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**TIGER ATHLETIC FOUNDATION  
BATON ROUGE, LOUISIANA  
FINANCIAL STATEMENTS  
DECEMBER 31, 1972**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the clerk 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 12/11/72

**Donald C. DeVille**  
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MEMBER  
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INDEPENDENT AUDITOR'S REPORT

February 10, 2000

Members of the Board of Directors  
Tiger Athletic Foundation  
Baton Rouge, Louisiana

I have audited the accompanying Statement of Financial Position of Tiger Athletic Foundation (a non-profit organization) as of December 31, 1999, and the related Statements of Activities, Functional Expenses and Cash Flows for the year then ended. These financial statements are the responsibility of Tiger Athletic Foundation's management. My responsibility is to express an opinion of these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I 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. I believe that my audit provided a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Tiger Athletic Foundation as of December 31, 1999, and the changes in net assets and cash flows for the year then ended in conformity with generally accepted accounting principles.

My audit was made for the purposes of forming an opinion on the basis financial statements taken as a whole. The supplementary information is presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Respectfully submitted

*Donald C. DeVille*

**TIGER ATHLETIC FOUNDATION**  
**STATEMENT OF FINANCIAL POSITION**  
**DECEMBER 31, 1972**

(With Comparative Totals for 1971)

|   | 1972              | 1971             |
|---|-------------------|------------------|
| <b>ASSETS</b>                             |                   |                  |
| Operating Cash                            | \$1,700,442       | \$166,288        |
| Money Market Accounts                     | 3,342             | 3,943            |
| Certificates of Deposits-Board Designated | 1,188,199         | 719,833          |
| Restricted Cash & Cash Equivalents        | 25,071,899        | 846,183          |
| Endowments - Cash                         | 488,693           | 383,278          |
| Endowments - Investments                  | 1,057,445         | 1,603,289        |
| Receivables                               | 1,222,878         | 76,210           |
| Fixed Assets, Net                         | 14,290,822        | 4,821,108        |
| <b>TOTAL ASSETS</b>                       | <b>48,842,878</b> | <b>6,459,253</b> |
| <b>LIABILITIES AND NET ASSETS</b>         |                   |                  |
| <b>LIABILITIES:</b>                       |                   |                  |
| Accounts Payable                          | 658,707           | 576,518          |
| Withholdings Payable                      | -                 | 832              |
| Tickets and Parking Payable               | 168,159           | 10,929           |
| Accrued Interest Payable                  | 87,988            | -                |
| Notes Payable                             | 8,489,971         | 3,247,780        |
| Bonds Payable                             | 43,875,600        | -                |
| <b>TOTAL LIABILITIES</b>                  | <b>52,371,925</b> | <b>3,266,160</b> |
| <b>NET ASSETS:</b>                        |                   |                  |
| Unrestricted:                             |                   |                  |
| Undesignated                              | 4,876,614         | 3,282,092        |
| Restricted By Board:                      |                   |                  |
| University Club                           | 832,843           | 164,914          |
| Airplane Maintenance                      | 150,800           | 280,088          |
| 10% Excess Budgeted Revenues              | 364,877           | 274,118          |
| Temporarily Restricted:                   |                   |                  |
| Tiger Don Suites                          | 3,689,500         | -                |
| Endowment Funds                           | 3,458,138         | 1,366,567        |
| Coaches and Athletic Director Funds       | 392,041           | 314,886          |
| Academic Center                           | 144,008           | 9,879            |
| Baseball                                  | 8,025             | 5,838            |
| Football Squad                            | 84,282            | 45,564           |
| Golden Century                            | 142,983           | 98,181           |
| Al Moresa                                 | 8,861             | 3,880            |
| Special Donations                         | 84,318            | 27,641           |
| Tiger Den                                 | 4,975             | 48,000           |
| Top 100 Tigers                            | 459,084           | 388,388          |
| Tiger Walk                                | 2,249             | 2,270            |
| <b>Total Net Assets</b>                   | <b>12,480,855</b> | <b>6,194,094</b> |
| <b>TOTAL LIABILITIES &amp; NET ASSETS</b> | <b>64,852,779</b> | <b>9,653,253</b> |

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

**TIGER ATHLETIC FOUNDATION**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**  
 (With Comparative Totals for 1998)

|  | <u>1999</u>       | <u>1998</u>      |
|--|-------------------|------------------|
| <b>UNRESTRICTED NET ASSETS:</b>                      |                   |                  |
| <b>Unrestricted Revenue and Gains:</b>               |                   |                  |
| Donations of Land                                    | -0-               | \$1,000,000      |
| Donations - TAP Members                              | \$2,846,118       | 1,637,897        |
| scoreboard sponsorships                              | 1,228,000         | -0-              |
| Resial - University Club                             | 597,873           | 88,120           |
| Aircraft Services                                    | 211,488           | 331,169          |
| Ticket Sales   | 2,877,437         | 1,918,650        |
| Special Events                                       | 7,889             | 12,889           |
| Interest Income                                      | 354,644           | 245,000          |
| Merchandise Revenue                                  | 729               | 1,491            |
| Miscellaneous Income                                 | 3,389             | 1,061            |
| Gain/Loss on Investments                             | (60,626)          | -0-              |
| <b>Total Revenue Collected</b>                       | <u>6,783,437</u>  | <u>8,285,413</u> |
| <b>Expenses:</b>                                     |                   |                  |
| Contributions to LSU - Athletic Department           | 898,524           | 1,386,048        |
| Contributions to LSU - Non Athletic                  | 85,884            | 84,884           |
| Aircraft Services                                    | 719,853           | 853,038          |
| Tickets Purchased                                    | 2,817,120         | 1,858,486        |
| Special Events                                       | 36,410            | 14,888           |
| Fund Raising   | 255,450           | 218,871          |
| General and Administrative                           | 762,384           | 481,023          |
| Merchandise Expenses                                 | 2,884             | 4,971            |
| <b>Total Expenses Paid</b>                           | <u>6,443,931</u>  | <u>6,911,944</u> |
| <b>INCREASE IN UNRESTRICTED NET ASSETS</b>           | <u>1,339,506</u>  | <u>1,373,569</u> |
| <b>TEMPORARILY RESTRICTED NET ASSETS</b>             |                   |                  |
| Contributions - Restricted Fund                      | 392,587           | 544,812          |
| Contributions - Coaches                              | 713,483           | 801,288          |
| Contributions - Tiger Den                            | 1,628,508         | -0-              |
| Net Assets Released From Restrictions                |                   |                  |
| Restricted Fund                                      | (14,978)          | (201,250)        |
| Coaches  | (386,288)         | (877,473)        |
| <b>INCREASE IN TEMPORARILY RESTRICTED NET ASSETS</b> | <u>4,348,384</u>  | <u>(322,480)</u> |
| <b>INCREASE IN NET ASSETS</b>                        | <u>6,485,978</u>  | <u>1,350,871</u> |
| <b>NET ASSETS, Beginning of Year</b>                 | <u>6,194,085</u>  | <u>2,871,882</u> |
| Price Period adjustment (Cash to GAAP Basis)         | -8-               | (28,339)         |
| <b>NET ASSETS, End of Year</b>                       | <u>12,880,055</u> | <u>6,194,086</u> |

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

TIGER ATHLETIC FOUNDATION  
STATEMENT OF FINANCIAL RESULTS  
FOR THE YEAR ENDED DECEMBER 31, 1999  
(With Comparative Balances For 1998)

|                      | OPERATIONS     |               | EQUIPMENT      | TIGER            | SPECIAL       | PROGRAMS     | GENERAL        |                | Total            |                  |
|----------------------|----------------|---------------|----------------|------------------|---------------|--------------|----------------|----------------|------------------|------------------|
|                      | TO A, B, C     | ADULTS        |                |                  |               |              | ADULTS         | ADULTS         | ADULTS           | ADULTS           |
| DOG ATHLETIC DEPT    | 280,781        | 0             | 0              | 0                | 0             | 0            | 0              | 0              | 280,781          | \$31,427         |
| DOG STAFF            | 0              | 0             | 0              | 0                | 0             | 0            | 0              | 0              | 0                | 12,000           |
| COLLEGE CENTER       | 0              | 0             | 0              | 0                | 0             | 0            | 0              | 0              | 0                | 482,470          |
| TIGER DR             | 0              | 0             | 0              | 0                | 0             | 0            | 0              | 0              | 0                | 298,800          |
| COFFEE/TEA CUB       | 0              | 0             | 0              | 0                | 0             | 0            | 0              | 0              | 0                | 70,000           |
| CONSULING FEE        | 18,730         | 0             | 0              | 0                | 0             | 0            | 0              | 0              | 18,730           | 88,000           |
| CHEESE SUPPLY/STY    | 148,800        | 0             | 0              | 0                | 0             | 0            | 0              | 0              | 148,800          | 82,000           |
| COMPUTER TRAINING    | 77,887         | 0             | 0              | 0                | 0             | 0            | 0              | 0              | 77,887           | 78,000           |
| BOOKBOARD NET FEE    | 12,100         | 0             | 0              | 0                | 0             | 0            | 0              | 0              | 12,100           | 0                |
| ACADEMIC GRANTS      | 0              | 48,000        | 0              | 0                | 0             | 0            | 0              | 0              | 48,000           | 88,000           |
| NEWS & SUBSCRIPTIONS | 3,461          | 0             | 0              | 0                | 0             | 0            | 0              | 0              | 3,461            | 3,240            |
| RENT                 | 0              | 0             | 12,100         | 0                | 0             | 0            | 0              | 0              | 12,100           | 78,740           |
| ADVERTISEMENTS       | 0              | 0             | 18,187         | 0                | 0             | 0            | 0              | 0              | 18,187           | 112,000          |
| TRUCK RENTALS        | 0              | 0             | 18,887         | 0                | 0             | 0            | 0              | 0              | 18,887           | 21,000           |
| TICKETS              | 0              | 0             | 0              | 2,887,000        | 0             | 0            | 0              | 0              | 2,887,000        | 1,888,000        |
| PROGAM PARTY         | 0              | 0             | 0              | 0                | 26,844        | 0            | 0              | 0              | 26,844           | 24,000           |
| RECREATION CENTER    | 0              | 0             | 0              | 0                | 0             | 3,000        | 0              | 0              | 3,000            | 4,000            |
| SALARIES AND RELATED | 0              | 0             | 78,007         | 0                | 0             | 0            | 180,246        | 38,100         | 296,353          | 284,000          |
| ACCOUNTING           | 0              | 0             | 0              | 0                | 0             | 0            | 8,827          | 0              | 8,827            | 1,800            |
| MANAGER SUPPLIES     | 2,800          | 0             | 0              | 0                | 0             | 0            | 72,287         | 0              | 75,087           | 28,000           |
| BASE SALARIES        | 0              | 0             | 0              | 0                | 0             | 0            | 44,000         | 0              | 44,000           | 88,400           |
| BOARD MEETINGS       | 0              | 0             | 0              | 0                | 0             | 0            | 1,000          | 0              | 1,000            | 4,000            |
| COMPUTER EXPENSE     | 0              | 0             | 0              | 0                | 0             | 0            | 4,407          | 0              | 4,407            | 7,000            |
| DEPRECIATION         | 0              | 0             | 38,703         | 0                | 0             | 0            | 25,000         | 0              | 63,703           | 148,000          |
| TRIP EXPENSES        | 0              | 0             | 0              | 0                | 0             | 0            | 1,000          | 0              | 1,000            | 1,400            |
| TRIP EXPENSES/STAFF  | 0              | 0             | 0              | 0                | 0             | 0            | 0              | 38,100         | 38,100           | 0                |
| PROGRAMS             | 0              | 0             | 28,981         | 0                | 0             | 0            | 11,000         | 0              | 39,981           | 28,000           |
| INTEREST             | 0              | 0             | 118,500        | 0                | 0             | 0            | 0              | 0              | 118,500          | 162,000          |
| LEGAL                | 12,000         | 0             | 0              | 0                | 0             | 0            | 0              | 0              | 12,000           | 42,884           |
| RECREATION           | 0              | 0             | 874            | 0                | 0             | 0            | 4,184          | 0              | 5,058            | 28,884           |
| OFFICE SUPPLIES      | 0              | 0             | 0              | 0                | 0             | 0            | 12,100         | 0              | 12,100           | 4,000            |
| OTHER SUPPLIES       | 0              | 0             | 0              | 0                | 0             | 0            | 2,884          | 0              | 2,884            | 2,784            |
| OFFICE EQUIPMENT     | 0              | 0             | 0              | 0                | 0             | 0            | 18,187         | 0              | 18,187           | 4,100            |
| PARKING              | 0              | 0             | 0              | 0                | 0             | 0            | 24,100         | 0              | 24,100           | 28,884           |
| POSTAGE & DELIVERY   | 0              | 0             | 0              | 0                | 0             | 0            | 18,884         | 0              | 18,884           | 18,884           |
| PRINTING             | 0              | 0             | 0              | 0                | 0             | 0            | 28,100         | 0              | 28,100           | 32,100           |
| RENT-RELIANCE        | 0              | 0             | 1,007          | 0                | 0             | 0            | 18,100         | 0              | 19,107           | 28,884           |
| REPAIRS              | 0              | 0             | 0              | 0                | 0             | 0            | 2,884          | 0              | 2,884            | 0                |
| TELEPHONE            | 0              | 0             | 1,007          | 0                | 0             | 0            | 27,711         | 0              | 28,718           | 28,884           |
| TRAINING             | 0              | 0             | 28,700         | 0                | 0             | 0            | 3,400          | 0              | 32,100           | 101              |
| TRAVEL               | 0              | 0             | 8,206          | 0                | 0             | 0            | 0              | 54,000         | 62,206           | 28,100           |
| STAFFER TOUR         | 0              | 0             | 0              | 0                | 0             | 0            | 0              | 181,000        | 181,000          | 187,000          |
| UNEMPLOYMENT         | 0              | 0             | 0              | 0                | 0             | 0            | 0              | 81,700         | 81,700           | 22,100           |
| CONTINGENCY          | 0              | 0             | 28,440         | 0                | 0             | 0            | 0              | 0              | 28,440           | 0                |
| <b>TOTAL</b>         | <b>588,228</b> | <b>68,804</b> | <b>718,000</b> | <b>1,007,100</b> | <b>18,100</b> | <b>3,000</b> | <b>788,104</b> | <b>284,400</b> | <b>1,072,504</b> | <b>1,000,000</b> |

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

**TIGER ATHLETIC FOUNDATION**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED DECEMBER 31, 1999**  
(With Comparative Totals for 1998)

|   | <u>1999</u>              | <u>1998</u>             |
|---|--------------------------|-------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>  |                          |                         |
| Increase In Net Assets  | \$6,488,871              | \$3,358,871             |
| Adjustments To Reconcile Increase In Net Assets To Net Cash Provided By Operating Activities: |                          |                         |
| Depreciation  | 344,466                  | 340,343                 |
| Prior Period Adjustment   | -0-                      | (28,333)                |
| Donation of Land  | -0-                      | 13,850,088              |
| (Decrease) Decrease In Operating Assets:  |                          |                         |
| Accounts Receivable   | (1,157,262)              | 173,332                 |
| Increase (Decrease) In Operating Liabilities:   |                          |                         |
| Accounts Payable  | 8,188                    | 70,539                  |
| Employee Withholdings   | 43311                    | (738)                   |
| Tickets Payable   | 128,230                  | (2,333)                 |
| Accrued Interest Payable  | 63,983                   | -0-                     |
| <b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>  | <u>\$4,873,565</u>       | <u>\$72,852</u>         |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>  |                          |                         |
| Increase In Endowment Investments   | (84,297)                 | (188,108)               |
| Purchase of Equipment   | (28,688)                 | 116,393                 |
| Construction In Progress  | (29,783,836)             | -0-                     |
|   | <u>(30,696,821)</u>      | <u>(181,715)</u>        |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>  |                          |                         |
| Proceeds of Long-Term Borrowings  | 80,833,153               | -0-                     |
| Repayment of Long-Term Borrowings   | (11,833,878)             | (288,977)               |
|   | <u>69,000,275</u>        | <u>(288,977)</u>        |
| <b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>                                   | <u>28,513,019</u>        | <u>82,270</u>           |
| <b>CASH AND CASH EQUIVALENTS, Beginning of Year</b>   | <u>2,458,444</u>         | <u>2,363,168</u>        |
| <b>CASH AND CASH EQUIVALENTS, End of Year</b>   | <u><u>31,031,530</u></u> | <u><u>2,458,444</u></u> |

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

**TIGER ATHLETIC FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 1999**

**NOTE #1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Activities**

Tiger Athletic Foundation (TAF) was organized on February 20, 1988, as a non-profit corporation under Louisiana R.S. 12:281 (7).

Its primary objective is to encourage support and raise funds for the LSU intercollegiate athletic program. Funds attracted by this private, non-profit corporation are used to defray the cost of scholarships of the more than 300 student athletes, to help maintain and improve LSU athletic facilities, and to retire present indebtedness.

**BAIS OF PRESENTATION**

The Foundation has adopted Statement of Financial Accounting standards No. 117 (SFAS No. 117), Financial Statements of Not-for-Profit Organizations. Under SAS No. 117, the Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the Foundation is required to present a statement of cash flows. The Foundation does not use fund accounting.

**PROMISES TO GIVE**

Contributions are recognized when the donor makes a promise to give to the Foundation that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Accounts receivable are written-off under the direct write-off method whereby bad debts are recorded when a receivable is deemed uncollectible. If they are subsequently collected they are recorded as miscellaneous income. The direct charge-off method is not a material departure from GAAP as it approximates the valuation method.

**DONATED SERVICES**

During the year ended December 31, 1999, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded.



**TIGER ATHLETIC FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 1992**

**Contributions**

The Foundation has also adopted SFAS No. 118, "Accounting for Contributions Received And Contributions Made." Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted supported depending on the existence or nature of any donor restrictions.

**Tax Status**

Tiger Athletic Foundation is exempt from Federal Income Taxes under Section 501 (c) (3) of the Internal Revenue Code, and has been designated as an organization which is not a private foundation.

**CASH AND CASH EQUIVALENTS**

For the purposes of the statement of cash flows, the organization considers all unrestricted highly liquid investments with maturity of three months or less to be cash equivalents.

**INVESTMENTS**

The organization has adopted SFAS No. 124, "Accounting for Certain Investments Held by Not-For-Profit Organizations." Under SFAS No. 124, investments in marketable securities with ready determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the changes in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

**INVENTORIES**

Inventory is stated at the lower cost or market, determined by the first-in, first-out method. There were no inventories at year end.

**PREPAID**

Insurance and similar services which extend over more than one accounting period have been recorded as expense.

**USE OF ESTIMATES**

The preparation of financial statements in-conformity with generally accepted accounting principles require management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**TIGER ATHLETIC FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 1999**

**PROPERTY AND EQUIPMENT**

The purchase of property and equipment is recorded at cost. Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Property and equipment is depreciated using the straight-line method over the estimated useful lives of 5 to 15 years.

**COMPARATIVE DATA**

Comparative data for the prior year have been presented in the accompanying financial statements to provide an understanding of changes in the Foundation's financial position and operations. However, presentation of comparative data by fund type have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

**NOTE #2. INVESTMENTS**

The Foundation's had \$1,089,488 at December 31, 1999, in U.S. Government securities and fixed income securities with original security dates of greater than three months. Investments are stated at fair value. Investments are summarized below:

|                           | <u>COST</u> | <u>MARKET VALUE</u> | <u>UNREALIZED APPRECIATION (DEPRECIATION)</u> |
|---------------------------|-------------|---------------------|---|
| Union Planters Bank Trust | \$1,118,871 | 1,089,488           | (\$29,383)                                    |

**NOTE #3. FIXED ASSETS**

A summary of Fixed Assets as of December 31, 1999, follows:

|                           | <u>COST</u>       | <u>ACCUMULATED DEPRECIATION</u> | <u>BOOK VALUE</u> |
|---------------------------|-------------------|---------------------------------|-------------------|
| Land - Golf Courses       | \$3,090,000       | \$-0-                           | \$3,090,000       |
| Furniture                 | 59,234            | 32,328                          | 26,906            |
| Equipment                 | 28,167            | 62,112                          | (33,945)          |
| Software                  | 18,349            | 12,887                          | 5,462             |
| Airplane                  | 3,247,100         | 1,813,024                       | 1,434,076         |
| C I F - Stadium Expansion | 24,708,924        | -0-                             | 24,708,924        |
| C I F - Scoreboards       | 8,081,912         | -0-                             | 8,081,912         |
| Total Fixed Assets        | <u>36,388,794</u> | <u>1,813,024</u>                | <u>34,575,770</u> |

**TIGER ATHLETIC FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 1993**

**NOTE #4. NOTES PAYABLE**

A summary of the Foundation's notes at December 31, 1993, follows.

Note payable to Bank One (formerly City National Bank), originally \$2,908,800 dated May 18, 1994, due in various installments (16 at \$29,328, 100 at \$38,800, and one final payment) at \$8,388 including interest at the bank's base rate (8.50%) beginning June 8, 1994, with the final payment due in 2004, collateralized by a Beechcraft B-200 aircraft. \$1,828,919

7.5% note payable to Bank One, originally \$5,300,880, dated April 13, 1999, due in annual installments of \$728,000, \$848,000, \$658,000, \$608,000, \$1,000,000, with final payment of \$288,000 due August 1, 2009, secured by mortgages in Tiger Stadium & Pete Maravich Assembly Center; corporate sponsorship contracts; and escrow fund account established with lender for funding the loan proceeds and all earnings thereon. 4,755,038

Non-Revolving line of Credit arrangement with Kibornia National Bank, with initial interest at 6.84%. Once the total amount of principal has been advanced the loan will have an eleven year term with principal and interest payments become due starting September 1, 2000, with final payment September 1, 2011. The line-of-credit limit is \$11,388,000. Secured by a lien on and security interest in the pledged revenues. 2,086,132

**Reverse Bonds**

Reverse Bonds outstanding consist of debt issued by Tiger Athletic Foundation. Respective facilities and revenues derived from them are pledged for the payment of the reverse bond debt service. Debt is issued for the purpose of: (i) financing or reimbursing a portion of the cost of acquisition, construction, expansion, installation and equipping of certain improvements and renovations to Tiger Stadium at Louisiana State University and Agricultural and Mechanical College (LSU) located in Baton Rouge, Louisiana. (the Project), (ii) funding a reserve fund for the bonds, (iii) funding a deposit to the capitalized interest account to capitalize interest payable on the bonds through August 31, 2000, and (iv) paying the necessary costs in connection with the issuance of the bonds.

**TRUSS ATHLETIC FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
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Bond indentures contain significant requirements for annual debt service and flow of funds through various restricted accounts. Specifically, the bond indentures for the stadium project require project construction Fund, Debt Service Fund and Capitalized Interest Fund accounts. The reporting entity is in compliance with all significant requirements of the various bond covenants.

|       |            |
|-------|------------|
|       | 43,575,800 |
| Total | 92,095,071 |

Securities on notes payable are as follows:

| Year-Ended | Airline     | Scoreboard | Line-of-Credit | Bonds       | Total       |
|------------|-------------|------------|----------------|-------------|-------------|
| 12-31-2000 | \$1,828,818 | \$739,880  | \$816,880      | -0-         | \$3,385,578 |
| 12-31-2001 | -0-         | 800,880    | 875,880        | -0-         | 1,676,760   |
| 12-31-2002 | -0-         | 880,880    | 345,380        | -0-         | 1,226,260   |
| 12-31-2003 | -0-         | 908,880    | -0-            | -0-         | 908,880     |
| 12-31-2004 | -0-         | 1,000,880  | -0-            | -0-         | 1,000,880   |
| 12-31-2005 | -0-         | 396,880    | -0-            | -0-         | 396,880     |
| 12-31-2006 | -0-         | -0-        | -0-            | -0-         | -0-         |
| 12-31-2007 | -0-         | -0-        | -0-            | -0-         | -0-         |
| 12-31-2008 | -0-         | -0-        | -0-            | -0-         | -0-         |
| 12-31-2009 | -0-         | -0-        | -0-            | -0-         | -0-         |
| 12-31-2010 | -0-         | -0-        | -0-            | \$1,475,000 | 1,475,000   |
| 12-31-2011 | -0-         | -0-        | -0-            | 1,940,000   | 1,940,000   |
| 12-31-2012 | -0-         | -0-        | -0-            | 1,615,000   | 1,615,000   |
| 12-31-2013 | -0-         | -0-        | -0-            | 1,628,000   | 1,628,000   |
| 12-31-2014 | -0-         | -0-        | -0-            | 1,770,000   | 1,770,000   |
| 12-31-2015 | -0-         | -0-        | -0-            | 1,850,000   | 1,850,000   |
| 12-31-2016 | -0-         | -0-        | -0-            | 1,940,000   | 1,940,000   |
| 12-31-2017 | -0-         | -0-        | -0-            | 2,028,000   | 2,028,000   |
| 12-31-2018 | -0-         | -0-        | -0-            | 2,125,000   | 2,125,000   |
| 12-31-2019 | -0-         | -0-        | -0-            | 2,220,000   | 2,220,000   |
| 12-31-2020 | -0-         | -0-        | -0-            | 2,320,000   | 2,320,000   |
| 12-31-2021 | -0-         | -0-        | -0-            | 2,420,000   | 2,420,000   |
| 12-31-2022 | -0-         | -0-        | -0-            | 2,520,000   | 2,520,000   |
| 12-31-2023 | -0-         | -0-        | -0-            | 2,620,000   | 2,620,000   |
| 12-31-2024 | -0-         | -0-        | -0-            | 2,720,000   | 2,720,000   |
| 12-31-2025 | -0-         | -0-        | -0-            | 2,820,000   | 2,820,000   |
| 12-31-2026 | -0-         | -0-        | -0-            | 2,920,000   | 2,920,000   |
| 12-31-2027 | -0-         | -0-        | -0-            | 3,020,000   | 3,020,000   |
| 12-31-2028 | -0-         | -0-        | -0-            | 3,120,000   | 3,120,000   |
| 1,828,818  | 4,995,000   | 2,056,132  | 43,575,800     | 52,035,071  |             |

**TIGER ATHLETIC FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 1999**

**NOTE 09. COOPERATIVE ENDEAVOR AGREEMENT**

The Foundation has entered into a Cooperative Endeavor Agreement executed December 11, 1998, and effective January 20, 1999, with the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College (LSU), pursuant to which (i) the LSU Board leases land to the Foundation adjacent to Tiger stadium, (ii) the LSU Board grants the Foundation the right to construct the Project over land and (iii) the Foundation leases to the LSU Board the Project.

**RENT**

**Foundation Rent.** Commencing on the Effective Date and continuing until such time as the Bonds are paid in full or legally defeased, and in addition to the other considerations set forth in the Cooperative Endeavor, Foundation shall pay to LSU, at such place as LSU may designate from time to time in writing, an annual rent for the land the sum of One Thousand Dollars (\$1,000). Commencing on the date the Bonds are paid in full or legally defeased, in addition to the other considerations set forth in the Cooperative Endeavor, Foundation shall pay LSU at such places as LSU may designate from time to time in writing, an annual Rent for the Land the sum of Two Million Dollars (\$2,000,000). Rent shall be due and payable annually in advance, with the first such payment of rent being due on set date and a like installment due on each anniversary thereafter during the Ground Lease Term (58 years).

**LSU Rent.** Subject to the provisions set forth in the Cooperative Endeavor, commencing on September 1, 2000, and continuing each year throughout the remainder of the Facilities Lease Term, LSU shall pay to the Foundation, at such place as Foundation may designate from time to time in writing, an annual rent for the Facilities the sum of Two Million Dollars (\$2,000,000). Rent shall be due and payable annually in advance, on the first day of September of each year of the Facilities Lease Term thereafter. Provided, however, if Substantial Completion occurs after the last game of the year 2000 LSU varsity home football season, LSU shall owe no Rent for the time period September 1, 2000, to August 31, 2001. If substantial Completion occurs prior to the last home game of the year 2000 season LSU shall owe Rent of Two Million Dollars (\$2,000,000) to Foundation for the time period September 1, 2000, to August 31, 2001, but shall receive a credit from Foundation toward that years Rent of thirty dollars (\$30) multiplied by the number of individual game tickets in the Facilities for the year 2000 varsity home football season returned by Foundation to LSU which LSU did not sell as of September 1, 2000; the credited portion of such amount shall reduce on a dollar per dollar basis the Rent due by LSU to Foundation for such year from September 1, 2000, to August 31, 2001. Payment of rent shall not commence and LSU shall owe no Rent until LSU has received and approved the notice of Substantial completion from the Architect, which approval shall not be unreasonably delayed or withheld, and thereafter Rent shall be due and payable only for the remaining Facilities Lease Term (35 years).

**TIGER ATHLETIC FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 1999**

**NOTE #6. LEASE COMMITMENTS AND RENTAL EXPENSE**

The Foundation leases its office facilities under a non-cancelable lease which terminates on December 31, 2001.

Total rental expenses paid for the year ended December 31, 1999, was \$18,990.

**NOTE #7. LITIGATION**

On August 11, 1987, a lawsuit was filed against the Foundation and Robert E. Brodhead, former Athletic Director of LSU, seeking damages in the amount of \$1,335,488 for breach of contract for the renovation and construction of certain athletic facilities owned by LSU. Management of TAF intends to vigorously defend the suit. While it is not possible to predict the outcome of the case at this time, management views the prospects for success as favorable.

On May 6, 1999, a lawsuit was filed against the Foundation seeking better title based on donations made by plaintiff and other parties to LSU. Plaintiff seeks specific performance of TAF's contractual obligations, and does not request monetary compensation. Management views the suit as being without merit and intends to vigorously defend through a trial on the merits if necessary.

**NOTE #8. RETIREMENT SAVINGS PLAN**

Tiger Athletic Foundation, Inc. established a Section 408 (b) Tax Shelter Annuity Plan effective January 1, 1993. The plan covers all employees who complete application to participate in the plan and agree to the terms of the plan. Each participant may contribute up to 2% of their compensation to the plan each year. TAF will make matching contributions on behalf of each participant up to 7.5% of their contribution. Employees are 100% vested in the plan. The Tiger Athletic Foundation matching contribution of \$18,000 was made for the year ended December 31, 1999.

**TIGER ATHLETIC FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 1999**

**NOTE 8. ENDOWMENT FUNDS**

TAF maintains two types of endowment funds - Regular endowments and Stadium Club endowments. Regular endowment funds consist of monies accepted from contributors for the purpose of establishing and funding endowed scholarships to aid and assist undergraduate students participating in the LSU intercollegiate athletic program. Stadium Club endowment funds consist of monies accepted from contributors for the right to purchase tickets for seats in the "Stadium Club" section of the stadium for LSU football games for a ten year period. At the end of the ten year period, the principal may be used to establish an endowment in the donor's name. During the ten year period, the earnings from these monies can be used for the current operations of TAF. The restricted fund balance amount for endowment funds as December 31, 1999, represents the principal amount of all endowed contributions maintained by TAF, plus the earnings on the regular endowment, less any net unrealized losses on endowment fund investments. Over the years of its existence, TAF has placed over \$4,000,000 of endowed contributions in the LSU Foundation. Endowed funds placed with the LSU Foundation by TAF are considered permanent gifts to the LSU Foundation and are therefore no longer reflected on the books of TAF. Interest earned on the endowed funds placed with the LSU Foundation is contributed to the Athletic Department in the name of the TAF, to be used for athletic scholarships. Endowment contributions received by TAF during the year ended December 31, 1999, totaled \$41,779. These amounts are included in Contributions -TAF Members on the Statement of Revenue Collected and Expenses and Charges in Fund Balance.

**NOTE 10 - PRIOR PERIOD ADJUSTMENT**

During 1998, the Tiger Athletic Foundation adopted the accrual basis of accounting on the request of its banker.

As a result, 1997 accounts receivables of \$2,863 received in 1998 and 1987 accounts payable of \$31,362 paid in 1998 were reversed creating a prior period adjustment of \$28,500.

**NOTE 11 - SUBSEQUENT EVENTS**

The Foundation paid off its airplane note payable of \$1,000,000 on February 17, 2000 and on the same date the Foundation obtained a \$1,000,000 Line-of-Credit from Bank One.

**SUPPLEMENTAL INFORMATION**



# Donald C. DeVille

CERTIFIED PUBLIC ACCOUNTANT  
1015 BLISSWOOD BLVD.  
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(504) 367-7629

MEMBER  
FEDERAL ACCOUNTING BOARD  
COUNCIL ON ACCOUNTING

## REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

February 28, 2000

To the Board of Directors  
Tiger Athletic Foundation, Inc.  
6810N Rouge, Louisiana

I have audited the financial statements of the Tiger Athletic Foundation, Inc. as of and for the year ended December 31, 1999, and have issued my report thereon dated February 3, 1999. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

### **COMPLIANCE**

As part of obtaining reasonable assurance about whether Tiger Athletic Foundation, Inc.'s financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

### **INTERNAL CONTROL OVER FINANCIAL REPORTING**

In planning and performing my audit, I considered Tiger Athletic Foundation, Inc.'s internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements 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. I noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.



**TIGER ATHLETIC FOUNDATION**  
**SCHEDULE OF CONTRIBUTIONS - ATHLETIC**  
**FOR THE YEAR ENDED DECEMBER 31, 1998**  
 (With Comparative Totals for 1998 and 1997)

|  | <b>D E C E M B E R</b> |                  | <b>1 1.</b>      |
|--|------------------------|------------------|------------------|
|  | <b>1998</b>            | <b>1998</b>      | <b>1997</b>      |
| Contributions to Individual Sports       | \$-0-                  | \$-0-            | \$438,488        |
| Contributions to LSU Athletic Department | 288,791                | 311,937          | 174,152          |
| Contributions to LSU Other               | 1,000                  | 75,000           | -0-              |
| Contributions to LBR Foundation          | -0-                    | -0-              | 12,000           |
| Athletic Scholarship                     | -0-                    | -0-              | 34,000           |
| Golden Century                           | -0-                    | 493,870          | 452,742          |
| Women's Softball                         | -0-                    | -0-              | 19,884           |
| Special Donations                        | -0-                    | -0-              | 184,000          |
| Coaches Supplements                      | 146,000                | 89,000           | 89,000           |
| Top 100 Tigers                           | -0-                    | -0-              | 16,320           |
| Master Plan                              | -0-                    | 216,828          | -0-              |
| Stadium Club                             | -0-                    | -0-              | 633              |
| Academic Center Expenses                 | -0-                    | -0-              | 8,361            |
| Athletic Director Supplements            | -0-                    | 15,000           | 15,000           |
| Don & Subscriptions                      | 3,882                  | -0-              | 1,178            |
| Purple/Gold Jersey                       | -0-                    | 12,155           | 45,884           |
| Consulting Fees                          | 16,738                 | 28,800           | 148,800          |
| Golf Course                              | -0-                    | -0-              | 7,825            |
| Legal                                    | 43,298                 | 44,846           | -0-              |
| Computer Ticketing Package               | 73,857                 | 70,528           | -0-              |
| Scoreboard Management Fee                | 13,500                 | -0-              | -0-              |
| Alex Box Seats                           | -0-                    | 14,277           | -0-              |
| <b>Total Unrestricted</b>                | <b>598,626</b>         | <b>1,874,488</b> | <b>1,929,194</b> |
| <b>Restricted Funds:</b>                 |                        |                  |                  |
| Academic Center                          | 5,490                  | 18,712           | -0-              |
| Baseball and Football                    | -0-                    | 46,823           | -0-              |
| Golden Century                           | 13,194                 | 825,856          | -0-              |
| Tiger Don Suites                         | -0-                    | -0-              | -0-              |
| Top 100 Tigers                           | 8,194                  | 3,498            | -0-              |
| Other                                    | -0-                    | 7,715            | -0-              |
| <b>Total Restricted</b>                  | <b>24,878</b>          | <b>992,295</b>   | <b>-0-</b>       |
| <b>Coaches Funds</b>                     | <b>184,298</b>         | <b>577,373</b>   | <b>-0-</b>       |
| <b>Total</b>                             | <b>1,181,802</b>       | <b>2,945,056</b> | <b>-0-</b>       |

**LEONARD ATHLETIC FOUNDATION**  
**SCHEDULE OF GENERAL & ADMINISTRATIVE EXPENSES**  
**FOR THE YEAR ENDING DECEMBER 31, 1992**  
 (With Comparative Totals for 1991 and 1990)

|                                    | D E C E M B E R |                | 3 1            |
|------------------------------------|-----------------|----------------|----------------|
|                                    | 1 9 9 2         | 1 9 9 1        | 1 9 9 1        |
| Salaries, Bonuses & Staff Benefits | \$398,890       | \$341,612      | \$233,048      |
| Accounting & Legal                 | 8,837           | 7,888          | 28,858         |
| Annual Banquet                     | 12,387          | 8,898          | -              |
| Bank Charges                       | 44,888          | 38,418         | 28,441         |
| Board Meetings                     | 1,830           | 4,350          | 18,888         |
| Casual Labor                       | 2,656           | 1,887          | 1,981          |
| Computer Services Upgrade          | 4,427           | 7,571          | 8,404          |
| Depreciation                       | 18,888          | 15,622         | 18,879         |
| Directors Expense                  | 2,728           | 2,478          | -              |
| Dues & Subscriptions               | -               | 2,400          | -              |
| Insurance                          | 82,182          | 35,351         | 38,424         |
| Interest                           | -               | -              | 3,443          |
| Legal                              | -               | -              | 18,888         |
| Miscellaneous                      | 4,184           | 8,771          | 11,321         |
| Office Supplies                    | 13,852          | 8,828          | 8,828          |
| Kitchen Supplies                   | 3,688           | 2,743          | 1,258          |
| Office Equipment & Renovation      | 28,188          | 4,238          | 894            |
| Parking                            | 14,928          | 10,678         | 1,878          |
| Parking Lot Uphars                 | -               | -              | 10,783         |
| Penalty                            | -               | -              | (26)           |
| Postage & Box Rent                 | 18,888          | 18,888         | 21,288         |
| Printing                           | 38,188          | 12,288         | 10,488         |
| Rent - Equipment                   | -               | 15             | 84             |
| Rent - office                      | 18,890          | 18,888         | 14,888         |
| Repairs                            | 2,588           | 884            | -              |
| Staff Scholarship                  | -               | -              | 8,028          |
| Seminars-Training                  | 3,888           | 957            | 813            |
| Telephone                          | 27,711          | 28,888         | 27,787         |
| <b>Total</b>                       | <b>702,284</b>  | <b>482,023</b> | <b>517,988</b> |

**TIGER ATHLETIC FOUNDATION**  
**SCHEDULE OF REVENUES AND EXPENSES - GENERAL FUND ONLY**  
**FOR THE YEAR ENDED DECEMBER 31, 1952**

(With Comparative Totals for 1950 and 1951)

|                                      | D E C E M B E R |             |           |
|--------------------------------------|-----------------|-------------|-----------|
|                                      | 1952            | 1951        | 1950      |
| <b>REVENUE AND RECEIPTS:</b>         |                 |             |           |
| Donation of Land                     | \$-0-           | \$3,850,000 | \$-0-     |
| Donations from TAF Members           | 7,152,838       | 2,428,488   | 2,222,879 |
| Aircraft Services                    | 221,896         | 833,169     | 339,875   |
| Ticket Sales                         | 2,877,437       | 1,918,629   | 1,935,535 |
| Special Events                       | 7,588           | 22,899      | 22,568    |
| Interest Income                      | 282,885         | 182,189     | 133,983   |
| Merchandise Revenue                  | 729             | 2,491       | 2,018     |
| Miscellaneous Income                 | 3,249           | 3,951       | 2,367     |
| Total Revenues Collected             | 18,324,571      | 8,118,753   | 4,648,688 |
| <b>EXPENSES:</b>                     |                 |             |           |
| Contributions to LSU-Athletic Depart | 598,524         | 1,386,048   | 483,684   |
| Contributions to LSU - Non Athletic  | 88,894          | 64,884      | 6,129     |
| Aircraft Services                    | 719,893         | 853,058     | 888,087   |
| Tickets Purchased                    | 2,817,138       | 1,858,697   | 1,915,078 |
| Special Events                       | 34,400          | 34,899      | 34,488    |
| Fund Raising                         | 289,498         | 218,877     | 158,483   |
| General and Administrative           | 494,125         | 473,348     | 521,128   |
| Merchandise Expenses                 | 2,888           | 4,673       | 3,773     |
| Total Expenses Paid                  | 4,435,642       | 4,914,168   | 4,942,786 |
| INCREASE IN NET ASSETS               | 5,888,929       | 3,215,584   | 685,922   |