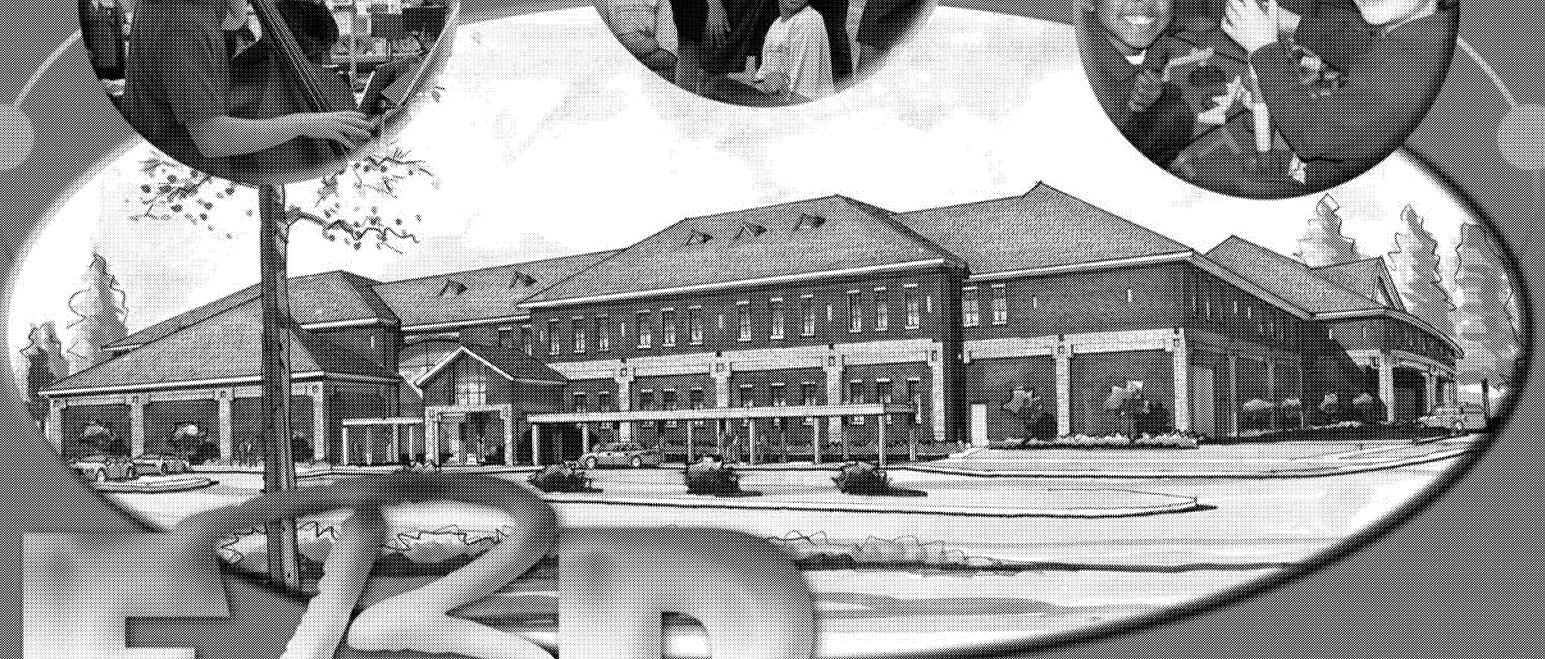
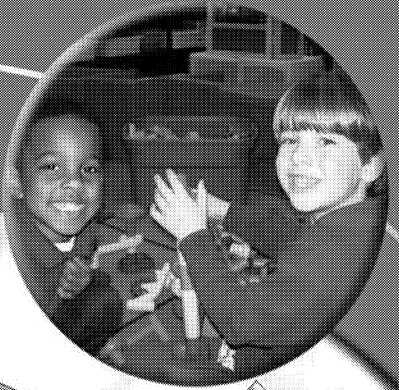
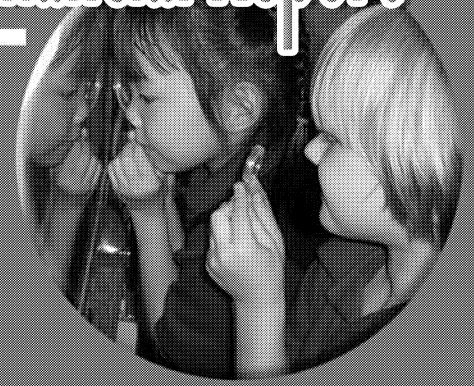


Comprehensive Annual Financial Report

For the year ended June 30, 2006



East Baton Rouge Parish School System
Baton Rouge, Louisiana

Comprehensive Annual Financial Report



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**East Baton Rouge Parish School System
Baton Rouge, Louisiana**

For the Year Ended June 30, 2006

**Prepared by the
Finance and Budget Management Staff**

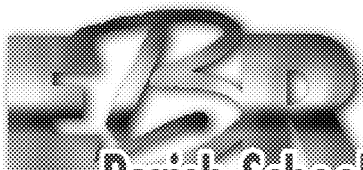
**Catherine Fletcher, CPA
Chief Business Operations Officer**

**James P. Crochet, CPA
Chief Financial Officer**



Parish School System

Comprehensive Annual Financial Report



Parish School System

Introductory Section

**EAST BATON ROUGE PARISH SCHOOL SYSTEM
BATON ROUGE, LOUISIANA**

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2006

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East Baton Rouge Parish School System

Board Members

Patricia H. Smith, President

Noel Hammatt, Vice-President

Jerry Arbour

William P. "Bill" Black

Dalton "Jay" Devall

Jill Dyason

Ingrid Kelley

Roger Moser

Warren Pratt, Jr.

Darryl L. Robertson

Tarvald A. Smith

Dr. C. H. Thornton, Jr.

Charlotte D. Placide - Superintendent



Parish School System

Comprehensive Annual Financial Report

East Baton Rouge Parish School System

Administrative Officers

Superintendent of Schools

Charlotte D. Placide

General Counsel

Domoine D. Rutledge

Special Assistant to the Superintendent for Instructional Support

Angela Lee

Assistant Superintendent for Accountability and Assessment/Staff Development

Jennifer Baird

Director of Equal Educational Opportunities

Vacant

Chief Technology Officer

Jesse Noble

Associate Superintendent of Human Resources

Elizabeth Duran-Swinford

Director for Communications and Community Engagement

Chris Trahan

Internal Auditor

Kelly Lopez

Associate Superintendent for Instructional Support Services

Herman Brister

Director for Child Welfare and Attendance

Sherry Cannon

Chief Academic Officer

Robert Stockwell

Assistant Superintendent for Instructional Services

Area I, Elementary Schools

Paula Fabre

Assistant Superintendent for Instructional Services

Area II, Middle Schools

Maria Pitre

Assistant Superintendent for Instructional Services

Area III, High Schools

John D. McCann

Assistant Superintendent for Instructional Services

Area IV, Elementary Schools

Paula Johnson

Administrative Director of Federal Programs

Richard Capps

Director of Magnet School Programs

Carlos Sam

Director of Special Education

Lee Dixon

Chief Business Operations Officer

Catherine Fletcher

Chief Financial Officer

James P. Crochet

Assistant Superintendent for Auxiliary Services

Gail Johnson

Administrative Director of Facilities

Robert Cooper

Administrative Director for Transportation

William Talmadge

Director of Procurement and Warehousing Services

Gary Reese

Graphic Arts Supervisor

Bobbie Devall



Parish School System



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PHONE (225) 922-5400
WWW.EBRCHOOLS.ORG

November 16, 2006

President and Members of the
East Baton Rouge Parish School Board

Dear Board Members:

The Comprehensive Annual Financial Report of the East Baton Rouge Parish School System for the fiscal year ended June 30, 2006, is presented herewith. This financial report represents a comprehensive portrait of the School System's financial condition. It is structured in such a manner as to make it a very useful management instrument as well as an informative public document.

The Comprehensive Annual Financial Report, along with internal audit activities and other budgetary reports, combine to provide for an effective internal fiscal management control system. This combination of accounting and financial reporting serves the purpose of satisfying our responsibility to provide the public with complete and accurate financial data.

The fiscal year 2005 Comprehensive Annual Financial Report received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association and the Certificate of Excellence in Financial Reporting from the Association of School Business Officials. This was the twentieth consecutive year that the School Board received both of these prestigious awards.

The staff of the Operations and Budget Management, Finance, and Graphic Arts Departments is to be commended for the attainment of such high standards for their financial reporting and their efforts in the preparation of this report on a timely basis. In addition, Postlethwaite & Netterville, our independent auditors, are to be commended for the professional, thorough, and timely manner in which the audit was conducted.

Respectfully submitted,

Charlotte D. Placide, MPA, RSBA, CGFO
CEO/Superintendent of Schools



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November 16, 2006

President and Members
East Baton Rouge Parish School Board

Residents of East Baton Rouge Parish:

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the East Baton Rouge Parish School System (School System), for the fiscal year ended June 30, 2006. This report provides full disclosure of the financial operations of the School System for the fiscal year ended June 30, 2006. This CAFR, which has been audited by Postlethwaite & Netterville, APAC, a firm of licensed certified public accountants, conforms to Generally Accepted Accounting Principles (GAAP) as applicable to governmental entities. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the School Board and management of the School Board. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of various funds and account groups of the School System. All disclosures necessary to enable the reader to gain an understanding of the School System's financial activities have been included.

The Reporting Model

The School Board and management adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments for the fiscal year ended June 30, 2001*. This reporting model is designed to make the annual financial report easier for the public to understand and improve operational accountability with the introduction of district-wide financial statements compared to the previous reporting model which was based on fund and fund types. GASB No. 34 creates new basic financial statements for reporting on the School System's financial activities as follows:

Government-wide financial statements consist of a statement of net assets and a statement of activities. These statements are prepared on an accrual basis of accounting for all activities of the School System, which is similar to the basis of accounting and financial reporting followed by the private sector. The government-wide statements distinguish between the governmental and business-type activities of the School System.

Fund financial statements present information for individual major governmental and enterprise funds rather than by fund type. Non-major funds are presented in total in one column.

Notes to the financial statements provide additional information that is essential to a user's understanding of the basic financial statements. Notes contain information that are not a part of the financial statements; however, notes are an integral part of the statements.

Required Supplementary Information (RSI) consists of statements that present comparisons of actual information to the legally adopted budget. Management's Discussion and Analysis (MD&A) is also a part of the RSI and is intended to provide an objective, easy to understand narrative overview and analysis of the basic financial statements. It explains the financial position and results of operations of the School System for the past fiscal year. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A is located immediately following the report of the independent auditors. Copies of this CAFR will be made available to the Chamber of Commerce, major taxpayers, the public library, and other interested parties.

CAFR Sections

The CAFR is presented in three sections: Introductory, Financial and Statistical Sections. The Introductory Section includes the table of contents, recognition of East Baton Rouge Parish School Board (School Board) members, a list of administrative officials, the transmittal letter, reproductions of the prior year's certificates of excellence in financial reporting, and the School System's organizational charts. The Financial Section includes the MD&A, the Basic Financial Statements including Notes to the Financial Statements, required supplemental information, the combining and individual fund financial statements that provide detailed information to the Basic Financial Statements, and the Independent Auditors' Report on the basic financial statements. The Statistical Section includes selected comparative financial, non-financial, demographic and economic information of the School System.

The School Board is also required to undergo an annual single audit in conformity with the provisions of Single Audit Act Amendments of 1996 and U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Information related to this single audit, including the schedule of federal financial assistance, and independent auditors' reports on the internal control structure and compliance with applicable laws and regulations, is included in a separate single audit report and is available at the School Board office for inspection.

Reporting Entity

This report includes all funds and account groups of the School System. The School System is a political subdivision of the State of Louisiana created under the Constitution of Louisiana. It has the power to sue and be sued and to make rules and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the State Board of Elementary and Secondary Education (BESE). It is the responsibility of the School Board to make public education available to the residents of East Baton Rouge Parish.

The elected Board is chosen from twelve single-member districts with each member serving a concurrent four-year term. The School Board is authorized to formulate policy, to establish public schools as it deems necessary, to provide adequate school facilities for the children of East Baton Rouge Parish, to determine the number of teachers to be employed and to determine their salaries. Additionally, the School Board selects the Superintendent of Schools to serve as the School System's chief executive officer.

The public is invited to attend regular meetings of the School Board which are held the third Thursday of each month at 5:00 p.m. in the Board Room of the School System's Central Office, 1050 South Foster Drive. Meetings are televised live on Cox Cable Channel 21 and replayed at various times during the following weeks.

The School System provides a full range of public education services at all grade levels ranging from pre-kindergarten through grade twelve to approximately 46,459 students. Total enrollment includes students participating in pre-kindergarten programs, regular and enriched academic education, alternative education, exceptional student services education for the handicapped to age twenty-two, career and technical education and three Charter Schools (two elementary and one middle). In addition, the School System serves approximately 4,500 adult education students annually and employs approximately 6,000 persons. Services provided to students include instructional staff, instructional materials, instructional facilities, administrative support, business services, food services, system operations, facility maintenance, and bus transportation.

The goal of the School Board is to become an exemplary pre-kindergarten through 12th (PK-12) school system, with rigorous teaching and learning, where ALL students and adults meet high expectations.

The vision of the School Board is a high-achieving performance-based system advancing scholarship and the lifelong development of students consistent with their needs, interests and abilities, while strengthening the economic, social and cultural life of a diverse community and operating at the highest levels of ethical and professional behavior.

ECONOMIC CONDITION AND OUTLOOK

The School System is located in Baton Rouge, Louisiana, in the southeastern section of the State, along the Mississippi River. In addition to being the largest city in the State, post-Hurricane Katrina, Baton Rouge is also the capital of Louisiana and the principal home of two major state universities: Southern University (SU) and Louisiana State University (LSU).

The Baton Rouge Community College (BRCC), a two-year institution of higher education, opened in the Fall of 1998 and is one of America's fastest-growing campuses. When classes began at BRCC in 1998, enrollment was just under 1,900 students, current enrollment is approaching 6,500 students. The community college system builds a system of higher education that is more affordable for young people and provides opportunities for training and certification in a number of skills. BRCC is jointly under the control, supervision, and management of the Board of Supervisors of Southern University and Louisiana State University.

Baton Rouge is the home of one of the largest oil refining and petrochemical centers in the nation and is the hub of the industrial region that stretches eighty miles to New Orleans. Located 230 river miles (434 kilometers) above the mouth of the Mississippi River, with a 45-foot channel, Baton Rouge is the furthest inland deepwater port on the Gulf of Mexico via the Mississippi River. The expanding Port of Greater Baton Rouge ranks tenth among the major ports of the nation. The Port of Greater Baton Rouge is a strategic gateway for the handling of international and domestic commerce. The Greater Baton Rouge area is designated as a U.S. Customs Port of Entry.

Baton Rouge is the home for several high-technology research facilities such as Louisiana State University's C. B. Pennington Biomedical Research Center and its Center for Advanced Microstructure and Devices. Opened in 1988, the Pennington Center now houses 14 research laboratories, 17 core service laboratories, inpatient and outpatient clinics, a research kitchen, an administrative area, and more than \$20 million in technologically advanced equipment. More than 70 faculty members and over 600 physicians, scientists, and support personnel focus their research efforts on six key areas: obesity and metabolic syndrome, experimental obesity, functional foods, nutrition and chronic diseases, health and performance enhancement, and nutrition and the brain. Facilities such as these will continue to boost the local economy.

Construction could be starting in the next few months on four new hotels in Baton Rouge, including a 117-bed Staybridge Suites resort at Southgate Towers. The hotel, which would include 13,000 square feet of retail space, would be part of Southgate, an apartment, condominium and retail development that has opened in the past few years. The Staybridge Suites project could be joined by a second hotel at Howell Place, the medical/retail development under construction in North Baton Rouge, and a 90-room Marriott Hotel in the Towne Center development at the intersection of Jefferson Highway and Corporate Boulevard. A local developer is also looking at turning the partially completed Jimmy Swaggart Ministries dorm at the corner of Bluebonnet Boulevard and Anselmo Lane into a four-star hotel. The planned hotels all feed into locations, such as LSU, Southern University, the chemical plants in north Baton Rouge and the Towne Center development.

East Baton Rouge Parish consumer and business spending increased by nearly 14% during 2005. More than \$6.86 billion was spent in the parish last year, compared with nearly \$6.03 billion in 2004. The spending figures are calculated from a 2 percent tax the city-parish collects on retail sales, which do not include the often-volatile vehicle sales. Businesses in the incorporated areas of the parish have seen the biggest increase in sales. More than \$4 billion was spent in the incorporated areas last year, compared with \$3.47 billion in 2004, a 16.7% increase. Spending inside the incorporated areas accounted for 59% of all business activity, compared with 58% in 2004. In the unincorporated areas of East Baton Rouge, \$2.8 billion was spent last year, nearly 10% more than in 2004. Sales activity has accelerated since September, when Hurricane Katrina evacuees moved into Baton Rouge. In December, shoppers spent more than \$796 million, nearly 22% more than in December 2004. During November and December, the two biggest months for holiday spending, \$1.4 billion was spent at local businesses, a 24% increase over last year, as compared to \$1.1 billion in 2004.

Actual sales tax collections through June 2006 were finalized and received from the City Parish in August 2006. Actual collections improved notably for the fiscal year ended June 30, 2006. Actual collections parish wide indicate an increase over prior year's collections of approximately 22.58% compared to 4.4% for the prior year. Sales tax collections represent a major component or 29.6% of general operating revenue for the School System. The local economy reflected a slight increase in employment for goods producing and service providing jobs, when compared to a year ago. The unemployment rate for the Baton Rouge area for June 2006 was 5.3% compared to 5.4% for June 2005.

Several years ago, the Louisiana Legislature approved a revision to the State Minimum Foundation Program (MFP) for elementary and secondary education that has and will continue to greatly impact the School System. This MFP formula establishes a standard of local support for each school system based on the State average local support relative to the system's capacity to raise local funds. The formula provides that no school system will receive less State funds than the MFP formula provided to them in 1991-1992 unless there is a decline in student enrollment.

Student enrollment had declined by approximately 15,958 since 1994; however, approximately 5,856 of this decrease is attributable to the Baker and Zachary separations. This decline in student enrollment has resulted in State funding to the School System being reduced by millions of dollars. Student enrollment appears to have stabilized with October 1, 2004 student enrollment approved for the purpose of funding by the State of 45,129 students, which was 65 students more than the enrollment on October 1, 2003. MFP funding is based on enrollment counts from the prior year.

Prior to 2002, the MFP formula provided no additional revenues to the School System even in a year of student enrollment growth. A "hold-harmless" clause was in the formula to provide assurance that the School System would not lose an estimated \$30 million. The Legislature had designated limited increases in State funding in recent years to approximately eleven districts with a "hold harmless" clause. The increases to those districts were designated for the purpose of increasing teacher compensation in conjunction with a move by the Legislature and the Governor to improve teacher compensation statewide. The "hold harmless" designation was modified by the Legislature for the 2001-2002 fiscal year and replaced with a designation of "over funded". The "hold harmless" distinction in Level 1 (local wealth) and Level 2 (local effort) of the MFP formula was replaced by an "over funded" designation in Level 3 of the formula. As a result, the School System has a not to exceed amount of approximately \$25.6 million or \$567 per student, with equal participation in Levels 1 and 2.

Hurricane Katrina, one of the most powerful hurricanes in U.S. history, made landfall approximately 80 miles east of Baton Rouge in Buras, Louisiana in August 2005. Heavy rains, high winds and falling trees from Hurricane Katrina cut power to nearly 100,000 households in East Baton Rouge Parish. However, the greater New Orleans area was devastated with thousands of households and businesses flooded from a breach in the levee system. Hurricane Rita made landfall in the western part of Louisiana and caused additional flooding in the New Orleans area with the already compromised levee system, as well as, flooding in the more rural western part of the state. The impact to the Louisiana economy was and continues to be overwhelming. As of October 2005, the School System had registered an additional 5,885 displaced students primarily resulting from Hurricane Katrina and as of September 2006 continued to educate approximately 3,835 displaced students. The School System received approximately \$6.9 million in one time State MFP funds, \$31.2 million from the federal Hurricane Education Act – Temporary Impact Aid for Displaced Students funds, and is expected to receive approximately \$3.2 million in Federal Emergency Management Agency (FEMA) reimbursements. These additional revenues will offset some of the additional operating costs that were incurred to transport, feed and educate the additional students.

The General Fund Budget has sustained substantial cuts to programs and extensive employee reductions as a result of declining student enrollment and State funding, and flat sales tax collections in recent years. However, only modest reductions were recommended for the 2006-2007 fiscal year and none for 2005-2006. Sales tax growth prior to Hurricane Katrina was minimal; however, post Katrina collections are robust. Sales tax collections are being monitored very closely to ensure stabilization before recurring costs are added to the General Fund Budget.

MAJOR INITIATIVES

Current Year - During the 2005-2006 year, the School System continued its efforts to improve student performance and community support through various programs.

Strategic Plan

Implementation of the Strategic/Accountability Plan (SAP) which was approved by the East Baton Rouge Parish School Board June 5, 2005 continues. With input from external and internal stakeholders, the School System developed a plan that consists of three objectives, which are supported by research-based strategies and then executed by tactics that are specific actions selected to implement those strategies. School System personnel have assumed the responsibility of regularly reporting SAP progress not only to the Board on a quarterly basis, but also semi-annually to the Guiding Coalition, a group of business and community leaders selected by the Board and the Superintendent to serve as Ambassadors for the School System. The Strategic Plan's goal and objectives are as follows:

Goal:

To become an exemplary pre-kindergarten through 12th grade (PK-12) school system, with rigorous teaching and learning, where ALL students and adults meet high expectations.

Objectives:

1. Increase student achievement.
2. Promote a safe, caring, and service oriented district culture.
3. Improve communications and expand community engagement.

Tax Plan Progress

All projects in the first five year phase of the 1998 One-Cent Sales Tax Plan were completed in the 2004-2005 fiscal year at a total cost of \$168.5 million. All projects were completed on time and within budget constraints.

New School Openings

Construction of the new McKinley Middle Magnet School and Woodlawn Middle School were completed and ready for students, faculty, and staff in August 2006.

Tax Plan Continuation

In May 2003, the community continued to support the School System by voting to continue the five year one-cent sales tax. The continuation was again in the form of three propositions, mirroring the form it took in 1998 with collections to begin April 1, 2004 and continue through 2010. Proposition 1 calls for the construction of seven new schools (4 new, 3 rebuilt), major renovations at another four (3 high schools, 1 middle) and much needed repairs at another forty (7 high schools, 9 middle schools, 24 elementary schools). Both the new and renovated schools will provide appropriate educational spaces that are more conducive to teaching and learning, provide adequate special program and laboratory facilities; improve safety and security, and increase technology implementation and accessibility.

Propositions 2 and 3 will fund the continuation of discipline programs and employee compensation at current levels. A community Oversight Committee continues to ensure that the money approved by the voters is spent appropriately.

Major Projects

- Major renovations to Scotlandville Middle School to convert the site to an elementary school are underway and scheduled for completion in December 2006.

- Major renovations to Baton Rouge High School are in the planning phase.
- A classroom addition at LaBelle Aire Elementary School was completed October 2006.
- Classroom renovation projects at twelve (12) locations were completed and ready for students, faculty, and staff August 2006.
- Demolition of the old Capitol Middle School to make room for the new Capitol Elementary School is in the bid phase and the new elementary school is in the design phase. The new school is scheduled for completion in August 2008.
- Construction of the new Winbourne Elementary School is underway and scheduled for completion in August 2007.

Stupski Foundation

The School System has partnered with the Stupski Foundation in an effort to improve the overall performance of the School System. In October 2003, the School System received an invitation from the Stupski Foundation to attend a work session in a joint partnership which would provide expert and financial resources to the School System. Based in Mill Valley, California, the Stupski Foundation has worked with other high poverty, urban school systems similar to East Baton Rouge Parish School System (EBRPSS). Believing EBRPSS has a leadership team and a School Board committed to doing what it takes to improve the School System, Stupski began lending its expertise and support in the form of not only dollars, but also human capacity. With the Stupski teams' guidance, the School System began assessing students more frequently, so future instruction focuses on students' weaknesses proactively.

Established in 1996 as a non-profit operating foundation, the Stupski Foundation believes that it's most effective contribution to education reform is through support at the district level, providing expert resources and financial investment in district partnerships. Resource teams include former superintendents, educational leaders, and consultants who have led successful district reform initiatives, as well as organization development, data analysis, and systems experts.

The core belief of the Stupski Foundation is that all children can learn and achieve high academic standards, regardless of race or income. Success depends on creating an equitable, system-wide results-oriented culture that embraces change. Selected partner districts must demonstrate evidence of readiness and capacity to improve performance, including the leadership of the Superintendent and School Board with an impassioned will to do this work. The Stupski Foundation acts as a trusted advisor, coach and investor to help create a culture for system change through a courageous and honest collaboration and a shared commitment to reform.

Teach Baton Rouge

Teach Baton Rouge, the School System's alternative certification program, is in its sixth year of operation. The program aims to attract high-quality professionals to a career of teaching. Selection for the program is highly competitive. In the first year, only one out of ten applicants were selected. For the 2006-07 school year two hundred people applied to the program, and twenty-five began teaching. All participants are "highly qualified" using current No Child Left Behind (NCLB) definitions before they enter the classroom as teachers. The program has been responsible for bringing over 100 new teachers into EBRPSS's class rooms. A large majority of program members teach in critical shortage areas such as special education, math, and science. All program members participate in a certification program that leads to full certification within eighteen months.

Teach Baton Rouge helps to build a more diverse teaching force – the recruiting efforts target males, African-Americans, and persons with math/science backgrounds. Teach Baton Rouge members enjoy success in the classroom. Several Teach Baton Rouge teachers have been selected as "Teacher of the Year" for their schools and have been given leadership roles within their individual school sites. In addition, several Teach Baton Rouge teachers were selected as Academic Distinction Fund (ADF) fellows, and are serving as mentors to new teachers. Teach Baton Rouge teachers work in our hardest to staff schools. Here they are paired with their colleagues from Teach for America, the national teacher corps that has placed over 340 teachers in East Baton Rouge Parish Schools since 1990.

34 EBR Schools Receive \$224,838 in Awards

As part of the State's Academic Accountability Program, thirty-four schools received monetary rewards. Twenty-one schools, receiving labels of "Exemplary Academic Growth," and thirteen schools, receiving growth labels of "Recognized Academic Growth" were awarded \$224,838. These awards ranged from \$2,500 to \$17,245 and can be used at the discretion of the school for any allowable expenditure other than salaries, bonuses, or construction.

Test Scores and Awards

This year the system administered a new test known as iLEAP. The augmented criterion-referenced test replaced the Iowa Tests of Basic Skills in grades 3, 5, 6, 7, and 9. The new tests were not comparable to the previous test. High schools scored near average, while grades 3 through 7 scored below average. The School System reported little improvements on the LEAP 21 in English and mathematics at grade 4 and 10, but there was growth at the middle school level. Math also declined at the elementary level, showed little change at the high school level and increased at the middle school level. The American College Test (ACT) average score for the School System increased from 19.4 to 19.5 and the score for African American students increased to 17.8. This subgroup continues to outperform the state and nation's subgroups and has shown steady gains for the last five years.

Educational Programs/Awards

Shenandoah Elementary School was one of five schools in Louisiana named a 2006 *No Child Left Behind* - Blue Ribbon School. The *No Child Left Behind* - Blue Ribbon Schools Program recognizes schools that make significant progress in closing the achievement gap or whose students achieve at very high levels. The schools are selected based on one of two criteria: 1) schools with at least 40 percent of their students from disadvantaged backgrounds that dramatically improve student performance to high levels on State tests and 2) schools whose students, regardless of background, achieve in the top 10 percent of their state on State tests or in the case of private schools in the top 10 percent of the nation on nationally-normed tests. The 2006 *No Child Left Behind* - Blue Ribbon Schools will be honored at an award ceremony in Washington, D.C., November 9-10, 2006.

Educational choice through magnet programs has resulted in approximately 21 magnet, gifted and talented programs being developed and implemented throughout the School System. Magnet programs create exciting learning experiences and promote student achievement. They attract students based on their learning needs, skills and special interests. Enhanced instructional and magnet programs such as Montessori, Visual and Performing Arts, Architectural Design, Medicine, Extended Day, Pre-Kindergarten, Medical/Health, Engineering, Computer Science and Technology, Communication, Math/Science, Foreign Language, and Environmental Science are just a few of the instructional programs being offered at various levels throughout the School System.

McKinley Middle Academic Magnet School was honored by Magnet Schools of America as a "School of Distinction" for the 2005-2006 school year. This award is designed to promote excellence in magnet schools across the country. Last year, the Magnet Schools of America recognized 40 schools as "Schools of Distinction" and 12 schools were honored as "Schools of Excellence."

The Junior Reserve Officers' Training Corp (JROTC) is currently offered in ten high schools. The main goal of the program is to develop leaders and responsible citizens through a combination of academic and physical activities. JROTC is designed to teach citizenship and leadership, while instilling self-esteem, teamwork, and self-discipline in high school students. The focus of JROTC is reflected in its mission statement, "To Motivate Young People to be Better Citizens". JROTC promotes and encourages service to the community, promotes high school completion, and provides incentives to live drug free. The driving philosophy and vision behind this program is to produce successful students and productive adults. Since participation in this program makes cadets fully aware of the opportunities and benefits derived from their American heritage, the JROTC program makes substantial contributions to the community and ultimately the Nation's future. Uniforms and textbooks are furnished at no expense to the students, and there is no obligation to enter military service.

The School System's enrollment in Career and Technical Education (formerly vocational education) includes approximately 11,500 high school students and 3,000 middle school students. A variety of innovative programs prepare students for productive citizenship and life-long learning, and are designed to assist all students in making a successful transition from school to the workplace, or postsecondary education. Some funding for career and technical programs is obtained through the Carl Perkins IV Applied Technology Act of 2006. The Basic Grant and Tech Prep initiatives resulted in funding of approximately \$730,000 for fiscal year 2005-06. The goals of this department are accomplished by providing students with assistance in career development activities, development of five year career plans, purposeful course selection that develops both academic and technical skills, development of employability skills, and providing opportunities for students to obtain a Diploma Endorsement for Career and Technical Education.

The School System continues to expand opportunities of pre-school programs. Pre-K students are provided transportation to a number of sites for six hours of instruction daily along with before and after school care. Our quality pre-school environments provide small pupil-teacher ratios, certified teachers and a curriculum based on the National Association for the Education of Young Children standards of developmentally appropriate practices.

A range of services is offered based on the mentally and/or physically disabled child. Exceptional students can be placed in the following settings: the regular education classroom with extra support available, resource classrooms, or the self-contained and community based classes.

Alternative programs are also offered to help meet the needs of non-traditional learners such as the following: Staring Education Center and Mohican Preparatory Academy for over-aged middle school students and special programs for over-aged students at all middle schools except McKinley Middle Magnet and Sherwood Middle Magnet.

For high school aged non-traditional students the School System offers: Baton Rouge Preparatory Academy, Northdale Academy and Valley Park Alternative schools. Juvenile Continuing Education Programs for middle and high school students expelled from the traditional schools, Options Pre-GED and Adult Education programs are also available.

High Schools in the School System are providing students with curriculum opportunities to pursue: 1) college degrees at the nation's finest colleges and universities; 2) college degrees after attending community colleges; 3) associate degrees at community and technical colleges; 4) employment opportunities; and 5) careers in the United States Military.

During the 2005-2006 school year, many high school students participated in dual enrollment courses in partnership with Baton Rouge Community College and Southern University. Additionally students took honors courses, advanced placement courses and courses which were articulated with various colleges and universities. The School System works with many educational institutions to offer our students rigorous and varied educational opportunities.

The U.S. Department of Education's Safe Schools/Healthy Students office awarded the School System \$2.8 million for 2005-2006 to help curb violence and substance abuse among school children. The School System submitted a comprehensive plan in partnership with other community organizations. The plan addressed six elements: 1) a safe school environment; 2) alcohol and other drug and violence prevention and early intervention programs; 3) school and community mental health preventive and treatment intervention services; 4) early childhood psychosocial and emotional development programs; 5) educational reform; and 6) safe school policies. The grant is expected to be renewed for two additional years for a total grant award of approximately \$8.4 million.

Volunteers in Public Schools (VIPS)

Volunteers In Public Schools (VIPS) continues to serve children of the School System and has done so now for 25 years. Following Hurricanes Katrina and Rita, volunteer support poured into the Baton Rouge community. Volunteers assisted displaced students living temporarily in the River Center shelter, as well as, students at Scotlandville Middle and Mayfair Elementary, which housed a majority of the displaced students. VIPS dispatched volunteers throughout the School System, as well as, processing inquiries from those interested in visiting our city to help. Although the volunteer support was heightened, the volunteer hours reported to VIPS by the schools totaled 138,599, a 30% decrease from last year's 179,910. VIPS attributes this decrease to school personnel being distracted by the critical needs of the students and failing to report hours. The Independent Sector in Washington D.C. sets an hourly value of volunteer time each year. The volunteer hour is currently valued at \$18.04 resulting in the monetary investment of \$2,500,325 in EBRPSS Schools. This figure equates to the hiring of 80 teachers (at a base salary of \$31,325) or 249 teacher aides (9-month employee at a base salary of \$10,042).

For the 2005-2006 school year, VIPS trained approximately 40 city-parish workers to volunteer in EBRPSS Schools, provided three volunteer management trainings for school personnel, and supplied each school with a volunteer log book to record volunteer hours. VIPS' EveryBody Reads program that pairs second and third graders who read below grade level with a volunteer Reading Friend served 473 students in 19 schools. Fifty-four percent of those students who were matched with a Reading Friend improved their reading skills by at least one grade level while only 31% of those students without a Reading Friend improved in reading.

Child Nutrition Program

One goal of the School System's Child Nutrition Program is to serve nutritious, appetizing, wholesome, affordable meals to the School System's students and staff. The administration believes that good nutrition is a key to learning and that every child has the right to a nutritious breakfast and lunch at the lowest possible price.

The Food Service Department provides 58,000 meals daily, including breakfast, lunch and snacks. Through a U.S. Department of Agriculture (USDA) Breakfast Grant, the Child Nutrition Program is able to offer a free breakfast to all students. For the 2006-2007 school year, student lunch prices are as follows: \$1.60 (elementary) and \$1.80 (middle or high). Free or reduced-price meals are available to qualified students.

All of the central Child Nutrition Program administrative staff has a BS degree with specific training in the field of Dietetics and Nutrition. School meals are planned to comply with the school School System's Wellness Policy and all federal and state regulations for nutritious meals. The USDA through the Louisiana State Department of Education, Division of Nutrition Assistance, provides regulatory guidance and monitoring of the School System's Child Nutrition Program.

Transportation Department

During the 2005-2006 school year, the School System transported 41,971 students for a total of 4.88 million miles. With a total of 620 buses, the Transportation Department travels about 27,165 miles daily. Free service is provided to all students living more than one mile from school. A committee with representation from the community, administration, private and parochial schools, and city transit was formed to study options available to reduce the cost of transportation.

Charter School Demonstration Programs

During the 1995 Louisiana Legislative Session, the Legislature passed Senate Bill 1305 (Act 192 of 1995) which established a Charter School Demonstration (pilot) program and gives parents, teachers, and citizens an opportunity to create independent public schools.

The School Board received Board of Elementary and Secondary Education approval to be one of the eight demonstration School Systems and began operation of three charter schools in the fall of 1997. The School Board approved two elementary and one middle charter school. The three charter schools began operation in the fall of 1997, each with approximately 54 students. Enrollment has more than doubled in each school since they opened. Student enrollment increases have been approved by the School Board allowing for enrollment (with funding) in grades K-5 at the elementary schools of up to 120 and 160 students at each of the schools. The School Board previously approved an annual increase of 20 students for one of the elementary schools and also approved an increase of 15 students for the middle school for a total of 145 students. The total General Fund appropriation to the charter schools for the 2005-2006 fiscal year was \$3.0 million.

Facilities Management Partnership Contract

Approximately six years ago, following extensive investigation and research, the School System developed a partnership arrangement with ServiceMaster to provide management services for some aspects of physical plant services, facilities, maintenance, and grounds. Subsequently, ServiceMaster was acquired by ARAMARK. The contract was amended slightly and the School System continued basically the same partnership with ARAMARK. On March 1, 2004, the School Board negotiated a five-year partnership arrangement with ARAMARK, with a five-year renewal option, to provide total Facilities Management Services in the following areas: maintenance, custodial, grounds, materials management/warehousing, and workforce management.

The contract will make a number of staffing, procedural, and work flow changes, changes to delivery and procurement systems aimed at improving service to the School System, while capitalizing on efficiencies gained through the application of ARAMARK'S world-wide services and experience. The School System will gain reduced operational costs, predictable labor costs, rapid staffing adjustments, and renewed focus on core business functions. Conservatively, the system will reduce annual operating costs by \$5.0 million dollars when tracked against current expenditures. The School System gained a significant, one-time, flow of cash through the sale of vehicles, tools, and equipment. Additionally, the School System received \$5.0 million from ARAMARK to assist in deferring the cost associated with the transition.

School System Desegregation Case Ends

On August 14, 2003, U.S. District Judge James Brady signed an order ending the 47-year old East Baton Rouge Parish School Desegregation Case, one of the longest running school desegregation cases in the nation. Judge Brady approved the final settlement agreement, which was signed by all parties in the case. Those parties were the School Board, the Baton Rouge branch of the National Association for the Advancement of Colored People (NAACP), the original plaintiffs (37 original plaintiffs – children from 14 local families) and the U.S. Justice Department.

The settlement ends the case, but it requires the School System to continue many desegregation tools for four years. The settlement allows more students to attend neighborhood schools, creates more magnet programs, and allows more students to transfer to the schools of their choosing. According to the settlement, schools will still have enrollment limits, but the enrollment caps are higher at a few schools. Temporary buildings will still be used, but most must be taken out of service. Predominantly black schools will continue to receive extra teachers and money and will operate pre-kindergarten, extended-day, and extended-year programs. Judge Brady said “now that the case is over, Baton Rouge residents should focus on making the School System one that the community can be proud”.

Separation of City of Baker and Zachary Community School Systems

Effective with the 2003-2004 school year, the School System began the year much smaller than it has in decades. The cities of Baker and Zachary began the school year as their own school districts, running nine (9) schools with about 5,380 students that were previously a part of the School System. The separation of Baker and Zachary required years of effort and litigation, and resulted in a need for expenditure reductions in the School System as a result of the adverse financial impact of approximately \$10.7 million associated with the separation. Enrollment of approximately 51,000 students for the 2002-2003 school year reduced to about 45,000 students for the 2003-2004 school year. The parish payroll was reduced from about 7,115 employees to about 6,000 employees. The 2006 legislative session contained legislation to allow the creation of a Central School System by way of a constitutional amendment to be considered by voters in a November 2006 statewide election. If this amendment is approved and a new school system is created, there will be an adverse financial impact of approximately \$5.0 million to the School System. Additionally, the School System continues to incur long-term retiree health care costs associated with the exit of Baker and Zachary school systems. If the Central School System is created, the School System will incur long-term retiree health care costs similar to Baker and Zachary.

Milken Family Foundation

The Milken Family Foundation created the Teacher Advancement Program (TAP), which is a comprehensive, research-based school reform model that is intended to attract, retain, and motivate high quality teachers to America's schools. TAP is currently being implemented at Cedarcrest-Southmoor Elementary and Crestworth Middle School, two of the five schools in Louisiana being used as demonstration sites for the TAP program. The program provides teachers with technical support, training, certification, program reviews, and evaluation services. Master and mentor teachers at each site lead teachers through extensive job-embedded professional development and work study groups. Teachers in TAP schools receive a salary supplement if student academic performance meets the goals set by the school.

EBR/LSU Partnership Schools

Through the LSU Partnership Program, Highland Elementary and McKinley Middle Magnet are special "professional development" schools for LSU students enrolled in the University's Teacher Education Program. School System teachers serve as mentors for LSU teacher candidates during a variety of pre-student teaching field experiences as well as during student teaching. At least one LSU faculty member works on a full-time basis at each of the two schools. This individual designs a credit-or CLU-bearing program specifically for each school's faculty, who have committed to ongoing professional development. An EBR teacher, selected by the school principal, facilitates the partnership and coordinates assistance from various units on the LSU campus. Each school maintains a partnership advisory board composed of teachers, administrators, and LSU personnel.

The McKinley Middle Magnet partnership with LSU is beginning its fourth year, while the Highland partnership is entering its seventh year. At McKinley Middle, teacher interns from the Holmes Program in the Department of Curriculum & Instruction are placed with mentor teachers in selected classrooms. These future teachers assist in classrooms by preparing, planning, and teaching lessons of their own, working individually and in small groups with students, and facilitating higher order thinking projects.

The Highland Elementary partnership especially involves the school teachers serving as models for undergraduate students, who take nine credits (Methods of Teaching Reading [6 credits] and Methods of Teaching Social Studies [3 credits]) on the Highland campus. LSU teacher candidates taking these courses also assist classroom teachers by tutoring students and helping design thematic work stations. The program has provided numerous enriching experiences to LSU teacher candidates and has enhanced the participating schools, their students and teachers.

For the Future

Bill & Melinda Gates Foundation – Literacy & Autonomous School Networks

EBRPSS in collaboration with the Baton Rouge Area Foundation, Advance Baton Rouge and the Eli Broad Foundation, was awarded a grant in the amount of \$3.7 million from the Bill and Melinda Gates Foundation. The purpose of the grant is to help educate students displaced by the recent hurricanes and includes two components: 1) A literacy component; and 2) An autonomous school network component. An estimated \$3.2 million will be spent on the literacy component for displaced and other students who are behind in reading and writing. The remaining \$500,000 will be utilized in planning funds to create three to five small autonomous school networks, which are designed to assist the School System in educating specific student populations.

School Closures and Openings

Demographic studies were conducted as part of the research to propose recommendations for a continuation of the 1998 Tax Plan and to bring forth a recommendation regarding the most efficient use of facilities district-wide. This study generated a list of thirteen (13) schools scheduled for closure or reuse over the next seven (7) years. The School Board approved the closure of Mohican Elementary School in 2003-2004 and Mayfair Elementary, Beechwood Elementary, and Scotlandville Middle Schools in 2004-2005. Mayfair Elementary and Scotlandville Middle sites were utilized in 2005-2006 for some of the students displaced by the hurricanes. Harding Elementary is scheduled to be closed in December 2006, and the students will be transferred to the newly renovated Scotlandville Elementary, formerly Scotlandville Middle School. The 2003 Tax Plan is well under way and includes the new Woodlawn Middle School located in the southeast area of the parish, which opened in the fall of 2006. The new McKinley Middle School also opened in the fall of 2006. The old Capitol Middle site, which was temporarily utilized for the McKinley Middle School students and staff, will be closed for the 2006-2007 and 2007-2008 school years, while a new elementary school is constructed on that site. The new site is scheduled to open in the fall of 2008.

Bill & Melinda Gates Foundation - Thurgood Marshall

The Bill and Melinda Gates Foundation is championing a small high school movement globally. The Foundation has engaged the Thurgood Marshall Scholarship Fund (TMSF) as an intermediary to solicit collaborative and partnered proposals from Historically Black Colleges and Universities (HBCUs) and local school districts to radically reform district high schools. Southern University in Baton Rouge has partnered with the School System to develop a proposal to convert Capitol Senior High School (CSHS) into two small schools. The original design called for the establishment of Capitol Pre-College Academy (CPCA) serving 9th-10th graders and Capitol Early College Academy serving 11th-12th graders. The conversion of CSHS was to be phased in over three years with both schools being fully operational in 2007. The conversion began in the 2004-2005 school year with the admittance of 9th grade students into CPCA. Based on directives from the support funding source, the plan design has been modified to be more consistent with the research on small school models. In the fall of 2005, CSHS was converted into two small gender-based 9th – 12th schools both with a college preparatory focus.

The Wallace Foundation

The Wallace Foundation is focusing on initiatives which support state initiatives demonstrating the willingness and capacity to reform leadership practices to improve student achievement. A component of the Foundation's state-district leadership initiative is the State Action for Leadership Project (SAELP), whose goal is to ensure that state policies affecting leadership are coordinated with and supportive of local efforts to improve student learning. This program awards grants that will support partnerships between institutions of higher education and school districts to recruit, retain and induct leaders at our schools. The School System has partnered with Southern University to train teacher leaders and educational leaders. This District/University Partnership supports the Principals for Tomorrow Program, Principal Induction Program, Principals Academy Program, Principals Technology Program and Area Professional Development Programs provided by Assistant Superintendents. The grant will award \$230,000 in support of this initiative for the development of educational leaders, which will effectively lead to improved student learning in a standards-based and accountability-driven environment.

Internal Control

Management of the School System is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the School System are protected from loss, theft or misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the costs of a control should not exceed the benefits likely to be derived; and 2) the valuation of costs and benefits requires estimates and judgments by management. The School System utilizes a fully automated accounting system as well as an automated system of control for fixed assets and payroll. It is believed that the School System's internal controls adequately safeguard assets and provide reasonable, proper recording of financial transactions.

Single Audit

As a recipient of Federal and State financial assistance, the School System is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation by management and the internal audit staff of the School System.

As a part of the School System's single audit described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to Federal financial assistance programs, and to determine that the School System has complied with applicable laws and regulations. The results of the School System's Single Audit, for the fiscal year ended June 30, 2006, provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgeting Controls and Policy

The School System maintains budgetary controls. The objective of this system control is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School System's governing body. Activities of the General Fund and Special Revenue Funds are included in the annual appropriated budget. The level of budgetary control (the level at which expenditures cannot exceed the appropriated amount) is established at the individual fund level for all funds. The School System also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts in the General Fund are reported as reservations of fund balance and generally are re-appropriated as part of the next year's budget.

The approved budget presents revenues by source and expenditures by function as defined by the Louisiana Board of Elementary and Secondary Education's Bulletin #1929. The Superintendent is authorized to transfer amounts between line items in accordance with budget policy established by the School System's governing body. However, budget amendments are required when total revenues drop 5% or more below expectations, total expenditures exceed budget estimates by 5% or more, and when beginning fund balance is less than 5% or more of its projected amount. Budget to actual comparisons are provided in this report for the General Fund and each Special Revenue Fund.

Capital Projects Funds

Capital Projects Funds are provided by 51% of a one-cent sales tax in Proposition 1 for facilities and technology as approved by the voters in November 1998 as mentioned previously. The effective collection date for this proposition was July 1, 1999. Total sales tax revenues in Proposition 1 for the year ended June 30, 2006 amounted to \$37.5 million. The collection of this tax is for a five-year period and is for the purpose of funding repairs and renovations, enhancing technology, and constructing new schools and classrooms. On May 2, 2003, the voters approved the continuation of the Tax Plan for an additional five years.

Cash Management

Cash temporarily idle during the year was invested in interest-bearing accounts with our fiscal agency, in certificates of deposits, and in the Louisiana Asset Management Pool (LAMP). The School System's Investment Policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Total investment income from all sources totaled \$4.1 million, reflecting an increase of approximately \$2.2 million from the prior year. This increase is a result of increased investment rates.

Cash balances run very low during many of the months from July through December. For the past fourteen years, the School System has participated in an Advance Funding Program of the Louisiana Public Facility Authority (LPFA) in an effort to minimize this problem. In October 2005, the School System entered into a short-term Advance Funding Agreement with LPFA for \$5,000,000 at an interest rate of 2.97%. That loan was successfully repaid by March 2006. This program has been very beneficial to this School System and has provided funds to facilitate the adverse "cash flow" problems brought on by the cyclical nature of the receipt of ad valorem revenues.

All of the School System's primary deposits as of June 30, 2006 were either collateralized by securities held by the School System or by its agent in the name of the School System as required by law. The School System's consolidated bank account holds the cash of all funds. Temporary negative cash balances may occur in various funds during the year pending reimbursements from State and Federal grants, as these grants are awarded on a reimbursement basis. The General Fund finances these temporary situations in the majority of the cases.

Risk Management

The School System's administration is charged with the responsibility of supervising the protection of the District's assets by implementing various risk management techniques and procedures to reduce, absorb, minimize or transfer risk. A Risk Management staff is in place to manage this process and includes contracted support to assist management with measures to identify and reduce the system's exposure to loss. The School System continues to carry various forms of liability insurance including, but not limited to, excess workers' compensation coverage, property and casualty, errors and omissions, auto liability and general liability. The School Board adopted a self-insurance program for general liability, property and fleet vehicle insurance. Annual appropriations continue to be approved by the School Board to fund this program.

The medical insurance program includes health, life and other benefits for all full-time employees and retirees. The health program is monitored very closely to ensure its stability.

OTHER INFORMATION

Independent Audit

State statutes require an annual audit by independent certified public accountants. The public accounting firm of Postlethwaite & Netterville was selected by the School System several years ago to perform its annual financial audit. In addition to meeting the requirements set forth in State statutes, this audit was designed to comply with requirements of the Federal Single Audit Act Amendments of 1996 and related OMB Circular A-133. The auditors' reports on the basic financial statements are included in the financial section of this report. The auditors' reports related specifically to the single audit, internal control, and compliance with laws and regulations are included in a separate report and are available for review at the School System.

AWARDS

Government Finance Officers Association

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the School System for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2005. This was the twentieth consecutive year that the School System has received this prestigious award. In order to be awarded a Certificate of Achievement, the School System published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Management believes that the 2005-2006 Comprehensive Annual Financial Report continues to meet the Certificate of Achievement program's requirements and will submit it to the GFOA for review in determining eligibility for another certificate.

Association of School Business Officials

The School System has received the Association of School Business Officials (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2005. This was the twentieth consecutive year that the School System has received this prestigious award. This award certifies that the Comprehensive Annual Financial Report, for the fiscal year ended June 30, 2005, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials International. The award is granted only after an intensive technical review of financial reports by an expert panel of certified public accountants and practicing school business officials has been made. The Certificate of Excellence is the highest form of recognition in school financial reporting issued by the Association of School Business Officials International.

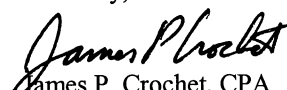
A Certificate of Achievement is valid for a period of one year only. Management believes that the Comprehensive Annual Financial Report, for the fiscal year ended June 30, 2006, which will be submitted to ASBO for review, also conforms to their principles and standards.

ACKNOWLEDGEMENTS

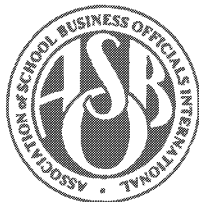
It is our desire that this report contain the necessary information and data that will provide a better understanding of the operations of the School System. It is further hoped that this report has been designed in such a manner as to be used as an administrative tool and general source of information to enhance our accountability to the public.

The preparation of this report in a timely manner could not have been achieved without a dedicated and highly qualified staff. I would like to take this opportunity to express my sincere appreciation to the entire Budget Management and Finance Department staff, whose extraordinary efforts and dedication contributed significantly in the timely preparation of this report. The professional, thorough, and timely manner in which our independent auditors, Postlethwaite & Netterville, conducted the audit is also appreciated. The Graphic Arts Department is to be commended on its creative input in the design and timely reproduction of this document. We would like to thank the members of the School Board for their interest and support in planning and conducting the financial operations of the School System in a responsible and progressive manner.

Sincerely,


James P. Crochet, CPA
Chief Financial Officer

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

EAST BATON ROUGE PARISH SCHOOL SYSTEM

**For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2005**

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

Melody Douglas

ASBO

Certificate of Achievement for Excellence in Financial Reporting

Presented to

East Baton Rouge
Parish School Board,
Louisiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2005

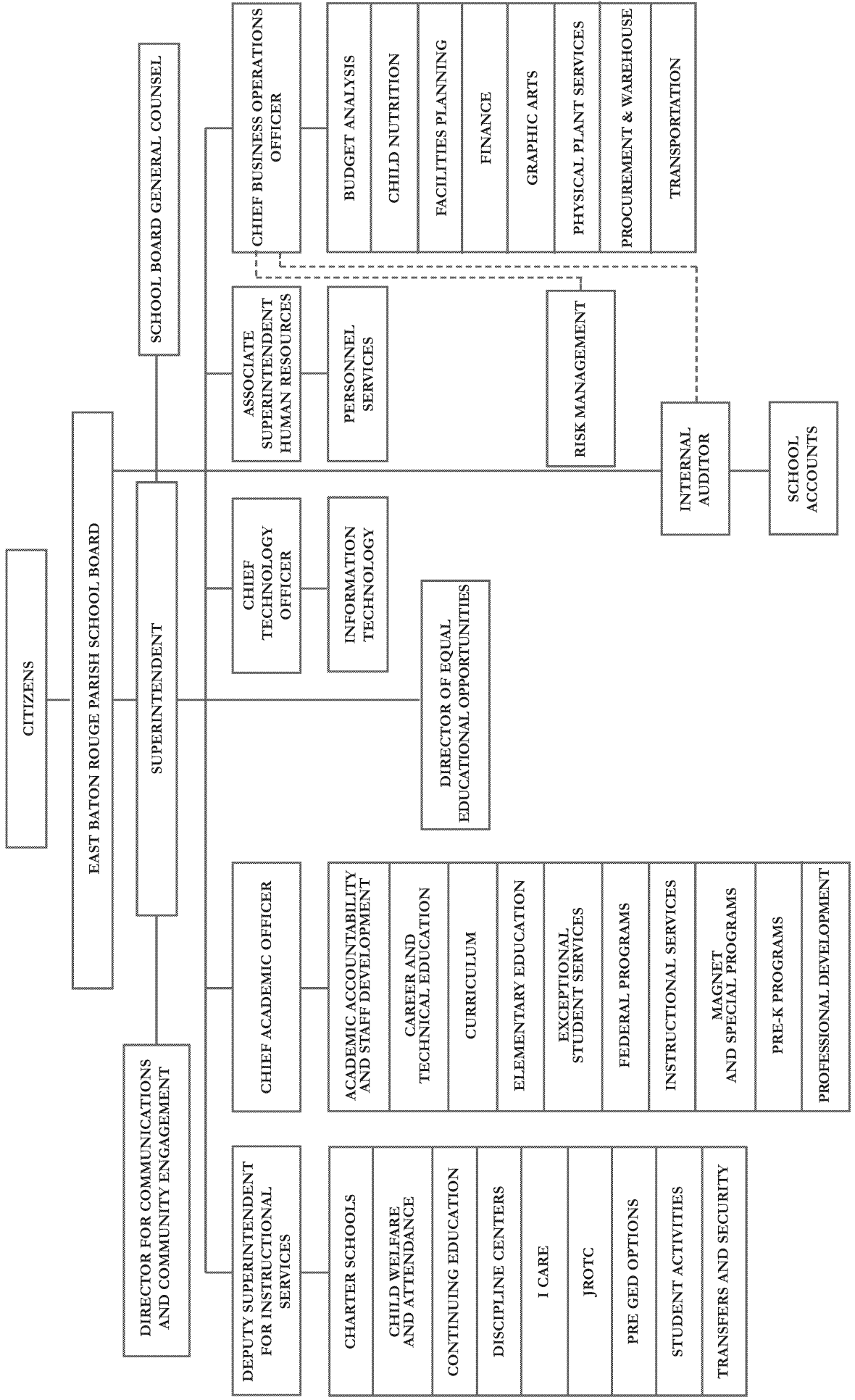
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



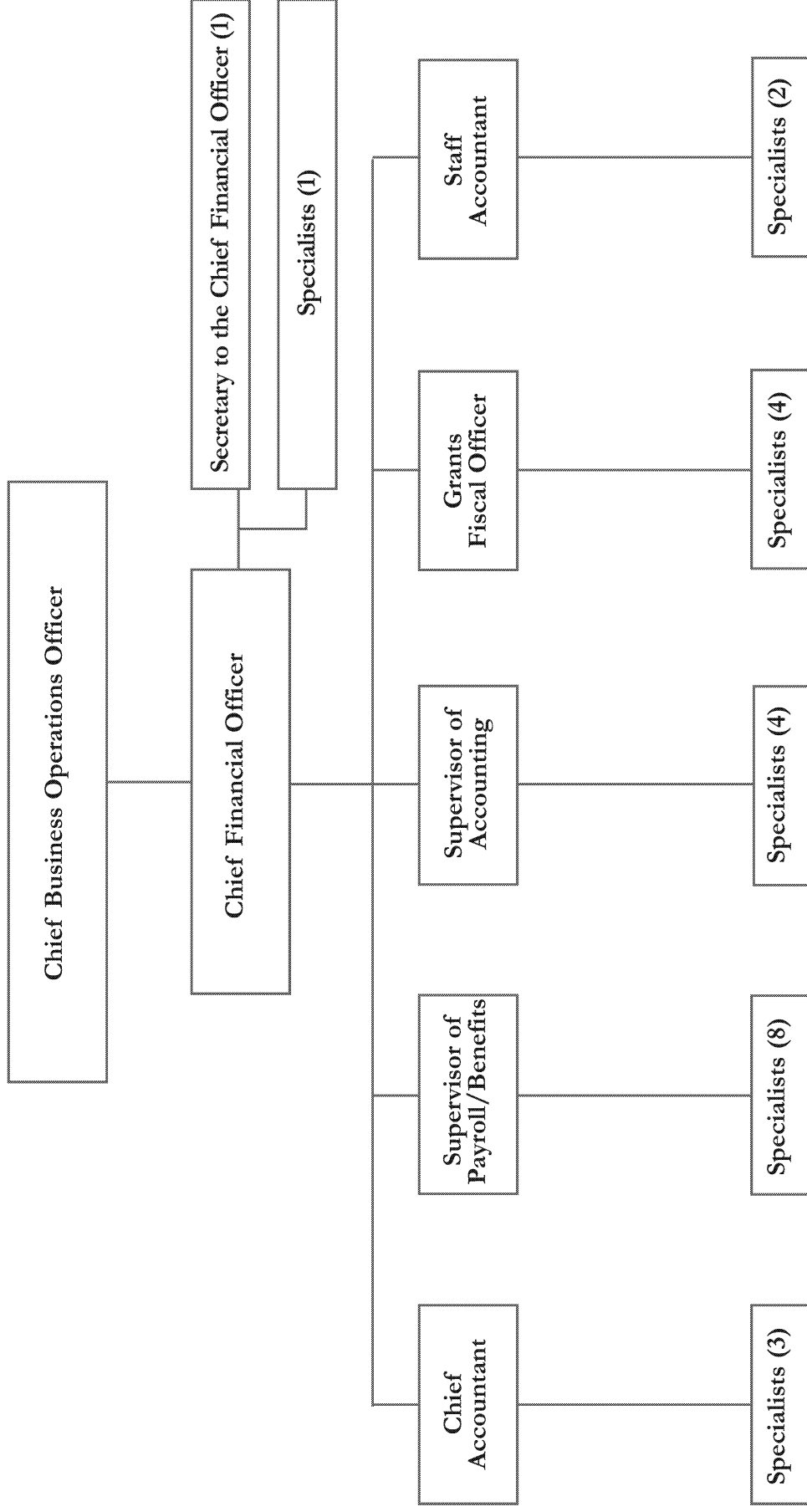
President

Executive Director

East Baton Rouge Parish School System Organizational Chart



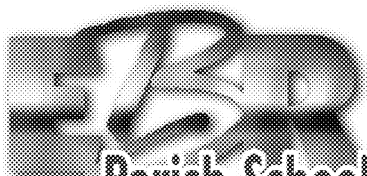
East Baton Rouge Parish School System Finance Department Chart



Comprehensive Annual Financial Report



Financial Section



Parish School System

Financial Section



Postlethwaite & Netterville

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Associated Offices in Principal Cities of the United States

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INDEPENDENT AUDITORS' REPORT

The East Baton Rouge Parish School System

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the East Baton Rouge Parish School System (School System) as of and for the year ended June 30, 2006, which collectively comprise the School System's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the School System's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the East Baton Rouge Parish School System as of June 30, 2006 and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis and budgetary comparison information on pages xxx through xliv and pages 35 through 42, respectively, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the East Baton Rouge Parish School System's basic financial statements. The accompanying supplementary information consisting of the introductory section, combining and individual non-major fund financial statements, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual non-major fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 9, 2006 on our consideration of the East Baton Rouge Parish School System's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grants, agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The statement of net assets as of June 30, 2006 is shown on page 1 for comparative purposes. This statement was included as part of the School System's June 30, 2006 basic financial statements which were audited by us and upon which we issued our unqualified opinion in our report dated November 9, 2006.



Baton Rouge, Louisiana
November 9, 2006

Comprehensive Annual Financial Report

Required Supplemental Information
Part I



East Baton Rouge Parish School System

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

The Management's Discussion and Analysis (MD&A) of the East Baton Rouge Parish School System's (School System) financial performance provides an overall review, objective and easily readable analysis of the School System's financial activities for the fiscal year-ended June 30, 2006. The intent of the MD&A is to look at the School System's overall financial performance as a whole and to assist readers in assessing the financial position as a result of the year's operations in comparison to the prior year. Therefore, readers should read the MD&A in conjunction with the Comprehensive Annual Financial Report's (CAFR) Letters of Transmittal (Page viii) of the Introductory Section, the School System's Financial Statements (Financial Section, Page 1), and the Notes to the Basic Financial Statements.

FINANCIAL HIGHLIGHTS

- Total assets of the School System exceeded total liabilities at June 30, 2006 by \$347.9 million (net assets). The unrestricted portion of net assets was \$90.3 million and may be used to meet the School System's ongoing obligations and operational needs.
- Total net assets increased by \$98.1 million for the year mainly due to new school construction funded by dedicated revenue and favorable financial results in the governmental and internal service funds. Net assets invested in capital assets, net of related debt, increased by \$24.8 million and there was a decrease in net assets restricted for capital improvements of \$0.4 million. The second phase of the five year one-cent sales tax, which was renewed by the voters in May 2003, continued with numerous construction projects in progress. Construction projects underway include major renovations, classroom additions, classroom renovations, and technology projects for the 2005-2006 fiscal year. Additionally, two new schools at McKinley Middle and Woodlawn Middle were opened in August 2006. Net assets for the Proposition 3 Compensation Fund increased \$6.9 million from the prior year, which is a result of increased sales tax collections and better than expected operating results, while Proposition 2 Discipline Fund net assets increased \$0.5 million. Net assets for federal and state grant programs increased by \$1.3 million primarily due to increased funds appropriated for textbooks to ensure students receive textbooks at the beginning of the school year, as well as, improved state grant and Child Nutrition Program funding. Net assets for costs required under the settlement agreement decreased slightly and unrestricted net assets increased by \$65.0 million.
- As the School System completed the fiscal year-ended June 30, 2006, its major funds reported fund balances of \$124.6 million as compared to \$66.5 million as of June 30, 2005. The fund balances include the General Fund at \$84.8 million, Propositions 1, 2, and 3 at \$10.8 million, \$4.2 million and \$24.0 million, respectively; and the Child Nutrition Fund with \$0.8 million as of June 30, 2006. The Capital Projects Fund (Proposition 1) ended the year with a *deficit* unreserved fund balance of \$19.1 million as a result of the total construction commitments of \$29.9 million being recognized in excess of fund balance currently available. This *deficit* is caused by encumbering the total of all construction commitments and will be funded from the future sales tax collections of the "pay as you go" Tax Plan.
- At the close of the current fiscal year, the General Fund ended the year with a fund balance of \$84.8 million, an increase of \$50.7 million when compared to the prior year. Revenues exceeded expenditures by \$30.2 million and financing uses exceeded sources by \$20.5 million. The significant increase in fund balance is primarily a result of the School System receiving disaster relief funds as a result of Hurricane Katrina, increased sales tax collections, and better than expected operating results. The unreserved and undesignated portion of this fund balance is \$57.6 million or 19.0% of General Fund expenditures and will be necessary to support increased medical costs, risk management, instructional, and operational requirements.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

- Non-major fund balances were \$6.8 million for the fiscal year-ended June 30, 2006 as compared to \$5.4 million as of June 30, 2005. Non-major fund balances increased primarily due to increased funds appropriated for textbooks to ensure students receive textbooks at the beginning of the school year, as well as, improved State grant funding
- The Internal Service Funds ended the year with a net asset balance at June 30, 2006 of \$21.3 million. The Worker's Compensation, Risk Management and Medical Insurance Funds net asset balances were \$0.5 million, \$0.3 million and \$20.5 million, respectively. Increased revenue from the General Fund totaling \$1.0 million have eliminated the June 30, 2005 *deficit* net asset balance of \$0.8 million in the Risk Management Fund.

USING THE BASIC FINANCIAL STATEMENTS

The School System's basic financial statements consist of the government-wide financial statements, the fund financial statements, the associated notes to those statements, and the required supplemental information of the MD&A and budgetary comparison schedules of the major funds. The statements are organized so the reader can understand the operations of the School System as a financial whole, i.e., an entire operating entity, its funds, and its fiduciary responsibilities. The government-wide financial statements, consisting of the Comparative Statement of Net Assets and the Statement of Activities (pages 1-2), provide highly consolidated financial information and render a government-wide perspective of the School System's financial position and results of operations for the year. The Fund Financial Statements (pages 3-4, 6-9) provide the next level of detail and look at the School System's most significant funds and a total of all other non-major funds.

Reporting the School System as a Whole

Comparative Statement of Net Assets and Statement of Activities

The Statement of Net Assets and the Statement of Activities present an aggregate view of the School System's finances and a long-term view of those finances. These statements seek to answer the question, "How did the School System as a whole do financially during the 2005-2006 fiscal year?" These statements include *all non-fiduciary assets and liabilities* using the *accrual basis* of accounting used by most private-sector enterprises. The *accrual basis* takes into account all of the School System's current year revenues when earned and expenses when incurred regardless of when they are received or paid.

These two statements report the School System's net assets and changes in those net assets. By showing the change in net assets for the year, the reader may ascertain whether the School System's financial condition has improved or deteriorated. The causes of the change may be the result of many factors, both financial and non-financial in nature. Non-financial factors which may have an impact on the School System's financial condition include the School System's property and sales tax base, student enrollment, facility conditions, required educational programs for which little or no funding is provided or other external factors.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

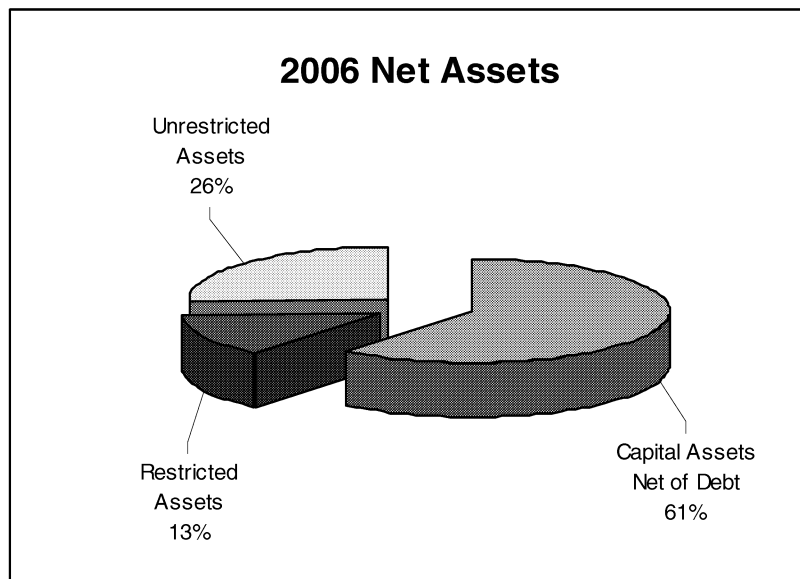
The following table reflects the condensed Statement of Net Assets for 2006:

Table I
Combined Statement of Net Assets
Years-ended June 30, 2006 and June 30, 2005
(In millions)

	<u>2006</u>	<u>2005</u>	<u>Increase (Decrease)</u>
<u>Assets</u>			
Current & Other Assets	\$ 196.1	\$ 115.7	\$ 80.4
Capital Assets	<u>213.1</u>	<u>188.4</u>	<u>24.7</u>
Total Assets	\$ 409.2	\$ 304.1	\$ 105.1
<u>Liabilities</u>			
Current Liabilities	\$ 43.6	\$ 37.5	\$ 6.1
Long-Term Liabilities	<u>17.7</u>	<u>16.8</u>	<u>0.9</u>
Total Liabilities	\$ 61.3	\$ 54.3	\$ 7.0
<u>Net Assets</u>			
Invested in Capital Assets, Net of Related Debt	\$ 211.5	\$ 186.7	\$ 24.8
Restricted	46.1	37.8	8.3
Unrestricted	<u>90.3</u>	<u>25.3</u>	<u>65.0</u>
Total Net Assets	<u>\$ 347.9</u>	<u>\$ 249.8</u>	<u>\$ 98.1</u>

For more detailed information refer to Page 1

The following table reflects an overview of Net Assets for the year-ended June 30, 2006:



For more detailed information refer to Page 1.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

Total assets increased by \$105.1 million from the previous fiscal year with \$24.7 million in the area of capital assets. Capital assets increased as a result of the continued construction of two new schools, additional classrooms at several school sites, and renovation and repair projects being complete or substantially complete at many other sites. McKinley Middle and Woodlawn Middle were opened in August 2006. These projects are funded by 51% of a one-cent sales tax outlined in Proposition 1 - Capital Projects. Current and other assets increased by \$80.4 million primarily from \$47.4 million of the increase in cash and cash equivalents followed with an increase of \$28.6 million due from governments. This increase is attributable to positive financial results in the School System's governmental and internal service funds.

Total liabilities increased by \$7.0 million from the previous fiscal year, with the greatest increase being in accounts, salaries, and other payables for \$8.1 million, across all funds. The majority of the increase in payables or \$2.8 million is attributable to projects funded by 51% of a one-cent sales tax outlined in Proposition 1 - Capital Projects. As previously mentioned, increased sales tax collections have occurred since Hurricane Katrina resulting in a corresponding increase in sales tax collection fees payable, as well as, the accrual of a sales tax refund for a total of \$1.9 million. Also, the Disaster Relief Fund, which was established during 2005-2006 to account for federal funding to meet the needs of displaced students and physical damage to School System property as a result of Hurricanes Katrina and Rita, had a payable amount of \$1.8 million.

Other current liabilities decreased by \$2.0 million, as a result of the following factors. The major contributor to this decrease is the State's Retirement Supplemental Appropriation of \$1.2 million distributed in fiscal year 2004-2005 and recorded as unearned revenue earmarked to offset increasing retirement costs in 2005-2006. There was a \$0.5 million reduction in deferred financial commitment, which leaves a \$3.8 million balance representing the unamortized portion of the financial commitment with Aramark. In March 2004, the School System entered into a partnership with Aramark to privatize its maintenance, grounds, and janitorial functions. This partnership included a financial commitment from Aramark of an amount up to \$5,000,000 to support the labor conversion and maintenance and operations of facilities. The School System agreed to invest these funds in costs associated with the labor conversion and/or the maintenance and operation of the facilities. The financial commitment shall be amortized on a straight-line basis over a period of ten (10) years. Upon termination of the partnership by either party, for any reason, the School System must reimburse Aramark the unamortized portion of the financial commitment (note 12). Claims payable decreased by \$1.0 million, primarily in the Medical Insurance Fund, as a result of the School System's third party administrator processing medical claims more timely. Fiduciary fund current liabilities increased by \$0.7 million largely due to payments of payroll withholdings payable at year-end and the timing of the related payrolls.

Long term liabilities increased by \$0.9 million. This increase is primarily a result of a \$1.1 million net increase in Compensated Absences and a \$0.2 million decline in the long-term obligation of the Qualified Zone Academy Bond (QZAB) debt for the purpose of renovations and repairs at various school sites

Net assets increased \$98.1 million as of June 30, 2006, with \$24.8 million of this increase in the area of capital assets, net of related debt resulting from the ongoing construction projects. Restricted net assets increased by \$8.3 million primarily due to a \$6.9 million increase in supplemental compensation, and a \$1.4 million net increase in capital improvement, discipline, federal and state grant programs, and costs required under the settlement agreement. Unrestricted net assets increased from the previous year by \$65.0 million mainly as a result of increased sales tax collections and better than expected operating results.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

Governmental Activities

The Condensed Statement of Changes in Net Assets presented in Table II, reflect the cost of the School System's governmental activities for the year ended June 30, 2006 of \$429.1 million, which is a 9.1% increase from the prior year. This statement portrays the activity in a traditional revenue over expense format and the numbers are derived from those presented in the Statement of Activities on page 2. The Statement of Activities shows the detailed cost of program services and the charges for services, grants, and contributions offsetting some of the costs of those program expenses. Operating Grants and Contributions totaling \$114.4 million subsidized certain programs of the School System.

The Child Nutrition Program is the third largest federally funded program with \$19.5 million in federal revenue compared to Title I with \$25.4 million and Disaster Relief at \$34.3 million. The federal reimbursement rate for meals served increased by approximately 3%. In addition, Charges for Services such as fees from other governments, agencies, schools systems, and students, for transportation services, school lunches, extended day tuition, and summer school tuition totaling \$4.2 million subsidized certain programs of the School System. Student paid lunches increased by \$.20 cents per meal, while all other meal prices remained constant. Approximately 78% of the students are eligible for free or reduced meal prices.

The remaining program expenses were funded by the taxpayers in East Baton Rouge Parish through Ad-Valorem and Sales and Use Taxes totaling \$254.9 million and State Revenue Sharing totaling \$3.7 million. The Minimum Foundation Program (MFP) from the State of Louisiana funded \$141.7 million, Interest and Investment Earnings funded \$4.1 million, E-Rate, Medicaid reimbursement and other general revenues contributed the remaining \$4.0 million.

Ad-Valorem taxes increased by approximately 4.9% due to growth in the property assessment rolls. The \$19.0 million increase in MFP funds is mainly a result of the State's base per pupil amount increasing from \$3,459 to \$3,554, a \$6.9 million one-time payment for Hurricane Katrina displaced students, and a \$3.0 million increase for mandated costs. Sales Taxes from all sources increased approximately 21.1%. Sales tax collections prior to Hurricane Katrina were relatively minimal; however, post Katrina collections are robust.

Several factors contributed to the increase in the cost of services by \$35.9 million from the previous year. Total instructional expenses increased by \$27.8 million in 2005-2006, while total support service and charter school appropriation expenses increased by \$8.1 million. Instructional and support service expense increases were largely attributable to; 1) The Board-approved pay raises for teachers with additional State MFP revenues; 2) Rising active and retiree health care costs along with an increasing retiree population eligible for health insurance; 3) Increased depreciation expense resulting from the major construction and renovation projects funded by Proposition 1 – Capital Project Fund; 4) Increased expenses in grant funded programs due to grant award allocation increases for Title I, Special Education, and Disaster Relief; 5) Increased retirement costs; and 6) Increased electricity and fuel costs.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

The key elements of the increase of the School System's Net Assets for the year ended June 30, 2006 with comparative figures from 2005 are as follows:

Table II
Condensed Statement of Changes in Net Assets
Years-ended June 30, 2006 and June 30, 2005
(In millions)

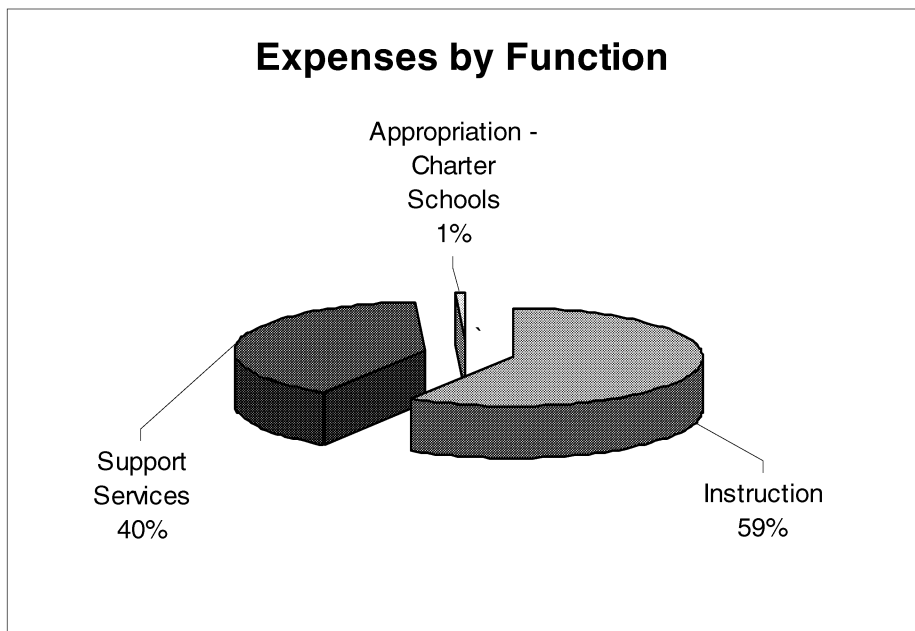
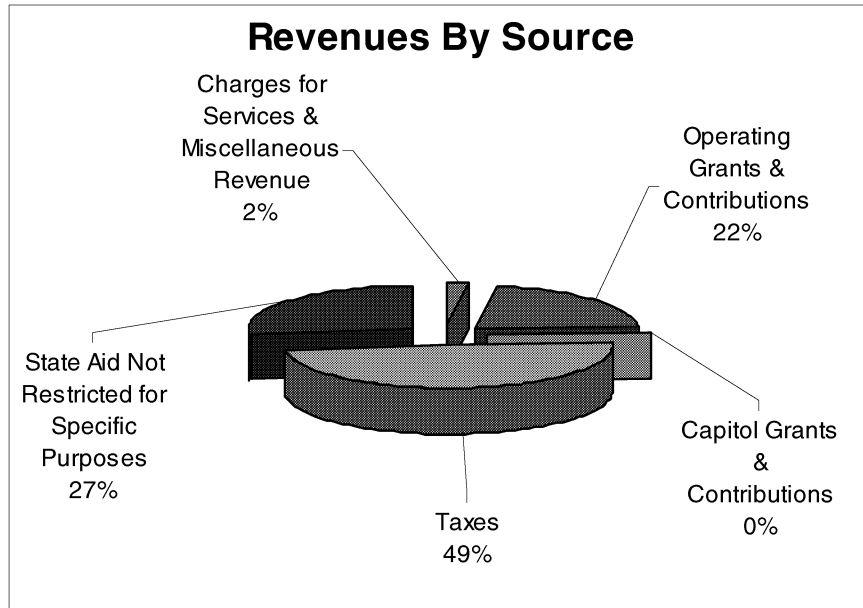
Revenue	<u>2006</u>	<u>2005</u>	<u>Increase</u> <u>(Decrease)</u>
Program revenues:			
Charges for services	\$ 4.2	\$ 4.9	\$ (0.7)
Operating grants and contributions	114.4	67.5	46.9
Capital grants and contributions	0.2	-	0.2
General revenues:			
Ad-valorem taxes	98.8	94.2	4.6
State revenue sharing	3.7	3.7	-
Sales and use taxes	156.1	128.9	27.2
State aid not restricted (MFP)	141.7	122.7	19.0
Interest and investment earnings	4.1	1.9	2.2
Miscellaneous	4.0	3.5	0.5
Total Revenues	<u>\$ 527.2</u>	<u>\$ 427.3</u>	<u>\$ 99.9</u>
Expenses			
Instruction:			
Regular education programs	\$ 147.7	\$ 128.0	\$ 19.7
Special education programs	58.5	55.1	3.4
Other education programs	46.3	41.6	4.7
Support Services:			
Pupil support services	20.4	19.3	1.1
Instructional staff services	17.5	14.3	3.2
General administration services	9.3	9.5	(0.2)
School administration services	17.7	17.4	0.3
Business and central services	11.0	11.0	-
Plant operating and maintenance	45.5	45.4	0.1
Transportation	26.2	23.5	2.7
Child nutrition	25.7	25.3	0.4
Appropriation – charter schools	3.3	2.8	0.5
Interest on long-term debt	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenses	<u>\$ 429.1</u>	<u>\$ 393.2</u>	<u>\$ 35.9</u>
Increase in Net Assets	\$ 98.1	\$ 34.1	\$ 64.0
Net Assets – Beginning	<u>249.8</u>	<u>215.7</u>	<u>34.1</u>
Net Assets – Ending	<u>\$ 347.9</u>	<u>\$ 249.8</u>	<u>\$ 98.1</u>

For more detailed information refer to Page 2.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

The following reflects revenue and expense components in proportion to the respective totals included in the Statement of Activities:



For more detailed information refer to Page 2.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

Reporting the School System's Most Significant Funds

Fund Financial Statements

The analysis of the School System's major funds begins on page 3. Fund Financial Statements provide more in-depth reporting of the School System's financial position and the results of operations. Fund basis financial information is presented in the "Fund Financial Statements" Section. The School System uses many funds to account for the numerous funding sources provided annually. However, the Fund Financial Statements look at the School System's most significant funds with all non-major funds presented in total in one column. These statements report governmental activities on a more current basis rather than a long-term basis, indicating sources and uses of funding, and resources available for spending in future periods.

Fund Financial Statements provide more in-depth data on the School System's most significant funds, such as its General Fund, Title I Fund, Tax Proposition 1-Capital Projects Fund, Proposition 2-Discipline Fund, Proposition 3-Compensation Fund, Disaster Relief Fund, and the Child Nutrition Fund. These funds are considered "major funds" under GASB Statement No. 34.

Governmental Funds – Most of the School System's activities are reported in governmental funds, which generally focus on how money flows in and out of those funds, the balances that are left at year-end, and the amount available for spending in future periods. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash.

The relationship between governmental activities reported in the Basic Financial Statements and the governmental funds reported in the Fund Financial Statements are reconciled to provide a more comprehensive picture of the School System's financial position.

Proprietary Funds – Proprietary funds use the accrual basis of accounting which is the same basis used by the private sector. Proprietary funds attempt to recover costs through charges to the user. The School System uses the Internal Services Funds (proprietary funds) to account for activities for workers' compensation, risk management, and medical insurance.

Statement of Fiduciary Net Assets – This statement presents financial information relative to assets held by the School System on behalf of students (student activity funds), employees (deferred pay), and others (payroll deductions).

THE SCHOOL SYSTEM'S FUNDS

The School System uses funds to control and permit measurement in the short-term of revenues and expenditures of a particular activity or purpose (e.g., dedicated taxes and grant programs). The Fund Financial Statements allow the School System to demonstrate its stewardship over and accountability for resources provided by taxpayers and other entities. These statements also allow the reader to obtain more insight into the financial management of the School System and assess further the School System's overall financial stability.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

The fund balances for all major and non-major funds for the fiscal year-ended June 30, 2006 are as follows:

- As the School System completed the fiscal year-ended June 30, 2006, its major funds reported fund balances of \$124.6 million as compared to \$66.5 million as of June 30, 2005. The fund balances include the General Fund at \$84.8 million, Propositions 1, 2, and 3 at \$10.8 million, \$4.2 million, and \$24.0 million respectively, and the Child Nutrition Fund with \$0.8 million as of June 30, 2006. The fund balance for the Proposition 3 Compensation Fund increased by \$6.9 million, when compared to the prior year, which is a result of increased sales tax collections and better than expected operating results. The Proposition 1 Capital Projects Fund ended the year with a *deficit* unreserved fund balance of \$19.1 million as a result of the total construction commitments of \$29.9 million being recognized. This *deficit* is caused by encumbering the total of all construction commitments and will be funded from future sales tax collections of the "pay as you go" Tax Plan.
- At the close of the current fiscal year, the General Fund ended the year with a fund balance of \$84.8 million, an increase of \$50.7 million when compared to the prior year. The significant increase in fund balance is primarily a result of increased sales tax collections and better than expected operating results. The unreserved and undesignated portion of this fund balance is \$57.6 million or 19.0% of General Fund expenditures and will be necessary to support increased medical costs, risk management, instructional and operational requirements.
- Non-major fund balances were \$6.8 million for the fiscal year-ended June 30, 2006 as compared to \$5.4 million as of June 30, 2005.
- The Internal Service Funds ended the year with a net asset balance at June 30, 2006 of \$21.3 million. The Worker's Compensation, Risk Management and Medical Insurance Funds net asset balances were \$0.5 million, \$0.3 million and \$20.5 million, respectively. Increased transfers from the General Fund totaling \$1.0 million have eliminated the June 30, 2005 *deficit* net asset balance of \$0.8 million in the Risk Management Fund.

General Fund Budgetary Highlights

The School System's budget is prepared according to Louisiana law. During the course of the year, the School System revises its budget to take into consideration significant changes in revenues or expenditures. Louisiana Revised Statute 39:1311 requires a budget amendment if either expected revenues are less or anticipated expenditures are in excess of budgetary goals by five percent (5%) or more. The original budget for the School System was adopted on June 28, 2005 and the final revised budget was adopted on April 20, 2006.

A statement showing the School System's original and final budget compared with actual operating results is provided in this CAFR beginning on page 36. Tables III and IV reflect a condensed comparative analysis of the General Fund's revenues and expenditures at June 30, 2006. The School System's year-end actual results were improved when compared to budget, as conservative budgetary practices are customary. Revenues are forecast conservatively and expenditures are budgeted in anticipation of all possible costs and projects.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

The General Fund's actual revenues exceeded projections by \$10.3 million and increased \$40.0 million when compared to the prior year. Ad valorem tax revenue increased \$4.6 million over last year as a result of growth to the 2005 parish assessment roll of approximately 4.5% and an overall collection rate of 97.6%. Actual collections exceeded projections by \$2.5 million or 2.7%. The total millage levied by the School System is 43.45 mills, which generates approximately \$2.2 million per mill. Sales tax collections increased over prior year's collections by \$14.3 million or 20.9% and exceeded projections by \$6.4 million or 8.4%. Sales tax collections prior to Hurricane Katrina were relatively minimal; however, post Katrina collections are robust. Original estimates were conservative and assumed there would be minimal growth in the current fiscal year. Earnings on Investments increased \$1.5 million from the prior year, mainly associated with increased investment rates. Other local revenue decreased by approximately \$0.3 million when compared to the prior year, which mainly represents the final settlement of insurance proceeds from the fire damage at Brownfields Elementary School in 2004-2005, a reduction in E-Rate revenue, and an increase in Contributions and Donations.

State revenue sources from unrestricted grants-in-aid, MFP, reflect an increase of \$18.7 million when compared to the prior year. The increase is a result of the State's base per pupil amount increasing from \$3,459 to \$3,554, a \$6.9 million one time payment for Hurricane Katrina displaced students, and a \$3.0 million increase for mandated costs. Student enrollment for the 2005-2006 school year was projected to increase by approximately 275 students from the 2004-2005 school year. Actual October 1, 2004 student enrollment approved for the purpose of funding by the State was 45,129 students or 65 students more than the enrollment on October 1, 2003. MFP funding is based on enrollment counts from the prior year.

The increase of \$1.1 million in restricted State grants-in-aid largely represents a one time supplemental appropriation by the Louisiana Legislature to offset 2005-2006 retirement costs.

General Fund expenditures increased by \$19.3 million from the prior year. Total actual expenditures fell below final projections by \$16.9 million, with \$2.6 million, \$2.3 million and \$1.9 million of this amount in transportation, business and central services, and plant operations and maintenance areas, respectively. However, encumbrances outstanding at year end totaled \$1.6 million primarily in the areas of transportation, business and central services, and plant operations and maintenance that will be liquidated in the subsequent fiscal year. A corresponding amount was reserved from the fund balance to support these encumbrances. Actual expenditures exceeded prior year expenditures in instruction – regular education programs by \$6.0 million and special education programs by \$2.0 million. These increases are largely attributable to the Board-approved pay raises for teachers with additional State MFP revenues. Actual expenditures exceeded prior year expenditures in plant operations and maintenance and transportation areas by \$2.6 million and \$6.4 million respectively. Plant operations and maintenance expenditure increases were necessary because of increased electricity costs, while increased transportation costs are primarily a result the liquidation of prior year encumbrances for bus purchases, as well as, elevated fuel costs.

Student enrollment subsequent to Hurricane Katrina has increased but appears to have stabilized, MFP funding has increased somewhat and sales tax collections have exceeded projections; however, the School System continues to incur increased health insurance and retirement costs.

Increased expenditures reflect the health insurance premiums that increased by approximately 4% for the calendar year 2006 as a result of the constantly rising health care costs along with an increasing retiree population eligible for health insurance.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2006

The unreserved fund balance designates \$5.0 million for the Medical Insurance Fund, \$3.0 million for the Risk Management Fund, \$3.0 million for much needed additional school bus purchases to update an aging fleet, \$7.0 million for special facility projects, and \$6.0 million for current operations. The undesignated fund balance of \$57.6 million represents an increase of \$28.8 million over final projections and is approximately 19.0% of actual expenditures. This increase is welcomed and is more adequate, as compared to the prior year, for an operation of this size in an environment of unstable sales tax collections, aging facilities, increased State and Federal accountability requirements, and escalating health care costs.

Table III

General Fund Revenue

Years-ended June 30, 2006 and June 30, 2005

(In Millions)

<u>GENERAL FUND REVENUE</u>	<u>2006</u>	<u>2005</u>	<u>Increase (Decrease)</u>
<u>Local Revenue</u>			
Ad valorem taxes	\$ 97.3	\$ 92.7	\$ 4.6
Sales and use taxes	82.7	68.4	14.3
Earnings on investments	2.7	1.2	1.5
Extended day program tuition	0.5	0.5	-
Other	<u>3.4</u>	<u>3.7</u>	<u>(0.3)</u>
Total Local Revenue	\$ 186.6	\$ 166.5	\$ 20.1
<u>State Sources</u>			
Unrestricted grants-in-aid, MFP	\$ 138.0	\$ 119.3	\$ 18.7
Revenue sharing	3.7	3.7	-
Restricted grants-in-aid	<u>4.2</u>	<u>3.1</u>	<u>1.1</u>
Total State Sources	\$ 145.9	\$ 126.1	\$ 19.8
<u>Federal</u>	\$ 0.7	\$ 0.6	\$ 0.1
<u>Total Revenues</u>	<u>\$ 333.2</u>	<u>\$ 293.2</u>	<u>\$ 40.0</u>

For more detailed information refer to Page 36.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

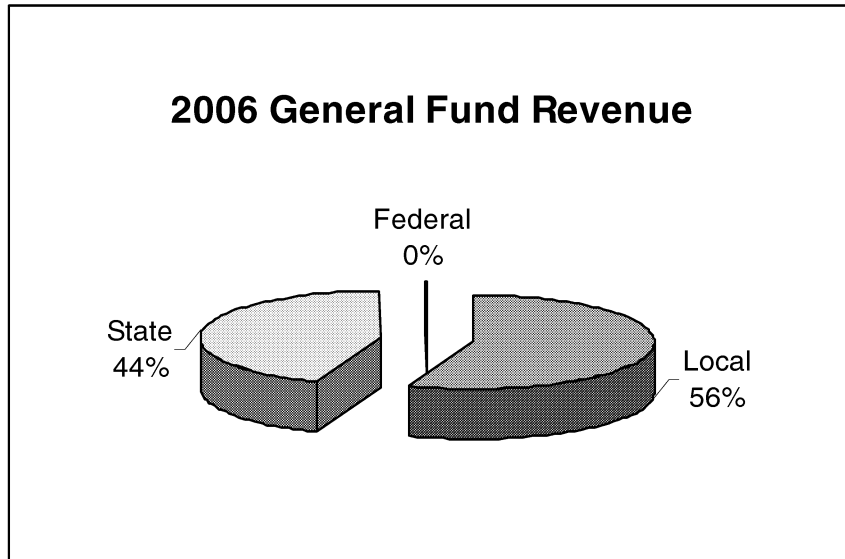


Table IV

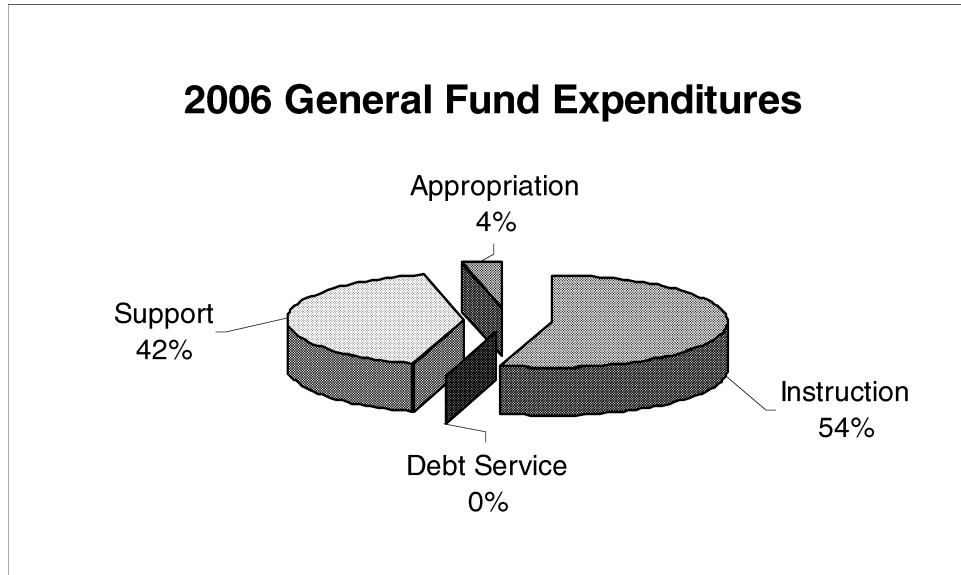
General Fund Expenditures
Years-ended June 30, 2006 and June 30, 2005
(In Millions)

<u>GENERAL FUND EXPENDITURES</u>	<u>2006</u>	<u>2005</u>	<u>Increase (Decrease)</u>
<u>Instruction</u>			
Regular education programs	\$ 105.2	\$ 99.2	\$ 6.0
Special education programs	48.9	46.9	2.0
Other education programs	11.7	12.0	(0.3)
Total Instruction	\$ 165.8	\$ 158.1	\$ 7.7
<u>Support</u>			
Pupil support services	\$ 15.0	\$ 14.9	\$ 0.1
Instructional staff services	8.9	8.0	0.9
General administration services	9.4	8.8	0.6
School administration services	16.6	16.4	0.2
Business and central services	9.1	9.0	0.1
Plant operations and maintenance	39.8	37.2	2.6
Transportation	27.2	20.8	6.4
Total Support	\$ 126.0	\$ 115.1	\$ 10.9
<u>Appropriations</u>			
Charter School	\$ 3.0	\$ 2.6	\$ 0.4
Desegregation Final Settlement Agreement	8.0	7.6	0.4
Total Appropriations	\$ 11.0	\$ 10.2	\$ 0.8
<u>Debt Service</u>			
Principal	\$ 0.2	\$ 0.3	\$ (0.1)
Interest	-	-	-
Total Debt Service	\$ 0.2	\$ 0.3	\$ (0.1)
<u>Total Expenditures</u>	<u>\$ 303.0</u>	<u>\$ 283.7</u>	<u>\$ 19.3</u>

For more detailed information refer to Page 36.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006



CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2006, the School System has approximately \$213.1 million invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, and other equipment. This amount is net of accumulated depreciation to date. Increases during the year represent additional purchases and capital outlays for construction, while decreases represent retirements of assets and depreciation of depreciable assets for the year. Table V shows the net book value of capital assets at the end of the 2006 and 2005 fiscal years.

Table V
Capital Assets at
Years-ended June 30, 2006 and June 30, 2005
(In Millions)

	<u>2006</u>	<u>2005</u>	<u>Increase (Decrease)</u>
Land	\$ 8.4	\$ 8.4	\$ -
Buildings and improvements	152.8	157.2	(4.4)
Furniture and equipment	8.2	6.0	2.2
Construction in progress	<u>43.7</u>	<u>16.8</u>	<u>26.9</u>
Totals	<u>\$ 213.1</u>	<u>\$ 188.4</u>	<u>\$ 24.7</u>

For more detailed information refer to Page 25.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

School construction for the new Woodlawn Middle and McKinley Middle Schools was completed and ready for students, faculty, and staff in August 2006.

In addition, other major construction projects, renovations, and classroom additions were completed during the year, while others were still in progress at June 30, 2006. Depreciation for the year-ended June 30, 2006 was \$8.4 million for buildings and improvements and \$2.2 million for furniture and equipment. Major construction and renovation projects will continue for the 2006-2007 fiscal year and will be funded with the Proposition 1 "pay-as-you go" sales tax initially approved by the voters in 1998 for a five-year period and renewed on May 2, 2003 for an additional five years.

Debt Administration

At June 30, 2006, the School System had outstanding Qualified Zone Academy Bond (QZAB) notes payable of \$1.6 million that are scheduled for repayment by November 2016. In accordance with LSA-R.S.39: 562 (L), the School System is legally restricted from incurring long-term bonded debt in excess of 25 percent of the assessed value of the taxable property (including homestead exempt and nonexempt property) within the parish. At June 30, 2006, the statutory limit is \$753,007,945.

Other long-term obligations include accrued sick leave and annual leave. The balance at June 30, 2006 of both current and long-term obligations was \$16.2 million. More detailed information is available on pages 27 and 28.

East Baton Rouge Parish School System
Baton Rouge, Louisiana

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The financial well being of the School System is tied in large measure to the State funding formula and the sales and property tax base. Actual General Fund sales tax collections for the fiscal year-ended June 30, 2006 reflect an increase of 20.9%, which is a significant improvement as compared to the prior year. Sales tax collections prior to Hurricane Katrina were relatively minimal; however, post Katrina collections are robust. Actual General Fund Ad Valorem and State MFP revenues both increased by 5.0% and 15.7% respectively. As previously mentioned, these revenues increased because of growth in the property assessment rolls and an increase in the State's base per pupil amount from \$3,459 to \$3,554, a \$6.9 million one-time payment for Hurricane Katrina displaced students, and a \$3.0 million increase for mandated costs.

The initial undesignated fund balance projected for the General Fund for the fiscal year-ending June 30, 2007 is \$27.3 million. The 2006-2007 budgeted expenditures are projected to increase by \$33.5 million as compared to prior year actual, which is largely attributable to the Board-approved pay raises for teachers with additional State MFP revenues.

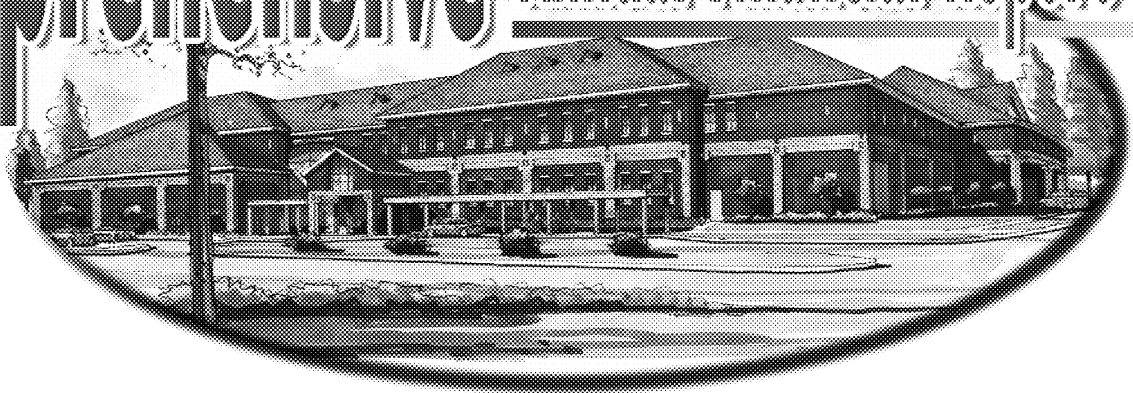
The Teachers' Retirement System's rate decreased from 15.9% to 15.8% effective July 1, 2006. The Louisiana School Employees' Retirement System provided notification that the employer contribution rate will increase from 18.4% to 19.6% for the 2006-2007 fiscal year. Increased retirement contribution rates effective July 1, 2006 are projected to increase contributions by \$2.8 million. The recently reported October 1, 2006 student enrollment figure of 47,296 students (excludes Pre-Kindergarten) exceeded projections by 434 students and was 837 students above the State MFP funded student counts for 2006-2007, which are based on the May 1, 2006 student enrollment figure. Kindergarten through twelfth grade enrollment is still subject to student audit adjustments and current special education counts and weight adjustments.

The actual undesignated fund balance of \$57.6 million for fiscal year-ended 2005-2006 was an improvement of \$28.9 million when compared with final projections of \$28.7 million. This positive fund balance variance will support increased retirement costs, health care premiums, and other unforeseen emergencies. *The overall financial position of the School System has improved as compared to the prior year.*

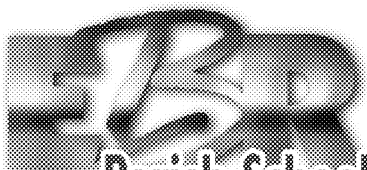
CONTACTING THE SCHOOL SYSTEM'S FINANCIAL MANAGEMENT

This CAFR is designed to provide full and complete disclosure of the financial condition and operations of the School System. However, citizens groups, taxpayers, parents, students, other parish officials, investors or creditors may need further detail. To obtain such details, please contact James P. Crochet, Chief Financial Officer, East Baton Rouge Parish School System, Post Office Box 2950, Baton Rouge, Louisiana, 70821. Feel free to also contact us by calling (225) 922-5440 during regular office hours, Monday through Friday, 8:00 a.m. to 4:30 p.m., Central Standard Time, or e-mail at jcrochet@ebrschools.org.

Comprehensive Annual Financial Report



Basic Financial Statements



Parish School System

Basic Financial Statements

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

COMPARATIVE STATEMENT OF NET ASSETS

JUNE 30, 2006

ASSETS

	<u>2006</u>	<u>2005</u>
Cash and cash equivalents	\$ 129,612,494	\$ 82,216,298
Receivables		
Accounts	1,295,540	867,347
Sales tax	17,909,913	14,022,757
Ad valorem tax	1,420,512	1,342,273
Due from governments	43,823,640	15,208,760
Inventory	2,054,146	1,997,690
Capital Assets		
Land and construction in progress	52,046,444	25,149,471
Buildings and equipment, net of accumulated depreciation	161,041,602	163,303,226
TOTAL ASSETS	<u>\$ 409,204,291</u>	<u>\$ 304,107,822</u>

LIABILITIES AND NET ASSETS

LIABILITIES

Accounts, salaries and other payables	\$ 15,484,248	\$ 7,341,148
Unearned revenues	566,873	1,792,746
Deferred financial commitment with maintenance company	3,833,333	4,333,333
Claims payable	13,113,121	14,082,503
Due to external parties (fiduciary fund)	10,566,711	9,890,634
Long-term liabilities		
Due within one year	2,707,234	2,852,855
Due in more than one year	15,006,698	13,986,858
TOTAL LIABILITIES	<u>\$ 61,278,218</u>	<u>\$ 54,280,077</u>

NET ASSETS

Invested in capital assets, net of related debt	\$ 211,533,500	\$ 186,734,515
Restricted for:		
Capital improvements	10,781,273	11,207,604
Compensation	23,984,783	17,103,191
Discipline	4,166,554	3,656,311
Federal and state grant programs	6,777,501	5,434,042
Costs required under settlement agreement	342,572	420,456
Unrestricted	90,339,890	25,271,626
TOTAL NET ASSETS	<u>\$ 347,926,073</u>	<u>\$ 249,827,745</u>

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2006

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Capital</u>	<u>Revenue and</u>
	<u>Services</u>	<u>Grants and</u>	<u>Grants and</u>	<u>Changes in Net</u>	
		<u>Contributions</u>	<u>Contributions</u>	<u>Assets</u>	
				<u>Governmental</u>	
				<u>Unit</u>	
<u>Functions/Programs</u>					
Instruction:					
Regular education programs	\$ 147,701,382	\$ -	\$ 30,812,006	\$ -	\$ (116,889,376)
Special education programs	58,496,304	-	7,418,367	-	(51,077,937)
Other education programs	46,296,059	810,410	35,965,536	173,419	(9,346,694)
Support Services:					
Pupil support services	20,449,183	-	3,458,688	-	(16,990,495)
Instructional staff services	17,540,587	-	8,386,429	-	(9,154,158)
General administration services	9,311,757	-	105,429	-	(9,206,328)
School administration services	17,754,035	-	1,131,608	-	(16,622,427)
Business and central services	10,969,154	-	1,078,829	-	(9,890,325)
Plant operations and maintenance	45,462,490	-	2,214,906	-	(43,247,584)
Transportation	26,181,964	195,970	2,771,214	-	(23,214,780)
Child nutrition	25,679,703	3,156,100	21,048,357	-	(1,475,246)
Appropriation - charter schools	3,273,244	-	-	-	(3,273,244)
Total Governmental Activities	429,115,862	4,162,480	114,391,369	173,419	(310,388,594)
General Revenues					
Taxes:					
Ad valorem taxes					98,852,998
State revenue sharing					3,692,262
Sales and use taxes					156,104,231
State aid not restricted to specific programs (MFP)					141,675,723
Interest and investment earnings					4,121,466
Miscellaneous					4,040,242
					<u>408,486,922</u>
					Change in Net Assets
					98,098,328
					<u>Net Assets - July 1, 2005</u>
					249,827,745
					<u>Net Assets - June 30, 2006</u>
					<u>\$ 347,926,073</u>

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

GOVERNMENTAL FUNDS

Balance Sheet

JUNE 30, 2006

	General	Title I	Proposition I Capital Projects
<u>ASSETS</u>			
Cash and cash equivalents	\$ 99,620,641	\$ -	\$ 8,419,620
Receivables:			
Accounts	484,432	19,933	-
Sales tax	9,415,119	-	4,402,315
Ad valorem tax	1,420,512	-	-
Due from other funds	-	-	4,269,801
Due from other governments	2,144,205	6,625,646	-
Inventory	1,302,764	-	-
	<u>\$ 114,387,673</u>	<u>\$ 6,645,579</u>	<u>\$ 17,091,736</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 3,784,385	\$ 1,333,843	\$ 6,310,463
Salaries and benefits payable	-	-	-
Due to other funds	21,891,521	5,306,741	-
Deferred financial commitment with maintenance company	3,833,333	-	-
Unearned revenues	112,942	4,995	-
	<u>29,622,181</u>	<u>6,645,579</u>	<u>6,310,463</u>
Fund balances:			
Reserved for inventory	1,302,764	-	-
Reserved for encumbrances	1,568,628	-	29,888,682
Unreserved, reported in:			
General Fund:			
Designated for coverage of medical claims	5,000,000	-	-
Designated for coverage of risk management claims	3,000,000	-	-
Designated for bus purchases	3,000,000	-	-
Designated for facilities	7,000,000	-	-
Designated for costs required under settlement agreement	342,572	-	-
Designated for current operations	6,000,000	-	-
Undesignated	57,551,528	-	-
Special Revenue Fund	-	-	-
Capital Projects Fund	-	-	(19,107,409)
	<u>84,765,492</u>	<u>-</u>	<u>10,781,273</u>
TOTAL FUND BALANCES			
	<u>\$ 114,387,673</u>	<u>\$ 6,645,579</u>	<u>\$ 17,091,736</u>

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

Proposition 2 Discipline	Proposition 3 Compensation	Child Nutrition	Disaster Relief	Other Non-major Governmental	Total
\$ 3,224,279	\$ 15,735,891	\$ 32,466	\$ -	\$ -	\$ 127,032,897
24	-	-	-	329,120	833,509
703,091	3,389,388	-	-	-	17,909,913
-	-	-	-	-	1,420,512
340,472	5,285,788	651,261	-	3,408,405	13,955,727
-	-	-	25,768,193	9,285,596	43,823,640
-	-	751,382	-	-	2,054,146
<u>\$ 4,267,866</u>	<u>\$ 24,411,067</u>	<u>\$ 1,435,109</u>	<u>\$ 25,768,193</u>	<u>\$ 13,023,121</u>	<u>\$ 207,030,344</u>
\$ 101,312	\$ 426,284	\$ 191,260	\$ 1,819,597	\$ 1,112,075	\$ 15,079,219
-	-	-	-	4,035	4,035
-	-	-	23,948,596	5,081,413	56,228,271
-	-	-	-	-	3,833,333
-	-	400,839	-	48,097	566,873
<u>101,312</u>	<u>426,284</u>	<u>592,099</u>	<u>25,768,193</u>	<u>6,245,620</u>	<u>75,711,731</u>
-	-	350,543	-	-	1,653,307
-	-	-	-	-	31,457,310
-	-	-	-	-	5,000,000
-	-	-	-	-	3,000,000
-	-	-	-	-	3,000,000
-	-	-	-	-	7,000,000
-	-	-	-	-	342,572
-	-	-	-	-	6,000,000
-	-	-	-	-	57,551,528
4,166,554	23,984,783	492,467	-	6,777,501	35,421,305
-	-	-	-	-	(19,107,409)
<u>4,166,554</u>	<u>23,984,783</u>	<u>843,010</u>	<u>-</u>	<u>6,777,501</u>	<u>131,318,613</u>
<u>\$ 4,267,866</u>	<u>\$ 24,411,067</u>	<u>\$ 1,435,109</u>	<u>\$ 25,768,193</u>	<u>\$ 13,023,121</u>	<u>\$ 207,030,344</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2006

Total Fund Balances at June 30, 2006 - Governmental Funds		\$ 131,318,613
Cost of capital assets at June 30, 2006	\$ 331,086,235	
Less: Accumulated depreciation as of June 30, 2006:		
Buildings	(90,804,587)	
Movable property	<u>(27,193,602)</u>	213,088,046
Consolidation of internal service funds		21,233,346
Elimination of interfund assets and liabilities		
Due from other funds	(45,661,560)	
Due to other funds	<u>45,661,560</u>	-
Long-term liabilities at June 30, 2006		
Notes payable	(1,554,546)	
Compensated absences payable	<u>(16,159,386)</u>	<u>(17,713,932)</u>
Total net assets at June 30, 2006 - Governmental Activities		<u>\$ 347,926,073</u>

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FISCAL YEAR ENDED JUNE 30, 2006

	<u>General</u>	<u>Title I</u>	<u>Proposition 1 Capital Projects</u>	<u>Proposition 2 Discipline</u>
<u>REVENUES</u>				
Local sources:				
Ad valorem taxes	\$ 97,298,413	\$ -	\$ -	\$ -
Sales and use taxes	82,725,172	-	37,417,728	5,873,707
Earnings on investments	2,706,694	-	393,302	159,622
Extended day program tuition	455,985	-	-	-
Other	3,464,036	-	173,417	-
State sources:				
Unrestricted grants-in-aid, MFP	138,030,723	-	-	-
Revenue sharing	3,692,262	-	-	-
Restricted grants-in-aid	4,166,844	-	-	-
Federal grants	667,340	25,417,007	-	-
TOTAL REVENUES	<u>333,207,469</u>	<u>25,417,007</u>	<u>37,984,447</u>	<u>6,033,329</u>
<u>EXPENDITURES</u>				
Current:				
Instruction:				
Regular education programs	105,226,194	-	-	3,746,705
Special education programs	48,894,359	-	-	55,721
Other education programs	11,677,587	18,528,980	-	-
Support:				
Pupil support services	15,028,351	235,508	-	1,028,372
Instructional staff services	8,839,690	3,190,727	-	139,199
General administration services	9,400,245	91,965	329,522	51,679
School administration services	16,627,868	-	-	173,127
Business and central services	9,029,261	483,442	780,041	-
Plant operations and maintenance	39,786,181	171,864	5,045,822	273,950
Transportation	27,219,238	121,214	-	54,333
Child nutrition	-	-	-	-
Appropriation-Charter schools	3,022,308	-	-	-
Settlement agreement	7,983,433	-	-	-
Facility acquisition and construction	150,968	61,918	33,755,393	-
Debt service - Principal	163,636	-	-	-
TOTAL EXPENDITURES	<u>303,049,319</u>	<u>22,885,618</u>	<u>39,910,778</u>	<u>5,523,086</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>30,158,150</u>	<u>2,531,389</u>	<u>(1,926,331)</u>	<u>510,243</u>

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

Proposition 3 Compensation	Child Nutrition	Disaster Relief	Other Non-major Governmental	Total
\$ -	\$ -	\$ -	\$ 1,554,585	\$ 98,852,998
30,087,624	-	-	-	156,104,231
753,090	-	-	-	4,012,708
-	-	-	-	455,985
-	3,156,100	-	1,154,100	7,947,653
-	3,645,000	-	-	141,675,723
-	-	-	-	3,692,262
-	-	-	10,461,525	14,628,369
-	19,532,253	34,308,604	19,837,795	99,762,999
<u>30,840,714</u>	<u>26,333,353</u>	<u>34,308,604</u>	<u>33,008,005</u>	<u>527,132,928</u>
11,851,610	-	9,941,639	3,208,044	133,974,192
5,103,695	-	517,648	6,157,460	60,728,883
872,565	-	134,642	15,615,994	46,829,768
-	-	-	-	-
1,838,256	-	166,231	2,720,713	21,017,431
937,920	-	197,075	4,438,462	17,743,073
284,898	-	-	-	10,158,309
1,219,250	-	225,648	97,644	18,343,537
547,153	-	9,243	532,768	11,381,908
24,088	-	709,866	118,805	46,130,576
1,279,687	-	247,275	598,751	29,520,498
-	25,918,377	561,700	-	26,480,077
-	250,936	-	-	3,273,244
-	-	-	-	7,983,433
-	-	-	16,360	33,984,639
-	-	-	-	163,636
<u>23,959,122</u>	<u>26,169,313</u>	<u>12,710,967</u>	<u>33,505,001</u>	<u>467,713,204</u>
<u>6,881,592</u>	<u>164,040</u>	<u>21,597,637</u>	<u>(496,996)</u>	<u>59,419,724</u>

(continued)

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED JUNE 30, 2006

	<u>General</u>	<u>Title I</u>	<u>Proposition 1 Capital Projects</u>	<u>Proposition 2 Discipline</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	25,670,116	-	1,500,000	-
Transfers out	(5,176,745)	(2,531,389)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>20,493,371</u>	<u>(2,531,389)</u>	<u>1,500,000</u>	<u>-</u>
<u>NET CHANGE IN FUND BALANCES</u>	50,651,521	-	(426,331)	510,243
Fund balances, June 30, 2005	<u>34,113,971</u>	<u>-</u>	<u>11,207,604</u>	<u>3,656,311</u>
FUND BALANCES, JUNE 30, 2006	<u>\$ 84,765,492</u>	<u>\$ -</u>	<u>\$ 10,781,273</u>	<u>\$ 4,166,554</u>

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

<u>Proposition 3 Compensation</u>	<u>Child Nutrition</u>	<u>Disaster Relief</u>	<u>Other Non-Major Governmental</u>	<u>Total</u>
-	375,000	-	3,301,745	30,846,861
-	(79,800)	(21,597,637)	(1,461,290)	(30,846,861)
-	295,200	(21,597,637)	1,840,455	-
6,881,592	459,240	-	1,343,459	59,419,724
17,103,191	383,770	-	5,434,042	71,898,889
<u>\$ 23,984,783</u>	<u>\$ 843,010</u>	<u>\$ -</u>	<u>\$ 6,777,501</u>	<u>\$ 131,318,613</u> (concluded)

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
RECONCILIATION OF THE GOVERNMENTAL FUNDS -
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
FISCAL YEAR ENDED JUNE 30, 2006

Net Change in Fund Balances - Total Governmental Funds		\$ 59,419,724
Capital Assets:		
Capital outlay and other expenditures capitalized	\$ 35,490,754	
Depreciation expense for year ended June 30, 2006	<u>(10,619,002)</u>	24,871,752
Loss on disposition of capital assets		(208,905)
Proceeds from the sale of capital assets in excess of net gain/loss recognized		(27,498)
Change in net assets of internal service funds		14,917,475
Long Term Debt:		
Principal portion of debt service payments	163,636	
Excess of compensated absences earned over amounts used	<u>(1,037,856)</u>	<u>(874,220)</u>
Change in Net Assets - Governmental Activities		<u><u>\$ 98,098,328</u></u>

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
PROPRIETARY FUNDS - INTERNAL SERVICE
BALANCE SHEET
JUNE 30, 2006

	<u>Internal Service Funds</u>
<u>ASSETS</u>	
Current:	
Cash and cash equivalents	\$ 2,579,597
Due from other funds	31,705,833
Reimbursements receivable	<u>462,031</u>
TOTAL ASSETS	<u><u>\$ 34,747,461</u></u>
<u>LIABILITIES AND NET ASSETS</u>	
Liabilities:	
Current:	
Accounts payable	\$ 400,994
Claims payable	<u>13,113,121</u>
TOTAL LIABILITIES	<u>13,514,115</u>
Net Assets:	
Unrestricted	<u>21,233,346</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 34,747,461</u></u>

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
PROPRIETARY FUNDS - INTERNAL SERVICE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Internal Service Funds</u>
<u>OPERATING REVENUES</u>	
Premiums received	<u>\$ 83,710,453</u>
TOTAL OPERATING REVENUES	<u>83,710,453</u>
<u>OPERATING EXPENSES</u>	
Claims expense	63,159,711
Insurance premiums	2,578,137
Administrative fees	<u>3,163,888</u>
TOTAL OPERATING EXPENSES	<u>68,901,736</u>
NET OPERATING INCOME	14,808,717
<u>NON-OPERATING REVENUES</u>	
Interest income	<u>108,758</u>
TOTAL NON-OPERATING REVENUES	<u>108,758</u>
Change in net assets	14,917,475
Net Assets, at June 30, 2005	<u>6,315,871</u>
NET ASSETS, AT JUNE 30, 2006	<u><u>\$ 21,233,346</u></u>

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
PROPRIETARY FUNDS - INTERNAL SERVICE
STATEMENT OF CASH FLOWS
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Internal Service Funds</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>	
Cash premiums received	\$ 83,546,587
Cash paid in claims and benefits	(66,707,230)
Cash paid for expenses	<u>(3,204,752)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>13,634,605</u>
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</u>	
Advances to other funds	<u>(14,163,991)</u>
NET CASH USED IN NONCAPITAL FINANCING ACTIVITIES	<u>(14,163,991)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>	
Interest Income	<u>108,758</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>108,758</u>
NET CHANGE IN CASH	(420,628)
Cash at beginning of year	<u>3,000,225</u>
Cash at end of year	<u><u>\$ 2,579,597</u></u>
<u>Reconciliation of operating income to net cash provided by operating activities</u>	
Operating Income	\$ 14,808,717
Adjustments to reconcile operating income to net cash provided by operating activities:	
Changes in:	
Reimbursement receivables	(163,867)
Accounts and claims payable	<u>(1,010,245)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u><u>\$ 13,634,605</u></u>

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2006

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash and cash equivalents	\$ 4,251,790
Accounts receivable	70,370
Due from other funds	<u>10,566,711</u>
 TOTAL ASSETS	 <u><u>\$ 14,888,871</u></u>
 <u>LIABILITIES</u>	
Benefits payable	\$ 2,001,417
Salaries payable	6,954,259
Payroll withholdings payable	1,640,092
Amounts held for other groups	<u>4,293,103</u>
 TOTAL LIABILITIES	 <u><u>\$ 14,888,871</u></u>

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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

1. **GENERAL INFORMATION**

The East Baton Rouge Parish School System (the School System) is a corporate body created under Louisiana Revised Statutes 17:51. A board consisting of 12 members (the Board) elected from legally established districts is charged with the management and operation of the School System.

The School System is composed of a central office, 94 schools and several support facilities. Student enrollment as of May, 2006 was 46,459. The School System employs approximately 6,000 persons, approximately 3,800 of whom are directly involved in the instructional process. The remainder provide ancillary support such as general administration, repair and maintenance, bus transportation and food service. The regular school term normally begins during the first half of August and is completed in the end of May.

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The School System complies with Generally Accepted Accounting Principles (GAAP). The School System's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements. The School System applies Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, to its government-wide financial statements unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails.

A. **Financial Reporting Entity**

The basic criterion established by the Governmental Accounting Standards Board for determining whether a governmental department, agency, institution, commission, public authority, or other governmental organization should be included in a primary government unit's reporting entity for basic financial statements is financial accountability. Financial accountability includes the appointment of a voting majority of the organization's governing body and either the ability of the primary government to impose its will on the organization or if there is a financial benefit/burden relationship. In addition, an organization which is fiscally dependent on the primary government should be included in its reporting entity. The financial statements present the East Baton Rouge Parish School System (the primary government). Based on the aforementioned criteria, there are no component units included in the School System's reporting entity.

B. **Basis of Presentation**

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

Government-Wide Financial Statements

The government-wide financial statements include the statement of net assets and the statement of activities for all non-fiduciary activities. Interfund activity consists of interfund advances, transfers and charges from the internal service funds to the governmental funds. As a general rule, the effect of interfund activity has been removed from both the statement of net assets and the statement of activities. Exceptions to the general rule are advances between fiduciary funds and the various functions of the School System. The government-wide presentation focuses primarily on the sustainability of the School System as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

B. **Basis of Presentation** (continued)

Government-Wide Financial Statements (continued)

All programs of the School System are considered *Governmental Activities* which are normally supported by taxes and intergovernmental revenues.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Program revenues included in the Statement of Activities are derived from parties outside the School System's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the School System's general revenues.

The School System reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions but are reported separately in the Statement of Activities. Depreciation expense, which can be specifically identified by function, is included in the direct expenses of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Fund Financial Statements

The daily accounts and operations of the School System 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 accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All Governmental Funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financial sources) and decreases (i.e., expenditures and other financing uses) in current assets.

The funds of the School System are classified into three broad categories: Governmental, Proprietary and Fiduciary.

Governmental Fund Types:

The School System reports the following governmental funds as major funds:

General Fund - The General Fund is the primary operating fund of the School System. It is used to account for all financial resources except those required to be accounted for in another fund.

Title I Fund - *Title I* includes programs in the areas of language development, reading, and math. These programs strive to meet the special needs of economically and educationally deprived children through federal funds for teachers, aides, instructional materials, equipment and parental involvement.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

B. **Basis of Presentation** (continued)

Fund Financial Statements (continued)

Governmental Fund Types: (continued)

Proposition 1 – Capital Projects Fund –The Proposition 1 Fund accounts for the proceeds of a .51 cent sales tax approved as part of a plan to improve school facilities. The intent of the plan tax is to improve infrastructure in an effort to provide a "safe and dry" environment for the students, staff, and public in the school system.

Proposition 2- Discipline Funds – The Proposition 2 Fund accounts for the proceeds of a .08 cent sales tax approved as part of a plan to improve discipline in the schools. The intent of the plan is to remove disruptive and academically deficient students from the regular education classroom, reduce truancy and provide more effective alternative education.

Proposition 3- Compensation Fund –The Proposition 3 Fund accounts for the proceeds of a .41 cent sales tax approved as part of a plan to improve compensation. The intent of the plan is to improve ability to recruit and retain certified and qualified teachers, assistant principals and principals; to have more productive support employees; and to have the ability to reward performance that meets and/or exceeds standards.

Child Nutrition Fund - The Child Nutrition Fund is used to account for the operations of the school food service program that operates during the regular school term and during the summer break. The basic goals of the school food service program is to serve nutritionally adequate, attractive and moderately priced meals, to help children grow socially and emotionally, to extend educational influences to the homes of school children, and to provide learning experiences that will improve children's food habits with the ultimate goal of physically fit adults.

Disaster Relief Fund - The Disaster Relief Fund is used to account for federal funding to be used to meet the educational needs of students enrolled in the School System who were displaced as a result of Hurricanes Katrina and Rita in 2005.

Proprietary Fund Type:

Internal Service Funds - Internal Service Funds are used to account for the financing of 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. The Workers' Compensation Fund, the Risk Management Fund and the Medical Insurance Fund are reported as Internal Service Funds on a combined basis.

Fiduciary Fund Types:

Agency Funds - Agency Funds are used to account for assets held by the School System as an agent for individuals, private organizations or other governmental units and/or other funds. The School System employs two separate Agency Funds, one fund accounts for the transactions of the student activity accounts maintained at the schools, and another accounts for voluntary and mandatory payroll withholdings.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

C. Basis of Accounting/Measurement Focus

Government-Wide Financial Statements (GWFS)

The GWFS were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability has been incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Sales taxes are recognized when the underlying sales transactions occur. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund Financial Statements (FFS)

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Proprietary Fund type is accounted for on a flow of economic resources measurement focus (accrual basis). With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. The Proprietary Fund type's operating statement presents increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

Agency Funds have no measurement focus, but follow the accrual basis of accounting.

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

The following paragraphs describe the revenue recognition practices under the modified accrual basis of accounting:

Revenues

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

Non-exchange transactions, in which the School System received value without directly giving value in return, includes sales tax, property tax, grants, entitlements, and donations. Property taxes are considered measurable in the calendar year of the tax levy and are recognized as revenue if collected soon enough to meet the availability criteria. Sales taxes are considered "measurable" when the underlying transaction occurs and are recognized as revenue if collected soon enough to the availability criteria. Anticipated refunds of such taxes are recorded as fund liabilities and reductions of revenue when they are measurable and valid. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources can be used.

Internal Service Funds consist solely of those established to account for self-insurance programs. Premium revenues are considered operating revenues while all other revenues are non-operating.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

C. **Basis of Accounting/Measurement Focus** (continued)

Expenditures

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Costs of accumulated unpaid vacation, sick leave and other employee benefit amounts are reported in the period due and payable rather than the period earned by employees, and general long-term obligations principal and interest payments are recognized only when due.

D. **Encumbrances**

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrances outstanding at year end in the Governmental Funds Balance Sheet are reported as reservations of fund balance. These outstanding encumbrances are added to the budget in the subsequent year and are reported as expenditures when incurred.

E. **Cash and Cash Equivalents**

Cash and cash equivalents include interest-bearing demand deposits and short-term investments (usually time certificates of deposit, investments in the Louisiana Asset Management Pool, with a maturity date within three (3) months of the date of acquisition).

State statutes authorize the School System to invest in United States bonds, treasury notes, or certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool, Inc. (LAMP), a nonprofit corporation formed by an initiative of the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool.

The School System maintains four checking accounts, exclusive of the individual schools' bank accounts, with the School System's fiscal agent bank. These four accounts are the consolidated cash account and three interest bearing imprest accounts for disbursements of payrolls, disbursements to vendors, and health care providers.

Interest earned on investments is distributed to the individual funds based on the invested balance of the participating fund during the year.

F. **Inventory**

Government-Wide Level

Inventory is stated at average cost and consists of expendable supplies held for consumption. The costs of inventory items are recognized as expenses when used.

Fund Level

Inventory of the general fund is stated at average cost and consists of expendable supplies held for consumption. The costs of inventory items are recognized as expenditures when used. The reportable inventories are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of total assets.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

F. Inventory (continued)

Fund Level (continued)

Inventory of the Child Nutrition Special Revenue Fund consists of food purchased by the School System and commodities granted by the United States Department of Agriculture (USDA) through the Louisiana Department of Agriculture and Forestry. Inventory items purchased are valued at average cost. Costs are recorded as expenditures at the time individual items are consumed (consumption method). Commodities are assigned values based on information provided by the USDA, also on average cost basis. The amount of commodity inventory is included in unearned revenue until consumed.

G. Capital Assets

All capital assets are capitalized at historical cost, or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The School System maintains threshold levels for capitalizing capital assets as follows:

Movable capital assets with a cost of \$5,000 or more per unit.

All land and land improvements with a cost of \$25,000 or more.

Buildings and building improvements that extend the useful life of a building with a cost of \$25,000 or more.

Capital assets are recorded in the GWFS, but are not reported in the FFS. All capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purposes by the School System, no salvage value is taken into consideration for depreciation purposes. Useful lives vary from 5 to 20 years for equipment, 10 to 20 years for building and land improvements, and 25 to 50 years for buildings.

H. Reserves and Designations

Portions of fund balances are reserved for future use and, therefore, are not available for appropriation or expenditure. Designations of unreserved fund balances in Governmental Fund types indicate the School System's plans for the use of financial resources in a future period.

I. Interfund Transactions

During the course of normal operations, the School System has numerous transactions between funds, including expenditures and transfers of resources to provide services, construct assets, and service debt. The accompanying fund financial statements generally reflect such transactions as transfers.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

J. Compensated Absences

Teachers and other school employees accrue from 10 to 12 days of sick leave per year depending upon the number of months worked. Sick leave may be accumulated without limitation. Upon employees' death or retirement, unused accumulated sick leave of up to 25 days is paid to employees or their heirs at the employees' current rate of pay. The accrual computation for earned sick leave is calculated on a 25-day maximum per employee. Sick leave is not payable upon discharge or termination (non-retirement). Upon retirement, accumulated sick leave may be used in the retirement benefit computation as earned service. Extended sick leave will be paid at 65% of salary with a maximum of 90 days allowed every six years for teachers and bus drivers. Extended sick leave for all other employees will be paid at 50% of salary with a maximum of 25 days annually.

All 12-month employees earn from 10 to 20 days of annual vacation leave per year depending on length of service with the School System. Such leave is credited on a pro rata basis at the end of each payroll reporting period and accumulates. A maximum of 400 hours of unused annual leave is carried over to future periods and may be paid to the employee upon termination of employment.

All amounts reported are salary related, and include no fringe benefits since the amount of said benefits would be immaterial.

Sabbatical leave may be granted for medical/professional. Any employee with a professional teaching certificate is entitled, subject to approval by the School System, to one (1) semester of sabbatical leave after three (3) years of continuous services, or two (2) semesters of sabbatical leave after six (6) or more years of continuous service. Continuous service must be as an employee of the School System. Sabbatical leave will be paid at 65% of salary. Sabbatical leave, which involves professional and cultural improvement, provides a continuing benefit to the employer and should not be accrued. Since sabbatical leave for medical purposes requires a doctor's certificate prior to being granted, it is similar to an extended sick leave benefit and should not be accrued as sabbatical leave benefits. Consequently, sabbatical leave benefits are recorded as current expenditures (in the FFS) in the period paid.

K. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

L. Non-Operating and Operating Revenues – Proprietary Funds

Premium revenues, claims expenses and administrative costs customarily associated with self-insurance programs are accounted for as operating revenues and expenses. Interest income is reported as non-operating revenues.

M. Reclassification

Certain amounts in the 2005 Statement of Net Assets have been reclassified to conform to the current year's presentation.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

3. DEPOSITS AND INVESTMENTS

Under Louisiana R.S. 33:2955, as amended, the School System may invest in obligations of the U.S. Treasury, U.S. Agencies and instrumentalities, repurchase agreements, certificates of deposit, Louisiana Asset Management Pool (LAMP), and other investments as provided in the statute.

Deposits and investments at June 30, 2006 were as follows:

	<u>Deposits</u>	<u>Investments</u>	<u>Total</u>
Major Governmental Funds:			
General Fund	\$ 99,609,235	\$ 11,406	\$ 99,620,641
Proposition 1 Capitol Projects Fund	8,252,000	167,620	8,419,620
Proposition 2 Discipline Fund	3,214,000	10,279	3,224,279
Proposition 3 Compensation Fund	14,839,000	896,891	15,735,891
Child Nutrition Fund	32,466	-	32,466
Subtotal – Major Governmental Funds	<u>125,946,701</u>	<u>1,086,196</u>	<u>127,032,897</u>
Fiduciary Fund Types:			
Consolidated Payroll	4,226,285	-	4,226,285
Proprietary Fund Types:			
Workmen's Compensation Fund	2,541,286	-	2,541,286
Risk Management Fund	38,311	-	38,311
Subtotal – Proprietary Fund Types	<u>2,579,597</u>	<u>-</u>	<u>2,579,597</u>
 TOTAL	 <u>\$ 132,752,583</u>	 <u>\$ 1,086,196</u>	 <u>\$ 133,838,779</u>

Deposits

Custodial credit risk for deposits is the risk that in the event of financial institution failure, the School System's deposits may not be returned to them. To mitigate this risk, state law requires deposits to be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent financial institution. The School System had no custodial credit risk as of June 30, 2006.

Securities that may be pledged as collateral consist of obligations of the U.S. Government and its agencies, obligations of the State of Louisiana and its municipalities and school districts.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

3. **DEPOSITS AND INVESTMENTS** (continued)

Investments

Investments held at June 30, 2006 consist of \$1,086,196 in the Louisiana Asset Management Pool (LAMP), a local government investment pool. In accordance with GASB Codification Section I50.126, the investment in LAMP at June 30, 2006 is not categorized into the three risk categories provided by GASB Codification Section I50.125 because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. 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 in accordance with LSA-R.S. 33:2955. 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.

Effective August 1, 2001, LAMP's Investment Guidelines were amended to permit the investment in government-only money market funds. In its 2001 Regular Session, the Louisiana Legislature (Senate Bill No. 512, Act 701) enacted LSA-R.S. 33:2955(A)(1)(h) which allows all municipalities, parishes, school boards, and any other political subdivision of the State to invest in "Investment grade (A-1/P-1) commercial paper of domestic United States corporations." Effective October 1, 2001, LAMP's Investment Guidelines were amended to allow the limited investment in A-1 or A-1+ commercial paper.

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. The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The School System's investment policy requires application of the prudent-person rule. The policy states that all investments *shall be made with the exercise of that judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital, as well as the probable income to be derived.* The School System's investment policy limits investments to those discussed earlier in this section. LAMP has a Standard & Poor's Rating of AAAM.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

4. **AD VALOREM TAXES**

Ad valorem taxes were levied by the School System on May 18, 2006 for the calendar year 2006, based on the assessed valuation of property as of January 1 of the calendar year. The taxes become due on December 1 of each year, and become delinquent on December 31. However, before the taxes can be collected, the assessment list (tax roll) must be submitted to the Louisiana Tax Commission for approval. From the day the tax roll is filed in the parish Clerk of Court's Office, it shall act as a lien on each specific piece of real estate thereon assessed, which shall be subject to a legal mortgage after the 31st day of December of the current year for the payment of the tax due on it. The taxes are generally collected in December, January, and February of the fiscal year. A list of property on which taxes have not been paid is published in the official journal by the East Baton Rouge Parish Tax Collector Office, which is a division of the East Baton Rouge Parish Sheriff's Department. If taxes are not paid within the period stipulated in the public notice, the property is sold for taxes due at a tax sale, usually held prior to the end of the School System's fiscal year.

The following is a summary of authorized and levied ad valorem taxes:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expires</u>
Parishwide taxes:			
Constitutional tax	5.25	5.25	Not applicable
Special maintenance tax	1.04	1.04	2016
Special tax – additional aid to public schools	6.50	6.50	2013
Special tax – additional teachers	2.78	2.78	2014
Special tax – employee salaries and benefits	1.86	1.86	2014
Special tax – employee salaries and benefits	7.14	7.14	2008
Special tax – replacing reduced state and local receipts	4.98	4.98	2007
Special tax – employee salaries and benefits	5.99	5.99	2016
Special tax – employee salaries and benefits	7.19	7.19	2013
Special tax – support ADAPP	.72	.72	2016

Under the Louisiana Constitution, ad valorem taxes other than Constitutional and Bond taxes must be renewed by popular vote every ten (10) years.

All property taxes are recorded in the General and Alcohol and Drug Abuse Funds on the basis explained in Note 2C. Revenues in such funds are recognized in the accounting period in which they become measurable and available. Property taxes are considered measurable in the calendar year of the tax levy. Estimated uncollectible taxes are those taxes based on past experience which will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll. 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. The remaining property taxes receivable are considered available because they are substantially collected within 60 days subsequent to year end.

Historically, virtually all ad valorem taxes receivable were collected since they are secured by property; therefore, there is no allowance for uncollectible taxes.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

5. **CAPITAL ASSETS**

Capital assets and depreciation activity as of and for the year ended June 30, 2006 are as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 8,352,161	\$ -	\$ -	\$ 8,352,161
Construction in progress	16,797,310	43,694,283	(16,797,310)	43,694,283
Total capital assets, not being depreciated	<u>25,149,471</u>	<u>43,694,283</u>	<u>(16,797,310)</u>	<u>52,046,444</u>
Capital assets, being depreciated:				
Buildings and improvements	239,687,747	3,983,330	(67,001)	243,604,076
Machinery and equipment	31,858,616	4,610,451	(1,033,352)	35,435,715
Total capital assets, being depreciated	<u>271,546,363</u>	<u>8,593,781</u>	<u>(1,100,353)</u>	<u>279,039,791</u>
Total capital assets	296,695,834	52,288,064	(17,897,663)	331,086,235
Less accumulated depreciation for:				
Buildings and improvements	(82,407,810)	(8,396,777)	-	(90,804,587)
Machinery and equipment	(25,835,327)	(2,222,225)	863,950	(27,193,602)
Total accumulated depreciation	<u>(108,243,137)</u>	<u>(10,619,002)</u>	<u>863,950</u>	<u>(117,998,189)</u>
Total capital assets, being depreciated, net	<u>163,303,226</u>	<u>(2,025,221)</u>	<u>(236,403)</u>	<u>161,041,602</u>
Governmental activities capital assets, net	<u>\$188,452,697</u>	<u>\$41,669,062</u>	<u>\$(17,033,713)</u>	<u>\$213,088,046</u>

Net depreciation expense for the year ended June 30, 2006 was charged to the following governmental functions:

Instruction:

Regular education programs	\$ 8,354,257
Special education programs	46,014
Other educational programs	215,872

Support:

Instructional staff services	110,823
General administration services	0
Business and central services	225,488
Plant operations and maintenance	13,228
Transportation	1,429,107
Child nutrition	224,213
	<u>\$ 10,619,002</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

6. DEFINED BENEFIT PENSION PLANS

Plan Description - Substantially all School System employees participate in either the Teachers' Retirement System or the School Employees' Retirement System (the Systems), which are cost-sharing, multiple-employer public employee retirement systems. Each system is administered and controlled at the State level by a separate board of trustees with contribution rates and benefit provisions approved by the Louisiana Legislature. Participation in the Teachers' Retirement System is divided into two plans - the Teachers' Regular Plan and the Teachers' Plan A. Five years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits under each plan.

Each of the Systems issues an annual publicly available financial report that includes financial statements and required supplementary information for the system. These reports may be obtained by writing or calling:

Teachers Retirement System - 8401 United Plaza Blvd.
P. O. Box 94123
Baton Rouge, Louisiana 70804-9123
(225) 925-6446

School Employees' Retirement System - 8660 United Plaza Blvd.
Baton Rouge, LA 70804
(225) 925-6484

Funding Policy - Contributions to the plans are required and determined by State statute (which may be amended) and are expressed as a percentage of covered payroll. The contribution rates in effect for the year ended June 30, 2006, for the School System and covered employees were as follows:

	School System	Employees
Teachers' Retirement System:		
Regular Plan	15.9%	8.00%
Plan A	15.9%	9.10%
School Employees' Retirement System	18.4%	7.50%

As provided by Louisiana Revised Statute 11:103, the School System's 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 contributions made to the Systems for the past three fiscal years, which substantially equaled the required contributions for each of these years, were as follows:

	2006	2005	2004
Teachers' Retirement System:			
Regular Plan	\$30,104,097	\$ 25,022,499	\$ 23,515,653
Plan A	243,072	286,703	367,212
School Employees' Retirement System	2,046,358	1,408,758	1,594,568

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

7. POST EMPLOYMENT BENEFITS

The School System provides certain post-employment health care and life insurance benefits to its retired employees. Substantially all of the School System's employees may become eligible for such benefits upon reaching retirement age. Retirees contribute 13% and 25% of the retiree only coverage for the basic core and premium buy-up plans, respectively, and one-half of the cost of dependent coverage. The cost of retirement health care is recognized as expenditure as premiums are paid. For fiscal year 2006, the School System's cost for providing all health care and life insurance benefits to the 4,761 retired employees and their dependents amounted to \$32,323,343.

The School System has a continuing future obligation for life insurance and health care benefits for retired teachers and noninstructional employees and their dependents. This future liability is not funded but will be payable by the General Fund out of future years' operations. Although actuarial consultants estimated that this future liability is significant, current generally accepted accounting principles as set forth by the Governmental Accounting Standards Board do not require the recording of this liability in the basic financial statements.

8. LONG-TERM OBLIGATIONS

The following is a summary of the changes in general long-term obligations for the year ended June 30, 2006:

	<u>Compensated Absences</u>	<u>Notes Payable</u>	<u>Total</u>
Balance at July 1, 2005	\$ 15,121,530	\$ 1,718,183	\$ 16,839,713
Additions	6,725,345	-	6,725,345
Deductions	(5,687,489)	(163,637)	(5,851,126)
Balance at June 30, 2006	<u>\$ 16,159,386</u>	<u>\$ 1,554,546</u>	<u>\$ 17,713,932</u>

The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of long-term obligations as of June 30, 2006:

	<u>Compensated Absences</u>	<u>Notes Payable</u>	<u>Total</u>
Current	\$ 2,543,598	\$ 163,636	\$ 2,707,234
Long-Term	<u>13,615,788</u>	<u>1,390,910</u>	<u>15,006,698</u>
Total	<u>\$ 16,159,386</u>	<u>\$ 1,554,546</u>	<u>\$ 17,713,932</u>

The majority of the compensated absence liability is liquidated through the General Fund, Title I, Child Nutrition and Proposition 3 funds, as these funds expend a majority of the payroll.

For the purpose of renovations, the School System issued \$2,250,000 of interest free notes payable through the federally sponsored Qualified Zone Academy Bond Program during the year ended June 30, 2002. Principal payments in the amount of \$40,909 are scheduled quarterly over a 15 year period ending November 1, 2016.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

8. **LONG-TERM DEBT** (continued)

The payments due under the terms of the notes payable as of June 30th are scheduled to occur as follows:

	Payment Amount
2007	\$ 163,636
2008	163,636
2009	163,636
2010	163,636
2011	163,636
2012-2016	736,366
	\$ 1,554,546

In accordance with LSA-R.S. 39:562(L), the School System is legally restricted from incurring long-term bonded debt in excess of 25 percent of the assessed value of taxable property (including homestead exempt and nonexempt property) within the parish. At June 30, 2006, the statutory limit is \$753,007,945.

9. **SHORT-TERM DEBT**

The School System issues revenue anticipation notes in advance of property tax collections, depositing the proceeds in its General Fund. These notes are necessary because the School System's Ad Valorem tax collections are received primarily in December-March. The notes were issued in October, 2005, at interest rate of 2.97% and were repaid in March, 2006.

Short-term debt activity for the year ended June 30, 2006, was as follows:

	Beginning Balance	Issued	Redeemed	Ending Balance
Revenue anticipation notes	\$ -0-	\$ 5,000,000	(\$ 5,000,000)	\$ -0-

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

10. DUE TO/FROM OTHER FUNDS

The School System's consolidated cash account holds the cash of all funds. As a result, negative cash balances occur in certain funds and are in essence "financed" by the General Fund. Positive book cash balances are displayed on the Governmental Funds balance sheet as "Due from other funds", while negative cash balances are included in "Due to other Funds" on the Governmental Funds balance sheet.

Individual balances due to/from other funds at June 30, 2006, which represent short-term loans, are as follows:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Major Governmental Funds:		
General Fund	\$ -	\$ 21,891,521
Title I Fund	-	5,306,741
Disaster Relief Fund	-	23,948,596
Proposition 1 Capitol Projects Fund	4,269,801	-
Proposition 2 Discipline Fund	340,472	-
Proposition 3 Compensation Fund	5,285,788	-
Child Nutrition Fund	<u>651,261</u>	<u>-</u>
Subtotal – Major Governmental Funds	10,547,322	51,146,858
Non-Major Governmental Funds:		
Title IV	-	46,942
Title II	-	1,607,618
Title V	-	5
Special Education	-	1,846,260
Gear-Up Baton Rouge	-	68,772
Alcohol and Drug Abuse	541,681	-
Career and Technical Education	-	297,974
Continuing Education	-	71,565
Temporary Assistance for Needy Families	-	821,065
Local Foundations	336,195	-
Direct Federal Programs	-	13,927
Summer School	265,772	-
WBRH Radio Station Training Program	246,396	-
Serve! Baton Rouge	-	34,701
State Grants	2,018,199	-
NASA LSU 1 st Robotics	162	-
Technology Literacy Challenge (Title III)	<u>-</u>	<u>272,584</u>
Subtotal – Non-Major Governmental Funds	3,408,405	5,081,413
Fiduciary Fund Types:		
Consolidated Payroll	10,566,711	-
Proprietary Fund Types:		
Workmen's Compensation Fund	587,911	-
Group Health Insurance	27,183,093	-
Risk Management	<u>3,934,829</u>	<u>-</u>
TOTAL	<u>\$ 56,228,271</u>	<u>\$ 56,228,271</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

11. **LITIGATION AND CONTINGENCIES**

The School System is a defendant in several workers' compensation, personal injury and certain personnel action lawsuits. Management and legal counsel for the School System believe that the potential claims against the School System not covered by insurance would not materially affect the System's financial position.

Settlement Agreement

On August 14, 2003, U.S. District Judge James Brady signed the order ending the 47-year old School System desegregation case. The parties in the case were the School System, the Baton Rouge branch of the National Association for the Advancement of Colored People (NAACP), the original plaintiffs, and the U.S. Justice Department. The Judge dismissed all objections at the fairness hearing and approved the final Settlement Agreement signed by the parties in the case. The settlement ends the case, but commits the School Board to continue several desegregation tools for four years. During the year ended June 30, 2006, the School Board expended the following amounts in complying with the Settlement Agreement:

Time Out Room Moderators	\$ 606,254
Instructional Equity Account	755,138
Racially Identifiable Black Schools (Y-Factor)	2,649,469
New Magnet Programs	<u>3,972,572</u>
	<u>\$ 7,983,433</u>

The School System may be liable for certain legal fees and costs related to the prosecution of the litigation by attorneys for the plaintiffs in this case. Provision has been made in the financial statements for this potential liability.

Federal Grants

In the normal course of operations, the School System receives grant funds from various Federal and State agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

12. **COMMITMENTS**

At June 30, 2006, the School System had construction commitments of approximately \$29.9 million. The majority of these commitments will ultimately be paid out of the Proposition 1 Capital Projects Fund.

In March 2004, the School System privatized its maintenance and janitorial functions. The School System entered into a management services agreement with a privately owned company to assume maintenance services for the School System's facilities. The management services agreement includes a financial commitment from the company of \$5,000,000, which is to be used by the School System to cover certain maintenance costs. This commitment amount has been received by the School System and is being amortized on a straight-line basis over a period of ten years. Upon termination of the management services agreement by either party, for any reason, the School System must reimburse the company for the unamortized portion of the financial commitment. As of June 30, 2006, the unamortized portion of the financial commitment was approximately \$3.8 million and is recorded as a deferred financial commitment in the School System's basic financial statements.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

13. **INTERFUND TRANSFERS**

Interfund transfers for the year ended June 30, 2006, were as follows:

	<u>Transfers From:</u>					
<u>Transfers To:</u>	<u>General Fund</u>	<u>Title I Fund</u>	<u>Child Nutrition Fund</u>	<u>Disaster Relief Fund</u>	<u>Non-major Governmental</u>	<u>Total</u>
General Fund	\$ -	\$ 2,531,389	\$ 79,800	\$ 21,597,637	\$ 1,461,290	\$ 25,670,116
Proposition 1 Capital Projects Fund	1,500,000	-	-	-	-	1,500,000
Child Nutrition	375,000	-	-	-	-	375,000
Non-major Governmental	3,301,745	-	-	-	-	3,301,745
Total	<u>\$ 5,176,745</u>	<u>\$ 2,531,389</u>	<u>\$ 79,800</u>	<u>\$ 21,597,637</u>	<u>\$ 1,461,290</u>	<u>\$ 30,846,861</u>

The purposes of interfund transfers generally are: 1) to transfer indirect cost reimbursements to the general fund from the special revenue funds, and 2) to transfer supplemental local funds for program operations from the general fund to other programs.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

14. **RISK MANAGEMENT**

The School System is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; workers' compensation and health insurance for its employees. The School System uses excess insurance to reduce its exposure to large losses on insured events. The School System does not report risks covered by excess insurance as liabilities unless it is probable that those risks will not be covered by excess insurance carriers. Settlements did not exceed excess insurance coverage for each of the past three fiscal years.

The School System has established the following internal service funds to account for and finance these uninsured risks of loss:

a. **Workers' Compensation Fund**

The Workers' Compensation Fund accounts for the School System's workers' compensation claims. The workers' compensation limit for each accident is the statutory amount. The School System's self-insured retention is \$300,000 per accident.

b. **Risk Management Fund**

The Risk Management Fund accounts for the School System's property, general liability and automobile liability. The School System has self-insured retention of \$250,000 per property occurrence and self-insured retention of \$500,000 per general liability and automobile occurrence. Currently, the maximum cumulative amount of self-retention which could be paid by the School System in any one year is unlimited. The School System has purchased commercial insurance for claims in excess of the self-insured retention levels from commercial insurance carriers with a \$1,000,000 per occurrence limit.

c. **Medical Insurance Fund**

The Medical Insurance Fund accounts for the School System's group health insurance program for its active and retired employees. A maximum lifetime benefit of \$2,000,000 per employee is allowed.

A reconciliation of the unpaid claims liability as of June 30 follows:

	2006			
	Workers' Compensation Fund	Risk Management Fund	Medical Insurance Fund	Total
Unpaid claims as of July 1, 2005	\$ 2,782,313	\$ 3,077,735	\$ 8,222,455	\$ 14,082,503
Current year claims incurred and changes in estimates	1,796,882	2,218,351	61,722,615	65,737,848
Claims paid	(1,934,631)	(1,589,927)	(63,182,672)	(66,707,230)
Unpaid claims as of June 30, 2006	<u>\$ 2,644,564</u>	<u>\$ 3,706,159</u>	<u>\$ 6,762,398</u>	<u>\$ 13,113,121</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

14. **RISK MANAGEMENT** (continued)

	2005			Total
	Workers' Compensation Fund	Risk Management Fund	Medical Insurance Fund	
Unpaid claims as of July 1, 2004	\$ 2,604,869	\$ 3,345,573	\$ 10,515,128	\$ 16,465,570
Current year claims incurred and changes in estimates	2,221,079	2,145,727	62,142,688	66,509,494
Claims paid	(2,043,635)	(2,413,565)	(64,435,361)	(68,892,561)
Unpaid claims as of June 30, 2005	<u>\$ 2,782,313</u>	<u>\$ 3,077,735</u>	<u>\$ 8,222,455</u>	<u>\$ 14,082,503</u>

The above unpaid claims as of June 30 include amounts for claims incurred but not yet reported, as determined from actual claims paid subsequent to year-end as well as an estimate based upon historical lag trends.

15. **RESTRICTED NET ASSETS**

Restricted net assets consist primarily of amounts authorized by the electorate for capital improvements, compensation, and school discipline initiatives.

16. **EDUCATION EXCELLENCE FUND**

Pursuant to Act #161 of the 2002 First Extraordinary Session of the Legislature, the State of Louisiana established the Education Excellence Fund (EEF) for the oversight, appropriation, and disposition of proceeds from the tobacco settlements. These funds are dedicated for use in educational programs, and are available to local school districts, subject to the approval of an expenditure plan by the Louisiana Department of Education. The funds are held and invested by the Treasurer of the State of Louisiana on behalf of local school districts and are disbursed in accordance with approved expenditure plans. At June 30, 2006, the School System's EEF funds invested through the Treasurer totaled approximately \$4.6 million. These funds are recognized as revenue to the School System upon submission and subsequent approval of an annual expenditure plan. The School System expended approximately \$823,000 during the 2005-2006 fiscal year in accordance with its respective expenditure plan.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO BASIC FINANCIAL STATEMENTS

17. **UNEARNED REVENUES**

Unearned revenues at June 30, 2006 were as follows:

	<u>Ad Valorem Taxes Paid in Protest</u>	<u>USDA Commodities</u>	<u>Miscellaneous Other</u>	<u>Total</u>
Major Governmental Funds:				
General Fund	\$ 112,942	\$ -	\$ -	\$ 112,942
Child Nutrition	-	400,839	-	400,839
Title I	-	-	4,995	4,995
Subtotal – Major Governmental Funds	<u>112,942</u>	<u>400,839</u>	<u>4,995</u>	<u>518,776</u>
Non-major Governmental Funds:				
Title IV	-	-	7,749	7,749
Title V	-	-	14,334	14,334
Alcohol and Drug Abuse	-	-	1,900	1,900
Temporary Assistance For Needy Families	-	-	20,571	20,571
Exception Education Program	-	-	3,543	3,543
Subtotal – Non-major Governmental Funds	<u>-</u>	<u>-</u>	<u>48,097</u>	<u>48,097</u>
 Total	 <u>\$ 112,942</u>	 <u>\$ 400,839</u>	 <u>\$ 53,092</u>	 <u>\$ 566,873</u>

Under a revised state law, ad valorem tax collectors are required to remit all taxes collected in protest to the taxing authority. If a protest is settled in favor of the taxpayer, the funds must be refunded to the taxpayer. The School System defers all such collections until final settlement in favor of the School System occurs.

USDA commodities represent commodities received from the U.S. Department of Agriculture. Recognition is deferred until the commodities are used.

Comprehensive Annual Financial Report

Required Supplemental Information

Part II



East Baton Rouge Parish School System

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

BUDGETARY COMPARISON SCHEDULES
MAJOR FUND DESCRIPTIONS

Budgetary comparison schedules are reported for the following General and Special Revenue Funds:

GENERAL FUND

The General Fund accounts for all financial transactions except those required to be accounted for in another fund.

TITLE I FUND

Title I includes programs in the areas of language development, reading, and math. These programs strive to meet the special needs of economically and educationally deprived children through federal funds for teachers, aides, instructional materials, equipment and parental involvement.

PROPOSITION 2 - DISCIPLINE FUND

Proposition 2 is a locally funded initiative to improve discipline. The intent is to remove disruptive and academically deficient students from the regular education classroom, reduce truancy and provide more effective alternative education.

PROPOSITION 3 - COMPENSATION FUND

Proposition 3 is a locally funded initiative to improve compensation. The intent is to improve ability to recruit and retain certified and qualified teachers, assistant principals and principals; to have more productive support employees; and to have the ability to reward performance that meets and/or exceeds standards.

CHILD NUTRITION FUND

The *Child Nutrition Fund* is used to account for the operations of the school food service program in the parish school system during the regular school term and during the summer break. The basic goals of the school food service program are to serve nutritionally adequate, attractive and moderately priced meals, to help children grow socially and emotionally, to extend educational influences to the homes of school children, and to provide learning experiences that will improve children's eating habits with the ultimate goal of physically fit adults.

DISASTER RELIEF FUND

The *Disaster Relief Fund* is used to account for federal funding to be used to meet the educational needs of students enrolled in the School System who were displaced as a result of Hurricanes Katrina and Rita in 2005.

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

GENERAL FUND

BUDGETARY COMPARISON SCHEDULE

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>REVENUES</u>				
Local sources:				
Ad valorem taxes	\$ 94,773,300	\$ 94,756,200	\$ 97,298,413	\$ 2,542,213
Sales and use taxes	67,771,000	76,300,000	82,725,172	6,425,172
Earnings on investments	800,000	2,000,000	2,706,694	706,694
Extended day program tuition	400,000	400,000	455,985	55,985
Other	3,539,075	3,373,745	3,464,036	90,291
State sources:				
Unrestricted grants-in-aid, MFP	128,365,062	138,030,723	138,030,723	-
Revenue sharing	3,722,000	3,722,000	3,692,262	(29,738)
Restricted grants-in-aid	3,106,470	3,736,001	4,166,844	430,843
Federal grants	625,000	625,000	667,340	42,340
TOTAL REVENUES	<u>303,101,907</u>	<u>322,943,669</u>	<u>333,207,469</u>	<u>10,263,800</u>
<u>EXPENDITURES</u>				
Current:				
Instruction:				
Regular education programs	102,062,600	108,512,708	105,226,194	3,286,514
Special education programs	50,326,605	50,506,911	48,894,359	1,612,552
Other education programs	14,058,551	13,631,040	11,677,587	1,953,453
Support:				
Pupil support services	15,557,614	16,036,086	15,028,351	1,007,735
Instructional staff services	8,682,328	9,757,239	8,839,690	917,549
General administration services	8,274,476	9,633,316	9,400,245	233,071
School administration services	16,594,124	17,251,624	16,627,868	623,756
Business and central services	10,417,318	11,302,998	9,029,261	2,273,737
Plant operations and maintenance	37,040,855	41,681,931	39,786,181	1,895,750
Transportation	23,874,706	29,868,855	27,219,238	2,649,617
Appropriations-Charter schools	2,920,000	3,045,000	3,022,308	22,692
Settlement agreement	8,150,000	8,400,000	7,983,433	416,567
Facility acquisition and construction	6,000	195,520	150,968	44,552
Debt service	163,635	163,635	163,636	(1)
TOTAL EXPENDITURES	<u>298,128,812</u>	<u>319,986,863</u>	<u>303,049,319</u>	<u>16,937,544</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>4,973,095</u>	<u>2,956,806</u>	<u>30,158,150</u>	<u>27,201,344</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	3,135,000	3,000,000	25,670,116	22,670,116
Transfers out	(3,475,000)	(5,175,000)	(5,176,745)	(1,745)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(340,000)</u>	<u>(2,175,000)</u>	<u>20,493,371</u>	<u>22,668,371</u>
NET CHANGE IN FUND BALANCE	4,633,095	781,806	50,651,521	49,869,715
Fund balance, June 30, 2005	<u>34,113,971</u>	<u>34,113,971</u>	<u>34,113,971</u>	-
FUND BALANCE, JUNE 30, 2006	<u>\$ 38,747,066</u>	<u>\$ 34,895,777</u>	<u>\$ 84,765,492</u>	<u>\$ 49,869,715</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

TITLE I FUND

BUDGETARY COMPARISON SCHEDULE

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>REVENUES</u>				
Federal grants	\$ 26,106,859	\$ 26,106,859	\$ 25,417,007	\$ (689,852)
TOTAL REVENUES	<u>26,106,859</u>	<u>26,106,859</u>	<u>25,417,007</u>	<u>(689,852)</u>
<u>EXPENDITURES</u>				
Instruction:				
Other education programs	18,929,228	18,929,228	18,528,980	400,248
Support:				
Pupil support services	252,480	252,480	235,508	16,972
Instructional staff services	3,196,016	3,196,016	3,190,727	5,289
General administrative services	127,923	127,923	91,965	35,958
Business and central services	580,135	580,135	483,442	96,693
Plant operations and maintenance	192,980	192,980	171,864	21,116
Facility acquisition and construction	60,856	60,856	61,918	(1,062)
Transportation	155,381	155,381	121,214	34,167
TOTAL EXPENDITURES	<u>23,494,999</u>	<u>23,494,999</u>	<u>22,885,618</u>	<u>609,381</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>2,611,860</u>	<u>2,611,860</u>	<u>2,531,389</u>	<u>(80,471)</u>
<u>OTHER FINANCING USES</u>				
Transfers out	<u>(2,611,860)</u>	<u>(2,611,860)</u>	<u>(2,531,389)</u>	<u>80,471</u>
TOTAL OTHER FINANCING USES	<u>(2,611,860)</u>	<u>(2,611,860)</u>	<u>(2,531,389)</u>	<u>80,471</u>
NET CHANGE IN FUND BALANCE	-	-	-	-
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

PROPOSITION 2 - DISCIPLINE FUND

BUDGETARY COMPARISON SCHEDULE

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>REVENUES</u>				
Local sources:				
Sales and use taxes	\$ 4,907,500	\$ 5,530,480	\$ 5,873,707	\$ 343,227
Earnings on investments	62,350	127,700	159,622	31,922
TOTAL REVENUES	<u>4,969,850</u>	<u>5,658,180</u>	<u>6,033,329</u>	<u>375,149</u>
<u>EXPENDITURES</u>				
Instruction:				
Regular education programs	3,753,775	3,704,330	3,746,705	(42,375)
Special education programs	55,270	54,330	55,721	(1,391)
Support:				
Pupil support services	1,029,615	983,070	1,028,372	(45,302)
Instructional staff services	146,905	154,055	139,199	14,856
General administration services	51,150	60,260	51,679	8,581
School administration services	163,290	179,345	173,127	6,218
Plant operations and maintenance	286,840	298,495	273,950	24,545
Transportation	55,700	58,250	54,333	3,917
TOTAL EXPENDITURES	<u>5,542,545</u>	<u>5,492,135</u>	<u>5,523,086</u>	<u>(30,951)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(572,695)</u>	<u>166,045</u>	<u>510,243</u>	<u>344,198</u>
Fund balance, June 30, 2005	<u>3,656,311</u>	<u>3,656,311</u>	<u>3,656,311</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ 3,083,616</u>	<u>\$ 3,822,356</u>	<u>\$ 4,166,554</u>	<u>\$ 344,198</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

PROPOSITION 3 - COMPENSATION FUND

BUDGETARY COMPARISON SCHEDULE

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>REVENUES</u>				
Local sources:				
Sales and use taxes	\$ 25,157,500	\$ 28,361,615	\$ 30,087,624	\$ 1,726,009
Earnings on investments	255,800	522,000	753,090	231,090
TOTAL REVENUES	<u>25,413,300</u>	<u>28,883,615</u>	<u>30,840,714</u>	<u>1,957,099</u>
<u>EXPENDITURES</u>				
Instruction:				
Regular education programs	11,976,500	11,941,515	11,851,610	89,905
Special education programs	5,045,710	5,089,900	5,103,695	(13,795)
Other education programs	948,445	888,095	872,565	15,530
Support:				
Pupil support services	1,822,975	1,839,820	1,838,256	1,564
Instructional staff services	883,350	911,070	937,920	(26,850)
General administration services	273,325	329,905	284,898	45,007
School administration services	1,223,215	1,229,975	1,219,250	10,725
Business and central services	548,260	580,780	547,153	33,627
Plant operations and maintenance	24,575	25,035	24,088	947
Transportation	1,185,875	1,290,905	1,279,687	11,218
TOTAL EXPENDITURES	<u>23,932,230</u>	<u>24,127,000</u>	<u>23,959,122</u>	<u>167,878</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>1,481,070</u>	<u>4,756,615</u>	<u>6,881,592</u>	<u>2,124,977</u>
Fund balance, June 30, 2005	<u>17,103,191</u>	<u>17,103,191</u>	<u>17,103,191</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ 18,584,261</u>	<u>\$ 21,859,806</u>	<u>\$ 23,984,783</u>	<u>\$ 2,124,977</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
CHILD NUTRITION FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>REVENUES</u>				
Local sources:				
Other	\$ 4,318,800	\$ 3,260,800	\$ 3,156,100	\$ (104,700)
State sources:				
Unrestricted grants-in-aid, MFP	3,395,000	3,645,000	3,645,000	-
Federal grants	18,807,000	19,176,745	19,532,253	355,508
TOTAL REVENUES	<u>26,520,800</u>	<u>26,082,545</u>	<u>26,333,353</u>	<u>250,808</u>
<u>EXPENDITURES</u>				
Salaries and wages	8,966,700	8,998,031	9,210,639	(212,608)
Employee benefits	6,230,100	6,195,516	6,300,696	(105,180)
Utilities	1,099,300	1,099,300	965,425	133,875
Professional fees	118,000	118,000	94,262	23,738
Food purchases	8,482,000	8,100,000	7,795,114	304,886
Equipment	250,000	350,000	287,783	62,217
Repairs and maintenance	250,000	200,000	-	200,000
Materials and supplies	800,000	750,000	963,938	(213,938)
Other	359,000	327,000	300,520	26,480
Appropriations-Charter schools	205,000	205,000	250,936	(45,936)
TOTAL EXPENDITURES	<u>26,760,100</u>	<u>26,342,847</u>	<u>26,169,313</u>	<u>173,534</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(239,300)</u>	<u>(260,302)</u>	<u>164,040</u>	<u>424,342</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	375,000	-	375,000	375,000
Transfers out	(79,800)	(79,800)	(79,800)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>295,200</u>	<u>(79,800)</u>	<u>295,200</u>	<u>375,000</u>
NET CHANGE IN FUND BALANCE	55,900	(340,102)	459,240	799,342
Fund balance, June 30, 2005	<u>383,770</u>	<u>383,770</u>	<u>383,770</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ 439,670</u>	<u>\$ 43,668</u>	<u>\$ 843,010</u>	<u>\$ 799,342</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

DISASTER RELIEF FUND

BUDGETARY COMPARISON SCHEDULE

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<u>REVENUES</u>				
Federal grants	\$ 26,275,566	\$ 34,314,307	\$ 34,308,604	\$ (5,703)
TOTAL REVENUES	<u>26,275,566</u>	<u>34,314,307</u>	<u>34,308,604</u>	<u>(5,703)</u>
<u>EXPENDITURES</u>				
Instruction:				
Regular education programs	10,031,822	10,031,822	9,941,639	90,183
Special education programs	517,708	517,708	517,648	60
Other education programs	135,000	135,000	134,642	358
Support:				
Pupil support services	167,000	167,000	166,231	769
Instructional staff services	200,000	200,000	197,075	2,925
School administration services	226,123	226,123	225,648	475
Business and central services	9,500	9,500	9,243	257
Plant operations and maintenance	710,146	710,146	709,866	280
Transportation	861,230	861,230	247,275	613,955
Child nutrition	562,239	562,239	561,700	539
TOTAL EXPENDITURES	<u>13,420,768</u>	<u>13,420,768</u>	<u>12,710,967</u>	<u>709,801</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>12,854,798</u>	<u>20,893,539</u>	<u>21,597,637</u>	<u>704,098</u>
<u>OTHER FINANCING USES</u>				
Transfers out	<u>(12,854,798)</u>	<u>(20,893,539)</u>	<u>(21,597,637)</u>	<u>(704,098)</u>
TOTAL OTHER FINANCING USES	<u>(12,854,798)</u>	<u>(20,893,539)</u>	<u>(21,597,637)</u>	<u>(704,098)</u>
NET CHANGE IN FUND BALANCE	-	-	-	-
Fund balance, June 30, 2005	-	-	-	-
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NOTES TO REQUIRED SUPPLEMENTAL INFORMATION

1. BUDGET AND BUDGETARY ACCOUNTING

The School System follows these procedures in establishing the budgetary data reflected in the financial statements:

The General Fund and the Special Revenue Funds are the only funds with legally required budgets. The General Fund budget and the Special Revenue Funds' budgets are adopted on an annual basis. These budgets include proposed expenditures and the means of financing them.

The Capital Projects fund's budget is adopted on a project basis, since such projects may be started and completed at any time during the year or may extend beyond one fiscal year.

Prior to September 15, the Superintendent submits to the Finance Committee a proposed annual appropriated budget for the General Fund for the fiscal year commencing the prior July 1. Public hearings are conducted to obtain taxpayer comments. Upon submission to the Board, the General Fund budget is legally enacted through adoption by the Board. Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue Funds. For the Capital Projects Fund, the level of budget control is at the fund, department or project level, and expenditures/encumbrances by policy should not exceed appropriations. The School System approves budgets at the fund level, and the Superintendent is authorized to transfer amounts between line items within any fund.

Budgets are prepared on the modified accrual basis of accounting. Unencumbered appropriations in the General Fund lapse at the end of the fiscal year. Encumbered appropriations at year end that have been approved by the Board are generally expended during the next fiscal year's operations, assuming that the underlying liability is ultimately incurred. Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the School System to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School System amended its General Fund budget once during the year, reflecting an increase of total budgeted revenues of approximately \$20 million and an increase of total budgeted expenditures of approximately \$24 million.

Special Revenue Funds' budgets that are not grant-oriented have annual appropriated budgets adopted prior to September 15 by the Board. Grant Funds are included in Special Revenue Funds, and their budgets are adopted at the time the grant applications are approved by the grantor. Unencumbered appropriations of grant-oriented Special Revenue Funds are reappropriated at the beginning of the following fiscal year. Unencumbered appropriations of certain nongrant-oriented Special Revenue Funds lapse at the end of the fiscal year. Special Revenue Funds' budgets were amended for insignificant amounts as necessary to comply with state law.

2. EXCESS OF EXPENDITURES OVER APPROPRIATIONS – INDIVIDUAL FUNDS

As reported in the budgetary comparison schedules that are presented as required supplemental information for the year ended June 30, 2006, the actual expenditures exceeded appropriations in Proposition 2 – Discipline Fund by less than 1%; however, actual revenue exceeded actual expenditures by \$510,343, which increased fund balance and is considered adequate to absorb the over appropriations.

Comprehensive Annual Financial Report



Supplemental Information



Parish School System

Supplemental Information

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

DETAILED BUDGETARY COMPARISON SCHEDULE

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
<u>REVENUES</u>				
Local Sources:				
Ad valorem taxes				
Constitutional tax	\$ 11,424,000	\$ 11,400,000	\$ 11,671,039	\$ 271,039
Renewable taxes	81,248,100	81,255,000	83,320,165	2,065,165
1% collections	2,101,200	2,101,200	2,307,209	206,009
Sales and use taxes	67,771,000	76,300,000	82,725,172	6,425,172
Earnings on investments	800,000	2,000,000	2,706,694	706,694
Transportation fees	155,000	155,000	195,970	40,970
Tuition-extended day program	400,000	400,000	455,985	55,985
Other	3,384,075	3,218,745	3,268,066	49,321
TOTAL LOCAL SOURCES	<u>167,283,375</u>	<u>176,829,945</u>	<u>186,650,300</u>	<u>9,820,355</u>
State sources:				
Unrestricted grants-in aid				
State equalization	128,365,062	138,030,723	138,030,723	-
Restricted grants-in-aid				
Pips salary increment	1,380,000	1,000,000	1,401,132	401,132
Non public transportation	1,586,470	1,396,001	1,396,001	-
Other	140,000	1,340,000	1,369,711	29,711
Revenue in lieu of taxes				
Revenue sharing	3,722,000	3,722,000	3,692,262	(29,738)
TOTAL STATE SOURCES	<u>135,193,532</u>	<u>145,488,724</u>	<u>145,889,829</u>	<u>401,105</u>
Federal sources:				
ROTC	625,000	625,000	667,340	42,340
TOTAL FEDERAL SOURCES	<u>625,000</u>	<u>625,000</u>	<u>667,340</u>	<u>42,340</u>
TOTAL REVENUES	<u>303,101,907</u>	<u>322,943,669</u>	<u>333,207,469</u>	<u>10,263,800</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
DETAILED BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
<u>EXPENDITURES</u>				
Instruction:				
Regular education programs				
Salaries	\$ 67,752,900	\$ 73,190,900	\$ 71,211,695	\$ 1,979,205
Sabbatical	600,000	600,000	432,343	167,657
Employee benefits	32,435,300	33,237,300	32,309,579	927,721
Purchased services	25,200	25,200	21,375	3,825
Materials and supplies	1,120,000	1,360,108	1,231,995	128,113
Equipment	75,000	45,000	2,759	42,241
Other	54,200	54,200	16,448	37,752
TOTAL REGULAR EDUCATION PROGRAMS	<u>102,062,600</u>	<u>108,512,708</u>	<u>105,226,194</u>	<u>3,286,514</u>
Special education programs				
Salaries	32,859,000	33,410,600	32,566,273	844,327
Sabbatical	154,500	154,500	91,183	63,317
Employee benefits	17,155,100	16,782,600	16,099,587	683,013
Purchased services	58,710	58,878	36,064	22,814
Materials and supplies	37,095	38,133	32,127	6,006
Equipment	37,890	37,890	37,143	747
Other	24,310	24,310	31,982	(7,672)
TOTAL SPECIAL EDUCATION PROGRAMS	<u>50,326,605</u>	<u>50,506,911</u>	<u>48,894,359</u>	<u>1,612,552</u>
Other education programs				
Salaries	9,417,339	9,235,267	8,126,747	1,108,520
Sabbatical	48,500	54,000	52,669	1,331
Employee benefits	3,702,037	3,413,737	2,766,199	647,538
Purchased services	24,075	24,075	17,592	6,483
Materials and supplies	444,600	461,100	404,864	56,236
Equipment	233,000	245,804	165,186	80,618
Other	189,000	197,057	144,330	52,727
TOTAL OTHER EDUCATION PROGRAMS	<u>14,058,551</u>	<u>13,631,040</u>	<u>11,677,587</u>	<u>1,953,453</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
DETAILED BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Support:				
Pupil support services				
Child welfare and attendance services				
Salaries	\$ 396,164	\$ 411,755	\$ 392,765	\$ 18,990
Employee benefits	4,345,706	4,370,441	3,905,739	464,702
Materials and supplies	6,200	6,200	2,442	3,758
Other	9,600	9,839	8,419	1,420
Guidance services				
Salaries	6,200,000	6,253,000	6,272,917	(19,917)
Sabbatical	50,000	50,000	28,252	21,748
Materials and supplies	1,500	1,500	-	1,500
Equipment	1,000	1,000	-	1,000
Other	2,150	2,150	384	1,766
Health services				
Purchased services	935,000	1,200,000	900,000	300,000
Pupil assessment and appraisal services				
Salaries	2,294,835	2,402,797	2,352,755	50,042
Sabbatical	2,000	2,000	-	2,000
Purchased services	10,000	10,000	10,940	(940)
Materials and supplies	12,000	12,000	5,848	6,152
Other	20,125	20,125	35,514	(15,389)
Other pupil support services				
Salaries	1,247,744	1,259,678	1,092,971	166,707
Materials and supplies	9,140	9,551	8,851	700
Equipment	2,900	2,900	2,325	575
Purchased services	4,500	4,500	2,692	1,808
Other	7,050	6,650	5,537	1,113
TOTAL PUPIL SUPPORT SERVICES	<u>15,557,614</u>	<u>16,036,086</u>	<u>15,028,351</u>	<u>1,007,735</u>

(Continued)

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
DETAILED BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Instructional staff services				
Salaries - Directors and supervisors	\$ 1,410,819	\$ 1,608,317	\$ 1,518,753	\$ 89,564
Salaries - Secretarial	355,986	423,342	450,909	(27,567)
Sabbatical	26,320	26,320	15,590	10,730
Employee benefits	2,491,050	2,578,312	2,358,178	220,134
Purchased services	95,425	280,975	107,942	173,033
Materials and supplies	170,000	172,254	68,529	103,725
Equipment	-	52,286	41,544	10,742
Other	8,925	89,625	38,508	51,117
Materials and supplies - Training services	35,000	336,350	82,808	253,542
School library services				
Salaries	3,549,088	3,610,738	3,591,912	18,826
Materials and supplies	82,500	82,787	105,810	(23,023)
Equipment	5,000	5,000		5,000
Other	650	650	366	284
Books and periodicals	267,605	267,932	253,788	14,144
Other educational media services				
Salaries	183,960	222,351	205,053	17,298
TOTAL INSTRUCTIONAL STAFF SERVICES	<u>8,682,328</u>	<u>9,757,239</u>	<u>8,839,690</u>	<u>917,549</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
DETAILED BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Administration - General				
Board of Education				
Salaries - Board members	\$ 132,000	\$ 116,400	\$ 116,400	\$ -
Salaries - secretarial	32,646	33,146	33,146	-
Employee benefits	257,050	284,695	230,708	53,987
Legal services				
Salaries	151,483	151,983	152,445	(462)
Contracts	500,000	500,000	705,057	(205,057)
Materials and supplies	15,000	15,319	16,128	(809)
Equipment	1,000	1,000	-	1,000
Other	284,500	284,500	115,309	169,191
Audit services	37,000	37,000	37,298	(298)
Insurance	3,124,500	4,124,500	4,125,247	(747)
Tax assessment and collection services				
Property taxes				
Sheriff's fees	20,000	20,000	3,464	16,536
Pension fund	2,650,000	2,750,000	2,731,121	18,879
Sales and use tax	690,000	910,000	733,341	176,659
Office of the superintendent				
Salaries	208,639	226,794	230,798	(4,004)
Materials and supplies	24,000	24,000	15,530	8,470
Equipment	1,000	1,000	-	1,000
Other	23,550	23,550	27,221	(3,671)
Other executive administrative services				
Salaries	122,108	129,429	127,032	2,397
TOTAL GENERAL ADMINISTRATION	8,274,476	9,633,316	9,400,245	233,071
Administration-School				
Salaries	11,350,000	11,855,000	11,721,705	133,295
Sabbatical	93,324	93,324	57,065	36,259
Employee benefits	5,107,350	5,259,850	4,843,375	416,475
Materials and supplies	40,000	40,000	282	39,718
Other	3,450	3,450	5,441	(1,991)
TOTAL SCHOOL ADMINISTRATION	16,594,124	17,251,624	16,627,868	623,756

(Continued)

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

DETAILED BUDGETARY COMPARISON SCHEDULE

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Business and Central Services				
Fiscal services				
Salaries	\$ 1,272,576	\$ 1,289,577	\$ 1,289,947	\$ (370)
Employee benefits	925,309	1,071,451	906,612	164,839
Materials and supplies	79,000	83,239	40,264	42,975
Other	109,035	108,535	68,463	40,072
Interest on short term loans	45,000	60,000	60,218	(218)
Equipment	15,000	55,631	33,770	21,861
Purchased services	127,000	138,500	90,313	48,187
Repairs and maintenance	-	-	580	(580)
Purchasing services				
Salaries	261,939	258,163	251,143	7,020
Materials and supplies	10,000	10,646	7,027	3,619
Equipment	1,500	1,500	-	1,500
Other	10,910	10,966	6,909	4,057
Postage	50,000	50,171	15,167	35,004
Printing and publishing				
Salaries	198,981	199,479	189,678	9,801
Materials and supplies	10,000	27,106	62,515	(35,409)
Other	4,380	4,380	2,827	1,553
Printing and binding	30,000	30,000	-	30,000
Rental of equipment	195,000	195,157	192,017	3,140
Repairs and maintenance	8,000	8,000	5,968	2,032
Equipment	4,000	4,000	1,899	2,101

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
DETAILED BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Business and Central Services (continued)				
Planning, research and development				
Salaries	\$ 432,578	\$ 444,869	\$ 444,474	\$ 395
Materials and supplies	30,000	30,077	25,565	4,512
Equipment	1,000	5,000	2,229	2,771
Other	7,200	86,325	3,474	82,851
Repairs and maintenance	10,000	71,000	17,400	53,600
Public information services				
Salaries	46,582	84,715	74,058	10,657
Advertising	55,000	57,720	46,313	11,407
Materials and supplies	80,000	132,020	30,898	101,122
Equipment	1,000	1,000	-	1,000
Other	2,800	2,800	1,521	1,279
Repairs and maintenance	35,000	35,000	6,811	28,189
Personnel services				
Salaries	814,373	831,873	841,513	(9,640)
Purchased services	175,885	170,906	86,931	83,975
Materials and supplies	41,000	50,047	44,741	5,306
Other	145,350	162,008	38,255	123,753
Repairs and maintenance	22,710	22,710	26,160	(3,450)
Fingerprinting, background check and drug screening	67,500	67,500	72,140	(4,640)
Equipment	1,500	3,898	2,518	1,380
Information systems				
Salaries	1,015,721	1,018,732	1,004,272	14,460
Materials and supplies	1,147,000	1,189,860	716,044	473,816
Technical services	731,940	762,622	445,362	317,260
Equipment	901,674	990,533	664,819	325,714
Other	56,000	56,001	38,455	17,546
Repairs and maintenance	190,000	191,851	139,906	51,945
Business and central services				
Employee benefits	1,047,875	1,227,430	1,030,085	197,345
TOTAL BUSINESS AND CENTRAL SERVICES	10,417,318	11,302,998	9,029,261	2,273,737

(Continued)

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

DETAILED BUDGETARY COMPARISON SCHEDULE

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Operation and maintenance of plant services				
Salaries	\$ 763,713	\$ 765,208	\$ 661,630	\$ 103,578
Employee benefits	2,698,975	3,344,135	3,140,358	203,777
Other	23,153,250	23,371,430	23,146,072	225,358
Rental of equipment	17,000	17,000	16,963	37
Materials and supplies	5,000	87,391	(58,383)	145,774
Gasoline\fuel	5,250	8,750	7,772	978
Operation of buildings				
Water\sewerage	550,000	550,000	563,622	(13,622)
Disposal services	400,000	400,000	307,766	92,234
Repairs and maintenance	-	330,825	86,741	244,084
Insurance	365,000	365,000	365,000	-
Telephone	2,382,667	2,450,192	1,591,185	859,007
Natural gas	850,000	930,000	1,033,745	(103,745)
Electricity	5,800,000	9,012,000	8,873,710	138,290
Insurance	50,000	50,000	50,000	-
TOTAL OPERATION AND MAINTENANCE OF PLANT SERVICES	<u>37,040,855</u>	<u>41,681,931</u>	<u>39,786,181</u>	<u>1,895,750</u>
Transportation services				
Supervision of student transportation				
Salaries	553,956	660,859	704,974	(44,115)
Materials and supplies	10,000	10,000	6,314	3,686
Purchased Services	24,000	24,000	-	24,000
Equipment	4,000	8,393	6,357	2,036
Other	9,000	9,000	48	8,952
Repairs and maintenance	12,000	12,000	-	12,000
Regular transportation services				
Salaries	9,270,000	9,445,000	9,557,960	(112,960)
Employee benefits	8,513,000	8,988,100	8,605,924	382,176
Materials and supplies	1,445,000	1,798,328	1,307,755	490,573
Equipment	1,002,750	5,351,797	4,211,010	1,140,787
Other	56,000	56,148	31,839	24,309
Repairs and maintenance	430,000	415,230	134,991	280,239
Insurance	330,000	330,000	330,000	-
Gasoline\fuel	2,215,000	2,760,000	2,322,066	437,934
TOTAL TRANSPORTATION SERVICES	<u>23,874,706</u>	<u>29,868,855</u>	<u>27,219,238</u>	<u>2,649,617</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

DETAILED BUDGETARY COMPARISON SCHEDULE

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Positive (Negative)</u>
Appropriations-Charter schools	\$ 2,920,000	\$ 3,045,000	\$ 3,022,308	\$ 22,692
Settlement agreement	8,150,000	8,400,000	7,983,433	416,567
Facility acquisition and construction	6,000	195,520	150,968	44,552
Debt service	163,635	163,635	163,636	(1)
TOTAL EXPENDITURES	<u>298,128,812</u>	<u>319,986,863</u>	<u>303,049,319</u>	<u>16,937,544</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>4,973,095</u>	<u>2,956,806</u>	<u>30,158,150</u>	<u>27,201,344</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	3,135,000	3,000,000	25,670,116	22,670,116
Transfers out	(3,475,000)	(5,175,000)	(5,176,745)	(1,745)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(340,000)</u>	<u>(2,175,000)</u>	<u>20,493,371</u>	<u>22,668,371</u>
NET CHANGE IN FUND BALANCE	<u>4,633,095</u>	<u>781,806</u>	<u>50,651,521</u>	<u>49,869,715</u>
Fund balance, June 30, 2005	<u>34,113,971</u>	<u>34,113,971</u>	<u>34,113,971</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ 38,747,066</u>	<u>\$ 34,895,777</u>	<u>\$ 84,765,492</u>	<u>\$ 49,869,715</u>

(Concluded)

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS

TITLE II

Title II increases student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and highly qualified principals and assistant principals in schools. The program also holds local educational agencies and schools accountable for improvements in student academic achievement.

TITLE V

Title V (PL 96-212) is a federally funded program which provides grants to school districts that are heavily impacted by refugee children. Services are provided to that particular student population and their parents.

GEAR UP BATON ROUGE

Gear Up Baton Rouge is a systemic effort to change teaching and learning in two middle schools with students who qualify in overwhelming numbers for free and reduced lunch. The goals of the grant are: 1) Increase articulation success through primary and secondary education and into post secondary education; 2) Increase high school graduation and post secondary education attendance rates within low income student populations; 3) Increase academic performance of low income students; 4) Enhance school academic and curricular reforms through professional development for teachers and through active involvement in school improvement teams; 5) Provide for project evaluation; 6) Coordinate project dissemination at the local, state, regional, and national levels.

EXCEPTIONAL EDUCATION PROGRAM

The *Individuals with Disabilities Act (IDEA)* is a federally-financed program providing free appropriate education for all identified handicapped children from 3 to 21 years of age in the least restrictive environment.

ALCOHOL AND DRUG ABUSE

The *Alcohol and Drug Abuse Prevention Fund* sponsors the prevention of alcohol and drug abuse among children of East Baton Rouge Parish schools. It is funded by ad valorem taxes and donations.

CAREER AND TECHNICAL EDUCATION

The *Career and Technical Education Fund* accounts for a program designed to administer various vocational programs which provide vocational training and assistance.

TEMPORARY ASSISTANCE FOR NEEDY FAMILIES

The *Pre-GED/Skills Option Program* is a comprehensive counseling and guidance program with components for pre-GED academic, workplace readiness and skills instructions for students who are at risk of dropping out of high school.

Starting Points/Early Childhood Development provides full day, before and after school preschool instruction and care for at-risk four-year old students.

STATE GRANTS

The *State Grants Fund* is used to account for special grants received from various departments of the State of Louisiana.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS (continued)

CONTINUING EDUCATION

The *Continuing Education Fund* is a program which offers higher education opportunities to persons who are age 16 and older.

TITLE IV

The *Title IV School Program* is a federally funded program which provides drug abuse and prevention education for all students of East Baton Rouge Parish.

LOCAL GRANTS

Grants from various private foundations provide additional support for educational programs. Program areas include teacher mini-grants, math improvement, remediation, staff development and homeless youth activities.

DIRECT FEDERAL PROGRAMS

This fund accounts for programs whose funding is received directly from a federal agency.

Safe Schools/Healthy Students provides for programs to prevent the illegal use of drugs and violence among, and promote safety and discipline for, students at all educational levels.

Fund for the Improvement of Education (FIE) provides for programs to improve the quality of education, to assist all students to meet challenging state content standards, and to contribute to the achievement of elementary and secondary students.

Teaching American History provides support programs to raise student achievement by improving teacher's knowledge, understanding, and appreciation of American History.

MOSAIC is an extended day and summer school program providing educational tutoring and English language courses to elementary school students. The program has 40 different language groups participating. Most of the students are immigrants or refugees, and the program management regularly interacts with the Office of Migration and Refugee Services. The program objective is to facilitate LEP (Limited English Proficient) students in attaining or surpassing the academic level of their English-speaking peers.

SUMMER SCHOOL

The *Summer School Program* is designed to provide summer programs enabling students who have failed subjects to remove deficiencies, enroll in courses to enrich their educational experiences, and to enable students to take additional courses in order to meet graduation requirements. Revenues for the fund are generated through a registration fee charged to each student for each class taken.

WBRH RADIO STATION TRAINING PROGRAM

The *WBRH Radio Station Training Program Fund* accounts for the operations of the radio station and the training of students involved in radio training.

SERVE! BATON ROUGE

SERVE! Baton Rouge is a program funded by a grant from the Louisiana Serve Commission that provides tutoring and mentoring to academically at-risk youth at twelve elementary schools in the East Baton Rouge Parish School System.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS (continued)

ADVANCED PLACEMENT PROGRAM

The *Advanced Placement Program* accounts for grants to support state and local efforts to increase access to advanced placement classes and tests for low-income students and to cover part or all of the cost of testing fees for low-income students enrolled in advanced placement courses.

TECHNOLOGY LITERACY CHALLENGE (Title III)

Title III is a provision of the federally legislated Goals 2001: Educate America Act. The funds provide instructional and technical training for classroom teachers.

NASA – LSU 1ST ROBOTICS

The *NASA – LSU 1ST Robotic* program is funded by the Aerospace Education Services Program (AESP), which provides in-service and pre-service workshops for K-12 teachers to initiate dramatic and enduring educational change that directly impacts teaching and learning science, mathematics, and technology in existing classrooms. AESP Specialists support and complement teacher training by visiting in individual classrooms to assist teachers in implementing the strategies demonstrated in teacher workshops.

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUNDS-

COMBINING BALANCE SHEET

JUNE 30, 2006

	<u>Title II</u>	<u>Title V</u>
<u>ASSETS</u>		
Cash	\$ -	\$ -
Receivables:		
Accounts	23	428
Due from other funds	-	-
Due from other governments	1,884,608	22,801
TOTAL ASSETS	<u>\$ 1,884,631</u>	<u>\$ 23,229</u>
<u>LIABILITIES AND FUND BALANCES</u>		
Liabilities:		
Accounts payable	\$ 277,013	\$ 8,890
Salaries payable	-	-
Due to other funds	1,607,618	5
Unearned revenues	-	14,334
TOTAL LIABILITIES	<u>1,884,631</u>	<u>23,229</u>
Fund balances:		
Unreserved - undesignated	-	-
TOTAL FUND BALANCES	<u>-</u>	<u>-</u>
 TOTAL LIABILITIES AND FUND BALANCES	 <u>\$ 1,884,631</u>	 <u>\$ 23,229</u>

Gear Up Baton Rouge	Exceptional Education Program	Alcohol and Drug Abuse	Career and Technical Education
\$ -	\$ -	\$ -	\$ -
-	7,650	25,046	-
-	-	541,681	-
71,544	2,271,310	-	319,103
<u>\$ 71,544</u>	<u>\$ 2,278,960</u>	<u>\$ 566,727</u>	<u>\$ 319,103</u>
\$ 2,772	\$ 429,155	\$ 26,808	\$ 21,129
-	-	-	-
68,772	1,846,260	-	297,974
-	3,543	1,900	-
<u>71,544</u>	<u>2,278,958</u>	<u>28,708</u>	<u>319,103</u>
-	2	538,019	-
<u>-</u>	<u>2</u>	<u>538,019</u>	<u>-</u>
<u>\$ 71,544</u>	<u>\$ 2,278,960</u>	<u>\$ 566,727</u>	<u>\$ 319,103</u>

(Continued)

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUNDS-

COMBINING BALANCE SHEET

JUNE 30, 2006

	Temporary Assistance For Needy Families	State Grants	Continuing Education
<u>ASSETS</u>			
Cash	\$ -	\$ -	\$ -
Receivables:			
Accounts	-	45,326	-
Due from other funds	-	2,018,199	-
Due from other governments	2,036,293	2,147,492	101,243
TOTAL ASSETS	<u>\$ 2,036,293</u>	<u>\$ 4,211,017</u>	<u>\$ 101,243</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 95,476	\$ 145,779	\$ 29,678
Salaries payable	-	3,035	-
Due to other funds	821,065	-	71,565
Unearned revenues	20,571	-	-
TOTAL LIABILITIES	<u>937,112</u>	<u>148,814</u>	<u>101,243</u>
Fund balances:			
Unreserved - undesignated	1,099,181	4,062,203	-
TOTAL FUND BALANCES	<u>1,099,181</u>	<u>4,062,203</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,036,293</u>	<u>\$ 4,211,017</u>	<u>\$ 101,243</u>

Title IV	Local Grants	Direct Federal Programs	Summer School	WBRH Radio Station Training Program	Serve! Baton Rouge
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	225,911	1,976	22,610	-	-
-	336,195	-	265,772	246,396	-
55,785	-	56,988	-	-	34,701
<u>\$ 55,785</u>	<u>\$ 562,106</u>	<u>\$ 58,964</u>	<u>\$ 288,382</u>	<u>\$ 246,396</u>	<u>\$ 34,701</u>
\$ 1,094	\$ 13,660	\$ 45,037	\$ 2,034	\$ 2,406	\$ -
-	-	-	1,000	-	-
46,942	-	13,927	-	-	34,701
7,749	-	-	-	-	-
<u>55,785</u>	<u>13,660</u>	<u>58,964</u>	<u>3,034</u>	<u>2,406</u>	<u>34,701</u>
-	548,446	-	285,348	243,990	-
-	548,446	-	285,348	243,990	-
<u>\$ 55,785</u>	<u>\$ 562,106</u>	<u>\$ 58,964</u>	<u>\$ 288,382</u>	<u>\$ 246,396</u>	<u>\$ 34,701</u>

(Continued)

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUNDS-

COMBINING BALANCE SHEET

JUNE 30, 2006

	Technology Literacy Challenge (Title III)	Advanced Placement Program	NASA-LSU 1st Robotics	Total
<u>ASSETS</u>				
Cash	\$ -	\$ -	\$ -	\$ -
Receivables:				
Accounts			150	329,120
Due from other funds	-	-	162	3,408,405
Due from other governments	277,972	5,756	-	9,285,596
TOTAL ASSETS	<u>\$ 277,972</u>	<u>\$ 5,756</u>	<u>\$ 312</u>	<u>\$ 13,023,121</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 5,388	\$ 5,756	\$ -	\$ 1,112,075
Salaries payable	-	-	-	4,035
Due to other funds	272,584	-	-	5,081,413
Unearned revenues	-	-	-	48,097
TOTAL LIABILITIES	<u>277,972</u>	<u>5,756</u>	<u>-</u>	<u>6,245,620</u>
Fund balances:				
Unreserved - undesignated	-	-	312	6,777,501
TOTAL FUND BALANCES	<u>-</u>	<u>-</u>	<u>312</u>	<u>6,777,501</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 277,972</u>	<u>\$ 5,756</u>	<u>\$ 312</u>	<u>\$ 13,023,121</u>

(Concluded)

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Title II</u>	<u>Title V</u>
<u>REVENUES</u>		
Local sources:		
Ad valorem taxes	\$ -	\$ -
Other	-	-
State and federal:		
Other state support	-	-
Federal grants	4,208,462	349,694
TOTAL REVENUES	<u>4,208,462</u>	<u>349,694</u>
<u>EXPENDITURES</u>		
Current		
Instruction:		
Regular education programs	-	-
Special education programs	-	-
Other education programs	3,089,082	229,064
Support:		
Pupil support services	-	-
Instructional staff services	707,551	102,234
Administrative	153	-
Business and central services	6,489	-
Plant operations and maintenance	300	-
Facility acquisition and construction	-	-
Transportation	-	-
TOTAL EXPENDITURES	<u>3,803,575</u>	<u>331,298</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>404,887</u>	<u>18,396</u>
<u>OTHER FINANCING SOURCES (USES)</u>		
Transfers in	-	-
Transfers out	<u>(404,887)</u>	<u>(18,396)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(404,887)</u>	<u>(18,396)</u>
NET CHANGE IN FUND BALANCE	-	-
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>

<u>Gear Up Baton Rouge</u>	<u>Exceptional Education Program</u>	<u>Alcohol and Drug Abuse</u>	<u>Career and Technical Education</u>
\$ -	\$ -	\$ 1,554,585	\$ -
-	-	5,204	-
-	-	-	-
192,668	9,438,344	-	824,484
<u>192,668</u>	<u>9,438,344</u>	<u>1,559,789</u>	<u>824,484</u>
-	-	-	-
-	6,018,929	-	-
3,768	-	-	740,103
190,055	281,070	1,363,731	-
-	1,609,864	17,213	80,192
-	10,417	101	38
-	247,808	101,803	3,204
232	32,873	35,698	-
-	-	-	-
358	350,863	-	947
<u>194,413</u>	<u>8,551,824</u>	<u>1,518,546</u>	<u>824,484</u>
<u>(1,745)</u>	<u>886,520</u>	<u>41,243</u>	<u>-</u>
1,745	-	-	-
-	(886,518)	(13,384)	-
<u>1,745</u>	<u>(886,518)</u>	<u>(13,384)</u>	<u>-</u>
-	2	27,859	-
-	-	510,160	-
<u>\$ -</u>	<u>\$ 2</u>	<u>\$ 538,019</u>	<u>\$ -</u>

(Continued)

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FISCAL YEAR ENDED JUNE 30, 2006

	Temporary Assistance For Needy Families	State Grants	Continuing Education
<u>REVENUES</u>			
Local sources:			
Ad valorem taxes	\$ -	\$ -	\$ -
Other	-	-	-
State and federal:			
Other state support	3,471,608	6,989,917	-
Federal grants	2,527,206	-	697,097
TOTAL REVENUES	<u>5,998,814</u>	<u>6,989,917</u>	<u>697,097</u>
<u>EXPENDITURES</u>			
Current			
Instruction:			
Regular education programs	-	3,208,044	-
Special education programs	-	138,531	-
Other education programs	5,222,665	3,970,717	664,520
Support:			
Pupil support services	-	82,775	-
Instructional staff services	338,029	1,348,368	-
Administrative	205	80,157	-
Business and central services	41,509	122,772	-
Plant operations and maintenance	3,643	26,911	-
Facility acquisition and construction	16,360	-	-
Transportation	21,278	222,978	-
TOTAL EXPENDITURES	<u>5,643,689</u>	<u>9,201,253</u>	<u>664,520</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>355,125</u>	<u>(2,211,336)</u>	<u>32,577</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers in	-	3,200,000	-
Transfers out	<u>(34,121)</u>	<u>(29,712)</u>	<u>(32,577)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(34,121)</u>	<u>3,170,288</u>	<u>(32,577)</u>
NET CHANGE IN FUND BALANCE	321,004	958,952	-
Fund balance, June 30, 2005	<u>778,177</u>	<u>3,103,251</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ 1,099,181</u>	<u>\$ 4,062,203</u>	<u>\$ -</u>

Title IV	Local Grants	Direct Federal Programs	Summer School	WBRH Radio Station Training Program	Serve! Baton Rouge
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	538,134	-	354,426	256,336	-
-	-	-	-	-	-
495,719	-	530,037	-	-	180,050
<u>495,719</u>	<u>538,134</u>	<u>530,037</u>	<u>354,426</u>	<u>256,336</u>	<u>180,050</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	548,995	234,566	377,090	191,443	647
485,999	-	268,868	-	-	48,215
-	69,685	-	-	-	130,038
-	5,407	-	16	-	1,150
-	4,392	1,579	-	-	-
-	16,017	129	-	-	-
-	-	-	-	-	-
-	136	-	385	-	-
<u>485,999</u>	<u>644,632</u>	<u>505,142</u>	<u>377,491</u>	<u>191,443</u>	<u>180,050</u>
9,720	(106,498)	24,895	(23,065)	64,893	-
-	100,000	-	-	-	-
<u>(9,720)</u>	<u>-</u>	<u>(24,895)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(9,720)</u>	<u>100,000</u>	<u>(24,895)</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	(6,498)	-	(23,065)	64,893	-
-	554,944	-	308,413	179,097	-
<u>\$ -</u>	<u>\$ 548,446</u>	<u>\$ -</u>	<u>\$ 285,348</u>	<u>\$ 243,990</u>	<u>\$ -</u>

(Continued)

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

NON-MAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCE

FISCAL YEAR ENDED JUNE 30, 2006

	Technology Literacy Challenge (Title III)	Advanced Placement Program	NASA-LSU 1st Robotics	Total
<u>REVENUES</u>				
Local sources:				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ 1,554,585
Other	-	-	-	1,154,100
State and federal:				
Other state support	-	-	-	10,461,525
Federal grants	373,278	5,756	15,000	19,837,795
	<u>373,278</u>	<u>5,756</u>	<u>15,000</u>	<u>33,008,005</u>
<u>EXPENDITURES</u>				
Current				
Instruction:				
Regular education programs	-	-	-	3,208,044
Special education programs	-	-	-	6,157,460
Other education programs	322,890	5,756	14,688	15,615,994
Support:				
Pupil support services	-	-	-	2,720,713
Instructional staff services	35,288	-	-	4,438,462
Administrative	-	-	-	97,644
Business and central services	3,212	-	-	532,768
Plant operations and maintenance	3,002	-	-	118,805
Facility acquisition and construction	-	-	-	16,360
Transportation	1,806	-	-	598,751
TOTAL EXPENDITURES	<u>366,198</u>	<u>5,756</u>	<u>14,688</u>	<u>33,505,001</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>7,080</u>	<u>-</u>	<u>312</u>	<u>(496,996)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	-	-	-	3,301,745
Transfers out	(7,080)	-	-	(1,461,290)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(7,080)</u>	<u>-</u>	<u>-</u>	<u>1,840,455</u>
NET CHANGE IN FUND BALANCE	-	-	312	1,343,459
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,434,042</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 312</u>	<u>\$ 6,777,501</u>

(Concluded)

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TITLE II

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 5,307,771	\$ 4,208,462	\$ (1,099,309)
TOTAL REVENUES	<u>5,307,771</u>	<u>4,208,462</u>	<u>(1,099,309)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	3,982,605	3,089,082	893,523
Support:			
Instructional staff services	797,652	707,551	90,101
Administrative	281	153	128
Business and central services	11,189	6,489	4,700
Plant operations and maintenance	300	300	-
TOTAL EXPENDITURES	<u>4,792,027</u>	<u>3,803,575</u>	<u>988,452</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>515,744</u>	<u>404,887</u>	<u>(110,857)</u>
<u>OTHER FINANCING USES</u>			
Transfers out	<u>(515,744)</u>	<u>(404,887)</u>	<u>110,857</u>
TOTAL OTHER FINANCING USES	<u>(515,744)</u>	<u>(404,887)</u>	<u>110,857</u>
NET CHANGE IN FUND BALANCE	-	-	-
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TITLE V

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	Budget	Actual	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 476,307	\$ 349,694	\$ (126,613)
TOTAL REVENUES	<u>476,307</u>	<u>349,694</u>	<u>(126,613)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	366,016	229,064	136,952
Support:			
Instructional staff services	91,011	102,234	(11,223)
TOTAL EXPENDITURES	<u>457,027</u>	<u>331,298</u>	<u>125,729</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>19,280</u>	<u>18,396</u>	<u>(884)</u>
<u>OTHER FINANCING USES</u>			
Transfers out	<u>(19,280)</u>	<u>(18,396)</u>	<u>884</u>
TOTAL OTHER FINANCING USES	<u>(19,280)</u>	<u>(18,396)</u>	<u>884</u>
NET CHANGE IN FUND BALANCE	-	-	-
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - GEAR UP BATON ROUGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 192,668	\$ 192,668	\$ -
TOTAL REVENUES	<u>192,668</u>	<u>192,668</u>	<u>-</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	3,768	3,768	-
Support:			
Pupil Support Services	190,055	190,055	-
Plant operations and maintenance	232	232	-
Transportation	358	358	-
TOTAL EXPENDITURES	<u>194,413</u>	<u>194,413</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>(1,745)</u>	<u>(1,745)</u>	<u>-</u>
<u>OTHER FINANCING USES</u>			
Transfers out	<u>1,745</u>	<u>1,745</u>	<u>-</u>
TOTAL OTHER FINANCING USES	<u>1,745</u>	<u>1,745</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	-
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - EXCEPTIONAL EDUCATION PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 9,010,290	\$ 9,438,344	\$ 428,054
TOTAL REVENUES	<u>9,010,290</u>	<u>9,438,344</u>	<u>428,054</u>
<u>EXPENDITURES</u>			
Instruction:			
Special education programs	5,508,830	6,018,929	(510,099)
Support:			
Pupil support services	323,897	281,070	42,827
Instructional staff services	1,452,199	1,609,864	(157,665)
Administrative	38,745	10,417	28,328
Business and central services	292,873	247,808	45,065
Plant operations and maintenance	107,110	32,873	74,237
Transportation	417,126	350,863	66,263
TOTAL EXPENDITURES	<u>8,140,780</u>	<u>8,551,824</u>	<u>(411,044)</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>869,510</u>	<u>886,520</u>	<u>17,010</u>
<u>OTHER FINANCING USES</u>			
Transfers out	<u>(869,510)</u>	<u>(886,518)</u>	<u>(17,008)</u>
TOTAL OTHER FINANCING USES	<u>(869,510)</u>	<u>(886,518)</u>	<u>(17,008)</u>
NET CHANGE IN FUND BALANCE	-	2	2
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ 2</u>	<u>\$ 2</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - ALCOHOL AND DRUG ABUSE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Local sources:			
Ad valorem taxes	\$ 1,528,365	\$ 1,554,585	\$ 26,220
Other	-	5,204	5,204
TOTAL REVENUES	<u>1,528,365</u>	<u>1,559,789</u>	<u>31,424</u>
<u>EXPENDITURES</u>			
Support:			
Pupil support services	1,456,768	1,363,731	93,037
Instructional staff services	4,200	17,213	(13,013)
Administrative	46,120	101	46,019
Business and central services	35,549	101,803	(66,254)
Plant operations and maintenance	71,604	35,698	35,906
TOTAL EXPENDITURES	<u>1,614,241</u>	<u>1,518,546</u>	<u>95,695</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>(85,876)</u>	<u>41,243</u>	<u>127,119</u>
<u>OTHER FINANCING USES</u>			
Transfers out	-	(13,384)	(13,384)
TOTAL OTHER FINANCING USES	<u>-</u>	<u>(13,384)</u>	<u>(13,384)</u>
NET CHANGE IN FUND BALANCE	(85,876)	27,859	113,735
Fund balance, June 30, 2005	<u>510,160</u>	<u>510,160</u>	-
FUND BALANCE, JUNE 30, 2006	<u>\$ 424,284</u>	<u>\$ 538,019</u>	<u>\$ 113,735</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - CAREER AND TECHNICAL EDUCATION

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 841,246	\$ 824,484	\$ (16,762)
TOTAL REVENUES	<u>841,246</u>	<u>824,484</u>	<u>(16,762)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	789,011	740,103	48,908
Support:			
Instructional staff services	44,989	80,192	(35,203)
Administrative	38	38	-
Business and central services	6,000	3,204	2,796
Transportation	1,208	947	261
TOTAL EXPENDITURES	<u>841,246</u>	<u>824,484</u>	<u>16,762</u>
NET CHANGE IN FUND BALANCE	-	-	-
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TEMPORARY ASSISTANCE FOR NEEDY FAMILIES
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
State and federal:			
State support	\$ 3,471,608	\$ 3,471,608	\$ -
Federal grants	2,944,583	2,527,206	(417,377)
TOTAL REVENUES	<u>6,416,191</u>	<u>5,998,814</u>	<u>(417,377)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	6,175,790	5,222,665	953,125
Support			
Instructional staff services	394,574	338,029	56,545
Administrative	250	205	45
Business and central services	48,028	41,509	6,519
Plant operations and maintenance	3,760	3,643	117
Facility acquisition and construction	16,360	16,360	-
Transportation	29,455	21,278	8,177
TOTAL EXPENDITURES	<u>6,668,217</u>	<u>5,643,689</u>	<u>1,024,528</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>(252,026)</u>	<u>355,125</u>	<u>607,151</u>
<u>OTHER FINANCING USES</u>			
Transfers out	<u>(71,459)</u>	<u>(34,121)</u>	<u>37,338</u>
TOTAL OTHER FINANCING USES	<u>(71,459)</u>	<u>(34,121)</u>	<u>37,338</u>
NET CHANGE IN FUND BALANCE	<u>(323,485)</u>	<u>321,004</u>	<u>644,489</u>
Fund balance, June 30, 2005	<u>778,177</u>	<u>778,177</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ 454,692</u>	<u>\$ 1,099,181</u>	<u>\$ 644,489</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - STATE GRANTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
State support	\$ 7,980,308	\$ 6,989,917	\$ (990,391)
TOTAL REVENUES	<u>7,980,308</u>	<u>6,989,917</u>	<u>(990,391)</u>
<u>EXPENDITURES</u>			
Instruction:			
Regular education programs	4,504,099	3,208,044	1,296,055
Special education programs	128,296	138,531	(10,235)
Other education programs	5,279,035	3,970,717	1,308,318
Support:			
Pupil support services	78,525	82,775	(4,250)
Instructional staff services	1,892,126	1,348,368	543,758
Administrative	75,678	80,157	(4,479)
Business and central services	256,281	122,772	133,509
Plant operations and maintenance	169,667	26,911	142,756
Transportation	168,965	222,978	(54,013)
TOTAL EXPENDITURES	<u>12,552,672</u>	<u>9,201,253</u>	<u>3,351,419</u>
EXCESS OF REVENUES (UNDER) EXPENDITURES	<u>(4,572,364)</u>	<u>(2,211,336)</u>	<u>2,361,028</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers out	(30,890)	(29,712)	1,178
Transfers in	<u>3,200,000</u>	<u>3,200,000</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>3,169,110</u>	<u>3,170,288</u>	<u>1,178</u>
NET CHANGE IN FUND BALANCE	<u>(1,403,254)</u>	<u>958,952</u>	<u>2,362,206</u>
Fund balance, June 30, 2005	<u>3,103,251</u>	<u>3,103,251</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ 1,699,997</u>	<u>\$ 4,062,203</u>	<u>\$ 2,362,206</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - CONTINUING EDUCATION

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 759,129	\$ 697,097	\$ (62,032)
TOTAL REVENUES	<u>759,129</u>	<u>697,097</u>	<u>(62,032)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	722,757	664,520	58,237
Support:			
Administrative	840	-	840
TOTAL EXPENDITURES	<u>723,597</u>	<u>664,520</u>	<u>59,077</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>35,532</u>	<u>32,577</u>	<u>(2,955)</u>
<u>OTHER FINANCING USES</u>			
Transfers out	<u>(35,532)</u>	<u>(32,577)</u>	<u>2,955</u>
TOTAL OTHER FINANCING USES	<u>(35,532)</u>	<u>(32,577)</u>	<u>2,955</u>
NET CHANGE IN FUND BALANCE	-	-	-
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TITLE IV

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 495,719	\$ 495,719	\$ -
TOTAL REVENUES	<u>495,719</u>	<u>495,719</u>	<u>-</u>
<u>EXPENDITURES</u>			
Support:			
Pupil support services	485,999	485,999	-
TOTAL EXPENDITURES	<u>485,999</u>	<u>485,999</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>9,720</u>	<u>9,720</u>	<u>-</u>
<u>OTHER FINANCING USES</u>			
Transfers out	<u>(9,720)</u>	<u>(9,720)</u>	<u>-</u>
TOTAL OTHER FINANCING USES	<u>(9,720)</u>	<u>(9,720)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	-
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - LOCAL GRANTS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Local sources:			
Other	\$ 538,134	\$ 538,134	\$ -
TOTAL REVENUES	<u>538,134</u>	<u>538,134</u>	<u>-</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	708,920	548,995	159,925
Support:			
Instructional staff services	90,787	69,685	21,102
Administrative	33	5,407	(5,374)
Business and central services	4,217	4,392	(175)
Plant operations and maintenance	16,017	16,017	-
Transportation	-	136	(136)
TOTAL EXPENDITURES	<u>819,974</u>	<u>644,632</u>	<u>175,342</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(281,840)</u>	<u>(106,498)</u>	<u>175,342</u>
<u>OTHER FINANCING SOURCES</u>			
Transfers in	<u>100,000</u>	<u>100,000</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES	<u>100,000</u>	<u>100,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(181,840)</u>	<u>(6,498)</u>	<u>175,342</u>
Fund balance, June 30, 2005	<u>554,944</u>	<u>554,944</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ 373,104</u>	<u>\$ 548,446</u>	<u>\$ 175,342</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - DIRECT FEDERAL PROGRAMS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 3,040,453	\$ 530,037	\$ (2,510,416)
TOTAL REVENUES	<u>3,040,453</u>	<u>530,037</u>	<u>(2,510,416)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	234,566	234,566	-
Support:			
Pupil support services	2,585,156	268,868	2,316,288
Instructional staff services	13,410	-	13,410
Business and central services	3,873	1,579	2,294
Plant operations and maintenance	6,240	129	6,111
Transportation	82	-	82
TOTAL EXPENDITURES	<u>2,843,327</u>	<u>505,142</u>	<u>2,338,185</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>197,126</u>	<u>24,895</u>	<u>(172,231)</u>
<u>OTHER FINANCING USES</u>			
Transfers out	<u>(197,126)</u>	<u>(24,895)</u>	<u>172,231</u>
TOTAL OTHER FINANCING USES	<u>(197,126)</u>	<u>(24,895)</u>	<u>172,231</u>
NET CHANGE IN FUND BALANCE	-	-	-
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - SUMMER SCHOOL

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<u>REVENUES</u>			
Local sources:			
Other	\$ 357,050	\$ 354,426	\$ (2,624)
TOTAL REVENUES	<u>357,050</u>	<u>354,426</u>	<u>(2,624)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	357,050	377,090	(20,040)
Support:			
Administrative	-	16	(16)
Transportation	-	385	(385)
TOTAL EXPENDITURES	<u>357,050</u>	<u>377,491</u>	<u>(20,441)</u>
NET CHANGE IN FUND BALANCE	<u>-</u>	<u>(23,065)</u>	<u>(23,065)</u>
Fund balance, June 30, 2005	<u>308,413</u>	<u>308,413</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ 308,413</u>	<u>\$ 285,348</u>	<u>\$ (23,065)</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - WBRH RADIO STATION TRAINING PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Local sources:			
Other	\$ 237,100	\$ 256,336	\$ 19,236
TOTAL REVENUES	<u>237,100</u>	<u>256,336</u>	<u>19,236</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	236,718	191,443	45,275
TOTAL EXPENDITURES	<u>236,718</u>	<u>191,443</u>	<u>45,275</u>
NET CHANGE IN FUND BALANCE	382	64,893	64,511
Fund balance, June 30, 2005	<u>179,097</u>	<u>179,097</u>	-
FUND BALANCE, JUNE 30, 2006	<u>\$ 179,479</u>	<u>\$ 243,990</u>	<u>\$ 64,511</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - SERVE! BATON ROUGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<u>REVENUES</u>			
Federal grants	\$ 194,376	\$ 180,050	\$ (14,326)
TOTAL REVENUES	<u>194,376</u>	<u>180,050</u>	<u>(14,326)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	905	647	258
Support:			
Pupil support services	52,582	48,215	4,367
Instructional staff services	139,075	130,038	9,037
Administrative	1,814	1,150	664
TOTAL EXPENDITURES	<u>194,376</u>	<u>180,050</u>	<u>14,326</u>
NET CHANGE IN FUND BALANCE	-	-	-
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - TECHNOLOGY LITERACY CHALLENGE (TITLE III)
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 413,766	\$ 373,278	\$ (40,488)
TOTAL REVENUES	<u>413,766</u>	<u>373,278</u>	<u>(40,488)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	364,577	322,890	41,687
Support:			
Instructional staff services	34,464	35,288	(824)
Business and central services	5,139	3,212	1,927
Plant operations and maintenance	1,900	3,002	(1,102)
Transportation	-	1,806	(1,806)
TOTAL EXPENDITURES	<u>406,080</u>	<u>366,198</u>	<u>39,882</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>7,686</u>	<u>7,080</u>	<u>(606)</u>
<u>OTHER FINANCING USES</u>			
Transfers out	<u>(7,686)</u>	<u>(7,080)</u>	<u>606</u>
TOTAL OTHER FINANCING USES	<u>(7,686)</u>	<u>(7,080)</u>	<u>606</u>
NET CHANGE IN FUND BALANCE	-	-	-
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - ADVANCED PLACEMENT PROGRAM

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 13,740	\$ 5,756	\$ (7,984)
TOTAL REVENUES	<u>13,740</u>	<u>5,756</u>	<u>(7,984)</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	<u>13,740</u>	<u>5,756</u>	<u>7,984</u>
TOTAL EXPENDITURES	<u>13,740</u>	<u>5,756</u>	<u>7,984</u>
NET CHANGE IN FUND BALANCE	-	-	-
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

SPECIAL REVENUE FUND - NASA-LSU 1st ROBOTICS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -

BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>REVENUES</u>			
Federal grants	\$ 15,000	\$ 15,000	\$ -
TOTAL REVENUES	<u>15,000</u>	<u>15,000</u>	<u>-</u>
<u>EXPENDITURES</u>			
Instruction:			
Other education programs	15,000	14,688	312
TOTAL EXPENDITURES	<u>15,000</u>	<u>14,688</u>	<u>312</u>
NET CHANGE IN FUND BALANCE	-	312	312
Fund balance, June 30, 2005	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2006	<u>\$ -</u>	<u>\$ 312</u>	<u>\$ 312</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUNDS

WORKERS' COMPENSATION FUND

The *Workers' Compensation Fund* is designed to protect the School System against catastrophic losses in a single year in the area of employee related accidents.

RISK MANAGEMENT FUND

The *Risk Management Fund* is designed to account for the School System's property, general and automobile liability.

MEDICAL INSURANCE FUND

The *Medical Insurance Fund* accounts for the activity of the School System's managed health care program for its employees.

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

PROPRIETARY FUND TYPE
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2006

	<u>Workers'</u> <u>Compensation</u> <u>Fund</u>	<u>Risk</u> <u>Management</u> <u>Fund</u>	<u>Medical</u> <u>Insurance</u> <u>Fund</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
<u>ASSETS</u>				
Cash and cash equivalents	\$ 2,541,286	\$ 38,311	\$ -	\$ 2,579,597
Due from other funds	587,911	3,934,829	27,183,093	31,705,833
Reimbursement receivable	-	-	462,031	462,031
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	\$ <u>3,129,197</u>	\$ <u>3,973,140</u>	\$ <u>27,645,124</u>	\$ <u>34,747,461</u>
<u>LIABILITIES AND NET ASSETS</u>				
Liabilities:				
Accounts payable	\$ -	\$ 2,514	\$ 398,480	\$ 400,994
Claims payable	2,644,564	3,706,159	6,762,398	13,113,121
TOTAL LIABILITIES	<u>2,644,564</u>	<u>3,708,673</u>	<u>7,160,878</u>	<u>13,514,115</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net assets (unrestricted)	<u>484,633</u>	<u>264,467</u>	<u>20,484,246</u>	<u>21,233,346</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES AND NET ASSETS	\$ <u>3,129,197</u>	\$ <u>3,973,140</u>	\$ <u>27,645,124</u>	\$ <u>34,747,461</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

PROPRIETARY FUND TYPE

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

FISCAL YEAR ENDED JUNE 30, 2006

	Workers' Compensation Fund	Risk Management Fund	Medical Insurance Fund	Total Internal Service Funds
<u>OPERATING REVENUES</u>				
Premiums received	\$ 1,703,108	\$ 3,395,431	\$ 78,611,914	\$ 83,710,453
TOTAL OPERATING REVENUE	<u>1,703,108</u>	<u>3,395,431</u>	<u>78,611,914</u>	<u>83,710,453</u>
<u>OPERATING EXPENSES</u>				
Claims expense	1,691,419	2,218,351	59,249,941	63,159,711
Insurance premiums	105,463	-	2,472,674	2,578,137
Administrative fees	169,386	125,717	2,868,785	3,163,888
TOTAL OPERATING EXPENSES	<u>1,966,268</u>	<u>2,344,068</u>	<u>64,591,400</u>	<u>68,901,736</u>
NET OPERATING INCOME (LOSS)	<u>(263,160)</u>	<u>1,051,363</u>	<u>14,020,514</u>	<u>14,808,717</u>
<u>NON-OPERATING REVENUES</u>				
Interest income	108,758	-	-	108,758
TOTAL NON-OPERATING REVENUES	<u>108,758</u>	<u>-</u>	<u>-</u>	<u>108,758</u>
CHANGE IN NET ASSETS	(154,402)	1,051,363	14,020,514	14,917,475
NET ASSETS at JUNE 30, 2005	<u>639,035</u>	<u>\$ (786,896)</u>	<u>\$ 6,463,732</u>	<u>\$ 6,315,871</u>
NET ASSETS at JUNE 30, 2006	<u>\$ 484,633</u>	<u>\$ 264,467</u>	<u>\$ 20,484,246</u>	<u>\$ 21,233,346</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

PROPRIETARY FUND TYPE
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FISCAL YEAR ENDED JUNE 30, 2006

	<u>Workers'</u> <u>Compensation</u> <u>Fund</u>	<u>Risk</u> <u>Management</u> <u>Fund</u>	<u>Medical</u> <u>Insurance</u> <u>Fund</u>	<u>Total</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>				
Cash premiums received	\$ 1,703,108	\$ 3,395,431	\$ 78,448,048	\$ 83,546,587
Cash paid in claims and benefits	(1,934,631)	(1,589,927)	(63,182,672)	(66,707,230)
Cash paid for expenses	(299,956)	(156,134)	(2,748,662)	(3,204,752)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>(531,479)</u>	<u>1,649,370</u>	<u>12,516,714</u>	<u>13,634,605</u>
<u>CASH FLOWS FROM NONCAPITAL FINANCING</u>				
<u>ACTIVITIES:</u>				
Interfund advances	<u>(35,993)</u>	<u>(1,611,059)</u>	<u>(12,516,939)</u>	<u>(14,163,991)</u>
NET CASH PROVIDED BY (USED IN) NONCAPITAL FINANCING ACTIVITIES	<u>(35,993)</u>	<u>(1,611,059)</u>	<u>(12,516,939)</u>	<u>(14,163,991)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>				
Interest Income	<u>108,758</u>	<u>-</u>	<u>-</u>	<u>108,758</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>108,758</u>	<u>-</u>	<u>-</u>	<u>108,758</u>
NET CHANGE IN CASH	(458,714)	38,311	(225)	(420,628)
Cash at beginning of year	<u>3,000,000</u>	<u>-</u>	<u>225</u>	<u>3,000,225</u>
CASH AT END OF YEAR	<u>\$ 2,541,286</u>	<u>\$ 38,311</u>	<u>\$ -</u>	<u>\$ 2,579,597</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities				
Operating income (loss)	\$ (263,160)	\$ 1,051,363	\$ 14,020,514	\$ 14,808,717
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Changes in:				
Reimbursement receivables	-	-	(163,867)	(163,867)
Accounts and claims payable	<u>(268,319)</u>	<u>598,007</u>	<u>(1,339,933)</u>	<u>(1,010,245)</u>
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>\$ (531,479)</u>	<u>\$ 1,649,370</u>	<u>\$ 12,516,714</u>	<u>\$ 13,634,605</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

FIDUCIARY FUND TYPE - AGENCY FUNDS

CONSOLIDATED PAYROLL FUND

The *Consolidated Payroll Fund* was established to account for the payroll deductions and withholdings for all employees paid by the School System.

SCHOOL ACTIVITY FUND

The activities of the various individual school accounts are accounted for in the *School Activity Fund*. While the fund is under the supervision of the School System, these monies belong to the individual schools or their student bodies and are not available for use by the School System.

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

FIDUCIARY FUNDS

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

June 30, 2006

	<u>Consolidated Payroll Fund</u>	<u>School Activity Fund</u>	<u>Agency Total</u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ -	\$ 4,251,790	\$ 4,251,790
Accounts receivable	70,370	-	70,370
Due from other funds	10,566,711	-	10,566,711
TOTAL ASSETS	<u>\$ 10,637,081</u>	<u>\$ 4,251,790</u>	<u>\$ 14,888,871</u>
<u>LIABILITIES</u>			
Benefits payable	\$ 2,001,417	\$ -	\$ 2,001,417
Salaries payable	6,954,259	-	6,954,259
Payroll withholdings payable	1,640,092	-	1,640,092
Amounts held for other groups	41,313	4,251,790	4,293,103
TOTAL LIABILITIES	<u>\$ 10,637,081</u>	<u>\$ 4,251,790</u>	<u>\$ 14,888,871</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

AGENCY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

FISCAL YEAR ENDED JUNE 30, 2006

	Balance June 30, 2005	Additions	Deductions	Balance June 30, 2006
<u>CONSOLIDATED PAYROLL FUND</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ -	\$ 189,662,545	189,662,545	\$ -
Accounts receivable	122,838	842,609	895,077	70,370
Due from other funds	9,890,634	252,290,955	251,614,878	10,566,711
TOTAL ASSETS	<u>\$ 10,013,472</u>	<u>\$ 442,796,109</u>	<u>\$ 442,172,500</u>	<u>\$ 10,637,081</u>
<u>LIABILITIES</u>				
Accounts payable	\$ 232,984	\$ 73,909,794	74,101,465	\$ 41,313
Benefits payable	2,252,809	65,503,699	65,755,091	2,001,417
Salaries payable	5,636,491	10,718,333	9,400,565	6,954,259
Payroll withholdings payable	1,891,188	86,520,955	86,772,051	1,640,092
TOTAL LIABILITIES	<u>\$ 10,013,472</u>	<u>\$ 236,652,781</u>	<u>\$ 236,029,172</u>	<u>\$ 10,637,081</u>
<u>SCHOOL ACTIVITY FUND</u>				
<u>ASSETS</u>				
Cash and cash equivalents				
TOTAL ASSETS	<u>\$ 4,136,388</u>	<u>\$ 10,051,235</u>	<u>9,935,833</u>	<u>\$ 4,251,790</u>
<u>LIABILITIES</u>				
Amounts held for other groups	4,136,388	10,051,235	9,935,833	4,251,790
TOTAL LIABILITIES	<u>\$ 4,136,388</u>	<u>\$ 10,051,235</u>	<u>\$ 9,935,833</u>	<u>\$ 4,251,790</u>
<u>TOTAL AGENCY FUNDS</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 4,136,388	\$ 199,713,780	\$ 199,598,378	\$ 4,251,790
Accounts receivable	122,838	842,609	895,077	70,370
Due from other funds	9,890,634	252,290,955	251,614,878	10,566,711
TOTAL ASSETS	<u>\$ 14,149,860</u>	<u>\$ 452,847,344</u>	<u>\$ 452,108,333</u>	<u>\$ 14,888,871</u>
<u>LIABILITIES</u>				
Accounts payable	\$ 232,984	\$ 73,909,794	\$ 74,101,465	\$ 41,313
Benefits payable	2,252,809	65,503,699	65,755,091	2,001,417
Salaries payable	5,636,491	10,718,333	9,400,565	6,954,259
Payroll withholdings payable	1,891,188	86,520,955	86,772,051	1,640,092
Amounts held for other groups	4,136,388	10,051,235	9,935,833	4,251,790
TOTAL LIABILITIES	<u>\$ 14,149,860</u>	<u>\$ 246,704,016</u>	<u>\$ 245,965,005</u>	<u>\$ 14,888,871</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

COMPARATIVE SCHEDULE OF CAPITAL ASSETS - BY SOURCES
JUNE 30, 2006 AND 2005

	<u>2006</u>	<u>2005</u>
Capital assets:		
Land	\$ 8,352,161	\$ 8,352,161
Buildings and improvements	243,604,076	239,687,747
Furniture and equipment	35,435,715	31,858,616
Construction in progress	<u>43,694,283</u>	<u>16,797,310</u>
 TOTAL CAPITAL ASSETS	 <u>\$ 331,086,235</u>	 <u>\$ 296,695,834</u>
 Capital assets from:		
Capital projects fund	\$ 141,304,884	\$ 137,464,578
Other governmental funds	<u>189,781,351</u>	<u>159,231,256</u>
 TOTAL ASSETS AT COST	 <u>\$ 331,086,235</u>	 <u>\$ 296,695,834</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

SCHEDULE OF CAPITAL ASSETS AT COST - BY FUNCTION
JUNE 30, 2006

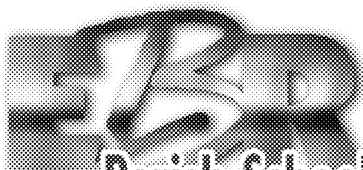
<u>Function</u>	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Furniture and Equipment</u>	<u>Construction in Progress</u>	<u>Total</u>
Administrative	\$ 48,642	\$ 4,316,084	\$ 8,601,751	\$ -	\$ 12,966,477
Instructional	7,563,219	236,162,080	14,572,709	43,694,283	301,992,291
Maintenance	740,300	3,125,912	12,261,255	-	16,127,467
 TOTAL	 <u>\$ 8,352,161</u>	 <u>\$ 243,604,076</u>	 <u>\$ 35,435,715</u>	 <u>\$ 43,694,283</u>	 <u>\$ 331,086,235</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

SCHEDULE OF CHANGES IN CAPITAL ASSETS - BY FUNCTION
FISCAL YEAR ENDED JUNE 30, 2006

<u>Function</u>	<u>Capital Assets June 30, 2005</u>	<u>Additions</u>	<u>Adjustments and Deductions</u>	<u>Capital Assets June 30, 2006</u>
Administrative	\$ 12,500,833	\$ 631,978	\$ (166,334)	\$ 12,966,477
Instructional	267,295,143	51,656,086	(16,958,938)	301,992,291
Maintenance	16,899,858	-	(772,391)	16,127,467
 TOTAL	 <u>\$ 296,695,834</u>	 <u>\$ 52,288,064</u>	 <u>\$ (17,897,663)</u>	 <u>\$ 331,086,235</u>

Comprehensive Annual Financial Report



Parish School System

Statistical Section

Statistical Section

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

STATISTICAL SCHEDULE DESCRIPTIONS

This part of the School System's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information states about the School System's overall financial health.

FINANCIAL TRENDS

These schedules contain trend information to assist the reader in understanding how the School System's financial position and well-being have changed over time.

- Net Assets By Component – Last Five Fiscal Years
- Changes in Net Assets – Last Five Fiscal Years
- Fund Balances of Governmental Funds – Last Ten Fiscal Years
- Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years

REVENUE CAPACITY

These schedules contain information to help the reader assess the School System's ability to generate own-source revenues, namely the property tax.

- Assessed and Estimated Actual Value of Taxable Property – Last Ten Tax Years
- Principal Property Taxpayers – Current Year and Nine Years Ago
- Property Tax Rates and Tax Levies – Direct and Overlapping Governments – Last Ten Tax Years
- Property Tax Levies and Collections – Last Ten Tax Years

DEBT CAPACITY

These schedules present information to help the reader assess the affordability of the School System's current levels of outstanding debt and the School System's ability to issue additional debt in the future.

- Ratios of Outstanding Debt by Type – Last Ten Fiscal Years
- Computation of Legal Debt Margin – Last Ten Tax Years
- Computation of Direct and Overlapping Debt – December 31, 2005

DEMOGRAPHIC AND ECONOMIC INFORMATION

These schedules offer demographic and economic indicators to help the read understand the environment within which the School System's financial activities take place.

- Demographic Statistics – Last Ten Fiscal Years
- Principal Employers – Current Year and Nine Years Ago

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

STATISTICAL SCHEDULE DESCRIPTIONS (continued)

OPERATING INFORMATION

These schedules contain service and infrastructure data to help the reader understand how the information in the School System's financial report related to the services the School System provides and the activities it performs.

- General Fund Expenditures by Function – Last Ten Fiscal Years
- General Fund Expenditures by Function Per Pupil – Last Ten Fiscal Years
- Full-Time Equivalents (FTE) Employees – Last Ten Fiscal Years
- Board Members' Compensation – June 30, 2006
- Percentage of Free and Reduced Students in Lunch Program – Last Ten Fiscal Years
- History of High School Graduates – Last Ten Fiscal Years
- Capital Asset Information – June 30, 2006

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The School System implemented GASB Statement No. 34 with the fiscal year beginning July 1, 2000; therefore, schedules presenting government-wide information include information beginning with June 30, 2001.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

NET ASSETS BY COMPONENT
LAST FIVE FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

	Fiscal Year					
	2006	2005	2004	2003	2002	2001
Governmental activities						
Invested in capital assets, net of related debt	\$ 211,533,500	\$ 186,734,515	\$ 173,233,096	\$ 154,779,577	\$ 117,937,595	\$ 70,772,075
Restricted	46,052,683	37,821,604	31,581,102	31,896,228	41,406,522	51,249,628
Unrestricted	<u>90,339,890</u>	<u>25,271,626</u>	<u>10,880,770</u>	<u>7,585,867</u>	<u>5,090,149</u>	<u>(1,757,640)</u>
Total governmental activities net assets	<u>\$ 347,926,073</u>	<u>\$ 249,827,745</u>	<u>\$ 215,694,968</u>	<u>\$ 194,261,672</u>	<u>\$ 164,434,266</u>	<u>\$ 120,264,063</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

CHANGES IN NET ASSETS
LAST FIVE FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

	Fiscal Year Ended June 30,					
	2006	2005	2004	2003	2002	2001
Expenses:						
Instruction:						
Regular education programs	\$ 147,701,382	\$ 127,813,148	\$ 123,266,742	\$ 135,363,693	\$ 131,388,055	\$ 127,051,866
Special education programs	58,496,304	55,085,920	55,110,215	57,939,527	53,709,898	50,980,486
Other education programs	46,296,059	41,560,479	37,325,869	38,846,770	39,352,603	34,893,054
Support Services:						
Pupil support services	20,449,183	19,246,256	19,402,706	20,903,012	20,235,682	19,675,621
Instructional staff services	17,540,587	14,335,482	13,176,049	14,666,496	13,756,543	15,051,260
General administration services	9,311,757	9,539,624	9,263,975	8,917,227	8,615,549	10,683,334
School administration services	17,754,035	17,404,397	16,928,728	18,813,356	18,683,964	18,642,591
Business and central services	10,969,154	10,953,063	9,780,530	8,782,419	7,434,464	8,308,697
Plant operations and maintenance	45,462,490	45,399,347	40,656,948	43,630,455	34,775,378	38,475,183
Transportation	26,181,964	23,512,199	23,453,713	22,734,348	21,975,939	20,691,466
Child nutrition	25,679,703	25,339,113	24,940,146	27,805,218	26,804,429	24,437,035
Appropriation - charter schools	3,273,244	2,846,532	2,645,958	2,531,735	2,494,800	2,304,524
Interest on long-term debt	-	21,275	41,884	61,847	49,595	70,608
Total expenses	429,115,862	393,056,835	375,993,463	400,996,103	379,276,899	371,265,725
Program revenues:						
Charges for services:						
Instruction	810,410	813,246	816,705	805,652	3,191,225	2,585,898
Pupil support services	-	-	-	-	219,178	145,794
Instructional staff services	-	-	-	-	118,772	97,661
General administration services	-	-	-	-	10,204	5,223
School administration services	-	-	-	-	209,790	142,011
Business and central services	-	-	-	-	42,856	51,540
Plant operation and maintenance	-	-	-	-	328,563	195,063
Transportation	195,970	173,958	111,229	224,766	657,756	499,423
Child nutrition	3,156,100	3,962,803	3,951,872	4,415,312	4,391,685	5,168,449
Appropriation - charter schools	-	-	-	-	8,163	-
Operating grants and contributions	114,391,369	67,551,209	61,053,767	63,943,777	54,488,871	53,216,805
Capital grants and contributions	173,419	-	79,297	175,747	681,365	1,475,000
Total program revenues	118,727,268	72,501,216	66,012,870	69,565,254	64,348,428	63,582,867
Net (expense) revenue	(310,388,594)	(320,555,619)	(309,980,593)	(331,430,849)	(314,928,471)	(307,682,858)
General revenues and other changes in net assets:						
Taxes:						
Ad valorem taxes	98,852,998	94,212,705	88,593,017	85,424,341	81,549,651	77,083,447
State revenue sharing	3,692,262	3,722,441	3,759,550	3,919,550	125,380,879	122,957,236
Sales and use taxes	156,104,231	128,856,908	123,437,777	128,970,873	3,934,795	3,864,710
State aid not restricted to specific programs (MFP)	141,675,723	122,712,378	118,772,955	138,122,384	143,066,171	134,999,246
Interest and investment earnings	4,121,466	1,877,172	812,544	1,157,708	2,016,482	3,432,028
Miscellaneous	4,040,242	3,306,792	(3,962,954)	3,663,399	3,150,696	2,157,051
Total general revenues and other changes in net assets	408,486,922	354,688,396	331,412,889	361,258,255	359,098,674	344,493,718
Change in net assets	\$ 98,098,328	\$ 34,132,777	\$ 21,432,296	\$ 29,827,406	\$ 44,170,203	\$ 36,810,860

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)

Fiscal Year	General Fund			All Other Governmental Funds			
	Reserved	Unreserved	Total	Reserved*	Unreserved Reported in Special Revenue Funds	Unreserved Reported in Capital Projects Funds	Total all other Governmental Funds
2006	\$ 2,871,392	\$ 81,894,100	\$ 84,765,492	\$ 30,239,225	\$ 35,421,305	\$ (19,107,409)	\$ 46,553,121
2005	5,162,226	28,951,745	34,113,971	31,947,471	26,220,068	(20,382,621)	37,784,918
2004	4,472,752	23,979,402	28,452,154	17,546,799	21,164,022	(6,280,292)	32,430,529
2003	8,756,322	21,106,915	29,863,237	18,448,689	25,629,195	(10,609,462)	33,468,422
2002	7,797,320	14,332,666	22,129,986	31,061,266	24,654,826	(9,332,586)	46,383,506
2001	4,400,231	6,176,909	10,577,140	34,875,455	22,905,954	-	57,781,409
2000	8,363,215	11,824,595	20,187,810	4,033,731	16,492,692	18,713,918	39,240,341
1999	6,886,586	25,483,535	32,370,121	(386,119)	3,480,047	-	3,093,928
1998	7,399,273	21,859,613	29,258,886	24,615	4,752,975	-	4,777,590
1997	10,612,783	16,449,826	27,062,609	400,048	3,841,794	-	4,241,842

* Includes Special Revenue, Capital Projects and Debt Service Funds.
All fund balances in Debt Service Funds are reserved to pay future debt service.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year Ended June 30,				
	2006	2005	2004	2003	2002
<u>REVENUES</u>					
Local sources:					
Ad valorem taxes	\$ 98,852,998	\$ 94,212,705	\$ 88,593,016	\$ 85,424,341	\$ 81,549,651
Sales and use taxes	156,104,231	128,856,908	123,438,777	128,970,873	125,380,879
Earnings on investments	4,012,708	1,810,176	782,875	1,090,254	1,934,468
Extended day program tuition	455,985	498,571	501,648	389,703	386,122
Other	7,947,653	8,640,248	8,021,981	9,218,331	8,542,607
State sources:					
Unrestricted grants-in-aid, MFP	141,675,723	122,712,378	118,772,955	138,122,384	143,066,171
Revenue sharing	3,692,262	3,722,441	3,759,550	3,919,550	3,934,795
Restricted grants-in-aid	14,628,369	9,351,153	8,458,456	10,111,888	8,849,552
Federal grants	99,762,999	58,200,057	52,595,311	53,831,889	45,639,319
TOTAL REVENUES	527,132,928	428,004,637	404,924,569	431,079,213	419,283,564
<u>EXPENDITURES</u>					
Current:					
Instruction:					
Regular education programs	133,974,192	115,310,628	109,252,991	117,724,785	120,631,487
Special education programs	60,728,883	56,965,341	55,953,643	57,854,439	52,392,760
Other education programs	46,829,768	41,891,932	38,240,184	38,687,079	38,674,522
Support:					
Pupil support services	21,017,431	19,698,072	19,718,690	20,894,078	19,846,052
Instructional staff services	17,743,073	14,450,744	13,269,682	14,148,848	13,149,339
General administration services	10,158,309	9,395,121	9,427,681	8,903,905	8,570,952
School administration services	18,343,537	17,855,830	17,573,343	18,762,788	18,325,464
Business and central services	11,381,908	11,057,097	10,101,355	9,658,645	7,306,641
Plant operations and maintenance	46,130,576	46,857,400	53,489,970	56,665,244	35,217,882
Transportation	29,520,498	23,053,224	23,724,879	20,730,700	20,134,464
Child nutrition	26,480,077	25,953,662	25,089,361	27,488,135	26,175,170
Appropriation-Charter schools	3,273,244	2,860,991	2,650,946	2,527,906	2,478,545
Settlement agreement	7,983,433	7,587,358	10,677,005	12,388,972	12,011,102
Facility acquisition and construction	33,984,639	23,208,315	17,361,099	28,982,806	47,360,267
Debt service - Principal	163,636	837,106	800,832	780,869	1,683,525
Debt service - Interest	-	5,610	41,884	61,847	70,299
TOTAL EXPENDITURES	467,713,204	416,988,431	407,373,545	436,261,046	424,028,471
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	59,419,724	11,016,206	(2,448,976)	(5,181,833)	(4,744,907)
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	30,846,861	9,582,330	13,808,470	11,160,708	5,736,826
Transfers out	(30,846,861)	(9,582,330)	(13,808,470)	(11,160,708)	(5,736,826)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-
<u>NET CHANGE IN FUND BALANCES</u>	\$ 59,419,724	\$ 11,016,206	\$ (2,448,976)	\$ (5,181,833)	\$ (4,744,907)
Debt service as a percentage of noncapital expenditures	0.04%	0.21%	0.22%	0.21%	0.47%

Fiscal Year Ended June 30,				
2001	2000	1999	1998	1997
\$ 77,083,447	\$ 72,591,567	\$ 67,387,307	\$ 63,627,613	\$ 58,483,018
122,957,238	119,666,992	71,015,058	61,754,604	58,493,172
3,379,918	2,362,338	1,862,304	2,035,517	1,721,974
540,142	468,224	482,772	496,242	490,885
9,290,872	7,310,303	9,458,194	6,932,014	6,137,434
134,999,246	138,394,114	142,060,835	140,417,052	135,175,804
3,864,710	3,819,628	3,671,399	3,731,737	3,706,789
9,229,785	9,221,641	11,516,762	11,335,712	6,982,706
43,987,020	40,923,935	38,363,943	33,723,225	32,797,706
<u>405,332,378</u>	<u>394,758,742</u>	<u>345,818,574</u>	<u>324,053,716</u>	<u>303,989,488</u>
118,232,984	120,125,203	111,232,414	101,423,896	95,799,668
50,874,390	48,544,657	44,600,770	39,856,982	41,907,256
34,802,715	35,088,720	35,002,475	34,040,971	31,315,401
19,658,358	18,771,525	15,602,750	13,131,095	11,933,395
14,622,448	14,110,053	11,857,075	7,432,350	6,996,273
8,131,542	8,905,724	6,889,220	8,767,619	7,971,430
18,625,513	17,027,709	17,603,225	17,056,615	16,395,371
8,284,913	8,012,865	8,467,580	6,647,451	5,827,001
50,088,729	37,904,317	33,493,484	35,853,993	31,716,054
22,040,868	18,534,619	17,037,640	15,378,202	15,710,748
24,339,431	23,217,927	23,920,484	21,601,065	20,382,896
2,304,524	1,774,730	1,282,140	797,486	-
9,910,798	10,639,867	10,770,582	8,878,318	4,925,453
13,529,395	8,274,744	5,219,785	10,174,766	4,393,771
865,000	-	-	-	-
90,382	949,587	1,051,782	2,934,215	403,008
<u>396,401,990</u>	<u>371,882,247</u>	<u>344,031,406</u>	<u>323,975,024</u>	<u>295,677,725</u>
<u>8,930,388</u>	<u>22,876,495</u>	<u>1,787,168</u>	<u>78,692</u>	<u>8,311,763</u>
5,835,380	10,972,585	3,575,929	3,030,604	2,171,805
<u>(5,835,380)</u>	<u>(10,972,585)</u>	<u>(3,575,929)</u>	<u>(3,030,604)</u>	<u>(2,171,805)</u>
-	-	-	-	-
<u>\$ 8,930,388</u>	<u>\$ 22,876,495</u>	<u>\$ 1,787,168</u>	<u>\$ 78,692</u>	<u>\$ 8,311,763</u>
0.25%	0.26%	0.31%	0.94%	0.14% (concluded)

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN TAX YEARS
(December 31, 1996 through 2005)
(Unaudited)

<u>Year</u>	<u>Assessed Value</u>	<u>Estimated Actual Value</u>	<u>Ratio of Total Assessed Value to Total Estimated Actual Value*</u>
<u>Parish of East Baton Rouge</u>			
2005	\$3,012,031,780 **	\$27,382,107,091	11%
2004	2,885,035,660	26,227,596,909	11
2003	2,669,273,996	24,266,127,236	11
2002	2,533,605,400	23,032,776,364	11
2001	2,437,458,220	22,158,711,091	11
2000	2,324,089,310	21,128,084,636	11
1999	2,196,149,252	19,964,993,200	11
1998	2,110,523,938	19,186,581,255	11
1997	1,984,916,760	18,044,697,818	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 la 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:

	<u>2005</u>	<u>2004</u>
(a) Manufacturing plants under a ten-year contract	\$ 517,971,429	\$ 550,738,864
(b) Churches, schools, and government buildings	66,713,950	65,445,638
Total Exempt Properties	<u>\$ 584,685,379</u>	<u>\$ 616,184,502</u>

Source: Comprehensive Annual Financial Report of City-Parish Government of Baton Rouge.
 East Baton Rouge Parish Assessor's Grand Recapitulation of the
 Assessment Roll for the Parish of East Baton Rouge.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

<u>Taxpayer</u>	<u>Type of Business</u>	<u>December 31, 2005</u>			<u>December 31, 1996</u>		
		<u>Assessed Valuation (1)</u>	<u>Rank</u>	<u>Percentage of Total Assessed Valuation</u>	<u>Assessed Valuation (1)</u>	<u>Rank</u>	<u>Percentage of Total Assessed Valuation</u>
ExxonMobil Corporation	Petroleum Products	\$ 214,445,420	1	7.12 %	\$ 149,648,230	1	8.03 %
Entergy, Inc.	Electric and Gas Utility	61,938,930	2	2.06	48,771,720	3	2.62
Bellsouth Communications (South Central Bell-1996)	Telephone Utility	48,770,300	3	1.62	56,449,140	2	3.03
Georgia-Pacific Corporation	Pulp and Paper Products	47,095,160	4	1.56	11,106,920	8	0.60
J P Morgan/Chase (Bank One-1996)	Bank	32,622,500	5	1.08	18,797,800	4	1.01
Hibernia National Bank	Bank	29,182,450	6	0.97	14,931,600	6	0.80
Wal-Mart	Retail Store	19,047,800	7	0.63	-	0	0.00
Union Planters Bank	Bank	18,232,200	8	0.61	-	0	0.00
Baton Rouge Water Works	Water Utility	15,438,160	9	0.51	15,992,030	5	0.86
Formosa Plastics	Plastics Manufacturer	13,887,400	10	0.46	-	0	0.00
City National Bank (now Whitney National Bank)	Bank	-		0.00	12,214,950	7	0.66
A T & T Communications	Telephone Utility	-		0.00	8,857,360	9	0.48
Belle of Baton Rouge	Gaming Riverboat	-		0.00	8,761,900	10	0.47
		<u>\$ 500,660,320</u>		<u>16.62 %</u>	<u>\$ 345,531,650</u>		<u>18.56 %</u>

(1) Source: East Baton Rouge Parish Assessor's Office

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

PROPERTY TAX RATES AND TAX LEVIES - DIRECT AND OVERLAPPING GOVERNMENTS (1)
LAST TEN TAX YEARS
(December 31, 1996 through 2005)
(Unaudited)

Year	City		Parish			
	Operating	Municipal Fire Salaries and Benefits	Operating	Debt Service (2)	Mosquito and Rodent Tax	Emergency Medical Services
<u>TAX RATES (mills per dollar)</u>						
2005	7.84	6.00	3.78	0.00	1.23	3.13
2004	7.84	6.00	3.78	0.00	1.23	2.70
2003	8.34	6.00	4.06	0.00	1.14	2.90
2002	8.34	6.00	4.06	0.00	1.14	2.90
2001	8.34	6.00	4.06	0.00	1.14	2.90
2000	8.34	0.00	4.06	0.00	1.14	2.90
1999	8.50	0.00	4.20	0.00	1.18	3.00
1998	8.50	0.00	4.20	0.00	1.18	3.00
1997	8.50	0.00	4.20	0.63	1.18	3.00
1996	8.50	0.00	4.20	1.22	1.18	3.00

TAX LEVIES

2005	\$10,383,178	\$7,946,310	\$11,385,480	\$0	\$3,704,799	\$9,427,659
2004	10,067,328	7,704,587	10,905,435	0	3,548,594	7,789,596
2003	10,048,391	7,229,058	10,837,252	0	3,042,972	7,740,895
2002	9,622,772	6,922,857	10,286,438	0	2,888,310	7,347,456
2001	9,412,866	6,771,846	9,896,080	0	2,778,702	7,068,629
2000	9,233,409	0	9,435,803	0	2,649,462	6,739,859
1999	8,924,989	0	9,223,827	0	2,591,456	6,588,448
1998	8,662,650	0	8,864,201	0	2,490,418	6,331,572
1997	8,253,582	0	8,336,650	1,250,498	2,342,202	5,954,750
1996	7,923,458	0	7,830,026	2,274,436	2,199,865	5,592,876

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.

<u>Library Board of Control</u>	<u>School District</u>	<u>Recreation and Park</u>	<u>Law Enforcement District</u>	<u>Assessor's Salary and Expense Fund</u>	<u>Total</u>
<u>TAX RATES (mills per dollar)</u>					
9.97	43.45	14.46	14.99	1.38	106.23
9.97	43.45	10.95	14.99	1.38	102.29
10.72	43.45	10.95	14.99	1.48	104.03
10.72	43.45	10.95	14.99	1.48	104.03
10.72	43.45	10.95	14.99	1.48	104.03
10.72	43.45	10.95	14.99	1.48	98.03
11.10	43.45	10.95	14.99	1.53	98.90
11.10	43.45	10.95	14.99	1.53	98.90
11.10	43.45	10.95	14.99	1.53	99.53
11.10	43.45	10.97	14.99	1.53	100.14

TAX LEVIES

\$30,029,957	\$122,414,442	\$43,563,016	\$45,150,356	\$4,156,604	\$288,161,801
28,763,806	117,833,099	31,591,140	43,246,685	3,981,349	265,431,619
28,614,617	109,279,071	29,228,550	40,012,417	3,950,525	249,983,748
27,160,250	110,085,155	27,742,979	37,978,745	3,749,736	243,784,698
26,129,552	105,907,560	26,690,168	36,537,499	3,607,438	234,800,340
24,914,237	100,981,681	25,448,778	34,838,099	3,439,652	217,680,980
24,377,257	95,422,686	24,047,834	32,920,277	3,360,108	207,456,882
23,426,816	91,702,265	23,110,237	31,636,754	3,229,102	199,454,015
22,032,576	86,244,633	21,734,839	29,753,902	3,036,923	188,940,555
20,693,641	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, Comite Diversion Canal, 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

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN TAX YEARS
(December 31, 1996 through 2005)
(Unaudited)

<u>Fiscal Year</u>	<u>Total Tax Levy (1)</u>	<u>Current Tax Levy Collections</u>	<u>Percent of Levy Collected</u>	<u>Prior Year Tax Collections</u>	<u>Total Collections</u>	<u>Ratio of Total Collections to Tax Levy</u>
2005	\$ 97,879,939	\$ 95,541,833	97.6	\$ 930,848	\$ 96,472,681	98.6
2004	93,630,316	91,569,038	97.8	525,940	92,094,978	98.4
2003	85,891,174	85,598,317	99.7	860,045	86,458,362	100.7
2002	85,045,184	82,718,422	97.3	706,402	83,424,824	98.1
2001	81,264,695	78,653,814	96.8	996,909	79,650,723	98.0
2000	76,759,889	74,426,059	97.0	818,601	75,244,660	98.0
1999	71,821,605	70,189,060	97.7	706,666	70,895,726	98.7
1998	68,642,992	66,837,246	97.4	220,648	67,057,894	97.7
1997	63,713,890	61,865,128	97.1	1,445,784	63,310,912	99.4
1996	58,955,243	57,218,310	97.1	912,641	58,130,951	98.6

(1) "Total Tax Levy" represents the original levy of the Assessor, less the amount of homestead exemption, 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 and delayed homestead exemptions. The amount paid by the State Treasurer for homestead exemption is based on an appropriation formula by the State of Louisiana.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Qualified Zone Academy Bond Program	Capital Leases	Compensated Absences	Certificates of Indebtedness	(1) Total Debt	(2) Percentage of Personal Income	(2) Debt Per Capita	(2) Debt Per Student
2006	\$ 1,554,546	\$ -	\$16,159,386	\$ -	\$ 17,713,932	(3)	(3)	(3)
2005	1,718,183	-	15,121,530	-	16,839,713	0.13%	\$ 40	\$ 362
2004	1,881,819	657,804	14,664,120	-	17,203,743	0.13%	41	380
2003	2,045,455	1,295,000	17,040,292	-	20,380,747	0.16%	49	453
2002	2,209,091	1,912,233	18,365,302	-	22,486,626	0.19%	54	441
2001	-	-	18,550,541	905,000	19,455,541	0.17%	47	372
2000	-	-	20,708,791	1,770,000	22,478,791	0.20%	54	413
1999	-	-	17,442,470	2,590,000	20,032,470	0.20%	50	367
1998	-	92,801	16,880,065	3,375,000	20,347,866	0.21%	51	367
1997	-	1,783,017	16,985,842	1,100,000	19,868,859	0.21%	50	354

- (1) Details regarding the School System's outstanding debt can be found in the notes to the basic financial statements.
- (2) See Schedule of Demographic Statistics for personal income and population data.
- (3) Information not available.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN TAX YEARS
(December 31, 1996 through 2005)
(Unaudited)

<u>Year</u>	<u>Assessed Value</u>	<u>Debt Limit of Twenty-Five Percent (25%) of Assessed Value</u>	<u>Less: Total Bonded Debt</u>	<u>Legal Debt Margin</u>
<u>Parish of East Baton Rouge</u>				
2005	\$3,012,031,780	\$753,007,945	\$ -	\$753,007,945
2004	2,885,035,660	721,258,915	-	721,258,915
2003	2,669,273,996	667,318,499	-	667,318,499
2002	2,533,605,400	633,401,350	-	633,401,350
2001	2,437,458,220	609,364,555	-	609,364,555
2000	2,324,089,310	581,022,328	-	581,022,328
1999	2,196,149,252	549,037,313	-	549,037,313
1998	2,110,523,938	527,630,985	-	527,630,985
1997	1,984,916,760	496,229,190	-	496,229,190
1996	1,864,291,960	466,072,990	-	466,072,990

(1) Legal debt limit of 25% is established by Louisiana Revised Statute Title 39, Section 562.

Source: Comprehensive Annual Financial Report of City-Parish Government of Baton Rouge.
 East Baton Rouge Parish Assessor's Grand Recapitulation of the
 Assessment Roll for the Parish of East Baton Rouge.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
DECEMBER 31, 2005
(Unaudited)

	<u>Gross Debt</u> <u>Outstanding</u>	<u>Amounts in</u> <u>Debt Service</u> <u>Fund for</u> <u>Principal</u>	<u>Net Debt</u> <u>Outstanding</u>
<u>East Baton Rouge Parish School System:</u>			
Qualified Zone Academy Bond Program	\$ 1,554,545	\$ -	\$ 1,554,545
<u>Overlapping Debt:</u>			
City of Baker	1,190,000	1,102,332	87,668
City of Zachary	2,160,412	-	2,160,412
Hospital Service District No. 1 (Lane Memorial Hospital)	7,959,506	1,362,428	6,597,078
St. George Fire Protection District	1,428,590	-	1,428,590
Central Fire Protection District No. 4	1,944,444	-	1,944,444
Eastside Fire Protection District	300,000	-	300,000
Port of Greater Baton Rouge	7,107,744	758,815	6,348,929
Parish of East Baton Rouge			
- LA Community Development Authority	1,460,055	-	1,460,055
City of Baton Rouge			
- 2002A Variable Rate Taxable Refunding	23,895,000	-	23,895,000
- 2002B Variable Rate Taxable Refunding	44,405,000	-	44,405,000
	<u>91,850,751</u>	<u>3,223,575</u>	<u>88,627,176</u>
 TOTAL DIRECT AND OVERLAPPING DEBT	 <u>\$ 93,405,296</u>	 <u>\$ 3,223,575</u>	 <u>\$ 90,181,721</u>

Overlapping governments are those that coincide at least in part, with the geographic boundaries of the parish. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government. The percentage of overlapping debt applicable is estimated using assessed property values and calculated by determining the portion of the district's taxable assessed value within East Baton Rouge Parish and dividing it by the Parish's total taxable assessed value. The percentage is estimated to be 46%.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS
(December 31, 1996 through 2005)
(Unaudited)

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Per Capita Personal Income (3)</u>	<u>Median Age (1)</u>	<u>Public School Enrollment</u>	<u>Unemployment Rate (5)</u>	<u>Unemployment Labor Market Area (6)</u>
1996	399,992	\$ 22,907	29.9	56,576	5.3 %	5.8 %
1997	396,331	23,387	29.9	56,135	5.1	5.3
1998	396,556	24,995	29.9	55,507	4.3	4.6
1999	399,105	25,461	29.9	54,518	3.7	4.0
2000	412,852 (2)	26,633	31.5	54,448	4.2	4.8
2001	414,040	27,602	31.5	52,317	4.9	5.5
2002	414,833	29,010	31.5	50,961	5.0	5.6
2003	416,881	29,786	30.4	44,997	5.8	6.5
2004	416,492	30,641	31.5	45,266	5.0	5.4
2005	417,218	31,468	31.9	46,459 (4)	5.6 (7)	5.3 (7)

All information is parishwide.

- (1) Estimates – Louisiana Tech University for the U.S. Bureau of the Census
- (2) Official U. S. Census
- (3) Estimates - Bureau of Economic Analysis
- (4) East Baton Rouge Parish School System – May 1, 2006 enrollment excludes pre-kindergarten.
- (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
- (6) Louisiana Department of Labor - Baton Rouge Metropolitan Statistical Area (MSA) includes East Baton Rouge, Ascension, Livingston, West Baton Rouge, East Feliciana, Iberville, Pointe Coupee, St. Helena and West Feliciana Parishes. The Labor Market Rate reflects unemployment in Baton Rouge and the surrounding area. East Baton Rouge serves as the focus of employment for many of the parishes that
- (7) Preliminary figures

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(December 31, 1996 and 2005)
(Unaudited)

<u>December 31, 2005</u>		<u>December 31, 1996</u>	
<u>Employer</u>	<u>Industry Type</u>	<u>Employer</u>	<u>Industry Type</u>
ExxonMobil Corporation	Petroleum Products Chemical Products Plastic Products	ExxonMobil Corporation	Petroleum Products Chemical Products Plastic Products
Louisiana State Government	Government	Louisiana State Government	Government
Louisiana State University-Baton Rouge	University	Louisiana State University-Baton Rouge	University
Southern University-Baton Rouge	University	Southern University-Baton Rouge	University
East Baton Rouge Parish School Board	Government	East Baton Rouge Parish School Board	Government
City-Parish Government	Government	City-Parish Government	Government
Baton Rouge General Medical Center	Hospital	Baton Rouge General Medical Center	Hospital
Our Lady of the Lake Regional Medical Center	Hospital	Our Lady of the Lake Regional Medical Center	Hospital
Performance Contractors	Construction	Walmart Stores, Inc.	Retail
Casino Rouge	Riverboat Gaming	International Maintenance Corporation	Construction
Port Hudson Pulp Mill	Paper Mill	Harmony Corporation	Construction
U. S. Veterans Medical Center	Hospital	Fluor Daniel Services Corporation	Construction

Includes firms with 1,000 or more employees.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

GENERAL FUND EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year Ended June 30,				
	2006	2005	2004	2003	2002
<u>EXPENDITURES</u>					
Current:					
Instruction:					
Regular education programs	\$ 105,226,194 34.7%	\$ 99,170,538 35.0%	\$ 93,200,605 33.0%	\$ 101,972,957 34.9%	\$ 104,497,036 36.8%
Special education programs	48,894,359 16.1%	46,891,454 16.5%	47,046,000 16.6%	47,609,384 16.3%	44,689,680 15.7%
Other education programs	11,677,587 3.9%	12,022,915 4.2%	11,551,497 4.1%	12,315,182 4.2%	12,560,720 4.4%
Support:					
Pupil support services	15,028,351 5.0%	14,850,991 5.2%	14,609,799 5.2%	15,531,879 5.3%	15,325,683 5.4%
Instructional staff services	8,839,690 2.9%	7,950,764 2.8%	7,501,320 2.7%	7,767,200 2.7%	7,773,200 2.7%
General administration services	9,400,245 3.1%	8,769,743 3.1%	8,809,819 3.1%	8,277,887 2.8%	7,968,709 2.8%
School administration services	16,627,868 5.5%	16,414,181 5.8%	16,332,959 5.8%	17,476,448 6.0%	17,125,946 6.0%
Business and central services	9,029,261 3.0%	9,003,468 3.2%	8,378,445 3.0%	8,715,360 3.0%	6,677,296 2.4%
Plant operations and maintenance	39,786,181 13.1%	37,235,049 13.1%	39,573,985 14.0%	38,382,662 13.1%	33,014,060 11.6%
Transportation	27,219,238 9.0%	20,836,495 7.3%	22,348,275 7.9%	19,188,217 6.6%	18,855,883 6.6%
Child nutrition	- 0.0%	- 0.0%	- 0.0%	- 0.0%	- 0.0%
Appropriation-Charter schools	3,022,308 1.0%	2,632,223 0.9%	2,430,212 0.9%	2,335,620 0.8%	2,286,951 0.8%
Settlement agreement	7,983,433 2.6%	7,587,358 2.7%	10,677,005 3.8%	12,388,972 4.2%	12,011,102 4.2%
Facility acquisition and construction	150,968 0.0%	- 0.0%	- 0.0%	- 0.0%	- 0.0%
Debt service - Principal	163,636 0.1%	337,106 0.1%	300,832 0.1%	280,869 0.1%	1,183,525 0.4%
Debt service - Interest	- 0.0%	5,610 0.0%	41,884 0.0%	61,847 0.0%	70,299 0.0%
Total	\$ 303,049,319	\$ 283,707,895	\$ 282,802,637	\$ 292,304,484	\$ 284,040,090
Pupil count - October 1*	46,459	45,266	44,997	50,961	52,317
Average expenditures per pupil	\$ 6,523	\$ 6,268	\$ 6,285	\$ 5,736	\$ 5,429

* The enrollment date for fiscal year 2006 is May 1, 2006. Due to the Hurricanes Katrina and Rita, the State changed the official count date for this year.

Fiscal Year Ended June 30,				
2001	2000	1999	1998	1997
\$ 103,440,145	\$ 107,332,936	\$ 106,151,610	\$ 101,423,896	\$ 95,799,668
35.5%	37.5%	37.3%	37.2%	38.3%
43,009,888	41,753,772	41,346,593	39,856,982	41,907,256
14.8%	14.6%	14.5%	14.6%	16.7%
12,717,304	12,618,153	14,028,846	12,609,824	12,071,764
4.4%	4.4%	4.9%	4.6%	4.8%
15,212,942	14,679,249	13,745,210	13,131,095	11,933,395
5.2%	5.1%	4.8%	4.8%	4.8%
10,005,754	9,362,264	9,273,896	7,432,350	6,996,273
3.4%	3.3%	3.3%	2.7%	2.8%
7,468,047	7,257,491	6,782,735	6,679,545	5,963,497
2.6%	2.5%	2.4%	2.5%	2.4%
17,219,604	17,027,709	17,603,225	17,056,615	16,395,371
5.9%	5.9%	6.2%	6.3%	6.6%
7,691,522	7,437,085	7,591,991	6,647,451	5,827,001
2.6%	2.6%	2.7%	2.4%	2.3%
39,082,228	34,366,787	33,234,697	35,199,598	31,179,207
13.4%	12.0%	11.7%	12.9%	12.5%
21,090,464	17,428,537	16,845,443	15,378,202	15,710,748
7.2%	6.1%	5.9%	5.6%	6.3%
-	-	-	-	-
0.0%	0.0%	0.0%	0.0%	0.0%
2,304,524	1,608,812	1,282,140	776,767	-
0.8%	0.6%	0.4%	0.3%	0.0%
9,910,798	10,639,867	10,770,582	8,878,318	4,925,453
3.4%	3.7%	3.8%	3.3%	2.0%
1,259,218	4,084,616	5,219,785	4,515,999	1,100,223
0.4%	1.4%	1.8%	1.7%	0.4%
865,000	820,000	877,801	2,440,216	403,008
0.3%	0.3%	0.3%	0.9%	0.2%
90,382	129,587	173,981	493,999	-
0.0%	0.0%	0.1%	0.2%	0.0%
<u>\$ 291,367,820</u>	<u>\$ 286,546,865</u>	<u>\$ 284,928,535</u>	<u>\$ 272,520,857</u>	<u>\$ 250,212,864</u>
54,448	54,518	55,507	56,135	56,576
\$ 5,351	\$ 5,256	\$ 5,133	\$ 4,855	\$ 4,423

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

GENERAL FUND EXPENDITURES BY FUNCTION PER PUPIL
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year Ended June 30,				
	2006	2005	2004	2003	2002
<u>EXPENDITURES</u>					
Current:					
Instruction:					
Regular education programs	\$ 2,265 34.7%	\$ 2,191 35.0%	\$ 2,071 33.0%	\$ 2,001 34.9%	\$ 1,997 36.8%
Special education programs	1,052 16.1%	1,036 16.5%	1,046 16.6%	934 16.3%	854 15.7%
Other education programs	251 3.9%	266 4.2%	257 4.1%	242 4.2%	240 4.4%
Support:					
Pupil support services	323 5.0%	328 5.2%	325 5.2%	305 5.3%	293 5.4%
Instructional staff services	190 2.9%	176 2.8%	167 2.7%	152 2.7%	149 2.7%
General administration services	202 3.1%	194 3.1%	196 3.1%	162 2.8%	152 2.8%
School administration services	358 5.5%	363 5.8%	363 5.8%	343 6.0%	327 6.0%
Business and central services	194 3.0%	199 3.2%	186 3.0%	171 3.0%	128 2.4%
Plant operations and maintenance	856 13.1%	823 13.1%	879 14.0%	753 13.1%	631 11.6%
Transportation	586 9.0%	460 7.3%	497 7.9%	377 6.6%	360 6.6%
Child nutrition	- 0.0%	- 0.0%	- 0.0%	- 0.0%	- 0.0%
Appropriation-Charter schools	65 1.0%	58 0.9%	54 0.9%	46 0.8%	44 0.8%
Settlement agreement	172 2.6%	168 2.7%	237 3.8%	243 4.2%	230 4.2%
Facility acquisition and construction	3 0.0%	- 0.0%	- 0.0%	- 0.0%	- 0.0%
Debt service - Principal	4 0.1%	7 0.1%	7 0.1%	6 0.1%	23 0.4%
Debt service - Interest	- 0.0%	0 0.0%	1 0.0%	1 0.0%	1 0.0%
Total	<u>\$ 6,523</u>	<u>\$ 6,268</u>	<u>\$ 6,285</u>	<u>\$ 5,736</u>	<u>\$ 5,429</u>
Pupil count - October 1*	46,459	45,266	44,997	50,961	52,317

* The enrollment date for fiscal year 2006 is May 1, 2006. Due to Hurricanes Katrina and Rita, the State changed the official count date for this year.

Fiscal Year Ended June 30,				
2001	2000	1999	1998	1997
\$ 1,900	\$ 1,969	\$ 1,912	\$ 1,807	\$ 1,693
35.5%	37.5%	37.3%	37.2%	38.3%
790	766	745	710	741
14.8%	14.6%	14.5%	14.6%	16.7%
234	231	253	225	213
4.4%	4.4%	4.9%	4.6%	4.8%
279	269	248	234	211
5.2%	5.1%	4.8%	4.8%	4.8%
184	172	167	132	124
3.4%	3.3%	3.3%	2.7%	2.8%
137	133	122	119	105
2.6%	2.5%	2.4%	2.5%	2.4%
316	312	317	304	290
5.9%	5.9%	6.2%	6.3%	6.6%
141	136	137	118	103
2.6%	2.6%	2.7%	2.4%	2.3%
718	630	599	627	551
13.4%	12.0%	11.7%	12.9%	12.5%
387	320	303	274	278
7.2%	6.1%	5.9%	5.6%	6.3%
-	-	-	-	-
0.0%	0.0%	0.0%	0.0%	0.0%
42	30	23	14	-
0.8%	0.6%	0.4%	0.3%	0.0%
182	195	194	158	87
3.4%	3.7%	3.8%	3.3%	2.0%
23	75	94	80	19
0.4%	1.4%	1.8%	1.7%	0.4%
16	15	16	43	7
0.3%	0.3%	0.3%	0.9%	0.2%
2	2	3	9	-
0.0%	0.0%	0.1%	0.2%	0.0%
<u>\$ 5,351</u>	<u>\$ 5,256</u>	<u>\$ 5,133</u>	<u>\$ 4,855</u>	<u>\$ 4,423</u>
54,448	54,518	55,507	56,135	56,576

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

FULL-TIME EQUIVALENTS (FTE) EMPLOYEES
LAST TEN FISCAL YEARS
(Unaudited)

	Fiscal Year			
	2006	2005	2004	2003
<u>Regular Employees: CERTIFICATED</u>				
Instructional:				
Supervising Instructors	3.0	3.0	5.0	6.0
Classroom Teachers - Regular Programs	2,227.9	2,062.6	2,090.0	2,410.7
Classroom Teachers - Special Education	646.4	619.7	649.0	701.0
Classroom Teachers - Vocational Education	110.2	120.9	126.0	147.0
Classroom Teachers - Other Instructional Programs	1.0	3.0	12.0	23.0
Classroom Teachers - Special Programs	265.6	231.0	237.0	243.0
Classroom Teachers - Adult/Continuing Ed Programs	8.0	12.0	9.0	9.0
Classroom Teachers - Community College Programs	27.0	21.0	23.0	25.0
<i>Total Classroom Teachers</i>	<u>3,286.1</u>	<u>3,070.2</u>	<u>3,146.0</u>	<u>3,558.7</u>
Therapist/Specialist/Counselor - Instructional Programs	37.9	127.2	129.0	136.0
Sabbatical Leave - Instructional Programs	26.0	40.0	27.0	39.7
<i>Total Certificated - Instructional Programs</i>	<u>3,353.0</u>	<u>3,240.4</u>	<u>3,307.0</u>	<u>3,740.4</u>
Instructional Support:				
Supervisors - Instructional Support Functions	69.0	54.5	53.0	56.0
Librarians/Media-based Teachers/Staff Instructors - Instr Spt	91.6	94.9	100.0	109.0
Therapist/Specialist/Counselor - Instructional Support Functions	356.0	249.8	245.0	275.0
Sabbatical Leave - Instructional Support Functions	6.0	3.0	2.0	4.0
<i>Total Certificated - Instructional Support</i>	<u>522.6</u>	<u>402.2</u>	<u>400.0</u>	<u>444.0</u>
Support Services:				
Superintendents	1.0		1.0	1.0
Assistant/Associate/Deputy Superintendents				
School Principals	93.0	94.0	98.0	105.0
School Assistant Principals	55.5	56.0	53.0	66.0
Other School Administrators				
Non-Classroom Teachers - Support Services	3.0	4.0	2.0	1.0
Sabbatical Leave - Support Services				
<i>Total Certificated - Support Services</i>	<u>152.5</u>	<u>154.0</u>	<u>154.0</u>	<u>173.0</u>
Total Certificated	<u><u>4,028.1</u></u>	<u><u>3,796.6</u></u>	<u><u>3,861.0</u></u>	<u><u>4,357.4</u></u>

Fiscal Year					
2002	2001	2000	1999	1998	1997
7.0	7.0	6.0	16.0	2.0	1.0
2,518.0	2,646.0	2,689.0	2,593.0	2,445.7	2,545.0
668.0	707.0	686.0	659.0	635.6	716.0
146.0	149.0	174.0	153.0	156.8	147.0
99.0	46.0	62.0	58.0	48.0	36.0
136.0	198.0	157.0	139.0	145.9	196.0
10.0	4.0	6.0	5.0	5.0	7.0
3,577.0	3,750.0	3,774.0	3,607.0	3,437.0	3,647.0
129.0	109.0	111.0	110.0	103.0	104.0
39.0	36.0		72.0	92.0	68.0
3,752.0	3,902.0	3,891.0	3,805.0	3,634.0	3,820.0
46.0	58.0	59.0	44.0	51.0	45.0
104.0	108.0	109.0	111.0	113.0	104.0
263.5	200.0	200.0	224.0	253.0	207.0
7.0	3.0		10.0	6.0	5.0
420.5	369.0	368.0	389.0	423.0	361.0
1.0	1.0	1.0	1.0	1.0	1.0
105.0	103.0	104.0	101.0	107.0	100.0
64.0	72.0	71.0	76.0	73.0	74.0
	1.0				
2.0			3.0	5.0	6.0
172.0	177.0	176.0	181.0	186.0	181.0
4,344.5	4,448.0	4,435.0	4,375.0	4,243.0	4,362.0

(continued)

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

FULL-TIME EQUIVALENTS (FTE) EMPLOYEES
LAST TEN FISCAL YEARS

(Unaudited)
(Continued)

	Fiscal Year			
	2006	2005	2004	2003
<u>Regular Employees: NON-CERTIFICATED</u>				
Instructional:				
Aide - Instructional Programs	632.5	596.8	641.0	673.3
<i>Total Non-Certificated - Instructional Programs</i>	632.5	596.8	641.0	673.3
Instructional Support:				
Supervisors - Instructional Support Functions				
Therapist/Specialist/Counselor - Instructional Support Functions				
Clerical/Secretarial - Instructional Support Functions	55.8	51.8	78.0	78.0
Aide - Instructional Support Functions	2.0			
Service Worker - Instructional Support Functions				
Skilled Craftsman - Instructional Support Functions				
Degreed Professional - Instructional Support Functions	1.0	2.0	27.0	28.0
Other Personnel - Instructional Support Functions	48.6	37.5	38.0	28.0
<i>Total Non-Certificated - Instructional Support</i>	107.4	91.3	143.0	134.0
Support Services:				
Supervisors/Managers/Administrators/Support Services	135.0	130.0	154.0	165.0
Clerical/Secretarial - Support Services	241.6	238.6	260.0	291.0
Aide - Support Services	54.0	56.0	61.0	60.0
Service Worker - Support Services	953.8	913.0	1,298.0	1,367.0
Skilled Craftsman - Support Services	30.0	29.0	142.0	151.0
Degreed Professional - Support Services	18.0	17.0	17.0	17.0
Other Personnel - Support Services	53.2	42.3	36.0	38.0
<i>Total Non-Certificated - Support Services</i>	1,485.6	1,425.9	1,968.0	2,089.0
Total Non-Certificated	2,225.5	2,114.0	2,752.0	2,896.3
Total Regular Employees (Certificated and Non-Certificated)	6,253.6	5,910.6	6,613.0	7,253.7
<u>Other Reported Personnel</u>				
School Board Member	12.0	13.0	11.0	11.0
<i>Total Other Reported Personnel</i>	12.0	13.0	11.0	11.0
Grand Total	6,265.6	5,923.6	6,624.0	7,264.7

Fiscal Year					
2002	2001	2000	1999	1998	1997
637.0	709.0	620.0	534.0	527.0	539.0
637.0	709.0	620.0	534.0	527.0	539.0
	1.0	1.0	1.0	1.0	1.0
76.0	75.0	50.0	74.0	67.0	70.0
		2.0	9.0	4.0	
				1.0	
				3.0	
30.0	27.0	25.0	29.0	31.0	29.0
37.0	40.0	66.0	53.0	32.0	13.0
143.0	143.0	144.0	166.0	139.0	113.0
166.0	170.0	155.0	149.0	160.0	150.0
284.0	306.0	324.0	279.0	281.0	333.0
56.0	57.0	45.0	46.0	32.0	32.0
1,415.0	1,454.0	1,474.0	1,566.0	1,415.0	1,350.0
153.0	164.0	153.0	165.0	195.0	226.0
11.0	16.0	18.0	12.0	9.0	17.0
30.0	35.0	30.0	50.0	43.0	7.0
2,115.0	2,202.0	2,199.0	2,267.0	2,135.0	2,115.0
2,895.0	3,054.0	2,963.0	2,967.0	2,801.0	2,767.0
7,239.5	7,502.0	7,398.0	7,342.0	7,044.0	7,129.0
13.0	13.0	13.0	12.0	14.0	12.0
13.0	13.0	13.0	12.0	14.0	12.0
7,252.5	7,515.0	7,411.0	7,354.0	7,058.0	7,141.0

(concluded)

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

BOARD MEMBERS' COMPENSATION

JUNE 30, 2006

(Unaudited)

<u>Name</u>	<u>Compensation Base (1)</u>	<u>Additional Compensation (3)</u>	<u>Total</u>
Arbour, Jerry	\$ 9,600	\$ 63	\$ 9,663
Black, William	9,600	-	9,600
Devall, Dalton	9,600	494	10,094
Dyason, Jill	9,600	413	10,013
Hammatt, Noel	9,600	-	9,600
Haynes-Smith, Patricia (2)	10,800	90	10,890
Kelley, Ingrid	9,600	632	10,232
Moser, Roger	9,600	-	9,600
Pratt, Warren	9,600	628	10,228
Robertson, Darryl L.	9,600	340	9,940
Smith, Tarvald A.	9,600	-	9,600
Thornton, Jr., Clarence H.	9,600	78	9,678
	<u>\$ 116,400</u>	<u>\$ 2,738</u>	<u>\$ 119,138</u>

Notes:

- (1) Base compensation per member is \$800 per month.
- (2) Presiding President of the Board receives \$900 per month in base compensation.
- (3) Each board member is reimbursed for mileage @ .34 cents per mile. These meetings are exclusive of normally scheduled Board Meetings.

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

PERCENTAGE OF FREE AND REDUCED STUDENTS IN LUNCH PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)

<u>School Year</u>	<u>Free</u>	<u>Reduced</u>	<u>Total</u>
1996-1997	52.40%	7.70%	60.10%
1997-1998	52.36%	7.36%	59.72%
1998-1999	50.17%	7.53%	57.70%
1999-2000	56.10%	7.25%	63.35%
2000-2001	57.52%	7.73%	65.25%
2001-2002	59.78%	7.55%	67.33%
2002-2003	60.97%	7.84%	68.81%
2003-2004	66.01%	7.21%	73.22%
2004-2005	68.14%	7.24%	75.38%
2005-2006	72.38%	6.05%	78.43%

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

HISTORY OF HIGH SCHOOL GRADUATES
LAST TEN FISCAL YEARS
(Unaudited)

<u>School Year</u>	<u>Females</u>	<u>Males</u>	<u>Total</u>
1997	1,475	1,098	2,573
1998	1,582	1,263	2,845
1999	1,497	1,194	2,691
2000	1,579	1,244	2,823
2001	1,543	1,292	2,835
2002	1,550	1,265	2,815
2003	1,656	1,437	3,093
2004	1,237	1,051	2,288
2005	1,203	1,091	2,294
2006	1,363	1,053	2,416

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

CAPITAL ASSET INFORMATION
JUNE 30, 2006
(Unaudited)

Elementary Schools

Schools	Year Opened	Square Footage	Square Footage with Covered Walkways	Acreage	Classrooms	Capacity
Audubon	1967	33,875	46,689	8.0	21	446
Banks	1951	32,443	44,001	10.0	22	468
Baton Rouge Center VPA	1954	32,726	66,770	8.0	24	510
Belfair Montessori	1951	35,932	55,556	5.0	22	468
Bellingrath Hills	1966	37,120	72,667	13.0	24	510
Bernard Terrace	1927	45,507	73,704	8.0	23	489
Broadmoor	1954	46,717	105,455	20.0	24	510
Brookstown	1948	52,402	97,044	10.0	34	723
Brownfields	1956	40,101	51,020	12.0	25	531
Buchanan	1955	55,218	69,697	8.2	27	574
Cedarcrest	1967	41,937	49,362	7.0	24	510
Claiborne	1954	37,805	49,809	8.0	22	468
Crestworth	1968	36,157	71,056	15.0	21	446
Dalton	1955	38,985	52,637	9.0	21	446
Delmont	1955	44,679	72,980	7.0	24	510
Dufrocq Montessori	1923	36,977	55,758	2.0	20	425
Eden Park	1960	32,082	98,133	4.0	21	446
Forest Heights	1973	43,195	87,387	10.0	24	510
Glen Oaks Park	1973	45,801	91,261	9.0	25	531
Greenbriar	1960	36,343	85,677	9.0	21	446
Greenville	1959	45,278	89,559	7.0	30	638
Harding	1956	44,986	89,267	11.0	22	468
Highland	1940	41,679	65,578	7.0	21	446
Howell Park	1955	36,083	48,283	13.0	23	489
Jefferson Terrace	1958	43,701	71,321	7.0	24	510
LaBelle Aire	1973	57,809	67,870	8.0	34	723
Lanier	1958	43,647	90,517	10.0	23	489
LaSalle	1955	36,362	58,661	8.0	20	425
Magnolia Woods	1963	36,559	65,836	8.0	21	446
Mayfair	1962	29,509	66,717	12.0	16	340
Melrose	1955	33,378	59,169	8.0	18	383
Merrydale	1968	35,429	44,289	15.0	22	468
North Highlands	1924	51,497	97,997	4.0	20	425
Northeast	2002	100,000	174,742	23.0	41	871
Park	1955	36,024	55,813	27.0	26	553
Park Forest	1976	32,796	44,743	10.0	24	510
Parkview	1974	35,358	84,421	8.0	24	510
Polk	1960	39,104	67,160	3.0	18	383
Progress	1959	37,446	92,744	13.0	24	510
Riveroaks	1968	38,368	65,599	10.0	23	489
Ryan	1969	38,576	47,650	10.0	21	446
Sharon Hills	1964	40,957	59,107	10.0	21	446

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

CAPITAL ASSET INFORMATION

JUNE 30, 2006

(Unaudited)

(Continued)

Elementary Schools

(Continued)

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms</u>	<u>Capacity</u>
Shenandoah	1972	41,416	85,893	7.0	21	446
South Boulevard	1905	29,406	51,177	2.0	16	340
Tanglewood	1971	49,292	57,763	9.0	28	595
Twin Oaks	1974	36,546	47,252	7.0	24	510
University Terrace	1956	50,043	64,112	9.0	23	489
Villa del Rey	1959	45,335	108,796	14.0	21	446
Wedgewood	1977	54,490	99,595	13.0	29	616
Westdale	1959	41,093	80,597	11.0	21	446
Westminster	1967	37,710	69,727	14.0	21	446
White Hills	1960	34,172	87,501	11.0	21	446
Wildwood	1969	38,620	44,679	7.0	22	468
Winbourne	1948	37,731	53,950	12.0	17	361
Wyandotte	1925	16,890	30,982	2.0	9	191
Totals		<u>2,253,292</u>	<u>3,885,730</u>	<u>532.2</u>	<u>1,258</u>	<u>26,735</u>

Junior High/Middle Schools

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms</u>	<u>Capacity</u>
Broadmoor	1961	82,786	126,413	14.0	34	750
Capitol	2004	112,500	124,773	14.0	47	1,025
Central	1949	102,528	129,093	47.0	40	875
Crestworth	1968	84,138	92,742	15.0	33	725
Glasgow	1955	61,409	109,753	14.0	27	575
Glen Oaks	1955	100,604	129,465	19.0	44	950
Kenilworth	1973	97,206	105,627	22.0	35	775
McKinley	1952	114,000	138,721	12.0	62	1,350
Park Forest	1968	95,590	114,941	17.0	34	750
Prescott	1955	93,836	163,870	23.0	46	1,000
Sherwood	1967	92,290	145,003	42.0	43	950
Southeast	1974	103,818	152,503	12.0	36	800
Westdale	1956	89,356	134,706	24.0	34	775
Totals		<u>1,230,061</u>	<u>1,667,610</u>	<u>275.0</u>	<u>515</u>	<u>11,300</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM
Baton Rouge, Louisiana

CAPITAL ASSET INFORMATION

JUNE 30, 2006

(Unaudited)

(Continued)

High Schools

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms</u>	<u>Capacity</u>
Baton Rouge	1928	172,677	263,867	19.0	55	1,200
Belaire	1974	157,772	319,820	35.0	62	1,350
Broadmoor	1960	153,077	201,621	32.0	51	1,125
Capitol	1960	133,187	209,866	40.0	62	1,350
Central	1978	168,640	197,126	32.0	54	1,175
Glen Oaks	1960	186,066	258,300	40.0	52	1,150
Istrouma	1947	233,761	257,930	30.0	63	1,375
McKinely	1961	155,625	222,137	28.0	56	1,225
Northeast	1959, New 2003	138,500	178,662	22.0	47	1,025
Robert E. Lee	1959	131,166	226,974	26.0	44	975
Scotlandville	1960	153,191	270,083	35.0	53	1,175
Tara	1970	152,126	186,968	24.0	57	1,250
Woodlawn	2005	186,500	243,775	29.0	59	1,300
Totals		<u>2,122,288</u>	<u>3,037,129</u>	<u>392.0</u>	<u>715</u>	<u>15,675</u>

Special Education

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms</u>	<u>Capacity</u>
Arlington Prep Academy	1950	21,939	41,750	5.0	13	361
B.R. Prep Academy	1950	29,698	75,588	8.6	18	400
Mohican Education Center	1956	32,964	58,296	9.5	15	325
Wilma C. Montgomery	1980	32,400	51,824	3.2	20	425
Totals		<u>117,001</u>	<u>227,458</u>	<u>26.3</u>	<u>66</u>	<u>1,511</u>

Alternatives

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms</u>	<u>Capacity</u>
Northdale Magnet Academy	1959	38,722	89,176	16.0	24	525
Pre-GED Center	1966	39,997	76,048	11.1	21	450
Staring Educational Center (1)						
Valley Park Center	1967	26,430	95,862	23.1	34	750
Totals		<u>105,149</u>	<u>261,086</u>	<u>50.2</u>	<u>79</u>	<u>1,725</u>

EAST BATON ROUGE PARISH SCHOOL SYSTEM

Baton Rouge, Louisiana

CAPITAL ASSET INFORMATION

JUNE 30, 2006

(Unaudited)

(Continued)

Charter Schools

<u>Schools</u>	<u>Year Opened</u>	<u>Square Footage</u>	<u>Square Footage with Covered Walkways</u>	<u>Acreage</u>	<u>Classrooms</u>	<u>Capacity</u>
Children's Charter	1924	23,717	51,740	1.7	12	255
Community School	1961	24,771	57,146	5.2	7	150
J.K. Haynes Charter School (1)						
Totals		<u>48,488</u>	<u>108,886</u>	<u>6.9</u>	<u>19</u>	<u>405</u>

(1) Facility not owned by East Baton Rouge Parish School System, the property is leased.



East Baton Rouge Parish School System
1050 South Foster Drive
Baton Rouge, Louisiana 70806
www.ebrschools.org