



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

City Sales Tax Revenue Bonds –

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.

2007A City STRB Refunding Bonds accounts for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and related charges on the 2007A City Sales Tax Revenue Bond Issue. The purpose of this bond issue was to provide sufficient funds to refund the Refundable Series 1993 Bonds, and to advance refund the Refundable Series 1997 Bonds and the Refundable Series 1998A Bonds, as well as to provide for the cost 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.

Taxable Refunding Bonds accounts for the payment of principal, interest, and related charges for the 2002-A Fixed Rate Taxable Refunding Bonds, and the 2002-B Fixed Rate Taxable Refunding Bonds.

Road & Street Improvements Debt Service –

2006A \$32.7M Road and Street Improvement STRB Debt Service provides funds for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and other related charges for long-term debt for the 2006A Road and Street Improvement Sales Tax Revenue Bond Issue. The purpose of this bond issue was to provide funding to pay the costs of widening existing public roads and streets, and/or the construction of new public roads and streets, within the Parish, as well as provide for a reserve fund surety bond and the cost of debt issuance.

2006B \$92.2M Road and Street Improvement STRB Debt Service provides funds for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and other related charges for long-term debt for the 2006B Road and Street Improvement Sales Tax Revenue Bond Issue. The purpose of this bond issue was to provide funding to pay the costs of widening existing public roads and streets, and/or the construction of new public roads and streets, within the Parish, as well as provide for a reserve fund surety bond and the cost of debt issuance.

2008A \$93.4M Road and Street Improvement STRB Debt Service provides funds for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and other related charges for long-term debt for the 2008A Road and Street Improvement Sales Tax Revenue Bond Issue. The purpose of this bond issue was to provide sufficient funding to current refund the Series 2006B Road and Street Improvement Sales Tax Revenue Bond, as well as provide for the cost of debt issuance.

2009A \$110M Road and Street Improvement STRB Debt Service provides funds for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and other related charges for long-term debt for the 2009A Road and Street Improvement Sales Tax Revenue Bond Issue. The purpose of this bond issue was to provide funding to pay the costs of widening existing public roads and streets, and/or the construction of new public roads and streets, within the Parish, as well as provide for a reserve fund surety bond and the cost of debt issuance.

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. The current obligations are the 1999 Louisiana Community Development Authority (LCDA) Note, which matured in 2009, and the Baton Rouge Convention and Visitors Bureau LCDA Note.

Supplemental Debt Service Information

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



**Debt Service Narrative**

The City Sales Tax Revenue Bonds (STRB) detailed below account for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and related charges. The purpose of these bonds is to provide funding for various public improvements within the City of Baton Rouge.

<b>Budget Summary</b>	<b>2008 Actual</b>	<b>2009 Budget</b>	<b>Request</b>	<b>2010 Proposed</b>	<b>Final</b>
<b>Revenues:</b>					
Taxes	11,011,540	11,382,400	11,743,770	11,743,770	11,743,770
Miscellaneous	482,010	365,000	170,660	170,660	170,660
Interfund Transfers	5,063,230	0	4,538,080	4,538,080	4,538,080
<b>Total Revenues</b>	<b>16,556,780</b>	<b>11,747,400</b>	<b>16,452,510</b>	<b>16,452,510</b>	<b>16,452,510</b>
<b>Appropriations:</b>					
1997 City STRB Airport/Solid Waste	225,390	226,210	0	0	0
1998A City STRB Revenue & Refunding	14,848,470	8,345,090	12,890,670	12,890,670	12,890,670
2001 City STRB Centroplex/Airport	1,609,770	1,635,720	1,667,930	1,667,930	1,667,930
2007A City STRB Refunding Bonds	1,648,250	1,651,630	1,887,830	1,887,830	1,887,830
<b>Total Appropriation</b>	<b>18,331,880</b>	<b>11,858,650</b>	<b>16,446,430</b>	<b>16,446,430</b>	<b>16,446,430</b>
% Change Over Prior Year	-----	-35.31%	38.69%	38.69%	38.69%
Fund Balance, January 1	18,957,220	17,182,120	17,066,210	17,066,210	17,066,210
Adjustments	0	(4,660)	0	0	0
Fund Balance, December 31	17,182,120	17,066,210	17,072,290	17,072,290	17,072,290
Debt Service Reserve Requirement	12,106,480	12,106,480	12,106,480	12,106,480	12,106,480
Sinking Fund Requirement	5,075,640	4,959,730	4,965,810	4,965,810	4,965,810

**Purpose of Debt Issue**

**1997 City STRB Construction Debt Service - Fund 216**

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.

**1998A City STRB Revenue & Refunding Debt Service - Fund 217**

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.

**2001 City STRB Centroplex/Airport Debt Service - Fund 218**

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 in order to provide the local match for Phase I of the Riverside Centroplex Convention Center (now known as the Baton Rouge River Center) 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.

Debt Service Reserve for 2010	1,581,240
Sinking Fund Reserve for 2010	704,470

**Purpose of Debt Issue (Continued)**

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**2007A City STRB Refunding Bonds - Fund 219**

This non-departmental budget provides funds for the payment of principal, interest, paying agent fees, and related charges for long-term debt for the 2007A \$30,395,000 City Sales Tax Revenue Bond Issue. The bonds were issued in order to provide sufficient funds to current refund the Refundable Series 1993 Bonds, and to advance refund the Refundable Series 1997 Bonds and the Refundable Series 1998A Bonds, as well as to provide for the costs of debt issuance.

Debt Service Reserve for 2010	10,525,240
Sinking Fund Reserve for 2010	4,261,340

**Budget Highlights**

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**1998A City STRB Revenue & Refunding Debt Service - Fund 217**

In 2010, sales tax revenue in the amount of \$324,160 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 used to reimburse the General Fund for the debt service on the Louisiana Art & Science Museum Planetarium/Space Theatre.

Additionally, \$7,048,842 will be paid by the East Baton Rouge Sewerage Commission to offset the impact of the debt service payments on the General Fund.

**2001 City STRB Centroplex/Airport Debt Service - Fund 218**

A portion of this debt service refunded the Passenger Facility Charge 1997 Promissory Note of the Greater Baton Rouge Airport District to the City General Fund. In 2010, the Airport will pay to the City General Fund \$424,276.

Occupancy tax collections in the General Fund are dedicated for capital improvements to the Baton Rouge River Center. In 2010, \$1,251,981 of occupancy tax collections will pay a portion of this debt service which provided funding for Phase I of the Expansion project.

**2007A City STRB Refunding Bonds - Fund 219**

In 2010, an operating transfer in the amount of \$2,525,450 will be received by the General Fund from the Solid Waste Disposal Fund to pay a portion of this debt service which provided funding for landfill and facility improvements.



**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	2008 Actual	2009 Budget	Request	2010 Proposed	Final
<b>Revenues:</b>					
Taxes	750	0	0	0	0
Miscellaneous	9,690	0	0	0	0
Total Revenues	10,440	0	0	0	0
<b>Appropriations:</b>					
Debt Service	656,480	0	0	0	0
Total Appropriation	656,480	0	0	0	0
% Change Over Prior Year	-----	-100.00%	-----	-----	-----
Fund Balance, January 1	646,040	0	0	0	0
Adjustments	0	0	0	0	0
Fund Balance, December 31	0	0	0	0	0
Debt Service Reserve Requirement	0	0	0	0	0
Sinking Fund Requirement	0	0	0	0	0



**Purpose of Debt Issue**

This non-departmental budget provides funds for the payment of debt principal, interest, and related charges for the 2002-A Fixed Rate Taxable Refunding Bonds, and the 2002-B Fixed Rate Taxable Refunding Bonds.

Budget Summary	2008	2009	2010		
	Actual	Budget	Request	Proposed	Final
<b>Revenues:</b>					
Transfer from City General Fund	5,243,260	5,240,140	5,242,560	5,242,560	5,242,560
Total Revenues	5,243,260	5,240,140	5,242,560	5,242,560	5,242,560
<b>Appropriations:</b>					
2002-B Taxable Fixed Rate Bonds	3,382,400	3,378,860	3,379,610	3,379,610	3,379,610
2002-A Taxable Fixed Rate Bonds	1,860,860	1,861,280	1,862,950	1,862,950	1,862,950
Total Appropriation	5,243,260	5,240,140	5,242,560	5,242,560	5,242,560
% Change Over Prior Year	-----	-0.06%	0.05%	0.05%	0.05%
Fund Balance, January 1	0	0	0	0	0
Adjustments	0	0	0	0	0
Fund Balance, December 31	0	0	0	0	0



**Purpose of Debt Issue**

**2006A \$32.7M Road and Street Improvement STRB Debt Service — Fund 271**

This non-departmental budget provides funds for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and other related charges for long-term debt for the 2006A Road and Street Improvement Sales Tax Revenue Bond Issue. The purpose of this bond issue was to provide funding to pay the costs of widening existing public roads and streets, and/or the construction of new public roads and streets, within the Parish, as well as provide for a reserve fund surety bond and the cost of debt issuance.

**2006B \$92.2M Road and Street Improvement STRB Debt Service — Fund 272**

This non-departmental budget provides funds for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and other related charges for long-term debt for the 2006B Road and Street Improvement Sales Tax Revenue Bond Issue. The purpose of this bond issue was to provide funding to pay the costs of widening existing public roads and streets, and/or the construction of new public roads and streets, within the Parish, as well as provide for a reserve fund surety bond and the cost of debt issuance.

**2008A \$93.4M Road and Street Improvement STRB Debt Service — Fund 272**

This non-departmental budget provides funds for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and other related charges for long-term debt for the 2008A Road and Street Improvement Sales Tax Revenue Bond Issue. The purpose of this bond issue was to provide sufficient funding to current refund the Series 2006B Road and Street Improvement Sales Tax Revenue Bond, as well as provide for the cost of debt issuance.

**2009A \$110M Road and Street Improvement STRB Debt Service — Fund 273**

This non-departmental budget provides funds for sales tax revenues dedicated for the payment of principal, interest, paying agent fees, and other related charges for long-term debt for the 2009A Road and Street Improvement Sales Tax Revenue Bond Issue. The purpose of this bond issue was to provide funding to pay the costs of widening existing public roads and streets, and/or the construction of new public roads and streets, within the Parish, as well as provide for a reserve fund surety bond and the cost of debt issuance.

Budget Summary	2008	2009	2010		Final
	Actual	Budget	Request	Proposed	
<b>Revenues:</b>					
Taxes	9,938,630	15,400,200	17,899,620	17,899,620	17,899,620
Miscellaneous	2,590,990	3,854,880	1,454,030	1,454,030	1,454,030
Proceed from Long-Term Debt	93,440,000	0	0	0	0
<b>Total Revenues</b>	<b>105,969,620</b>	<b>19,255,080</b>	<b>19,353,650</b>	<b>19,353,650</b>	<b>19,353,650</b>
<b>Appropriations:</b>					
2006-A \$32.7M Road & Street Imp. Bond	4,520,250	4,553,050	4,518,350	4,518,350	4,518,350
2006-B \$92.2M Road & Street Imp. Bond	3,580,050	0	0	0	0
2008-A \$93.4M Road & Street Imp. Bond	96,688,120	8,687,610	6,190,500	6,190,500	6,190,500
2009-A \$110M Road & Street Imp. Bond	0	2,447,760	8,596,170	8,596,170	8,596,170
<b>Total Appropriation</b>	<b>104,788,420</b>	<b>15,688,420</b>	<b>19,305,020</b>	<b>19,305,020</b>	<b>19,305,020</b>
% Change Over Prior Year	-----	-85.03%	23.05%	23.05%	23.05%
Fund Balance, January 1	3,448,070	4,629,270	7,198,320	7,198,320	7,198,320
Adjustments	0	(997,610)	0	0	0
Fund Balance, December 31	4,629,270	7,198,320	7,246,950	7,246,950	7,246,950
Sinking Fund Requirement	4,629,270	7,198,320	7,246,950	7,246,950	7,246,950



**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 certain Louisiana Community Development Authority (LCDA) Notes.

Budget Summary	2008 Actual	2009 Budget	Request	2010 Proposed	Final
<b>Revenues:</b>					
BR Convention and Visitors Bureau Note	23,480	53,400	64,240	64,240	64,240
Transfer from Parish General Fund	420,850	324,610	0	0	0
<b>Total Revenues</b>	<b>444,330</b>	<b>378,010</b>	<b>64,240</b>	<b>64,240</b>	<b>64,240</b>
<b>Appropriations:</b>					
La. Community Development Authority	444,330	378,010	64,240	64,240	64,240
<b>Total Appropriation</b>	<b>444,330</b>	<b>378,010</b>	<b>64,240</b>	<b>64,240</b>	<b>64,240</b>
% Change Over Prior Year	-----	-14.93%	-83.01%	-83.01%	-83.01%
Fund Balance, January 1	0	0	0	0	0
Adjustments	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 (LCDA) for funding associated with the construction of the Advanced Traffic Management and Emergency Operations Center and other capital programs. This fund accounts for a total of \$7,643,873.38 that was actually drawn down from LCDA for the Advanced Traffic Management and Emergency Operations Center over the construction period. This portion matured in 2009, rather than 2018.

On July 25, 2007, the Metropolitan Council authorized the execution of a \$1 million loan agreement with the LCDA for the purpose of lending the proceeds to the Baton Rouge Area Convention and Visitors Bureau to make certain improvements to their new headquarters. This loan is expected to mature in 2029. As of October 1, 2009, \$750,000 had actually been drawn down from the LCDA, of which \$24,200 in principal had been repaid.

<i>Uses of Funds</i>	<i>Amount Drawn Down</i>	<i>Actual Principal Paid</i>
Advanced Traffic Management and Emergency Operations Center (Fund 290)	\$7,643,873.38	\$7,643,873.38
Third Street Parking Facility (Fund 407)	\$2,500,000.00	\$684,500.00
Solid Waste Collection Fund (Fund 462)	\$2,629,375.00	\$2,024,000.00
Greater Baton Rouge Airport District (Fund 481)/Letter of Intent (LOI)/LCDA	\$1,221,384.03	\$0.00
Baton Rouge Area Convention & Visitors Bureau (Fund 290)	\$750,000.00	\$24,200.00
<b>Total</b>	<b>\$14,744,632.41</b>	<b>\$10,376,573.38</b>

The 2010 appropriations will provide for principal and interest payments on the remaining balance of these loans at an assumed rate of 6.0%. The interest rates on these loans fluctuate weekly with changes in the Securities Industry and Financial Markets Association (SIFMA) Municipal Swap Index. The participant rate charged to the City-Parish on these loans is the weekly SIFMA Swap Index rate plus 100 basis points for the 1999 loan and 120 basis points for the 2007 loan.



**2010 Annual Operating Budget**

**Combined Schedule of Bonds Payable  
For the Year Ending December 31, 2009 (Estimate)**

	Interest Dates	Issue Date	Final Maturity/Date	Original Authorized and Issued	Principal Outstanding
<b>Governmental Activities:</b>					
<u>Excess Revenue Contracts, Loans, and Notes</u>					
City of Baton Rouge:					
2002A Fixed Rate Taxable Refunding	01/15-07/15	05/17/02	01/01/2029	25,900,000	21,410,000
2002B Fixed Rate Taxable Refunding	01/15-07/15	10/01/02	01/15/2029	47,550,000	40,240,000
Louisiana Community Development 2000A Program					
Baton Rouge Convention & Visitors Bureau	Monthly	09/01/07	11/30/2029	750,000	720,600
Parish of East Baton Rouge:					
Louisiana Community Development Authority 1999	Monthly	08/11/99	05/31/2018	7,643,873	-
Total Excess Revenue Contracts, Loans, and Notes				81,843,873	62,370,600
<u>Revenue Bonds</u>					
City of Baton Rouge:					
1998A Public Improvement Sales Tax	02/01-08/01	11/01/98	08/01/2016	94,450,000	7,935,000
2001A Public Improvement Sales Tax	02/01-08/01	08/15/01	08/01/2026	23,625,000	19,295,000
2007A Public Improvement Sales Tax	02/01-08/01	03/28/07	08/01/2018	30,395,000	29,965,000
Less: Debt Recorded in Business-Type Activities				(103,245,452)	(13,928,188)
Parish of East Baton Rouge:					
1998C Public Improvement Sales Tax	02/01-08/01	11/01/98	08/01/2008	4,600,000	-
Road and Street Improvement					
2006A Sales Tax Bonds	02/01-08/01	05/03/06	08/01/2015	32,760,000	23,140,000
2006B Sales Tax Bonds (Variable Rate)	02/01-08/01	05/03/06	08/01/2030	92,240,000	-
2008A Sales Tax Bonds (Variable Rate)	02/01-08/01	04/17/08	08/01/2030	93,440,000	93,440,000
2009A Sales Tax Bonds	02/01-08/01	02/12/09	08/01/2030	110,000,000	110,000,000
Total Revenue Bonds				378,264,548	269,846,812
Total Governmental Activities				460,108,421	332,217,412
<b>Business-Type Activities:</b>					
<u>Excess Revenue Contracts, Loans, and Notes</u>					
Parish of East Baton Rouge:					
Louisiana Community Development 1999 Program	Monthly	08/11/99	05/31/2018	10,889,022	3,551,259
Total Excess Revenue Contracts, Loans and Notes				10,889,022	3,551,259
<u>Revenue Bonds</u>					
City of Baton Rouge:					
2005B Public Improvement Sales Tax (Taxable)	02/01-08/01	04/19/05	08/01/2029	2,100,000	1,860,000
2008A-1 Public Improvement Sales Tax Bonds	Monthly	01/24/08	08/01/2012	1,885,000	1,110,000
2008A-2 Public Improvement Sales Tax Bonds	Monthly	01/24/08	08/01/2037	47,205,000	47,205,000
2008B Public Improvement Sales Tax Bonds (Taxable)	Monthly	01/24/08	08/01/2022	9,505,000	8,760,000
Revenue Bonds Payable From City Issues				103,245,452	13,928,188
Parish of East Baton Rouge:					
Sewer Sales Tax Bonds:					
1999 Public Improvement Sales Tax	02/01-08/01	08/01/99	02/01/2024	43,000,000	-
2005A Public Improvement Sales Tax	02/01-08/01	05/05/05	02/01/2024	33,255,000	32,765,000
2005B Public Improvement Sales Tax	02/01-08/01	11/03/05	02/01/2014	25,855,000	17,135,000
Sewerage Commission					
2006 Revenue Refunding Bonds	02/01-08/01	08/17/06	02/01/2036	196,930,000	187,805,000
2009A Revenue Bonds	02/01-08/01	05/14/09	02/01/2039	164,965,000	164,965,000
Total Revenue Bonds				627,945,452	475,533,188
Total Business-Type Activities				638,834,474	479,084,447
Total All Bonds, Contracts, and Loans				\$ 1,098,942,895	\$ 811,301,859



2010 Annual Operating Budget

Schedule of Debt Service Requirements to Maturity  
For the Year Ending December 31, 2009 (Estimate)

Year	Excess Revenue Contracts, Loans, & Notes	Revenue Bonds	Total
2010	\$ 5,879,642	\$ 60,547,344	\$ 66,426,986
2011	5,871,985	56,343,056	62,215,041
2012	5,798,860	56,492,044	62,290,904
2013	5,649,395	61,755,468	67,404,863
2014	5,644,878	53,319,064	58,963,942
2015	5,643,002	49,568,985	55,211,987
2016	5,631,767	51,428,362	57,060,129
2017	5,633,753	49,382,279	55,016,032
2018	6,600,392	49,022,728	55,623,120
2019	5,231,956	48,856,905	54,088,861
2020	5,238,855	48,887,842	54,126,697
2021	5,246,284	48,889,207	54,135,491
2022	5,247,492	49,278,464	54,525,956
2023	5,252,929	49,418,168	54,671,097
2024	5,256,994	49,646,673	54,903,667
2025	5,261,361	45,582,861	50,844,222
2026	5,255,480	45,617,843	50,873,323
2027	5,258,023	44,171,566	49,429,589
2028	5,260,043	44,172,302	49,432,345
2029	3,870,817	44,148,055	48,018,872
2030	---	44,045,052	44,045,052
2031	---	26,928,674	26,928,674
2032	---	26,935,749	26,935,749
2033	---	26,933,431	26,933,431
2034	---	26,928,569	26,928,569
2035	---	26,930,581	26,930,581
2036	---	26,930,369	26,930,369
2037	---	26,928,494	26,928,494
2038	---	23,248,631	23,248,631
2039	---	23,249,694	23,249,694
	<u>\$ 108,733,908</u>	<u>\$ 1,285,588,460</u>	<u>\$ 1,394,322,368</u>



**Legal Debt Margin - General Obligation Bonds**

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

Excess revenue contracts, loans and notes are secured by the excess of any general property tax and other revenues that were levied for operation of the General Fund. They are payable through excess revenues of the General Fund budget and required approval by the Louisiana State Bond Commission. The debt obligations are issued on the authority of the Metropolitan Council and do not require a referendum from taxpayers.

Computation of legal debt margin for general obligation bonds payable from ad valorem tax is as follows:

**Governing Authority: City of Baton Rouge**

Ad valorem taxes:

Assessed Valuation, 2009 tax rolls	<u>\$1,649,399,606</u>
Debt Limit: 10% of assessed valuation (for any one purpose)	\$164,939,961
Debt Limit: 15% of assessed valuation (for sewerage purposes)	\$247,409,941
Debt Limit: 35% of assessed valuation (aggregate, all purposes)	\$577,289,862

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

**Governing Authority: Parish of East Baton Rouge**

Ad valorem taxes:

Assessed Valuation, 2009 tax rolls	<u>\$3,964,847,400</u>
Debt Limit: 10% of assessed valuation (for any one purpose)	\$396,484,740
Debt Limit: 15% of assessed valuation (for sewerage purposes)	\$594,727,110

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

**Governing Authority: East Baton Rouge Sewerage Commission**

Ad valorem taxes:

Assessed Valuation, 2009 tax rolls	<u>\$3,964,847,400</u>
Debt Limit: 15% of assessed valuation (for sewerage purposes)	\$594,727,110

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



2% Sales Tax Revenue Bonds

The City of Baton Rouge and the Parish of East Baton Rouge each levy a two percent sales and use tax on goods and services within their respective taxing districts. Since 1989, both the City of Baton Rouge and the Parish of East Baton Rouge have authorized the issuance of Public Improvement Sales Tax Revenue Bonds secured by this sales tax for the purpose of constructing and improving public facilities, advance refunding outstanding parity bond issues when market rates made it advantageous, providing a debt service reserve for each respective issue, and paying the issuance costs thereof.

Act No. 328 of the 1988 Regular Session of the Louisiana Legislature, House Bill No. 1599, Section 8(a) imposes a limit on the debt service obligations that can be outstanding of 40% of the gross avails of the sales and use tax for both the city and the parish 2% sales and use tax. The estimated legal debt calculation as of December 31, 2009, is as follows:

	City	Parish
Anticipated 2009 Revenues	\$87,854,570	\$72,963,680
Limit of 40%	40%	40%
Debt Capacity Before Outstanding Bonds	\$35,141,828	\$29,185,472
Less: Highest Annual Debt Service on Outstanding Bonds	(\$15,783,588)	\$0
Debt Capacity	\$19,358,240	\$29,185,472
Interest factor for \$1 of debt, 5.5%, 25 years	0.07454935	0.07454935
Additional Bonding Capacity (Debt Capacity/Interest Factor)	<u>\$259,670,128</u>	<u>\$391,491,956</u>

These bonds are paid through the City Sales Tax Revenue Bonds Debt Service Fund and the Parish Sales Tax Revenue Bonds Debt Service Fund. Sinking fund payments are made monthly with bond interest and/or principal payments due February 1 and August 1 of each year. As of December 31, 2009, the following issues are outstanding:

<u>Bond Issue</u>	<u>Original Authorized and Issued</u>	<u>Principal Outstanding 12/31/2009</u>
City of Baton Rouge:		
1998A Public Improvement Sales Tax	\$94,450,000	\$7,935,000
2001 Public Improvement Sales Tax	23,625,000	19,295,000
2005B Public Improvement Sales Tax (Taxable)	2,100,000	1,860,000
2007A Public Improvement Sales Tax	30,395,000	29,965,000
2008A-1 Public Improvement Sales Tax	1,885,000	1,110,000
2008A-2 Public Improvement Sales Tax	47,205,000	47,205,000
2008B Public Improvement Sales Tax (Taxable)	9,505,000	8,760,000
	<u>\$209,165,000</u>	<u>\$116,130,000</u>

Parish of East Baton Rouge:

As of December 31, 2009 there are no Parish Sales Tax Revenue Bonds Outstanding.

All of the above governmental fund type sales tax revenue bonds issued by the City of Baton Rouge and Parish of East Baton Rouge are complete parity bonds and are secured by the net revenues from the respective entity's two percent sales and use tax. Bonds payable on the 2005B, 2008A-1, 2008A-2 and 2008B issues are recorded in the Greater Baton Rouge Airport District Enterprise Fund.



**1/2% Sewer Sales Tax Revenue Bonds**

In April 1988, the general electorate authorized an additional parish-wide one-half percent sales and use tax specifically for sewerage purposes. The Parish of East Baton Rouge is authorized to issue debt secured by this additional one-half percent sewer sales tax for the purpose of constructing sewerage related capital improvements, advance refunding outstanding parity bond issues when market rates make it advantageous, providing a debt service reserve for each respective issue, and paying the issuance costs thereof.

Louisiana Revised Statute 39:698.5 requires that the maturities of the bonds shall be so arranged that the total amount of principal and interest falling due in any year, together with principal and interest falling due in any year on all parity 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 bonds are issued. Provided however, in the Fifth Amendatory Intergovernmental Agreement between the City of Baton Rouge, the Parish of East Baton Rouge, and the Greater Baton Rouge Consolidated Sewerage district, the Parish pledged the Sales Tax Revenues (after payment of Debt Service on the Outstanding Sales Tax Revenue Bonds) as security for and for the payment of debt service on the revenue bonds to be issued by the East Baton Rouge Sewerage Commission under the Agreement. The Parish is no longer authorized to issue additional 1/2% Sewer Sales Tax parity bonds.

Budgeted 2010 Revenues	\$40,668,000
Limit of 75%	0.75
Debt Capacity Before Outstanding Bonds	\$30,501,000
Less: 2010 Debt Service on Outstanding Bonds	(\$6,890,970)
Less: Sales Tax Collection Cost	(\$600,000)
Sales Tax Revenue Pledged for E.B.R. Sewerage Commission Revenue Bonds	<u>\$23,010,030</u>

These bonds are accounted for in the Comprehensive Sewerage System Enterprise Fund. Sinking fund payments are made monthly with bond interest and/or principal payments due February 1 and August 1 of each year. As of December 31, 2009, the following issues are outstanding:

<u>Bond Issue</u>	Original Authorized and Issued	Principal Outstanding 12/31/2009
Parish of East Baton Rouge:		
Sewer Sales Tax Revenue Bonds:		
2005A Public Improvement Sales Tax	\$33,255,000	\$32,765,000
2005B Public Improvement Sales Tax	<u>25,855,000</u>	<u>17,135,000</u>
	<u>\$59,110,000</u>	<u>\$49,900,000</u>

All of the above proprietary fund sales tax revenue bonds issued by the Parish of East Baton Rouge are complete parity bonds and are secured by the net revenues from the special one-half percent sales and use tax dedicated to sewerage purposes.

**1/2% Road and Street Sales Tax Revenue Bonds**

On October 15, 2005, East Baton Rouge Parish voters approved a 23 year extension of the one-half percent sales and use tax, previously set to expire on December 31, 2007, specifically for the purpose of public road and street repair within East Baton Rouge Parish. The Parish of East Baton Rouge is authorized to issue debt secured by this additional one-half percent road and street sales tax for the purpose of building new roads and widening existing roads, advance refunding outstanding parity bond issues when market rates make it advantageous, providing a debt service reserve for each respective issue, and paying the issuance costs thereof.

Louisiana Revised Statute 39:1430(A) requires that the annual debt service payments for revenue bonds secured by sales tax revenues may not be in excess of seventy-five percent (75%) for the sales tax revenues estimated by the governing authority to be received by it in the calendar year in which the bonds are issued.



1/2% Road and Street Sales Tax Revenue Bonds (Continued)

Budgeted 2010 Revenues (Includes Interest, Penalties, & Audit Collections)	\$26,945,860
Limit of 75%	0.75
Debt Capacity Before Outstanding Bonds	\$20,209,395
Less: Highest Annual Debt Service on Outstanding Bonds (In the year 2030)	(\$17,119,572)
Debt Capacity	\$3,089,823
Interest factor for \$1 of debt, 5.00%, 21 remaining years to 2030	0.07799611
Additional Bonding Capacity (Debt Capacity/Interest Factor)	<u>\$39,615,095</u>

<u>Bonds</u>	Original Authorized and Issued	Principal Outstanding 12/31/2009
2006A Road and Street Improvement Sales Tax	32,760,000	23,140,000
2008A Road and Street Improvement Sales Tax (Variable Rate)	93,440,000	93,440,000
2009A Road and Street Improvement Sales Tax	110,000,000	110,000,000
	<u>\$236,200,000</u>	<u>\$226,580,000</u>

Highest Annual Debt Service on Outstanding Bonds was calculated using the fixed SWAP rate for the 2008A Variable Rate Bonds.

East Baton Rouge Sewerage Commission Bonds

In the Fifth Amendatory Intergovernmental Agreement between the City of Baton Rouge, the Parish of East Baton Rouge, and the Greater Baton Rouge Consolidated Sewerage district, the Parish pledged the Sales Tax Revenues (after payment of Debt Service on the Outstanding Sales Tax Revenue Bonds) as security for and for the payment of debt service on the revenue bonds to be issued by the East Baton Rouge Sewerage Commission under the Agreement.

Louisiana Revised Statute 39:1430(A) requires that the annual debt service of revenue bonds secured by sales tax revenues may not be in excess of seventy-five percent (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, plus additional funds made available from Sewer User Fees.

1/2% Sewer Sales Tax Revenue pledged for E.B.R Sewerage Commission Revenue Bonds	23,010,030
Budgeted 2010 Sewer User Fee and Other Revenues	70,086,300
Less: Operating and Maintenance Expense	(47,145,570)
Debt Capacity Before Outstanding Bonds	45,950,760
Less: Highest Annual Debt Service on Outstanding Bonds (In the year 2019)	(23,252,294)
Debt Capacity	\$22,698,466
Interest factor for \$1 of debt, 5%, 30 years	0.06505144
Additional Bonding Capacity (Debt Capacity/Interest Factor)	<u>\$348,931,057</u>

<u>Bonds</u>	Original Authorized and Issued	Principal Outstanding 12/31/2009
2006 Revenue Refunding Bonds	196,930,000	187,805,000
2009A Revenue Bonds	164,965,000	164,965,000
	<u>\$361,895,000</u>	<u>\$352,770,000</u>