

DEBT SERVICE FUNDS

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

1992 City STRB New Landfill Facility accounts for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and related charges on the 1992 Municipal Landfill Sales Tax Revenue Bonds. The purpose of this bond issue was to provide funding for the development of a new site for the Municipal Landfill.

1992A City STRB Refunding Debt Service accounts for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and related charges on the City Sales Tax Revenue Bonds 1992A. The purpose of this bond issue was to provide funding for the acquisition of a portion of the sewerage system owned and/or operated by the East Baton Rouge Sewerage Commission and to provide funding for the purpose of constructing, developing, and improving public improvements in the City of Baton Rouge.

1993 City STRB Public Buildings Debt Service accounts for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and related charges on the 1993 City Sales Tax Revenue Bonds. The purpose of this bond issue was to provide funding for the completion of the Courthouse Renovation Project and the relocation of the Fire Department Administrative and Training Facilities.

1997 City STRB Construction Debt Service accounts for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and related charges for long-term debt for the 1997 City Sales Tax Revenue Bond Issue. The purpose of this bond issue was to provide funding for the Airport Terminal Development Program and Solid Waste Disposal Facility improvements, as well as provide for a debt service reserve and the costs of debt issuance.

1998A City STRB Revenue and Refunding Debt Service accounts for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and related charges for long-term debt for the 1998A City Sales Tax Revenue and Refunding Bond Issue. The purpose of this bond issue was to provide sufficient funds to advance refund the Callable Series 1989 Bonds, the Callable Series 1990 Bonds, the Callable Series 1992 Bonds, and the Callable Series 1992A Bonds, and to provide funds to acquire and construct certain improvements to public buildings and facilities, as well as provide for a debt service reserve and the costs of debt issuance.

2001 City STRB Centroplex/Airport Debt Service accounts for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and related charges for long-term debt for the 2001 City Sales Tax Revenue and Refunding Bond Issue. The purpose of this bond issue was to provide funding for the local match on the Centroplex Expansion Project and to refund the Passenger Facility Charge 1997 Promissory Note of the Greater Baton Rouge Airport District to the City General Fund, as well as to provide for a debt service reserve and the costs of debt issuance.

1998C Parish STRB Revenue and Refunding Debt Service accounts for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and related charges for long-term debt for the 1998C Parish Sales Tax Revenue and Refunding Bond Issue. The purpose of this bond issue was to provide sufficient funds to advance refund the Callable Series 1989 Bonds, as well as to provide for the costs of debt issuance.

1997 City SLGS Refunding Debt Service accounts for the portion of the 1997 City Sales Tax Revenue Bonds which were previously being paid from the 1997 Passenger Facility Charge Intergovernmental Obligation from the Greater Baton Rouge Airport District to the City General Fund. The proceeds reserved for refunding of the 1997 note were placed in State and Local Government Series securities (SLGS), where they will be used to service the original 1997 City Bonds.

Taxable Refunding Bonds accounts for the payment of principal, interest, and related charges for the 2002-A Variable Rate Taxable Refunding Bonds, the 2002-B Fixed Rate Taxable Refunding Bonds, and for fiscal year 2002 the debt service for the City of Baton Rouge's long-term Note to the Municipal Employees' Police Retirement System (MPERS) prior to its refunding.

Limited Tax Bonds accounts for transfers from the General Fund, Special Revenue Funds, and Capital Project Funds for payment of principal and interest on notes and bonds that do not require a vote of the general public. Current obligations are the 1982 Jail Improvement Notes, the 1999 Louisiana Community Development Authority Note, and the transfer obligation to the Municipal Police Employees' Retirement System (MPERS).

Supplemental Debt Service Information includes the following:

- Combined Schedule of Bonds Payable
- Schedule of Debt Service Requirements to Maturity
- Schedule of Debt Limitations

PURPOSE OF DEBT ISSUE

This non-departmental budget provides funds for the payment of principal, interest, paying agent fees, and related charges for long-term debt for the 1992 \$21,400,000 City Sales Tax Revenue Bonds (Municipal Landfill Facility). The purpose of this bond issue was to provide funding for the development of the new Municipal Waste Sanitary Landfill.

BUDGET SUMMARY	2001 ACTUAL	2002 BUDGET	REQUEST	2003 PROPOSED	FINAL
REVENUES:					
Taxes	390,010	0	0	0	0
Miscellaneous	12,280	0	0	0	0
TOTAL REVENUES	402,290	0	0	0	0
APPROPRIATIONS:					
Debt Service	689,100	0	0	0	0
TOTAL APPROPRIATION	689,100	0	0	0	0
% CHANGE OVER PRIOR YEAR	-----	-100.00%	0.00%	0.00%	0.00%
FUND BALANCE, JANUARY 1	2,037,040	0	0	0	0
ADJUSTMENT	(1,750,230)	0	0	0	0
FUND BALANCE, DECEMBER 31	0	0	0	0	0
DEBT SERVICE RESERVE	0	0	0	0	0
SINKING FUND REQUIREMENT	0	0	0	0	0

BUDGET HIGHLIGHTS

The callable portion (\$16,620,000) of this bond issue was advanced refunded in October of 1998, with the issuance of the 1998A Bonds. A portion of the proceeds of the new issue was used to purchase U.S. Government Securities which were deposited in a special trust with an escrow agent to provide for all future debt service payments on the callable portion of the 1992 Bonds. As a result, the liability for these bonds has been removed from the financial statements. The debt service reserve was transferred to the 1998A City STRB Revenue and Refunding Debt Service Fund (Fund 217) on the final payment date. Final payment by the escrow agent on the refunded bonds was August 1, 2001.

PURPOSE OF DEBT ISSUE

This non-departmental budget provides funds for the payment of principal, interest, paying agent fees, and related charges for long-term debt for the 1992 \$85,000,000 City Sales Tax Revenue Bonds Issue 1992A. The purpose of this bond issue was to provide funding to finance the acquisition of a portion of the sewerage system owned and/or operated by the East Baton Rouge Sewerage Commission and to provide funding for the purpose of constructing, developing, and improving public improvements in the City of Baton Rouge.

BUDGET SUMMARY	2001 ACTUAL	2002 BUDGET	REQUEST	2003 PROPOSED	FINAL
REVENUES:					
Taxes	2,056,270	0	0	0	0
Miscellaneous	53,160	0	0	0	0
TOTAL REVENUES	2,109,430	0	0	0	0
APPROPRIATIONS:					
Debt Service	3,615,540	0	0	0	0
TOTAL APPROPRIATION	3,615,540	0	0	0	0
% CHANGE OVER PRIOR YEAR	-----	-100.00%	0.00%	0.00%	0.00%
FUND BALANCE, JANUARY 1	8,666,880	0	0	0	0
ADJUSTMENT	(7,160,770)	0	0	0	0
FUND BALANCE, DECEMBER 31	0	0	0	0	0
DEBT SERVICE RESERVE	0	0	0	0	0
SINKING FUND REQUIREMENT	0	0	0	0	0

BUDGET HIGHLIGHTS

The callable portion (\$54,855,000) of this bond issue was advanced refunded in October of 1998, with the issuance of the 1998A Bonds. A portion of the proceeds of the new issue was used to purchase U.S. Government Securities which were deposited in a special trust with an escrow agent to provide for all future debt service payments on the callable portion of the 1992A Bonds. As a result, the liability for these bonds has been removed from the financial statements. The debt service reserve was transferred to the 1998A City STRB Revenue and Refunding Debt Service Fund (Fund 217) on the final payment date. Final payment by the escrow agent on the refunded bonds was August 1, 2001.

PURPOSE OF DEBT ISSUE

This non-departmental budget provides funds for the payment of principal, interest, paying agent fees, and related charges for long-term debt for the 1993 \$4,000,000 City Sales Tax Revenue Bond Issue. The purpose of this bond issue was to provide funding for the completion of the Courthouse Renovation Project and the relocation of the Fire Department administrative and training facilities.

BUDGET SUMMARY	2001 ACTUAL	2002 BUDGET	REQUEST	2003 PROPOSED	FINAL
REVENUES:					
Taxes	267,190	274,200	277,020	277,020	277,020
Miscellaneous	18,230	12,690	11,800	11,800	11,800
TOTAL REVENUES	285,420	286,890	288,820	288,820	288,820
APPROPRIATIONS:					
Debt Service	284,850	286,720	287,120	287,120	287,120
TOTAL APPROPRIATION	284,850	286,720	287,120	287,120	287,120
% CHANGE OVER PRIOR YEAR	-----	0.66%	0.14%	0.14%	0.14%
FUND BALANCE, JANUARY 1	422,480	423,050	423,150	423,150	423,150
ADJUSTMENT	0	(70)	0	0	0
FUND BALANCE, DECEMBER 31	423,050	423,150	424,850	424,850	424,850
DEBT SERVICE RESERVE	303,930	303,930	303,930	303,930	303,930
SINKING FUND REQUIREMENT	119,120	119,220	120,920	120,920	120,920

PURPOSE OF DEBT ISSUE

This non-departmental budget provides funds for the payment of principal, interest, paying agent fees, and related charges for long-term debt for the 1997 \$19,325,000 City Sales Tax Revenue Bond Issue. The purpose of this bond issue was to provide funding for the Airport Terminal Development Program and Solid Waste Disposal Facility improvements, as well as provide for a debt service reserve and the costs of debt issuance.

BUDGET SUMMARY	2001 ACTUAL	2002 BUDGET	REQUEST	2003 PROPOSED	FINAL
REVENUES:					
Taxes	2,265,490	2,368,370	2,412,440	2,412,440	2,412,440
Miscellaneous	150,860	100,130	101,230	101,230	101,230
TOTAL REVENUES	2,416,350	2,468,500	2,513,670	2,513,670	2,513,670
APPROPRIATIONS:					
Debt Service	2,395,480	2,446,310	2,499,560	2,499,560	2,499,560
TOTAL APPROPRIATION	2,395,480	2,446,310	2,499,560	2,499,560	2,499,560
% CHANGE OVER PRIOR YEAR	-----	2.12%	2.18%	2.18%	2.18%
FUND BALANCE, JANUARY 1	3,294,650	3,315,520	3,337,650	3,337,650	3,337,650
ADJUSTMENT	0	(60)	0	0	0
FUND BALANCE, DECEMBER 31	3,315,520	3,337,650	3,351,760	3,351,760	3,351,760
DEBT SERVICE RESERVE	2,297,000	2,297,000	2,297,000	2,297,000	2,297,000
SINKING FUND REQUIREMENT	1,018,520	1,040,650	1,054,760	1,054,760	1,054,760

PURPOSE OF DEBT ISSUE

This non-departmental budget provides funds for the payment of principal, interest, paying agent fees, and related charges for long-term debt for the 1998A \$94,450,000 City Sales Tax Revenue and Refunding Bonds. The bonds were issued for the purpose of providing sufficient funds to advance refund the Callable Series 1989 Bonds, the Callable Series 1990 Bonds, the Callable Series 1992 Bonds, and the Callable Series 1992A Bonds, and to provide funds to acquire and construct certain improvements to public buildings and facilities, as well as to provide for a debt service reserve and the costs of debt issuance.

BUDGET SUMMARY	2001 ACTUAL	2002 BUDGET	REQUEST	2003 PROPOSED	FINAL
REVENUES:					
Taxes	7,385,550	10,507,090	10,762,220	10,762,220	10,762,220
Miscellaneous	635,940	484,380	400,000	400,000	400,000
TOTAL REVENUES	8,021,490	10,991,470	11,162,220	11,162,220	11,162,220
APPROPRIATIONS:					
Debt Service	5,953,260	10,911,770	11,103,050	11,103,050	11,103,050
TOTAL APPROPRIATION	5,953,260	10,911,770	11,103,050	11,103,050	11,103,050
% CHANGE OVER PRIOR YEAR	-----	83.29%	1.75%	1.75%	1.75%
FUND BALANCE, JANUARY 1	5,089,940	16,069,170	16,145,990	16,145,990	16,145,990
ADJUSTMENT	8,911,000	(2,880)	0	0	0
FUND BALANCE, DECEMBER 31	16,069,170	16,145,990	16,205,160	16,205,160	16,205,160
DEBT SERVICE RESERVE	2,609,560	11,520,550	11,520,550	11,520,550	11,520,550
SINKING FUND REQUIREMENT	13,459,610	4,625,440	4,684,610	4,684,610	4,684,610

BUDGET HIGHLIGHTS

In 2003, sales tax revenue in the amount of \$335,279 will be replaced in the General Fund with a portion of the .97% state sales tax on hotel and motel rooms dedicated for riverfront improvements. By agreement, the proceeds of this tax are utilized to reimburse the General Fund for the debt service on the Louisiana Art & Science Museum Planetarium/Space Theater.

Additional interest earnings is due to the transferring of reserves from the 1992 City STRB New Landfill Facility Fund (Fund 213) and the 1992A City STRB Refunding Debt Service Fund (Fund 214).

PURPOSE OF DEBT ISSUE

This non-departmental budget provides funds for the payment of principal, interest, paying agent fees, and related charges for long-term debt for the 2001 \$23,625,000 City Sales Tax Revenue Bond Issue. The bonds were issued for the purpose of providing sufficient funds to provide the local match on the Centroplex Expansion Project and to refund the Passenger Facility Charge 1997 Promissory Note of the Greater Baton Rouge Airport District to the City General Fund, as well as to provide for a debt service reserve and the costs of debt issuance.

BUDGET SUMMARY	2001 ACTUAL	2002 BUDGET	REQUEST	2003 PROPOSED	FINAL
REVENUES:					
Taxes	635,740	1,530,350	1,511,700	1,511,700	1,511,700
Miscellaneous	28,840	67,960	88,050	88,050	88,050
Transfer from 2001 City Bonds	1,599,630	0	0	0	0
TOTAL REVENUES	2,264,210	1,598,310	1,599,750	1,599,750	1,599,750
APPROPRIATIONS:					
Debt Service	0	1,597,230	1,599,830	1,599,830	1,599,830
TOTAL APPROPRIATION	0	1,597,230	1,599,830	1,599,830	1,599,830
% CHANGE OVER PRIOR YEAR	-----	-----	0.16%	0.16%	0.16%
FUND BALANCE, JANUARY 1	0	2,264,210	2,265,390	2,265,390	2,265,390
ADJUSTMENT	0	100	0	0	0
FUND BALANCE, DECEMBER 31	2,264,210	2,265,390	2,265,310	2,265,310	2,265,310
DEBT SERVICE RESERVE	1,599,630	1,599,630	1,599,630	1,599,630	1,599,630
SINKING FUND REQUIREMENT	664,580	665,760	665,680	665,680	665,680

PURPOSE OF DEBT ISSUE

This non-departmental budget provides funds for the payment of principal, interest, paying agent fees, and related charges for long-term debt for the 1998C \$4,600,000 Parish Sales Tax Revenue and Refunding Bonds. The bonds were issued for the purpose of providing sufficient funds to advance refund the Callable Series 1989 Bonds, as well as to provide for the costs of debt issuance.

BUDGET SUMMARY	2001 ACTUAL	2002 BUDGET	REQUEST	2003 PROPOSED	FINAL
REVENUES:					
Taxes	578,840	606,400	638,940	638,940	638,940
Miscellaneous	41,910	27,710	14,700	14,700	14,700
TOTAL REVENUES	620,750	634,110	653,640	653,640	653,640
APPROPRIATIONS:					
Debt Service	616,070	627,940	653,730	653,730	653,730
TOTAL APPROPRIATION	616,070	627,940	653,730	653,730	653,730
% CHANGE OVER PRIOR YEAR	-----	1.93%	4.11%	4.11%	4.11%
FUND BALANCE, JANUARY 1	912,980	917,660	727,390	727,390	727,390
ADJUSTMENT	0	(196,440)	0	0	0
FUND BALANCE, DECEMBER 31	917,660	727,390	727,300	727,300	727,300
DEBT SERVICE RESERVE	656,270	460,000	460,000	460,000	460,000
SINKING FUND REQUIREMENT	261,390	267,390	267,300	267,300	267,300

BUDGET HIGHLIGHTS

The debt service reserve was recalculated in 2002 based on the parish sales tax bond resolution to reflect 10% of the gross proceeds of the bond issue.

PURPOSE OF DEBT ISSUE

This non-departmental budget was established to service the portion of the 1997 City Sales Tax Revenue Bonds which were previously being paid from the 1997 Passenger Facility Charge Intergovernmental Obligation from the Greater Baton Rouge Airport District to the City General Fund. In the 2001 issue, the Airport refinanced the 1997 note and signed a new Intergovernmental Obligation. The proceeds reserved for the refunding were placed in State and Local Government Series (SLGS) securities, where they will be used to service the original 1997 City Bonds. Funded debt service payments will be made through final maturity on August 1, 2007.

BUDGET SUMMARY	2001 ACTUAL	2002 BUDGET	REQUEST	2003 PROPOSED	FINAL
REVENUES:					
Miscellaneous	29,760	190,940	175,380	175,380	175,380
Proceeds from Long-Term Debt	5,400,000	0	0	0	0
TOTAL REVENUES	5,429,760	190,940	175,380	175,380	175,380
APPROPRIATIONS:					
Operating Transfers Out	470,790	982,820	1,001,410	1,001,410	1,001,410
TOTAL APPROPRIATION	470,790	982,820	1,001,410	1,001,410	1,001,410
% CHANGE OVER PRIOR YEAR	-----	108.76%	1.89%	1.89%	1.89%
FUND BALANCE, JANUARY 1	0	4,958,970	4,167,100	4,167,100	4,167,100
ADJUSTMENT	0	10	0	0	0
FUND BALANCE, DECEMBER 31	4,958,970	4,167,100	3,341,070	3,341,070	3,341,070

PURPOSE OF DEBT ISSUE

This non-departmental budget provides funds for the payment of debt principal, interest, and related charges for the 2002-A Variable Rate Taxable Refunding Bonds, the 2002-B Fixed Rate Taxable Refunding Bonds, and for fiscal year 2002 the debt service for the City of Baton Rouge's long-term Note to the Municipal Employees' Police Retirement System (MPERS) prior to its refunding.

BUDGET SUMMARY	2001 ACTUAL	2002 BUDGET	REQUEST	2003 PROPOSED	FINAL
REVENUES:					
Miscellaneous	0	0	12,000	12,000	12,000
Transfer from City General Fund	0	3,019,030	5,265,350	5,265,350	5,265,350
TOTAL REVENUES	0	3,019,030	5,277,350	5,277,350	5,277,350
APPROPRIATIONS:					
MPERS Note	0	1,873,000	0	0	0
2002-A Taxable Refunding Bonds	0	1,309,030	1,741,320	1,741,320	1,741,320
2002-B Taxable Refunding Bonds	0	0	3,194,200	3,194,200	3,194,200
TOTAL APPROPRIATION	0	3,182,030	4,935,520	4,935,520	4,935,520
% CHANGE OVER PRIOR YEAR	-----	-----	55.11%	55.11%	55.11%
FUND BALANCE, JANUARY 1	0	0	908,170	908,170	908,170
ADJUSTMENT	0	1,071,170	0	0	0
FUND BALANCE, DECEMBER 31	0	908,170	1,250,000	1,250,000	1,250,000

BUDGET HIGHLIGHTS

The Transfer from the City General Fund for the 2002 fiscal year was used to fund two debt service obligations: 1) The restructured MPERS note of \$47,286,085 (original amount \$72,283,023) financed over 30 years at a rate of 7% for 60% of the liability for law enforcement personnel who transferred from the local retirement system to the state system on February 26, 2000; and 2) The 2002-A Variable Rate Taxable Refunding Bonds (\$25,900,000) that were issued to refund one-third (\$23,444,196) of the outstanding MPERS obligation, and all of the City of Baton Rouge's obligation (\$1,840,463) to the City-Parish Employees' Retirement System (CPERS) for litigation involving off duty police officers. On October 1, 2002, the City of Baton Rouge issued the 2002-B Fixed Rate Taxable Refunding Bonds (\$47,550,000) for the purpose of refunding the remaining liability (\$46,198,248) the City had with MPERS as of that date. For the 2003 fiscal year, the Transfer from the City General Fund will be used to fund debt service obligations for the 2002-A Variable Rate Taxable Refunding Bonds and the 2002-B Fixed Rate Taxable Refunding Bonds.

The 2002-A Variable Rate Taxable Bonds were issued on May 17, 2002 and will be payable at a floating (variable) rate of interest over 28 years. A liquidity stabilization fund of \$1,250,000 will be established by the City in Fund 241 to hedge against interest fluctuations. Once the stabilization fund is fully funded, excess budgeted amounts will be used to redeem the new variable rate bonds which are currently paying approximately 1.9% on a weekly basis. It is expected that this issue will be liquidated within 15 years, which will generate a savings in the last 10 years by eliminating debt service.

The 2002-B Fixed Rate Taxable Refunding Bonds were issued on October 1, 2002, as stated above, to refund the remaining liability of \$46,198,248 the City of Baton Rouge had with MPERS. These bonds were issued at a true interest cost of 5.73%. Over the 27 year life of these bonds the City can expect to save approximately \$10.4 million in debt service payments.

PURPOSE OF DEBT ISSUE

This non-departmental budget provides funds for the payment of debt principal, interest, and related charges for long-term debt for the 1982 \$150,000 Jail Improvement Notes, the 1999 Louisiana Community Development Authority (LCDA) Note, and the transfer obligation to the Municipal Police Employees' Retirement System (MPERS).

BUDGET SUMMARY	2001 ACTUAL	2002 BUDGET	REQUEST	2003 PROPOSED	FINAL
OPERATING TRANSFERS IN:					
City General Fund	5,618,050	2,809,020	0	0	0
Parish General Fund	536,940	461,180	521,490	521,490	521,490
EBRP Communications District	0	400,000	0	0	0
LCDA Capital Projects Fund	1,840,370	0	1,500,000	1,500,000	1,500,000
TOTAL TRANSFERS IN	7,995,360	3,670,200	2,021,490	2,021,490	2,021,490
APPROPRIATIONS:					
1982 Jail Improvement Note	16,950	16,890	0	0	0
LA Community Development Authority	2,360,370	844,290	2,021,490	2,021,490	2,021,490
MPERS Note	5,618,040	2,809,020	0	0	0
TOTAL APPROPRIATION	7,995,360	3,670,200	2,021,490	2,021,490	2,021,490
% CHANGE OVER PRIOR YEAR	-----	-54.10%	-44.92%	-44.92%	-44.92%
FUND BALANCE, JANUARY 1	0	0	0	0	0
ADJUSTMENT	0	0	0	0	0
FUND BALANCE, DECEMBER 31	0	0	0	0	0

BUDGET HIGHLIGHTS

On May 26, 1999, the Metropolitan Council authorized the execution of a \$15 million loan agreement with the Louisiana Local Government Environmental Facilities and Community Development Authority (the "LCDA") for funding associated with the construction of the Advanced Traffic Management and Emergency Operations Center and other capital programs. It is expected that loans of \$12 million will be drawn down from LCDA over the construction period. This appropriation will provide for principal and interest obligations on \$12 million at an assumed interest rate of 5.75%. The interest rate on this note fluctuates weekly with changes in the Bond Market Association (BMA) Municipal Swap Index. The weekly BMA Swap Index rate plus 100 basis points constitutes the Participant Rate charged to the City-Parish.

The transfer obligation to MPERS was a \$72,283,023 note financed over 30 years at a rate of 7% for 60% of the liability for law enforcement personnel who transferred from the local retirement system to the state system on February 26, 2000. In 2002, this note was restructured and two new bonds were issued, the 2002-A Variable Rate Taxable Refunding Bonds and the 2002-B Fixed Rate Taxable Refunding Bonds. It is expected that these new issues will save the City a considerable amount of money in debt service payments. See Fund 241 for details on the new bond issues.

The transfer of \$400,000 from the East Baton Rouge Parish Communications District in 2002 provided funding for the new 911 equipment located at the Advanced Traffic Management and Emergency Operations Center.

**COMBINED SCHEDULE OF BONDS PAYABLE
DECEMBER 31, 2002**

	Interest Dates	Issue Date	Final Maturity/Call Date	Original Authorized and Issued	Principal Outstanding
Governmental Activities:					
<u>Excess Revenue Contracts</u>					
City of Baton Rouge:					
State Municipal Police Employees					
Retirement System Note	Quarterly	02/26/00	03/31/2030	\$72,738,769	--
2002A Variable Rate Taxable Refunding	Quarterly	05/17/02	01/01/2030	25,900,000	25,900,000
2002A Fixed Rate Taxable Refunding	01/15-07/15	10/01/2002	01/15/2029	47,550,000	47,550,000
Parish of East Baton Rouge:					
1982 Jail Project Contract	06/15-12/15	12/15/82	06/15/2002	150,000	--
Louisiana Community Development Authority	Monthly	08/11/99	09/30/2020	7,643,873	4,388,500
Total Excess Revenue Contracts				<u>\$153,982,642</u>	<u>\$77,838,500</u>
<u>Revenue Bonds</u>					
City of Baton Rouge:					
1993 Public Improvement Sales Tax	02/01-08/01	10/01/93	08/01/2018	4,000,000	3,190,000
1997 Public Improvement Sales Tax	02/01-08/01	10/01/97	08/01/2017	19,325,000	11,390,000
1998A Public Improvement Sales Tax	02/01-08/01	11/01/98	08/01/2016	94,450,000	87,035,000
2001 Public Improvement Sales Tax	02/01-08/01	08/15/01	08/01/2026	23,625,000	23,220,000
Less: debt recorded in business-type activities				(103,245,452)	(52,553,416)
Parish of East Baton Rouge:					
1998C Public Improvement Sales Tax	02/01-08/01	11/01/98	08/01/2008	<u>4,600,000</u>	<u>3,365,000</u>
Total Revenue Bonds				<u>\$42,754,548</u>	<u>\$75,646,584</u>
Total Governmental Activities				<u>\$196,737,190</u>	<u>\$153,485,084</u>
Business-Type Activities:					
<u>Excess Revenue Contracts</u>					
City of Baton Rouge:					
Louisiana Community Development Authority (Airport)	Monthly	10/04/01	11/30/2029	<u>\$5,021,000</u>	<u>\$4,980,600</u>
<u>Revenue Bonds</u>					
City of Baton Rouge:					
Revenue bonds payable from City issues				103,245,452	52,553,416
Parish of East Baton Rouge:					
Sewer sales tax bonds:					
1993 Public Improvement Sales Tax	02/01-08/01	03/01/93	02/01/2018	30,200,000	24,370,000
1993A Public Improvement Sales Tax	02/01-08/01	10/01/93	02/01/2018	70,000,000	55,540,000
1995 Public Improvement Sales Tax	02/01-08/01	08/01/95	02/01/2020	36,000,000	33,690,000
1996 Public Improvement Sales Tax	02/01-08/01	03/01/96	02/01/2021	65,000,000	59,725,000
1998B Public Improvement Sales Tax	02/01-08/01	11/01/98	02/01/2016	16,825,000	16,440,000
1999 Public Improvement Sales Tax	02/01-08/01	08/01/99	02/01/2024	43,000,000	39,760,000
2001 Public Improvement Sales Tax	02/01-08/01	08/15/01	02/01/2026	20,000,000	19,945,000
Greater Baton Rouge Parking Authority:					
1978 Parking Garage	01/01-07/01	01/01/78	07/01/2003	<u>6,875,000</u>	<u>560,000</u>
Total Revenue Bonds				<u>391,145,452</u>	<u>302,583,416</u>
Total Business-Type Activities				<u>\$ 396,166,452</u>	<u>\$307,564,016</u>
Total All Bonds and Contracts				<u>\$ 592,903,642</u>	<u>\$ 461,049,100</u>

**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
DECEMBER 31, 2002**

YEAR	EXCESS REVENUE CONTRACTS	REVENUE BONDS	TOTAL
2003	5,571,017	37,798,005	43,369,022
2004	5,769,497	37,381,470	43,150,967
2005	5,786,204	37,440,629	43,226,833
2006	5,796,375	36,233,172	42,029,547
2007	5,809,404	36,208,486	42,017,890
2008	5,831,920	35,115,390	40,947,310
2009	5,848,386	33,057,337	38,905,723
2010	5,854,919	33,104,615	38,959,534
2011	5,879,670	33,130,978	39,010,648
2012	5,900,163	33,166,056	39,066,219
2013	5,862,871	26,067,490	31,930,361
2014	5,407,378	26,081,427	31,488,805
2015	5,417,370	26,107,042	31,524,412
2016	5,420,797	25,671,718	31,092,515
2017	5,379,268	23,600,346	28,979,614
2018	5,255,988	23,251,529	28,507,517
2019	5,264,633	16,236,082	21,500,715
2020	5,272,947	16,146,592	21,419,539
2021	5,282,217	13,242,154	18,524,371
2022	5,292,296	7,083,082	12,375,378
2023	5,302,754	7,124,203	12,426,957
2024	5,310,642	7,260,875	12,571,517
2025	5,325,626	3,041,000	8,366,626
2026	5,333,437	2,981,250	8,314,687
2027	5,343,558	--	5,343,558
2028	5,355,437	--	5,355,437
2029	5,344,753	--	5,344,753
2030	404,975	--	404,975
	\$149,624,502	\$576,530,928	\$726,155,430

SCHEDULE OF DEBT LIMITATIONS

CITY

2% GENERAL SALES AND USE TAX:

Act No. 328 of the 1988 Regular Session of the Louisiana Legislature, House Bill No. 1599, Section 8(a.) imposes a limit on debt service obligations of sales tax revenue bonds then outstanding to be 40% of the gross avails of the sales and use tax for the last completed year.

Anticipated 2002 Revenues	\$77,358,000
Limit of 40%	<u>.40</u>
Debt Capacity Before Outstanding Bonds	30,943,200
Highest Annual Debt Service on Outstanding Bonds (In the year 2005)	<u>(15,721,106)</u>
Debt Capacity	\$ 15,222,094
Interest Factor for \$1 of debt, 6%, 25 years	<u>.07822671</u>
 Additional Bonding Capacity (Debt Capacity/Interest Factor)	 <u>\$194,589,469</u>

<u>BONDS</u>	<u>Original Authorized and Issued</u>	<u>Principal Outstanding 12-31-2002</u>
1993 Public Improvement Sales Tax	4,000,000	3,190,000
1997 Public Improvement Sales Tax	19,325,000	11,390,000
1998A Public Improvement Sales Tax	94,450,000	87,035,000
2001 Public Improvement Sales Tax	<u>23,625,000</u>	<u>23,220,000</u>
	<u>\$141,400,000</u>	<u>\$124,835,000</u>

Parity provisions set forth in the bond resolutions further restrict the issuance of bonds and for this issue change bonding capacity slightly.

AD VALOREM TAX:

Louisiana Revised Statute 39:562 imposes an ad valorem tax debt limitation of 10% of the assessed valuation of property in a political subdivision for any one of the purposes specified by law. However, this limit may be exceeded by a municipality, provided the aggregate outstanding debt for all such purposes does not exceed 35% of the assessed valuation of taxable property of the municipality. The Louisiana Constitution of 1921, in Article 14, Section 3(d), authorizes for East Baton Rouge Parish, any municipal corporation in said parish, and any sewerage district in said parish, a debt limitation for sewerage purposes of 15% of the assessed valuation of property in such political subdivision. This constitutional provision was continued as a statute in accordance with Article XIV, Section 16(10) of the Louisiana Constitution of 1974.

Assessed Valuation—2002 Tax Rolls	\$1,153,809,549
Limit of 10%	\$ 115,380,955
Limit of 15%	\$ 173,071,432
Limit of 35%	\$ 403,833,342

There are no outstanding bonds secured by ad valorem taxes of the City of Baton Rouge at this time.

SCHEDULE OF DEBT LIMITATIONS

PARISH

2% GENERAL SALES AND USE TAX:

Act No. 328 of the 1988 Regular Session of the Louisiana Legislature, House Bill No. 1599, Section 8(a.) imposes a limit on debt service obligations of sales tax revenue bonds then outstanding to be 40% of the gross avails of the sales and use tax for the last completed year.

Anticipated 2002 Revenues	\$48,893,000
Limit of 40%	<u>.40</u>
Debt Capacity Before Outstanding Bonds	19,557,200
Highest Annual Debt Service on Outstanding Bonds (In the year 2006)	<u>(648,723)</u>
Debt Capacity	\$ 18,908,477
Interest Factor for \$1 of debt, 6%, 25 years	<u>.07822671</u>
 Additional Bonding Capacity (Debt Capacity/Interest Factor)	 <u>\$241,713,821</u>

<u>BONDS</u>	<u>Original Authorized and Issued</u>	<u>Principal Outstanding 12-31-2002</u>
1998C Public Improvement Sales Tax	<u>\$ 4,600,000</u>	<u>\$ 3,365,000</u>

Parity provisions set forth in the bond resolutions further restrict the issuance of bonds and for this issue change bond capacity slightly.

1/2% SEWER SALES AND USE TAX:

Louisiana Revised Statute 39:698.4 requires that the maturities of sales tax bonds be so arranged that the total amount of principal and interest falling due in any year, together with principal and interest falling due in such year on all bonds theretofore issued, and then outstanding, shall never exceed 75% of the amount of sales tax revenues estimated by the governing authority to be received by it in the calendar year in which the bonds are issued.

Budgeted 2003 Revenues	\$ 29,741,280
Limit of 75%	<u>.75</u>
Debt Capacity Before Outstanding Bonds	22,305,960
Less: Highest Annual Debt Service on Outstanding Bonds (In the year 2018)	<u>(21,136,703)</u>
Debt Capacity	\$ 1,169,257
Interest Factor for \$1 of debt, 6%, 25 years	<u>.07822671</u>
 Additional Bond Capacity (Debt Capacity/Interest Factor)	 <u>\$14,947,030</u>

<u>BONDS</u>	<u>Original Authorized and Issued</u>	<u>Principal Outstanding 12-31-2002</u>
1993 Public Improvement Sales Tax	30,200,000	24,370,000
1993A Public Improvement Sales Tax	70,000,000	55,540,000
1995 Public Improvement Sales Tax	36,000,000	33,690,000
1996 Public Improvement Sales Tax	65,000,000	59,725,000
1998B Public Improvement Sales Tax	16,825,000	16,440,000
1999 Public Improvement Sales Tax	43,000,000	39,760,000
2001 Public Improvement Sales Tax	<u>20,000,000</u>	<u>19,945,000</u>
	<u>\$281,025,000</u>	<u>\$249,470,000</u>

Parity provisions set forth in the bond resolutions further restrict the issuance of bonds and for this issue reduce bonding capacity to about 70% of the amount computed herein.

SCHEDULE OF DEBT LIMITATIONS

PARISH

AD VALOREM TAX:

Louisiana Revised Statute 39:562 imposes an ad valorem tax debt limitation of 10% of the assessed valuation of property in a political subdivision for any one of the purposes specified by law. The Louisiana Constitution of 1921, in Article 14, Section 3(d), authorizes for East Baton Rouge Parish, any municipal corporation in said parish, and any sewerage district in said parish, a debt limitation for sewerage purposes of 15% of the assessed valuation of property in such political subdivision. This constitutional provision was continued as a statute in accordance with Article XIV, Section 16(10) of the Louisiana Constitution of 1974.

Assessed Valuation—2002 Tax Roll	\$2,533,605,392
Limit of 10%	\$ 253,360,539
Limit of 15%	\$ 380,040,809

There are no outstanding bonds secured by ad valorem taxes of the Parish of East Baton Rouge at this time.

EAST BATON ROUGE SEWERAGE COMMISSION

AD VALOREM TAX:

The Louisiana Constitution of 1921, in Article 14, Section 3(d), authorizes for East Baton Rouge Parish, any municipal corporation in said parish, and any sewerage district in said parish, a debt limitation for sewerage purposes of 15% of the assessed valuation of property in such political subdivision. This constitutional provision was continued as a statute in accordance with Article XIV, Section 16(10) of the Louisiana Constitution of 1974.

Assessed Valuation—2002 Tax Roll	\$2,533,605,392
Limit of 15%	\$ 380,040,809

There are no outstanding bonds secured by ad valorem taxes of the East Baton Rouge Sewerage Commission at this time.