

## NONMAJOR ENTERPRISE FUNDS

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

**Baton Rouge River Center** accounts for the operation of a cultural and entertainment center composed of an arena, exhibition hall and theater of performing arts. Principal revenues of the fund are rents, commissions and governmental subsidies.

**Greater Baton Rouge Parking Authority** accounts for the operation of an off-street parking facility. Principal revenues of the fund are governmental subsidies and automobile parking fees.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE  
 COMBINING STATEMENT OF NET ASSETS  
 NONMAJOR ENTERPRISE FUNDS  
 DECEMBER 31, 2006**

EXHIBIT D - 1

|                                       | Baton Rouge<br>River<br>Center | Greater<br>Baton Rouge<br>Parking<br>Authority | Total<br>Nonmajor<br>Enterprise<br>Funds |
|---------------------------------------|--------------------------------|--|--|
| <b>ASSETS</b>                         |                                |  |  |
| Current assets:                       |                                |  |  |
| Cash and cash equivalents             | \$ 1,983,086                   | \$ 2,269,442                                   | \$ 4,252,528                             |
| Accounts receivable - net             | 485,557                        | 18,973   | 504,530                                  |
| Accrued interest receivable           | --                             | 17,445   | 17,445                                   |
| Due from other governments (Note 11)  | 511,049                        | --   | 511,049                                  |
| Prepaid items                         | 37,199                         | --   | 37,199                                   |
| Inventory                             | 40,436                         | --   | 40,436                                   |
| Total current assets                  | 3,057,327                      | 2,305,860                                      | 5,363,187                                |
| Noncurrent assets:                    |                                |  |  |
| Restricted assets:                    |                                |  |  |
| Cash and cash equivalents             | 1,447,893                      | --   | 1,447,893                                |
| Investments                           | 6,306,072                      | --   | 6,306,072                                |
| Accrued interest receivable           | 59,945                         | --   | 59,945                                   |
| Total restricted assets               | 7,813,910                      | --   | 7,813,910                                |
| Investment in joint venture (Note 19) | --                             | 2,411,458                                      | 2,411,458                                |
| Capital assets:                       |                                |  |  |
| Land                                  | 1,024,914                      | 808,586  | 1,833,500                                |
| Buildings                             | 69,493,968                     | 10,160,544                                     | 79,654,512                               |
| Improvements (other than buildings)   | 6,158,818                      | 17,375   | 6,176,193                                |
| Equipment                             | 1,149,843                      | 11,696   | 1,161,539                                |
| Total capital assets                  | 77,827,543                     | 10,998,201                                     | 88,825,744                               |
| Accumulated depreciation              | (29,225,444)                   | (10,083,910)                                   | (39,309,354)                             |
| Net capital assets                    | 48,602,099                     | 914,291  | 49,516,390                               |
| Total noncurrent assets               | 56,416,009                     | 3,325,749                                      | 59,741,758                               |
| Total assets                          | 59,473,336                     | 5,631,609                                      | 65,104,945                               |

The accompanying notes are an integral part of this statement.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE  
 COMBINING STATEMENT OF NET ASSETS  
 NONMAJOR ENTERPRISE FUNDS  
 DECEMBER 31, 2006**

EXHIBIT D - 1  
 (Continued)

|   | Baton Rouge<br>River<br>Center | Greater<br>Baton Rouge<br>Parking<br>Authority | Total<br>Nonmajor<br>Enterprise<br>Funds |
|---|--------------------------------|--|--|
| <b>LIABILITIES</b>                              |                                |  |  |
| Current liabilities:                            |                                |  |  |
| Accounts and contracts payable                  | \$ 1,408,393                   | \$ 10,743                                      | \$ 1,419,136                             |
| Accrued salaries payable                        | 47,593                         | 5,601  | 53,194                                   |
| Accrued interest payable                        | 293                            | --   | 293                                      |
| Unearned revenue                                | 876,222                        | 1,000  | 877,222                                  |
| Bonds payable (Note 10)                         | --                             | 146,500  | 146,500                                  |
| Compensated absences payable                    | 44,108                         | 32,019   | 76,127                                   |
| Total current liabilities                       | 2,376,609                      | 195,863  | 2,572,472                                |
| Noncurrent liabilities:                         |                                |  |  |
| Bonds payable (Note 10)                         | --                             | 2,090,500                                      | 2,090,500                                |
| Total liabilities                               | 2,376,609                      | 2,286,363                                      | 4,662,972                                |
| <b>NET ASSETS</b>                               |                                |  |  |
| Invested in capital assets, net of related debt | 48,602,099                     | 914,291  | 49,516,390                               |
| Restricted for capital projects                 | 7,813,910                      | --   | 7,813,910                                |
| Unrestricted                                    | 680,718                        | 2,430,955                                      | 3,111,673                                |
| Total net assets                                | \$ 57,096,727                  | \$ 3,345,246                                   | \$ 60,441,973                            |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE  
 COMBINING STATEMENT OF REVENUES, EXPENSES,  
 AND CHANGES IN FUND NET ASSETS  
 NONMAJOR ENTERPRISE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2006**

EXHIBIT D - 2

|   | Baton Rouge<br>River<br>Center | Greater<br>Baton Rouge<br>Parking<br>Authority | Total<br>Nonmajor<br>Enterprise<br>Funds |
|---|--------------------------------|--|--|
| <b>OPERATING REVENUES</b>                           |                                |  |  |
| Charges for services                                | \$ 10,612,101                  | \$ 854,158                                     | \$ 11,466,259                            |
| Miscellaneous revenues                              | 211,207                        | 775  | 211,982                                  |
| Total operating revenues                            | 10,823,308                     | 854,933  | 11,678,241                               |
| <b>OPERATING EXPENSES</b>                           |                                |  |  |
| Personal services                                   | 2,115,299                      | 258,894  | 2,374,193                                |
| Employee benefits                                   | 377,298                        | 113,143  | 490,441                                  |
| Supplies  | 1,290,733                      | 9,825  | 1,300,558                                |
| Contractual services                                | 8,635,283                      | 96,367   | 8,731,650                                |
| Depreciation  | 3,053,447                      | 45,428   | 3,098,875                                |
| Management fee                                      | 295,219                        | --   | 295,219                                  |
| Total operating expenses                            | 15,767,279                     | 523,657  | 16,290,936                               |
| Operating income (loss)                             | (4,943,971)                    | 331,276  | (4,612,695)                              |
| <b>NONOPERATING REVENUES (EXPENSES)</b>             |                                |  |  |
| Operating grants                                    | 395,959                        | --   | 395,959                                  |
| Net income (loss) from joint venture                | --                             | 32,783   | 32,783                                   |
| Investment earnings                                 | 285,443                        | 94,914   | 380,357                                  |
| Interest expense                                    | --                             | (103,564)                                      | (103,564)                                |
| Gain (loss) on disposition of capital assets        | 4,387                          | --   | 4,387                                    |
| Total nonoperating revenues (expenses)              | 685,789                        | 24,133   | 709,922                                  |
| Income (loss) before contributions<br>and transfers | (4,258,182)                    | 355,409  | (3,902,773)                              |
| Capital contributions                               | 1,665,639                      | --   | 1,665,639                                |
| Transfers in  | 7,020,957                      | 252,730  | 7,273,687                                |
| Change in net assets                                | 4,428,414                      | 608,139  | 5,036,553                                |
| Total net assets - January 1                        | 52,668,313                     | 2,737,107                                      | 55,405,420                               |
| Total net assets - December 31                      | \$ 57,096,727                  | \$ 3,345,246                                   | \$ 60,441,973                            |

The accompanying notes are an integral part of this statement.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE  
COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR ENTERPRISE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2006**

EXHIBIT D - 3

|  | Baton Rouge<br>River<br>Center | Greater<br>Baton Rouge<br>Parking<br>Authority | Total<br>Nonmajor<br>Enterprise<br>Funds |
|--|--------------------------------|--|--|
| <b>CASH FLOWS FROM OPERATING</b>   |                                |  |  |
| <b>ACTIVITIES:</b>   |                                |  |  |
| Cash received from customers   | \$ 10,644,917                  | \$ 854,471                                     | \$ 11,499,388                            |
| Cash payments to suppliers for goods and services                        | (10,692,967)                   | (112,758)                                      | (10,805,725)                             |
| Cash payments to employees for services and benefits                     | (2,460,840)                    | (363,872)                                      | (2,824,712)                              |
| Net cash provided by (used for) operating activities                     | (2,508,890)                    | 377,841  | (2,131,049)                              |
| <b>CASH FLOWS FROM NONCAPITAL</b>  |                                |  |  |
| <b>FINANCING ACTIVITIES:</b>   |                                |  |  |
| Operating grants received  | 395,959                        | --   | 395,959                                  |
| Transfers in from other funds  | 5,575,000                      | 252,730  | 5,827,730                                |
| Net cash provided by (used for) noncapital financing activities          | 5,970,959                      | 252,730  | 6,223,689                                |
| <b>CASH FLOWS FROM CAPITAL AND</b>                                       |                                |  |  |
| <b>RELATED FINANCING ACTIVITIES:</b>                                     |                                |  |  |
| Proceeds from sale of capital assets                                     | 4,387                          | --   | 4,387                                    |
| Acquisition and construction of capital assets                           | 495,312                        | --   | 495,312                                  |
| Principal paid on bonds, obligations and capital leases                  | --                             | (142,500)                                      | (142,500)                                |
| Interest paid on bonds, obligations and capital leases                   | --                             | (103,564)                                      | (103,564)                                |
| Capital contributed by other governments                                 | 1,458,271                      | --   | 1,458,271                                |
| Net cash provided by (used for) capital and related financing activities | 1,957,970                      | (246,064)                                      | 1,711,906                                |
| <b>CASH FLOWS FROM INVESTING</b>   |                                |  |  |
| <b>ACTIVITIES:</b>   |                                |  |  |
| Purchase of investments  | (6,306,072)                    | --   | (6,306,072)                              |
| Proceeds from sales and maturities of investments                        | 1,590,653                      | --   | 1,590,653                                |
| Cash received from joint venture activity                                | --                             | 197,105  | 197,105                                  |
| Cash paid for expenses of joint venture                                  | --                             | (120,218)                                      | (120,218)                                |
| Interest received on investments   | 232,203                        | 86,753   | 318,956                                  |
| Net cash provided by (used for) investing activities                     | (4,483,216)                    | 163,640  | (4,319,576)                              |
| Net increase (decrease) in cash and cash equivalents                     | 936,823                        | 548,147  | 1,484,970                                |
| Cash and cash equivalents, January 1                                     | 2,494,156                      | 1,721,295                                      | 4,215,451                                |
| Cash and cash equivalents, December 31                                   | \$ 3,430,979                   | \$ 2,269,442                                   | \$ 5,700,421                             |
| Classified as:   |                                |  |  |
| Current assets   | \$ 1,983,086                   | \$ 2,269,442                                   | \$ 4,252,528                             |
| Restricted assets  | 1,447,893                      | --   | 1,447,893                                |
| Totals   | \$ 3,430,979                   | \$ 2,269,442                                   | \$ 5,700,421                             |

The accompanying notes are an integral part of this statement.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE  
COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR ENTERPRISE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2006**

EXHIBIT D - 3  
(Continued)

|   | <u>Baton Rouge<br/>River<br/>Center</u> | <u>Greater<br/>Baton Rouge<br/>Parking<br/>Authority</u> | <u>Total<br/>Nonmajor<br/>Enterprise<br/>Funds</u> |
|---|---|--|--|
| <b>Reconciliation of operating income to net cash provided by (used for) operating activities:</b>        |   |  |  |
| Operating income (loss)   | \$ (4,943,971)                          | \$ 331,276   | \$ (4,612,695)                                     |
| Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities: |   |  |  |
| Depreciation  | 3,053,447                               | 45,428   | 3,098,875  |
| Increase (decrease) in compensated absences payable   | 16,111                                  | 8,187  | 24,298   |
| Change in assets and liabilities:   |   |  |  |
| Decrease (increase) in accounts receivable  | 75,339                                  | 1,448  | 76,787   |
| Decrease (increase) in prepaid items  | 22,961                                  | --   | 22,961   |
| Decrease (increase) in inventory  | 13,250                                  | --   | 13,250   |
| Increase (decrease) in accounts and contracts payable   | (509,817)                               | (8,476)  | (518,293)  |
| Increase (decrease) in accrued salaries payable   | 17,520                                  | (22)   | 17,498   |
| Increase (decrease) in unearned revenue   | (253,730)                               | --   | (253,730)  |
| Total adjustments   | <u>2,435,081</u>                        | <u>46,565</u>  | <u>2,481,646</u>                                   |
| Net cash provided by (used for) operating activities  | <u>\$ (2,508,890)</u>                   | <u>\$ 377,841</u>  | <u>\$ (2,131,049)</u>                              |
| Non cash investing, capital, and financing activities:  |   |  |  |
| Gain in fair value of investments   | \$ 59,945                               | \$ 17,445  | \$ 77,390  |
| Capital assets contributed from other funds   | 1,445,957                               | --   | 1,445,957  |

The accompanying notes are an integral part of this statement.