH HEAD START
ENROLLMENT/ATTENDANCE MEETING
MARCH 11, 1997
3 p.m.

I. Opening Remarks

II. USDA Food Budget and Daily Attendance "Attendance Impact on the USDA Budget - Mrs. Madelyn Swift

III. Current Enrollment information: Total enrollment - 1282

Alsen - 360
Banks - 40
Discovery - 36
Monte Sano - 38
McKinley - 60
Children's World - 84
Home Based - 70
New Horizon - 119
Port Hudson - 136
Scott - 340

IV. Extremely Low Attendance at Head Start Centers

V. Daily attendance documentation

A. Each classroom attendance must monitored by the Head Teacher and the Outreach Workers daily.

B. Classroom attendance sheets.

C. Contact sheets must be completed daily for children with consecutive absentees.

D. Attendance documentation must be on file at each Head Start Center.

VI. Drops

Children must be dropped if their attendance warrants such action.

VIII. Incentives

1. Children - Attendance Awards
2. Classroom Teacher - Attendance Awards
3. Newsletter
4. Annual Activity - Volunteer Recognition
5. Parish-Wide Meeting

EAST BATON ROUGE PARISH HEAD START PROGRAM

HEAD START CENTERS

1/9/97

CENTER	ADDRESS		TELEPHONE	ENROLL.	#OF CLS.	BUSES	1997
Alsen Head Start Center	393 Old Rafe Mayer Road, Baton Rouge, LA		(504) 775-6800	387	18	7	360
Contact Person: Yvonne Carter			(504) 775-5337				
		Kitchen	(504) 775-6881				
		FAX	(504) 775-0345				
Banks Head Start Center	2305 72nd Avenue, Baton Rouge, LA		(504) 357-7547	41	2	0	40
Discovery Head Start Center	9700 Scenic Highway, Baton Rouge, LA		(504) 775-7719	36	2	.5	36
Contact Person: Rosa Pealer							
Monte Sano Head Start Center	3002 East Mason Street, Baton Rouge, LA		(504) 355-9658	38	2	.5	38
Children's World Head Start Center	7200 Maplewood Drive, Baton Rouge, LA		(504) 355-9776	88	4	2	84
Contact Person: Marian Jackson			(504) 355-9785				
		Kitchen	(504) 357-7950				
McKinley Head Start Center	1520 Thomas Delpit Drive, Baton Rouge, LA		(504) 389-8596	60	3	1	60
Contact Person: Cynthia Dyson		Kitchen	(504) 389-8595				
		FAX	(504) 389-8714				
Home-Based	4523 Plank Road, Baton Rouge, LA		(504) 358-4575	69	0	0	70
Contact Person: Gwendolyn Marks			(504) 358-4571				
New Horizon Head Start Center	1111 North 28th Street, Baton Rouge, LA		(504) 344-2152	120	6	2	119
Contact Person: Judy Thompson			(504) 344-1851				
		Kitchen	(504) 344-1842				
		FAX	(504) 383-3890				
Port Hudson Head Start Center	205 Flanacher Road, Baton Rouge, LA		(504) 654-4118	137	7	2	136
Contact Person: Rubie Richardson			(504) 654-4177				
		Kitchen	(504) 654-4197				
		FAX	(504) 654-6108				
Scott Head Start Center	900 North 19th Street, Baton Rouge, LA		(504) 389-5536	347	17	6	340
Contact Person: Sandra Johnson			(504) 389-5537				
		Kitchen	(504) 389-5508				
		FAX	(504) 389-3963				
			Total	1322	62	21	

GREATER BATON ROUGE AIRPORT DISTRICT

SUITE 212, RYAN TERMINAL BUILDING
BATON ROUGE, LA 70807
(504) 355-0333

MEMO

To: Vicki Harris, Accounting Manager
From: Anthony Marino, Director of Aviation
Subject: Single Audit Findings Response
Date: June 6, 1997

The following is the Airport's response to the **Single Audit Findings**:

4. Passenger Facility Charge Program

The third quarter report was prepared incorrectly using an incorrectly dated trial balance. The Airport requested a trial balance from Finance at the time the report was due and used the available report at time. The report was re-issued using the correct data which was available with the accrued interest expenditures as recorded by Finance.

Additionally, the fourth quarter report was amended after the Finance Department posted the fourth (4th) quarter interest. This report was submitted with the first quarter report on April 30, 1997.

As we have stated in the last audits, the Airport can not complete these reports until the Finance Department completes the interest distribution post those funds to the Airport's accounts.

5. General Requirements

The Airport will request reimbursements on quarterly basis for those grants for which the Airport can do so. For noise grants, nor expenses May be requested until the property is bought.

If you need additional information, please contact me or Ed Polozola at 355-0333.

Sincerely,

Anthony Marino
Director of Aviation

AM:EP

cc: Gerald McKinney, A.A.E., Assistant Director
Ed Polozola, Business Manager

Department of Finance
Accounting Division

City of Baton Rouge
Parish of East Baton Rouge

222 St. Louis Street
Post Office Box 1471
Baton Rouge, Louisiana
70821

(504) 389-3069
FAX (504) 389-7831

June 9, 1997

Hannis T. Bourgeois and Company, L.L.P.
Certified Public Accountants
2322 Tremont Drive
Suite 200
Baton Rouge, Louisiana 70809

Gentlemen:

In reference to the Airport's response on the Passenger Facility Charge (PFC) program, please note that at the time the third quarter PFC report was prepared, the Airport had access to the City-Parish's on-line financial accounting system.

Sincerely,

Vicki P. Harris

Vicki P. Harris
Accounting Manager

VPH:tmc

Department of Finance

AUDITING DIVISION

City of Baton Rouge
Parish of East Baton Rouge

222 St. Louis Street
Post Office Box 1471
Baton Rouge, Louisiana
70821

(504) 389-3076
FAX (504) 389-3286

June 19, 1997

Hannis T. Bourgeois and Company, L.L.P.
Certified Public Accountants
2322 Tremont Drive
Suite 200
Baton Rouge, LA 70809

RE: RESPONSE TO THE SINGLE AUDIT FINDINGS FOR THE YEAR ENDED DECEMBER 31, 1996

Gentlemen:

The necessity of complying with the Davis-Bacon Act in construction contracts involving federal funds has been discussed with personnel from the Capital Transportation Corporation, the Department of Public Works, the Purchasing Division and the Parish Attorney's Office.

Sincerely,

Mike Hill

Mike Hill
Auditing Manager

MH/aom
g:\admin\corresp\1997\102-97.meh

HANNIS T. BOURGEOIS & CO., L.L.P.

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MEMBERS
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

1111 S. RANGE, SUITE 1
DENHAM SPRINGS, LA 70726

May 2, 1997

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

In planning and performing our audit of the general purpose financial statements of the City of Baton Rouge and Parish of East Baton Rouge, Louisiana (City-Parish), as of and for the year ended December 31, 1996, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on those financial statements and not to provide assurance on the internal control structure.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the 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.

However, during our audit we became aware of several matters that are opportunities for strengthening internal controls and operating efficiency. This letter summarizes our comments and suggestions regarding those matters. We previously reported on the City-Parish's internal control structure based on an audit of the general purpose financial statements performed in accordance with Government Auditing Standards and the City-Parish's internal control structure used in administering federal financial assistance and Passenger Facility Charge (PFC) Programs in separate reports dated May 2, 1997. This letter does not affect our report dated May 2, 1997 on the general purpose financial statements of the City-Parish.

EMS BILLINGS

FINDING

During the prior years, it was noted that amounts billed to patients and their insurance companies for Emergency Medical Services were not being recorded as accounts receivable upon billing. Since an accounts receivable system did not exist, bad debt expenses were also not properly recognized. Also, there were very limited collection efforts being made on billings not collected since no aged accounts receivable listing existed. Additionally, due to conversion problems encountered

with a new billing software package, EMS did not bill charges for services for the majority of 1995 until the beginning of 1996.

RECOMMENDATION

In the prior years, we recommended that a new billing system be installed whereby EMS charges could be recorded as accounts receivable upon billing. We also recommended that once an aged accounts receivable listing could be generated, procedures be established whereby the accounts receivable listing be periodically reviewed with collection efforts being focused on past due accounts.

CORRECTIVE ACTION TAKEN

During the current year, the EMS Department completed their process of installing a new billing system. Under the new billing system, EMS charges are recorded as accounts receivable upon billing along with an estimated allowance for the uncollectible accounts receivable. As a result of this new billing system, the EMS Department has become much more aggressive in their collection efforts as past due accounts can be easily identified.

ADDITIONAL RECOMMENDATION

We recommend that EMS continue in its positive efforts of recording and collecting EMS charges. We also recommend that a hard copy printout of the actual subsidiary listing be maintained for each month end.

PAYROLL

FINDING

During our current year payroll test, it was noted that two employees' of the Mosquito and Rodent Control Department did not have properly signed time cards. One time card was not signed by the employee nor the employee's supervisor. The other time card was signed by the employee but not by the employee's supervisor. The City-Parish's procedures require that the employee and the employee's supervisor sign all employee's time cards.

FINDING

During our current year payroll test, it was also noted that for one of the employees selected from the J.T.P.A. program, the amount of leave taken for two payroll periods as indicated on daily sign-in sheets had not been entered on the actual time sheet submitted by the employee. As a result, the leave time taken was not properly reflected on the payroll distribution report. This error was discovered by the J.T.P.A. payroll clerk upon her review of sign-in sheets. The leave time on the payroll system was subsequently adjusted in the next payroll period.

RECOMMENDATION

We recommend that the City-Parish, stress to all departments the importance of adhering to its payroll procedures as outlined in the policies and procedures manual. We further recommend that J.T.P.A. program's payroll clerk agree all information between employee sign-in sheets and time sheets with any necessary adjustments being made prior to the payroll being processed.

COMPENSATED ABSENCES

FINDING

As noted in prior years, the Payroll/Benefits Division of the City-Parish maintains computerized leave balances for all City-Parish departments excluding the Fire and Police departments.

RECOMMENDATION

We recommend that the Payroll/Benefits Division of City-Parish continue in their efforts to develop a centralized system of maintaining computerized leave balances for all City-Parish departments including the Fire and Police departments.

CORRECTIVE ACTION TAKEN

The Payroll/Benefits Division worked with the Fire Department to transfer sick and compensatory balances onto the payroll system. They are unable to transfer the vacation balances because they cannot establish set parameters for its accrual basis or limits. They will begin working with the Police Department to transfer all of their leave balances during 1997.

INSURANCE

FINDING

We noted in the prior year that certain individual departments were authorized to purchase insurance policies without approval of the Risk Management Division of the Human Resources Department.

RECOMMENDATION

We recommended that the Risk Management Division oversee purchases of all insurance policies for all City-Parish departments.

CORRECTIVE ACTION TAKEN

During the current year, it was noted that a directive was issued by the Mayor's Office which mandated that all insurance policies be purchased through the Risk Management Division in an effort to effectively monitor insurance premiums and coverages.

ADDITIONAL RECOMMENDATION

We recommend that all City-Parish departments adhere to the Mayor's directive so that the Risk Management Division continues to oversee the purchases of all insurance policies for all City-Parish departments.

SEWER IMPACT FEE

FINDING

During the prior year, the City-Parish began collecting a sewer impact fee. The majority of these fees are collected by DPW Inspection. The monthly statements sent to the Finance Department from the Office of Inspection were often difficult to reconcile to the general ledger since cash receipt numbers were not indicated on the statement and subtotals of collections by district were not indicated.

RECOMMENDATION

We recommended that the monthly statement prepared by DPW Inspection be modified so that individual cash receipt numbers are indicated and subtotals for each District's collection should be included. By implementing these recommendations a more efficient reconciliation process could be achieved.

CORRECTIVE ACTION TAKEN

During current year audit work, it was noted that the monthly statements prepared by DPW Inspection are now being prepared to include individual cash receipt numbers and are subtotaled by District. Under this new monthly report format, a more efficient reconciliation process is now in place.

PASSENGER FACILITY CHARGE (PFC)- AIRPORT

FINDING

In the prior year, it was noted that the PFC program had incurred approximately $1,000,000 of expenditures for a noise mitigation project. These expenditures, while allowable under the Airport's PFC program, should have been transferred to a separate capital Federal grant that the Airport obtained specifically for noise mitigation. However, the City-Parish Accounting Division was not notified by the airport personnel that these items should have been transferred to the Federal grant and appropriately capitalized rather than expensed. All necessary adjustments were recorded as of December 31, 1995.

RECOMMENDATION

We recommended that in the future Airport personnel inform the City-Parish Accounting Division about necessary transfers of items on grants once grants are obtained and approved.

CORRECTIVE ACTION TAKEN

During the current year, it was noted that all PFC capital grant expenditures that subsequently received Federal grants were transferred properly as of December 31, 1996.

ADDITIONAL RECOMMENDATION

Although all necessary transfer entries were made as of December 31, 1996, we further recommend that the Airport notify the City-Parish Accounting Division throughout the year of necessary transfer entries rather than all transfer entries being made as of year end.

ELECTRONIC DATA PROCESSING (EDP) SYSTEM

FINDING

As noted in the prior year, due to the numerous changes in the EDP system, as well as, the many changes in assigned duties of several of the employees of the Finance Department which occurred in 1994, it was noted that the entire security system should be reviewed in detail.

RECOMMENDATION

During our prior year review, we noted that the City-Parish Internal Auditing Division planned to test previously established controls and the security authorization tables for each financial system user to ensure that each user only has access to the area of the EDP system necessary to perform their current job duties. We recommended that this security review be conducted as planned.

CORRECTIVE ACTION TAKEN

During the current year, the City-Parish Internal Auditing Division conducted a security review. The findings and recommendations of the review were discussed with the applicable departments. As noted in the review, a follow-up review will be made within one year to determine the progress made in implementing the recommendations.

FINDING

In the prior year, it was noted that although the Computer Operations Supervisor was reviewing the system logs for the DEC system daily for failed access attempts, there was no structured review of the error logs or failed access attempts for the remaining systems.

RECOMMENDATION

We recommended that error logs and failed access attempts for the remaining systems be reviewed on a periodic basis with the frequency of the review findings and resolution of exception conditions adequately documented.

CORRECTIVE ACTION TAKEN

A directive from the Internal Auditing Division was issued in April 1997 to the various local area network administrators stating that activity logs should be periodically reviewed for any invalid system access attempts.

ADDITIONAL RECOMMENDATION

We recommend that City-Parish personnel adhere to the above mentioned directive and review error logs and failed access attempts on a periodic basis with the frequency of the review findings noted, and resolution of exception conditions adequately documented.

PHYSICAL ACCESS - PROGRAMMERS' ACCESS

FINDING

During our prior year audit, it was noted that programmers have unrestricted access to all files, system utilities, and magnetic media as well as physical access to all computer room resources. In addition, System Administrators serve as programmers to modify and update production programs. This dual assignment diminishes the segregation of duties control.

RECOMMENDATION

We recommended that management consider its alternatives to restrict programmers' logical access to update production files and restrict physical access to the computer room and tape library area. We recognize that programmers require the ability to read copies of production programs and copies of test data in order to perform their duties to develop software applications. However, all modifications of the programmers should be applied to test programs, verified for propriety by someone independent of the modification, and migrated into the production environment by the computer operations staff.

We further recommended that programmers who require tapes to be mounted from the tape library to the main computer system should request these services from the computer operators or from the tape librarian. Implementing this recommendation would negate the need for programmers to access the computer room at all times.

Finally, we recommended that computer operators not be authorized to modify, update or delete program files as part of their responsibilities.

CORRECTIVE ACTION TAKEN

The IS Department has considered the computer room layout and access. Through discussions with Building Maintenance, the IS Department was informed that a physical wall would not be possible because it would restrict air ventilation and interfere with the halen fire system in the room. Since a physical wall does not seem possible, the IS Department is trying to find another solution to the computer room layout and access. Also, the IS Department noted that physical access to the computer room and tape library is controlled by a card access system which keeps a log of the date and time of all accesses to those areas by employee name. However, the card access system only restricts outside visitors access to the rooms.

As noted by the IS Department, programming changes are done on a development computer and then migrated to the production computer. It was noted that they would study the feasibility of further separating the production and development environments for programmers.

The IS Department also stated that operators are not authorized to modify, update or delete program files, and at log in, operators are restricted as to which function they are allowed to perform by a captured menu.

ADDITIONAL RECOMMENDATION

We commend the IS Department on its efforts in trying to find a solution to limit the access of programmers to the computer room and tape library. However, we recommend that the IS Department continue its efforts to further segregate the production and development environments for programmers.

IS PAYROLL - PROCESSING FUNCTION

FINDING

During our prior year audit, it was noted that the IS Department was responsible for processing all payroll for the J.T.P.A. and for the Summer Youth Employment program. Within this area of responsibility, the IS Department was responsible to create and maintain all master file data for these payroll files, generate periodic payroll checks, and reconcile the checks to the input time sheets.

As a result of this responsibility, the IS Department had an overlapping of duties by posting accounting transactions and executing the programs that process and report the transactions and create a transfer of funds. This overlapping of duties could allow staff within the IS Department to commit fraud or other irregularity by posting unauthorized transactions and generating unauthorized payroll checks.

RECOMMENDATION

We recommended that the City assess the feasibility of segregating these duties among more than one department.

CORRECTIVE ACTION TAKEN

During the current year, the Department of Human Development and Services has implemented additional procedures to further segregate payroll duties. The following procedures have been implemented:

The J.T.P.A. Accounting Office inputs time sheets and prepares computerized payroll reports which are forwarded to the IS Department. The IS Department then prepares a test register. The test register is sent back to the J.T.P.A. Accounting Office where it is matched against the actual time sheets by the J.T.P.A. accountant and at least one other employee. The corrected and/or approved test register is returned to the IS Department so that checks can be printed. The printed checks and the check register are then sent back to the J.T.P.A. Accounting Office where the J.T.P.A. accountant and at least one other employee matches the checks against the check register and time sheets. Once the checks have been reviewed, they are distributed to the J.T.P.A. employees.

IS PAYROLL - MASTER FILE CHANGES

FINDING

It was also noted during the prior year audit that changes to master files in payroll records maintained by the IS Department are not tracked or verified against the authorized data source by someone other than the data entry person. Under this condition, the person who enters the data could add unauthorized or ghost employees or could increase the pay rates of employees without detection for the purpose of committing fraud or other irregularity.

RECOMMENDATION

We recommended that all changes to production master files be reviewed by someone independent of the data entry process. For large volumes of changes, we recommend that a complete review of all employee master file changes and a sample review of non-employee master files be performed periodically.

CORRECTIVE ACTION TAKEN

Based upon our discussions with IS Department personnel, it was noted that data entry personnel no longer have the ability to modify master file data on the City-Parish's payroll. They can only input hours worked for personnel in preparation of the routine bi-weekly payroll. Also, it was noted in the "Financial Information Systems Security Audit" performed by the Finance Department

Auditing Division that procedures have been implemented whereby the payroll or status change history is reviewed by a supervisor or manager in the Human Resources Department for all users who have the ability to change pay rates and other payroll master file information.

REVIEW OF SYSTEM ENHANCEMENT

FINDING

We were informed during the course of our prior and current year audit that the City-Parish's software vendor no longer supports the financial accounting package. As a result the City-Parish purchased the source code for the software and plans to maintain, enhance, and upgrade the software through in-house programmers.

RECOMMENDATION

While this approach may be a viable alternative to purchasing vendor-supported software, we believe that the IS Department should not have the sole responsibility for upgrading the system. The Internal Auditing Division could be utilized in this area since they have significant insight into internal accounting controls, accounting, posting procedures, and the overall interrelationship between accounting ledgers and the resulting financial statements.

At a minimum, we believe that the IS Department should implement a formal change control process to ensure that all changes to the software are authorized and reviewed by someone independent of the change. Also, such changes should be considered using a cost-justified analysis and sponsored by the user department before the change is approved.

Finally, we believe that the decision to maintain the financial accounting software in-house carries a responsibility to develop a quality control function to ensure that all changes to the production programs are implemented under a system of programming standards that address:

- System documentation.
- User documentation.
- System testing prior to installation within the production environment.
- Peer or supervisory review after testing.
- Migration and synchronization of source code and object code when the upgrade is scheduled to pass from the test phase to production.

CORRECTIVE ACTION TAKEN

As noted by the IS Department, the department "owning" the software package must approve all changes and all changes must be in writing. Actual program changes are made by the programming team responsible for the application. Program changes are made on the development computer and then are migrated to the production computer. An additional procedure has been implemented whereby the project leader will maintain a log containing a copy of the original requesting letter, a description of the change made, and the date the change was placed into production. It was also noted that a directive was issued in April 1997 by the Internal Auditing Division requesting that their department be notified by the IS Department when programming changes are made. Depending on the complexity and purpose of the change, a review may then be performed by the Internal Auditing Division.

ADDITIONAL RECOMMENDATION

We recommend that City-Parish personnel adhere to the above mentioned directive and notify the Internal Auditing Division when programming changes are made. A decision of whether or not the change should be reviewed by Internal Auditing should then be made and documented.

TAPE LIBRARY LOG

FINDING

Part of the traditional function of a Tape Librarian is to manage the magnetic tapes created and stored by the department. Within this area of responsibility, the Tape Librarian should maintain a list of all tapes, the location of the tape (active storage, archive location, vendor site, reporting site, etc.), the tape status (active, archive, backup, control, master, etc), the expected return date, and the authorization for all tapes removed from the tape library. In the prior year, we noted that the Tape Librarian did not maintain an adequate log to identify whether tapes were removed in an authorized manner or to identify when tapes were missing beyond the expected return date.

RECOMMENDATION

We recommended that the Tape Librarian develop a logging system that documents the status of all tapes and alerts the Tape Librarian when exception conditions occur. Specifically, we recommended that a system be established to note the following:

- Tape identification.
- Tape description.
- Creation date.
- Expiration date (if applicable).

- Location (tape library, in use, archive storage, vendor site, third party reporting site, etc.)
- Status (active, archive, expired, scratch, etc.)
- Date expected to be returned.
- Date returned.

In addition, we recommended that the Tape Librarian conduct an inventory of all tapes periodically, at least annually, to ensure that the control procedures are being followed within the department. The purpose of the inventory is to compare the tape log with the physical tapes and investigate missing tapes or erroneous entries on the tape log.

CORRECTIVE ACTION TAKEN

The Tape Librarian has implemented the procedures recommended by us for documenting the status of tapes. Also, it was noted during our final fieldwork that the Tape Librarian was in the process of conducting an annual inventory of all tapes.

AUTOMATIC PASSWORD EXPIRATION

FINDING

We noted in the prior year that there are no controls to ensure that end-user passwords are updated periodically, at least quarterly. When user passwords are not updated periodically, the confidential information tends to become known to peers and recurring visitors to the area. With knowledge of a user's ID and password, anyone with access to the main system could process transactions in an unauthorized manner without revealing the responsible party.

RECOMMENDATION

We recommended that all user passwords be updated at least quarterly. Due to the complex nature of the City-Parish computer system, we believe this recommendation can be accomplished only through the use of automated tools built into the operating systems of each of the computers. We recommended that this feature be implemented in the immediate term.

CORRECTIVE ACTION TAKEN

The IS Department noted that it sets up users on the DEC system and that all users on the DEC systems are setup such that their system password expires every 90 days. Also, it was noted that users of the financial information systems applications must first sign-on their local area network and

then sign-on to the DEC system. When users sign-on to the DEC system, they are presented with a captured menu that restricts their access only to the applications that they have been granted authorization to use. Also, it was noted that a memorandum was issued to all users of the computer system stating that users should change all their passwords every 90 days when their DEC system's password expires.

We are confident these suggestions would improve your operating procedures and internal control structure. We wish to express our appreciation for the cooperation and courtesy extended to our representatives by your personnel during the course of this audit.

This report is intended for the information of management and regulatory agencies which include the United States Department of Housing and Urban Development (Cognizant Agency), Federal Aviation Administration Passenger Facility Charge Branch, and the Louisiana State Legislative Auditor. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the City-Parish, is a matter of public record.

Respectfully submitted,

Harris T. Bourgeois & Co., L.L.P

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

c. Deposits - Discretely Presented Component Units (Continued)

	Carrying Amount	Bank Balance	Category 1	Category 2	Category 3
District Attorney of the Nineteenth Judicial District	$ 1,830,077	$ 1,891,412	$1,500,000	$ 391,412	$ --
Nineteenth Judicial District Court	812,534	949,216	100,000	--	849,216
E.B.R. Parish Family Court	119,900	119,900	119,900	--	--
E.B.R. Parish Juvenile Court	72,816	72,816	72,816	--	--
Nineteenth Judicial District Indigent Defender Board	555,763	633,173	200,000	--	433,173
E.B.R. Parish Assessor	1,518,623	1,566,633	899,000	667,633	--
Clerk of Court	12,536,341	13,019,018	382,101	12,636,917	--
Capital Region Planning Commission	364,423	397,220	397,220	--	--
St. George Fire Protection District	26,279	68,099	68,099	--	--
Brownsfield Fire Protection District	58,020	58,020	58,020	--	--
Central Fire Protection District	155,006	177,565	100,000	--	77,565
District 6 Fire Protection District	130,200	137,236	137,236	--	--
Eastside Fire Protection District	171,837	187,386	100,000	--	87,386
Pride Fire Protection District	62,954	62,954	62,954	--	--
Chaneyville Fire Protection District	11,445	11,445	11,445	--	--
Capital Transportation Corporation	1,844,007	1,957,178	1,957,178	--	--
Total Component Units	$20,270,225	$21,309,271	$6,165,969	$13,695,962	$1,447,340

For the component unit agencies that carry pledged securities that are considered Category 3 under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the component unit agency that the fiscal agent has failed to pay deposited funds upon demand.

Certificates of deposit with a maturity of 90 days or more are classified on the combined balance sheet as "Investments" ($8,535,655). The remaining carrying amount of $11,734,570 is classified as "Cash and Cash Equivalents."

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

c. Deposits - Discretely Presented Component Units (Continued)

The carrying amounts of deposits do not include a cash on hand balance for Capital Transportation Corporation of $450 which is not on deposit with a financial institution. Cash on hand includes petty cash and cash received but not yet deposited at year-end.

d. Investments - Discretely Presented Component Units

	Carrying Amount	Market Value
Mutual Funds	$2,341,121	$2,460,136

The mutual funds are owned by Capital Transportation Corporation ($1,680,136), Nineteenth Judicial District Court ($115,690), E.B.R. Parish Clerk of Court ($45,380), and Capital Region Planning Commission ($499,915). In accordance with GASB Codification Section I50.165, these investments are not categorized because they are not evidenced by securities that exist in physical or book entry form.

The carrying amount of $660,985 is classified on the combined balance sheet as "Investments in Deferred Compensation." The remaining carrying amount of $1,680,136 is classified as "Investments."

e. Cash, Cash Equivalents and Investments Summary

The following is a reconciliation of the carrying amount of deposits and investments to "Cash and Cash Equivalents", "Investments" and "Investments in Deferred Compensation" on the combined balance sheet.

1. Primary Government

Cash and Cash Equivalents:	
Deposits	$ 19,421,412
Cash on hand	681,523
Investments	5,271,018
Louisiana Asset Management Pool	52,159,481
Sub-total Cash and Cash Equivalents	77,533,434
Investments:	
Deposits	117,336,903
Investments	631,140,568
Sub-total Investments	748,477,471
Investments in Deferred Compensation	21,015,381
Cash, Cash Equivalents and Investments, December 31, 1996	$847,026,286

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

c. Cash, Cash Equivalents and Investments Summary (Continued)

2. Component Units

Cash and Cash Equivalents:	
Deposits	$11,734,570
Cash on hand	450
Sub-total Cash and Cash Equivalents	11,735,020
Investments:	
Deposits	8,535,655
Investments	1,680,136
Sub-total Investments	10,215,791
Investments in Deferred Compensation	660,985
Cash, Cash Equivalents and Investments, December 31, 1996	$22,611,796

NOTE 4 - Property Taxes

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

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

The 1996 property tax calendar is as follows:

Levy Date	September 25, 1996
Millage Rates Adopted	September 25, 1996
Tax Bills Mailed	December 2, 1996
Due Date	December 31, 1996
Lien Date	January 1, 1997

NOTE 4 - Property Taxes (Continued)

State Law requires the Sheriff to collect property taxes in the calendar year in which the assessment is made. Property taxes become delinquent January 1 of the following year. If taxes are not paid by the due date, taxes bear interest at the rate of one and one-fourth percent per month until the taxes are paid (LRS 47:2101). After notice is given to the delinquent taxpayers, the Sheriff is required by the Constitution of the State of Louisiana to sell the least quantity of property necessary to settle the taxes and interest owed (LRS 47:2181). Therefore, there are no delinquent taxes at year-end.

All property taxes are recorded in governmental funds, and as explained in Note 1(c), revenues in governmental funds are recognized in the accounting period in which they become available and measurable. Property taxes are considered measurable in the calendar year of the tax levy. Accordingly, the entire tax roll less an estimate for uncollectible taxes is recorded as revenue in the current calendar year. Uncollectible taxes are those taxes which based on past experience will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll. All of the net taxes receivable at the end of the year are considered available. Available means due, or past due and receivable within the current period, and collected within the current period or expected to be collected soon enough thereafter to pay liabilities of the current period. Property taxes are considered available because they are substantially collected by the tax collector within 60 days subsequent to year-end and are therefore available to liquidate liabilities of the current period.

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

	Property Taxes Receivable	Estimated Uncollectible Property Taxes	Net Property Taxes Receivable
General Fund	$ 8,331,194	$ 419,992	$ 7,911,202
Special Revenue Funds	14,365,397	1,044,503	13,320,894
Debt Service Funds	908,503	64,228	844,275
Total	$23,605,094	$1,528,723	$22,076,371

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

	Property Taxes Receivable	Estimated Uncollectible Property Taxes	Net Property Taxes Receivable
St. George Fire Protection District	$ 663,335	$ 49,513	$ 613,822
Brownsfield Fire Protection District	59,139	4,325	54,814
Central Fire Protection District	233,192	26,870	206,322
E.B.R. Parish Fire Protection District No. 6	116,445	8,475	107,970
Eastside Fire Protection District	175,832	12,394	163,438
Alsen-St. Irma Lee Fire Protection District	84,168	4,862	79,306
Total	$1,332,111	$106,439	$1,225,672

NOTE 5 - Federal and State Financial Assistance

a. Grants From Other Governmental Units

Federal and State grant programs represent an important source of funding to finance housing, employment, construction, and social programs which are beneficial to the City and the Parish. These funds are recorded in the Special Revenue, Capital Projects, and Enterprise Funds. A grant appropriation is recorded when an approved contract is authorized with the funding agency through the "Grants Review Process." Receivables are established when expenditures are incurred. The grants normally specify the purpose for which funds may be used and are audited annually in accordance with Office of Management and Budget Circular A-128 under the "Single Audit Concept."

During 1996 and 1995, the following amounts under various grants and entitlements are recorded as revenues, subsidies, or additions to contributions in the accompanying financial statements:

	1996	1995
Primary Government:		
Special Revenue Funds:		
Grants Fund	$28,840,811	$25,890,598
Capital Projects Funds:		
Miscellaneous Capital Improvements Fund	--	151,351
Enterprise Funds:		
Greater Baton Rouge Airport District	3,704,289	7,620,706
Riverside Centroplex Fund	534,844	479,070
Internal Service Funds:		
Central Garage Fund	411,739	18,441
Total Primary Government	$33,491,683	$34,160,166
Component Unit:		
Capital Transportation Corporation	$ 4,257,549	$ 1,919,295

b. Food Stamp Program

The Food Stamp Program is operated by the City-Parish under an agreement with the State of Louisiana Department of Social Services. Under this program, the Finance Department-Revenue Division is responsible for the issuance of food stamps to eligible participants in the parish. The value of food stamps on hand, received, and issued is not recorded in the accompanying statements. Activity for the year follows:

Balance at January 1, 1996	$ 7,578,343
Received	50,398,699
Issued	(45,722,508)
Balance at December 31, 1996	$ 12,254,534

c. On-Behalf Payments for Salaries and Benefits

During 1995 the City-Parish implemented GASB Statement No. 24, *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance*. This standard requires the City-Parish to report in the financial statements on-behalf salary and fringe benefit payments made by the State of Louisiana to certain groups of City-Parish employees.

NOTE 5 - Federal and State Financial Assistance (Continued)

c. On-Behalf Payments for Salaries and Benefits (Continued)

Supplementary salary payments are made by the state directly to certain groups of employees. City-Parish is not legally responsible for these salaries. Therefore, the basis for recognizing the revenue and expenditure (expense) payments is the actual contribution made by the state. For 1996, the state paid supplemental salaries to the following groups of employees of the primary government: fire and law enforcement employees, city court judges, and employees of the Registrar of Voter's Office. The state also paid supplemental salaries for employees of the Nineteenth Judicial District Attorney, judges salaries and benefits for the three court systems and state supplemental salaries of the parish fire protection district component units.

LRS 33:7392 provides for a percentage of property taxes collected in East Baton Rouge Parish to be remitted to the State Municipal Employees Retirement System (MERS). The statute further provides for MERS to distribute these funds back to the City-Parish Employees' Retirement System and the Cities of Zachary and Baker Retirement Systems.

On-behalf payments recorded as revenues and expenditures (expenses) in the 1996 financial statements are as follows:

	State Supplemented Salaries	MERS Contribution	Total 1996 On-Behalf Payments
Primary Government:			
General Fund	$3,904,389	$339,286	$4,243,675
Special Revenue Funds	4,687	--	4,687
Enterprise Funds	82,190	--	82,190
Total Primary Government	3,991,266	339,286	4,330,552
Component Units:			
District Attorney of the Nineteenth Judicial District	1,131,630	--	1,131,630
Nineteenth Judicial District Court	1,424,947	--	1,424,947
E.B.R. Parish Family Court	407,128	--	407,128
E.B.R. Parish Juvenile Court	203,564	--	203,564
St. George Fire Protection District	12,724	--	12,724
Brownsfield Fire Protection District	9,684	--	9,684
Central Fire Protection District	22,112	--	22,112
Total Component Units	3,211,789	--	3,211,789
Total On-Behalf Payments	$7,203,055	$339,286	$7,542,341

NOTE 6 - Changes in Fixed Assets

a. A summary of changes in general fixed assets for the Primary Government follows:

	Balance 1/1/96	Additions	Adjustments and Deletions	Balance 12/31/96
Land	$ 16,307,185	$ 28,800	$ (1,000)	$ 16,336,985
Buildings	113,320,060	7,071,501	(493,346)	120,884,907
Improvements Other Than Buildings	203,919,771	8,695,411	(1,222,030)	213,837,212
Equipment	60,284,447	10,150,144	9,995,442	60,439,149
Equipment Under Capital Leases	6,783,192	2,633,706	2,070,657	7,346,241
Construction Work in Progress	2,311,921	5,309,627	1,795,250	5,826,298
Total	$402,926,576	$33,889,189	$12,144,973	$424,670,792

b. Construction Work in Progress of the Primary Government for general fixed assets is composed of the following:

	Project Authorization	Capitalized	Balance in Construction Work In Progress 12/31/96	Committed	Estimated Required Future Financing
New Municipal Waste Facility	$ 22,452,000	$22,452,000	$ --	$ 1,000	None
1993 Bond Capital Improvements	4,223,000	3,837,948	--	247,785	None
Miscellaneous Capital Improvements	25,668,254	23,833,056	98	510,030	None
1995-1996 Capital Improvements	16,388,360	5,407,990	2,562,242	2,081,402	None
Community Development	9,518,140	4,212,742	1,151,161	339,312	None
General Government	1,447,513	1,137,449	16,726	22,482	None
Street Improvements	25,592,278	16,202,307	2,096,071	5,412,640	None
Emergency Medical Services	39,419	39,419	--	--	None
Total	$105,328,964	$77,122,911	$5,826,298	$8,614,651	