

CITY OF SHREVEPORT LOUISIANA



COMPREHENSIVE ANNUAL FINANCIAL REPORT
For The Year Ended December 31, 2009

**COMPREHENSIVE
ANNUAL FINANCIAL
REPORT**



CITY OF SHREVEPORT, LOUISIANA

For the Year Ended December 31, 2009

Finance Department
Charles J. Madden III, Interim Director

**CITY OF SHREVEPORT, LOUISIANA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009**

TABLE OF CONTENTS

	Page
INTRODUCTORY SECTION	
Letter of Transmittal	1
Organization Chart.....	6
Principal Officials	7
Finance Department	8
 FINANCIAL SECTION	
Independent Accountants’ Report on Financial Statements and Supplementary Information.....	9
Management’s Discussion and Analysis.....	13
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	25
Statement of Activities.....	26
Fund Financial Statements:	
Balance Sheet - Governmental Funds	28
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets	29
Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds	30
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	31
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund.....	33
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Community Development.....	36
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Debt Service.....	38
Statement of Net Assets - Proprietary Funds	40
Statement of Revenues, Expenses, and Changes in Fund Net Assets - Proprietary Funds	42
Statement of Cash Flows - Proprietary Funds.....	43
Statement of Fiduciary Net Assets - Fiduciary Funds.....	45
Statement of Changes in Fiduciary Net Assets - Fiduciary Funds.....	46
Statement of Net Assets - Component Units	47
Statement of Activities - Component Units	48
Notes to the Financial Statements.....	51

Required Supplementary Information:	
Schedules of Employer Contributions	101
Schedules of Funding Progress	102
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet - Nonmajor Governmental Funds	104
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds	106
Schedules of Revenues, Expenditures, and Changes in Fund Balance	
- Budget and Actual:	
Riverfront Development	108
Police Grants	109
Downtown Entertainment Economic Development	110
Redevelopment	111
Environmental Grants	112
Combining Statement of Net Assets - Nonmajor Enterprise Funds	114
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets - Nonmajor Enterprise Funds	115
Combining Statement of Cash Flows - Nonmajor Enterprise Funds	116
Combining Statement of Net Assets - Internal Service Funds	120
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets - Internal Service Funds	121
Combining Statement of Cash Flows - Internal Service Funds	122
Combining Statement of Fiduciary Net Assets - Fiduciary Funds	126
Combining Statement of Changes in Fiduciary Net Assets - Fiduciary Funds	127
Discretely Presented Component Unit:	
Metropolitan Planning Commission	
Balance Sheet	130
Statement of Revenues, Expenditures, and Changes in Fund Balance	131

STATISTICAL SECTION

Net Assets by Component	134
Changes in Net Assets	135
Fund Balances of Governmental Funds	138
Changes in Fund Balances of Governmental Funds	140
Assessed Value and Estimated Actual Value of Taxable Property	142
Property Tax Rates – Direct and Overlapping Governments	143
Principal Property Taxpayers	144
Property Tax Levies and Collections	145
Taxable Sales by Category	146
Direct and Overlapping Sales Tax Rates	147
Sales Tax Revenue Payers by Industry	148
Ratios of Outstanding Debt by Type	149
Ratios of General Bonded Debt Outstanding	150
Direct and Overlapping Governmental Activities Debt	151
Legal Debt Margin Information	152
Pledged-Revenue Coverage – Water and Sewerage	153
Pledged-Revenue Coverage - Municipal and Regional Airports	154

Demographic and Economic Statistics.....	155
Principal Employers	156
Full-time Equivalent City Government Employees by Function	157
Operating Indicators by Function	158
Capital Asset Statistics by Function	159





August 31, 2010

Mayor Cedric B. Glover
Members of the City Council
City of Shreveport, Louisiana

Mayor and Members of the City Council:

In accordance with Section 10.02, paragraph (j), of the City Charter, I am pleased to submit the Comprehensive Annual Financial Report for the year ended December 31, 2009. The financial statements were prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted government auditing standards by a firm of licensed certified public accountants. I believe this report presents comprehensive information about the City's financial and operating activities during 2009 that is useful to taxpayers, citizens, and other interested persons.

This report was prepared by the Accounting Division of the Finance Department and consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. In addition to internal controls established by management and those built into the accounting system, the Office of Internal Audit periodically reviews the adequacy of internal controls. The Internal Auditor and her staff are independent of the Finance Department. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

In accordance with Section 4.28 of the City Charter, the City Council is required to provide for an annual independent audit of the accounts and financial transactions of the City by a firm of independent certified public accountants duly licensed to practice in the State of Louisiana. The accounting firm of BKD, LLP was selected by the City to conduct its annual audit. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the year ended December 31, 2009, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles

used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements for the year ended December 31, 2009, are fairly presented in conformity with GAAP. The independent accountants' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the City's separately issued Single Audit Report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

Profile of the City of Shreveport

The City of Shreveport was incorporated in 1839. It is located on the west bank of the Red River in Northwest Louisiana, approximately 30 miles south of Arkansas and 15 miles east of Texas. Shreveport is the seat of Caddo Parish and the center of a metropolitan area that includes Bossier, Caddo, and Webster Parishes. Although located primarily in Caddo Parish, a small portion of the City extends into Bossier Parish. The current area of the City is approximately 122 square miles.

The City of Shreveport has been organized under a mayor-council form of government since 1978, when the current City charter was adopted by the voters. The charter provides for a seven member council, with each member selected for four-year terms from separate districts of the City. The mayor is elected at-large for a four-year term, is not a member of the council, but has veto power over council action.

The City provides a wide range of services including public safety, highways and streets, sanitation, water and sewer services, airports, transportation, recreational activities, general administration functions and others.

These financial statements present the City of Shreveport (the primary government) and its component units. The component units are included in the City's reporting entity because of the significance of their operational or financial relationships with the City. Included as discretely presented component units is the financial data for the Shreveport Home Mortgage Authority, City Courts, City Marshal, Downtown Development Authority and the Metropolitan Planning Commission. They are reported separately within the City's financial statements to emphasize that they are legally separate from the City. Additional information on these legally separate entities can be found in the notes to the financial statements.

Budgetary Control

The annual budget serves as the foundation for the City's financial planning and control. The City Council is required to adopt the final budgets no later than December 15 each year. Budgets are adopted at the fund, department, object level. The exception is the Community Development Department where the

budget is at the fund, department, division, object level. Budgetary transfers across department lines or between classes of lump sum appropriations require the approval of the City Council.

Local Economy

The oil and gas industries have long been an important part of the local economy and with the increased activity of the Haynesville Shale gas drilling, that will continue. Unemployment rose to 7.5% as of December 31, 2009, compared to 6.8% in 2008 and 4.5% in 2007. Shreveport remains below the national average and expects to show improvement in 2010.

Casinos continue to be successful and a vital part of the local economy. The negative side is the threat to casino businesses from Indian casinos in Oklahoma which are closer to the market from which the City heavily draws its customers. Following is a five-year history of the City's gaming revenues:

2005	\$ 11,617,496
2006	12,273,760
2007	12,366,888
2008	12,931,726
2009	12,931,910

Retail sales in Shreveport have slowed with the national economy. Several large national retailers closed during 2009. The five-year trend for sales tax has been as follows:

2005	\$ 93,713,711
2006	109,163,966 (\$102,154,326 without one-time receipts)
2007	105,404,839
2008	109,226,148
2009	105,947,678

During 2006, the City received \$7,009,640 in one-time sales tax revenue as a result of an on-going lawsuit which lasted for several years. Sales tax revenue decreased 3.0% in 2009 compare to 2008.

Commercial construction decreased in number of permits and increased in value. In 2009, there were 58 permits issued with a value of \$101,724,144 compared to 98 permits valued at \$80,230,061 in 2008. Multi-family and single family residential construction continued to decrease in number of units during 2009, however they showed an increase in value. Following is a chart which shows the five-year history for commercial and residential construction:

Year	<u>Commercial Construction</u>		<u>Residential Construction</u>	
	<u>Number Of Units</u>	<u>Value</u>	<u>Number Of Units</u>	<u>Value</u>
2005	95	\$ 112,346,149	669	\$ 142,783,450
2006	65	60,586,363	818	134,528,565
2007	83	93,497,876	632	107,257,010
2008	98	80,230,061	354	65,249,429
2009	58	101,724,144	284	68,637,774

Business bankruptcies were up 37.2% in 2009. Personal bankruptcies were up 18.4% in 2009.

The local economy is diversified and evolving. With the increased drilling activity, due to the Haynesville Shale, the economy should remain relatively stable.

Long-term Financial Planning

For many years, gaming revenues were considered a limitless source of revenue to meet various needs. While the casino industry is still a vital part of the local economy, it is unlikely that there will be strong growth in gaming revenues in the near future. These revenues have been pledged to pay debt, to pay the Convention Center expenses not covered by revenues, as transfers to the General Fund and civic appropriations. Hard choices will have to be made as to how to utilize gaming revenues in the future. The Haynesville Shale activity in the area will provide increased revenue for several years.

The largest business-type activity is the Water and Sewer Fund. An increase in commercial and industrial rates became effective January 1, 2009. This increase will help to cover debt service on funds borrowed for water and sewer system improvements.

Long-term, the City has begun to listen more to the mandate from the public to take action in several specific areas: crime and the perception of crime, code enforcement and neighborhood preservation and inner city economic and physical development. These will be the focus for the next couple of years.

Relevant Financial Policies

In the 2010 budget, a serious look was taken at the need to improve the City's fund balance. With relatively stable revenues, it will be a balancing act to maintain sufficient fund balance while addressing citizen and employee concerns. A lease bonus payment received in 2009 has helped the City increase its fund balance over 2009 budgeted amounts.

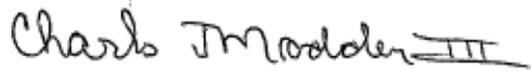
Major Initiatives

With continued emphasis on neighborhood policing, Shreveport reported the lowest crime rate in 34 years. To aid this continued effort to fight crime, the City was awarded a Cops Hiring Recovery Program Grant that will allow it to hire an additional 27 police officers. The City was also awarded a \$1.98 million Energy Efficiency and Conservation Block Grant that will be used to leverage additional dollars to improve energy efficiency of buildings and vehicles.

Acknowledgements

Sincere appreciation is expressed to the entire staff in the Finance Department and especially to the professional accounting staff whose dedicated and efficient services have made the preparation of this report possible. Thanks to the Mayor and City Council for your support of excellence in financial reporting and fiscal integrity.

Sincerely,

A handwritten signature in black ink that reads "Charles J. Madden III". The signature is written in a cursive style with a horizontal line underlining the name.

Charles J. Madden III
Interim Director of Finance

CITY OF SHREVEPORT

ORGANIZATION CHART

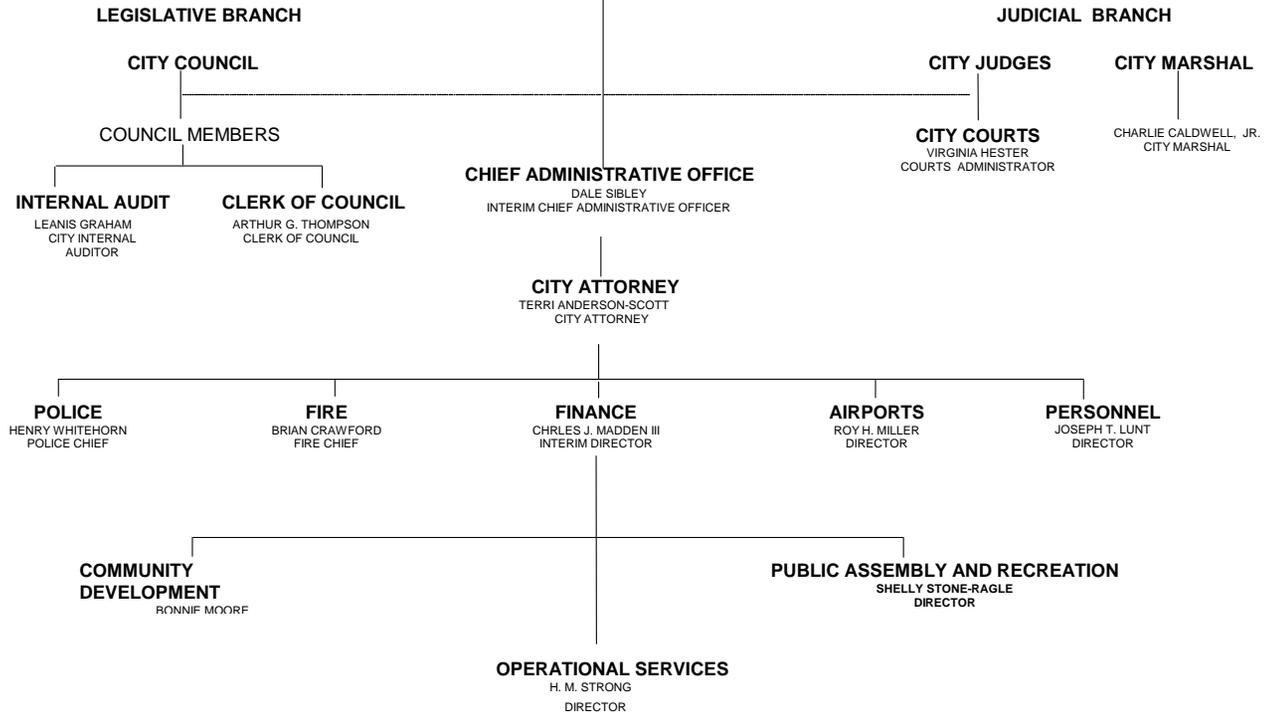
December 31, 2009

EXECUTIVE BRANCH

OFFICE OF THE MAYOR

EXECUTIVE OFFICE

**CEDRIC B.
GLOVER**
MAYOR



CITY OF SHREVEPORT, LOUISIANA

PRINCIPAL OFFICIALS

Cedric B. Glover
Mayor

Dale Sibley
Interim Chief Administrative Officer

Members of City Council

Calvin B. Lester, Jr.
R. M. Walford
Michael D. Long
Bryan K. Wooley
Ron Webb
Joe Shyne
Joyce Bowman

District A
District B
District C
District D
District E
District F
District G

CITY OF SHREVEPORT, LOUISIANA

FINANCE DEPARTMENT

Interim Department Director

Charles J. Madden III

Division Managers

John Pistorius
Charles Madden
Tom Mattox

Accounting
Revenue Collection
Purchasing

Accounting Staff

Rosalyn Atkins
Shiwanda Brown
Dorothy Cole
Evelyn Jones
Linda Long
Lynn Petrey
Larry Phelps
Lashonda Samuels
Brenda Stills

Louise Broom
Rosemary Clark
G-Ray Evans
Marie Lafontant
Abigail Monette
Diane Pharr
James Rolfs
Linda Smith

Independent Accountants' Report on Financial Statements and Supplementary Information

To the Members of the City Council and
Honorable Cedric B. Glover, Mayor
City of Shreveport, Louisiana

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City of Shreveport, Louisiana (the City) as of and for the year ended December 31, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service, fiduciary funds and Metropolitan Planning Commission funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended December 31, 2009, as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the component unit financial statements of the City Courts, City Marshal and Downtown Development Authority, which represent 41% and 75% of the assets and revenues, respectively, of the aggregate discretely presented component units. Those financial statements were audited by the other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the City Courts, City Marshal and Downtown Development Authority, is based on the reports of the other auditors.

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 and the reports of other auditors provide a reasonable basis for our opinions.

In our report dated June 26, 2009, we expressed our opinion that the financial statements of the aggregate discretely presented component units of the City for the year ended December, 31, 2008, were not fairly presented in conformity with accounting principles generally accepted in the United States of America because they did not include the financial data for the City's legally separate component unit, the Shreveport Home Mortgage Authority (the Authority) and the City did not otherwise issue 2008 financial statements encompassing all of the component units in its financial reporting entity. The City has now included the Authority's financial data within the aggregate discretely presented component units in the 2009 financial statements to conform to accounting principles generally accepted in the United States of America and the beginning net assets of the aggregate discretely presented component units have been restated in the 2009 financial statements as described in Note H. Our previously issued report on the financial statements of the aggregate discretely presented component units dated June 26, 2009, is no longer to be relied upon because the previously issued 2008 financial statements of the aggregate discretely presented component units have been restated to correct the material misstatement and that report is replaced by this report on the restated 2008 financial statements of the aggregate discretely presented component units.

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In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City as of December 31, 2009, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and Community Development Fund for the year then ended in conformity with GAAP. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, nonmajor enterprise, internal service, fiduciary and Metropolitan Planning Commission funds of the City as of December 31, 2009, 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 31, 2010, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant 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 to 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 accompanying management's discussion and analysis and pension/OPEB information, as listed in the table of contents, is 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 City's basic financial statements. The accompanying supplementary information as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects, in relation to the basic financial statements taken as a whole.

The accompanying financial information in the introductory and statistical sections, as listed in the table of contents, has not been subjected to the procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

BKD, LLP

August 31, 2010

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Management's Discussion and Analysis

The Management's Discussion and Analysis (MD&A) offers the readers of the City of Shreveport's financial statements this narrative overview and analysis of the financial activities of the City of Shreveport for the year ended December 31, 2009. This information presented here should be considered in conjunction with additional information provided in the letter of transmittal which is found on pages 1-5 of this report.

Financial Highlights

- The assets of the City exceeded its liabilities at December 31, 2009 by \$886.2 million (net assets). Governmental activities' unrestricted net assets are a deficit of \$66.2 million. This is the result of the City financing certain long-term liabilities that would have been paid over future years to take advantage of available lower interest rates and the recognition of \$67.8 million in net other postemployment benefit obligations.
- The City's total net assets increased \$7.0 million. Net assets of governmental activities decreased \$3.6 million and net assets of business-type activities increased \$10.6 million.
- As of December 31, 2009, the City's governmental funds reported combined fund balances of \$118.2 million, an increase of \$7.8 million from the prior year. Of this amount, \$13.9 million for the General Fund was unreserved, undesignated, and available for spending.
- The unreserved, undesignated fund balances for the General Fund represented 8.2% of total General Fund expenditures.
- The City's total debt decreased \$72.9 million.

Overview of the Financial Statements

The management's discussion and analysis serves as an introduction to the City's basic financial statements which are the government-wide financial statements, fund financial statements, and notes to the financial statements. Also included in the report is required supplementary information.

Government-wide financial statements. The government-wide financial statements report information about the overall finances of the City similar to a business enterprise. These statements combine and consolidate short-term, spendable resources with capital assets and long-term obligations.

The statement of net assets presents information on all of the City's assets less liabilities which results in net assets. The statement is designed to display the financial position of the City. Over time, increases or decreases in net assets help determine whether the City's financial position is improving or deteriorating.

The statement of activities provides information which shows how the City's net assets changed as a result of the year's activities. The statement uses the accrual basis of accounting, which is similar to the accounting used by private-sector businesses. All of the revenues and expenses are reported regardless of the timing of when cash is received or paid. The statement distinguishes functions of the City that are financed primarily by taxes, intergovernmental revenues, and charges for services

(governmental activities) from functions where user fees and charges to customers help to cover all or most of the cost of services (business-type activities). The City's governmental activities include general government, public safety, public works, culture and recreation, health and welfare, community development, economic development, and economic opportunity. The business-type activities of the City include airports, water and sewer systems, hotel, transit, golf, and parking operations.

Not only do the government-wide financial statements include the City itself which is the primary government, but also its component units, Shreveport Home Mortgage Authority, City Courts, City Marshal, Downtown Development Authority and Metropolitan Planning Commission. Although these component units are legally separate, their operational or financial relationship with the City makes the City financially accountable. The government-wide financial statements can be found on pages 25-27 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure and demonstrate fiscal accountability. The City uses governmental, proprietary, and fiduciary fund financial statements to provide more detailed information about the City's most significant funds rather than the City as a whole.

Governmental funds. Governmental funds are used to report most of the City's basic services. The funds focus on the inflows and outflows of current financial resources and the balances of spendable resources available at the end of the year. Governmental fund statements provide a near- or short-term view of the City's operations. A reconciliation is prepared of the governmental funds Balance Sheet to the Statement of Net Assets and the Statement of Revenues, Expenditures, and Changes in Fund Balances of governmental funds to the Statement of Activities.

Fourteen governmental funds are used by the City. There are three major funds which have separately presented information in the governmental fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances. The major funds are the General Fund, Community Development, and Debt Service. The eleven nonmajor funds are presented in the aggregate in the governmental fund financial statements. The individual fund information is presented in combining statements.

The City adopts an annual appropriated budget for its general fund and certain special revenue funds. Budgetary comparison statements have been provided to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 28-38 of this report.

Proprietary funds. The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its airports, water and sewer, hotel, and other operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its

health care, retained risk and information technology. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Proprietary fund financial statements provide separate information for the airports, water and sewer, and hotel operations which are considered to be major funds of the City.

Conversely, internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 40-44 of this report.

Fiduciary funds. Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for others. Activities from fiduciary funds are not included in the government-wide financial statements because the City cannot use these assets for its operations. The accounting for fiduciary funds is much like that used in proprietary funds. The basic fiduciary aggregated fund financial statements can be found on pages 45-46 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 51-99 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension and post employment benefits to its employees. Required supplementary information can be found on pages 101-102 of this report.

The combining statements for nonmajor governmental funds, enterprise funds, internal service funds, and fiduciary funds are presented immediately following the required supplementary information on pensions and post employment benefits. Combining and individual fund statements and schedules can be found on pages 104-112 for governmental funds, pages 114-117 for enterprise funds, pages 120-123 for internal service funds and pages 126-127 for fiduciary funds.

Government-wide Financial Analysis

Net assets. The following table reflects condensed information on the City's net assets:

	Net Assets (in millions)					
	Governmental Activities		Business-type Activities		Total	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Current and other assets	\$185.7	\$182.6	\$ 56.9	\$117.4	\$ 242.6	\$ 300.0
Capital assets	<u>716.2</u>	<u>731.9</u>	<u>614.5</u>	<u>582.0</u>	<u>1,330.7</u>	<u>1,313.9</u>
Total assets	<u>901.9</u>	<u>914.5</u>	<u>671.4</u>	<u>699.4</u>	<u>1,573.3</u>	<u>1,613.9</u>
Long-term liabilities	363.3	372.2	292.8	331.0	656.1	703.2
Other liabilities	<u>20.1</u>	<u>20.2</u>	<u>10.9</u>	<u>11.3</u>	<u>31.0</u>	<u>31.5</u>
Total liabilities	<u>383.4</u>	<u>392.4</u>	<u>303.7</u>	<u>342.3</u>	<u>687.1</u>	<u>734.7</u>
Net assets						
Invested in capital assets, net of related debt	518.4	507.1	368.7	361.9	887.1	869.0
Restricted	66.3	61.4	2.8	3.8	69.1	65.2
Unrestricted (Deficit)	<u>(66.2)</u>	<u>(46.4)</u>	<u>(3.8)</u>	<u>(8.6)</u>	<u>(70.0)</u>	<u>(55.0)</u>
Total net assets	<u>\$518.5</u>	<u>\$522.1</u>	<u>\$367.7</u>	<u>\$357.1</u>	<u>\$886.2</u>	<u>\$879.2</u>

At December 31, 2009, the City as a whole had assets greater than its liabilities by \$886.2 million compared to \$879.2 million at December 31, 2008. The majority of the City's net assets of governmental activities are invested in capital assets (streets, drainage, construction in progress, buildings, equipment, etc.). The capital assets are net of the outstanding principal of the debt associated with their acquisition. These assets are not available for future expenditures since they will not be sold. Restrictions are imposed upon 12.8% of the governmental activities net assets. Therefore, these assets are unavailable for general expenditures but must be used for the intended purposes. Unrestricted net assets of governmental activities are a deficit of \$66.2 million at the end of the year, an increase in the deficit from a \$46.4 million deficit in 2008. The deficit does not mean that the City has insufficient resources to pay bills for the next year. However, it does show that on a long-term basis, the City has commitments beyond which it has current resources to fund its obligations. The largest of these commitments, besides the general obligation bonds, are certificates of indebtedness which were issued to fund state pension obligations, notes issued for remodeling of the Independence Stadium and the recognition of net other postemployment benefit obligations.

The net assets of the City's business-type activities are \$367.7 million, an increase of \$7.0 million from 2008. The increase is primarily the result of capital contributions. As with the governmental activities, the majority of the net assets are invested in capital assets. The City uses these assets to provide services to the citizens. The unrestricted net assets of the business-type activities are a deficit of 3.8 million at December 31, 2009 compared to \$8.6 million in the prior year. The decrease in the deficit was due to an increase in investment earnings, intergovernmental revenues, gain on disposal of capital assets and a decrease in transfers out.

Changes in net assets. The City's total revenues and expenses for governmental and business-type activities are reflected in the following chart:

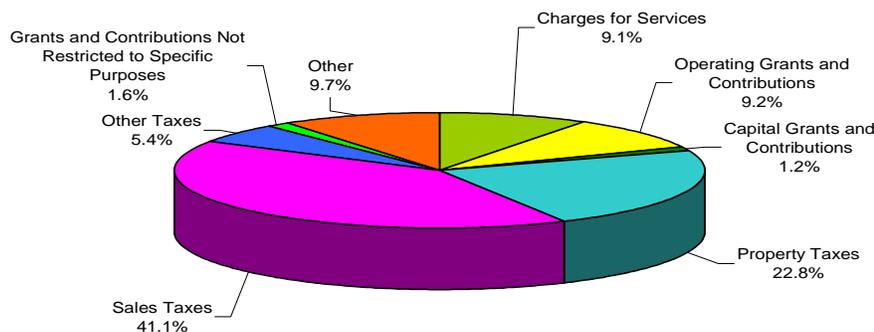
Changes in Net Assets
(in millions)

	Governmental		Business-type		Total	
	Activities		Activities			
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Revenues:						
Program revenues:						
Charges for services	\$ 23.4	\$ 20.5	\$ 82.3	\$ 83.9	\$ 105.7	\$104.4
Operating grants and contributions	23.7	19.5	5.5	5.1	29.2	24.6
Capital grants and contributions	3.0	4.4	13.8	8.4	16.8	12.8
General revenues:						
Property taxes	58.6	57.5	-	-	58.6	57.5
Sales taxes	105.9	109.2	-	-	105.9	109.2
Other taxes	14.0	14.5	-	-	14.0	14.5
Grants and contributions not restricted to specific programs	4.0	3.4	-	-	4.0	3.4
Other	<u>24.9</u>	<u>20.7</u>	<u>3.3</u>	<u>.1</u>	<u>28.2</u>	<u>20.8</u>
Total revenues	<u>257.5</u>	<u>249.7</u>	<u>104.9</u>	<u>97.5</u>	<u>362.4</u>	<u>347.2</u>
Expenses:						
General government	36.4	32.3	-	-	36.4	32.3
Public safety	114.8	112.1	-	-	114.8	112.1
Public works	49.7	54.4	-	-	49.7	54.4
Culture and recreation	24.4	24.6	-	-	24.4	24.6
Health and welfare	.2	.4	-	-	.2	.4
Community development	4.4	4.9	-	-	4.4	4.9
Economic development	6.6	7.8	-	-	6.6	7.8
Economic opportunity	6.9	3.5	-	-	6.9	3.5
Interest on long-term debt	13.4	12.8	-	-	13.4	12.8
Municipal and regional airports	-	-	15.0	13.8	15.0	13.8
Water and sewerage	-	-	54.5	56.6	54.5	56.6
Convention Center Hotel	-	-	12.9	13.0	12.9	13.0
Shreveport area transit	-	-	14.0	14.2	14.0	14.2
Golf	-	-	1.7	1.9	1.7	1.9
Downtown parking	-	-	<u>.5</u>	<u>.5</u>	<u>.5</u>	<u>.5</u>
Total expenses	<u>256.8</u>	<u>252.8</u>	<u>98.6</u>	<u>100.0</u>	<u>355.4</u>	<u>352.8</u>
Increase (decrease) in net assets before transfers	0.7	(3.1)	6.3	(2.5)	7.0	(5.6)
Transfers	(4.3)	(5.1)	<u>4.3</u>	<u>5.1</u>	-	-
Increase (decrease) in net assets	(3.6)	(8.2)	10.6	2.6	7.0	(5.6)
Net assets January 1, 2009	<u>522.1</u>	<u>530.3</u>	<u>357.1</u>	<u>354.5</u>	<u>879.2</u>	<u>884.8</u>
Net assets December 31, 2009	<u>\$518.5</u>	<u>\$522.1</u>	<u>\$367.7</u>	<u>\$357.1</u>	<u>\$886.2</u>	<u>\$879.2</u>

Revenues for the City's governmental activities for the year ended December 31, 2009 were \$257.5 million compared to \$249.7 million in 2008.

- Program revenues increased \$5.7 million in 2009 compared to 2008 primarily as a result of an increase in charges for services and operating grants and contributions.
- General revenues are, for the most part, comprised of sales and property taxes (79.3%).
 - Sales taxes represent 51.1% of revenues at \$105.9 million compared to \$109.2 million for 2008. Collections were down 3.0% for 2009.
 - Property tax revenues represent 28.3% and/or \$58.6 million. Revenue was up 1.9% as a result of new construction.

Revenues by Source - Governmental Activities

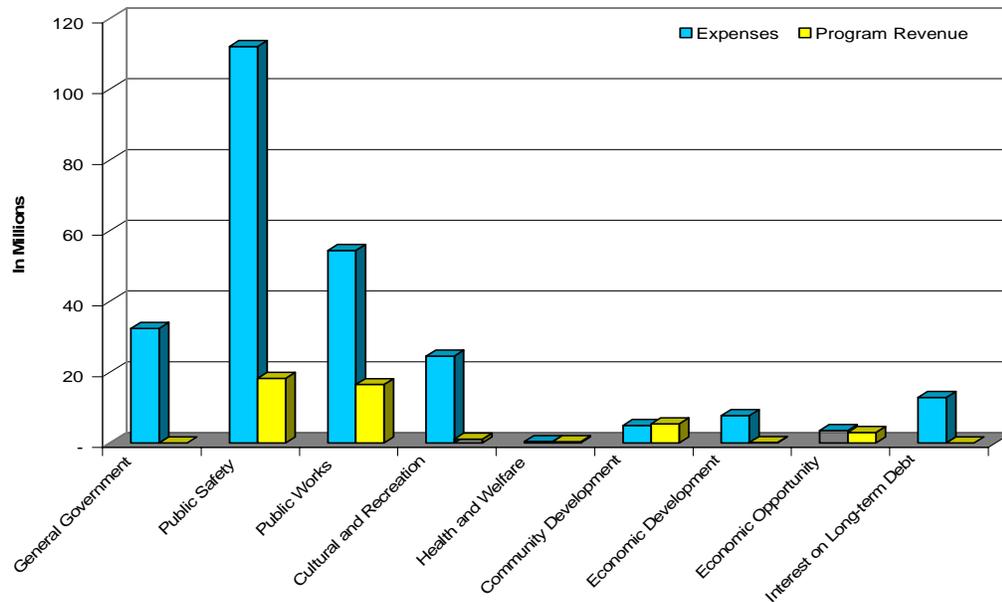


The cost of providing all governmental activities this year was \$256.8 million, an increase of \$4.0 million from the prior year. The key factors for the increase were:

- General government expenses were \$36.4 million compared to \$32.3 million in 2008. The increase was primarily due to an increase in annual pension expense compared to 2008.
- Public safety expenses were \$114.8 million compared to \$112.1 million in 2008. The increase of \$2.7 million was primarily due to an increase in other postemployment benefits expense.
- Public works expenses were \$49.7 million compared to \$54.4 million in 2008. The decrease of \$4.7 million was primarily due to a reduction in the landfill closure costs estimate, contractual services and expenditures for improvements and equipment.
- Culture and recreation expenses were \$24.4 million compared to \$24.6 million in 2008.

The City’s five largest governmental activities are public safety, public works, general government, interest on long-term debt and cultural and recreation. The graph below shows the expenses and program revenues generated by governmental activities:

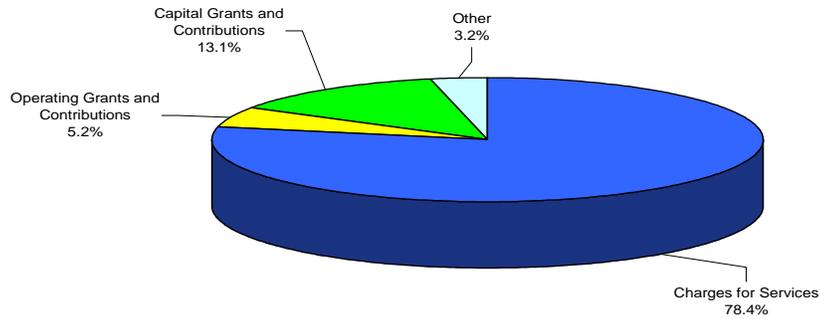
Expenses and Program Revenues - Governmental Activities



Business-type Activities. Charges for services for the City’s business-type activities were \$82.3 million for 2009, a decrease of \$1.6 million from 2008.

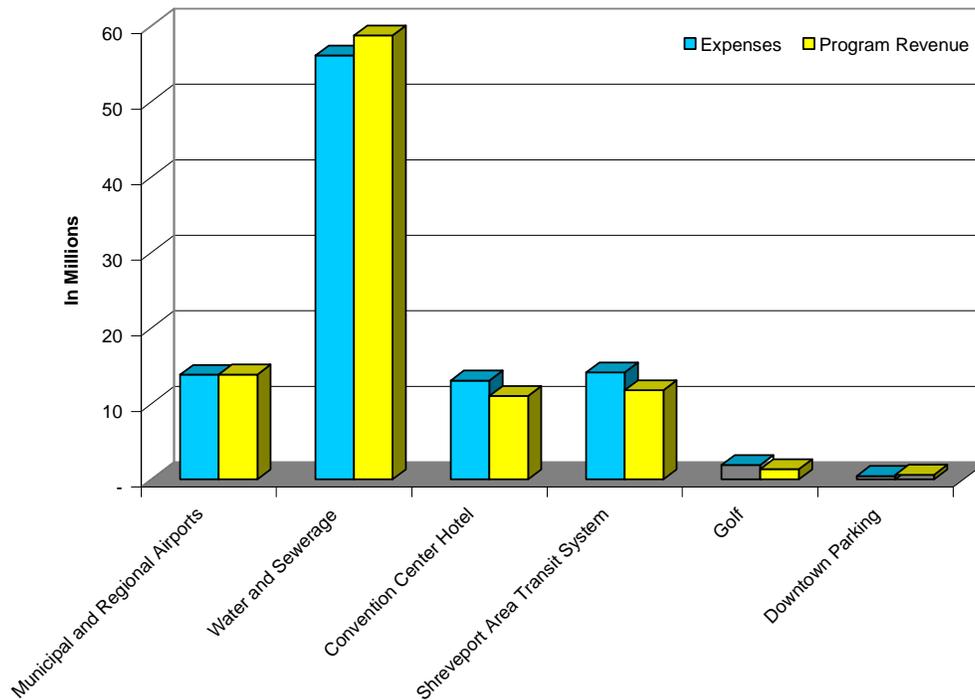
- Municipal and Regional Airports revenues decreased \$1.3 million. Landing fees decreased \$0.3 million. Parking, car rental and concessions decreased \$0.8 million partially due to the bankruptcy of the parking vendor. Other revenues decreased \$0.3 million due to a decrease in royalty revenue.
- Water and Sewerage revenues decreased \$0.3 million in 2009 which was basically in line with 2008.
- The Convention Center Hotel revenues increased \$0.1 million in 2009 which was basically in line with 2008.

Revenues by Source - Business-type Activities



The costs of these business-type activities were \$98.6 million for 2009, a decrease of \$1.4 million from 2008.

Expenses and Program Revenues - Business-type Activities



Municipal and Regional Airport expenses increased \$1.2 million due to increased depreciation and interest expense. Water and Sewerage expenses decreased \$2.16 million in general operations and interest expense. Other propriety funds saw small decreases of \$0.5 million.

Financial Analysis of the City's Funds

Governmental funds. The analysis of governmental funds serves the purpose of looking at what resources came into the funds, how they were spent and what is available for future expenditures. Did the government generate enough revenue to pay for current obligations? What is available for spending at the end of the year? The City's governmental funds for the year ended December 31, 2009 reflect combined fund balances of \$118.2 million, an increase of \$7.8 million compared to the prior year. Sixty-one percent of the fund balances are reserved to pay for debt service (\$58.9 million) and to pay for contracts and purchase orders which have been committed to in the prior year(s) (\$13.2 million.) Management has an actual plan for 27 percent of the fund balances (\$32.4 million) which are reported as unreserved, designated. This is primarily for capital projects. The remainder of the fund balances are available for spending except amounts reserved for inventories and endowments and assets held for sale.

The General Fund is the City's operating fund which provides most basic services. Its fund balance had an increase of \$10.1 million from the prior year. Revenues were up for the year, increasing by \$8.9 million. Included in 2009 revenues was a one-time mineral lease bonus of \$6.4 million. The major revenue sources are property taxes, sales taxes, and charges for services.

- Sales tax collections decreased \$3.3 million from 2008 because retail sales were down for the year.
- Total expenditures of the General Fund were down 4.7 million.

The Debt Service Fund has a total fund balance of \$58.9 million which is reserved for payment of principal and interest on debt outstanding. The fund balance for 2009 increased by \$3.0 million during the year compared to an increase of \$7.4 million in 2008. The increase can be attributed to an increase in intergovernmental revenue and transfers in.

Proprietary funds. Net assets for the Municipal and Regional Airports increased \$4.9 million, primarily as a result of capital contributions. Water and Sewerage's net assets increased by \$10.0 million compared to \$3.3 million in 2008 primarily as a result in increased capital contributions and a reduction in operating expenses.

General Fund Budgetary Highlights

During the year, the City Council revised the City's budget several times. After the first quarter, amendments and supplemental appropriations were approved to reflect the actual beginning fund balances estimated during the budget process which must be submitted by October 1 for the next year. Additional changes were made as new information indicated a need. The major differences between the original budget and the final budget were overall revenues increased by \$4.9 million while expenditures including transfers out were increased by \$3.2 million. During the year, revenues were \$0.9 million less than the revised budget while expenditures including transfers out were less than the revised budget by \$6.8 million.

Overruns in appropriations at the legal level of budgetary controls were experienced by:

- Personnel
 - Salaries, wages and employee benefits exceeded the budget by \$3,497.
- Finance
 - Contractual services exceeded the budget by \$21,907 due to increased collection expenses.
- Other unclassified
 - Interest and civic appropriations exceeded the budget by \$574,753 due to the expenditures necessary for funding the unrestricted deficit balance of the closed Fleet Services Fund and operating interest. These expenditures were not budgeted.
 - Payments to component units exceeded the budget by \$52,572 due to budget overruns by the City Marshall and the Metropolitan Planning Commission.
- Public works
 - Salaries, wages and employee benefits exceeded the budget by \$234,479 due to a one-time payment made to classified employees that was not budgeted.

Capital Assets and Debt Administration

Capital assets. The City's investment in capital assets as of December 31, 2009 for its governmental and business-type activities was \$1.3 billion net of depreciation as reflected in the following schedule.

Capital Assets (net of depreciation in millions)						
	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Land	\$110.6	\$108.4	\$34.2	\$33.1	\$144.8	\$141.5
Construction in progress	10.7	9.2	93.6	51.8	104.3	61.0
Buildings	201.8	206.0	87.9	88.1	289.7	294.1
Improvement other than buildings	41.1	42.8	32.9	35.3	74.0	78.1
Equipment	28.6	33.2	26.4	29.1	55.0	62.3
Distribution and collection systems	-	-	339.5	344.6	339.5	344.6
Infrastructure	<u>323.4</u>	<u>332.3</u>	<u>-</u>	<u>-</u>	<u>323.4</u>	<u>332.3</u>
Total	<u>\$716.2</u>	<u>\$731.9</u>	<u>\$614.5</u>	<u>\$582.0</u>	<u>\$1,330.7</u>	<u>\$1,313.9</u>

Major additions to capital assets during the current year included the following (in millions):

Air Cargo Facility Park – Buildings A and B funded with 2008C Airport Revenue Bonds.	\$2.5
Airport Land Acquisition – Part 150 Noise Abatement funded with Federal Aviation Authority and State Grants.	1.4
Ledbetter Heights Land Banking funded with Special Revenue Riverfront Funding.	1.2
Turn Lane – Piermont at Fairfield Intersection funded with General Obligation Bonds.	<u>0.9</u>
	<u>\$6.0</u>

Water and Sewer has additional commitments to spend \$9.0 million on the Amiss Water Treatment Plant, \$5.2 Million on the Water System Infrastructure Improvements Program and \$7.5 million on various other projects. The Airport has commitments to spend \$2.5 million on runways and taxiways and \$1.5 million on noise mitigation projects.

Detailed information on the City’s capital assets can be found in Note III E on pages 68-72 of the report.

Long-term debt. At year end, the City had \$537.5 million in bonds and other lending agreements, including \$5.9 million in Section 108 Housing and Urban Development guaranteed loans as shown in the following table.

Outstanding Debt
General Obligation and Revenue Bonds
and Other Lending Agreements
(in millions)

	Governmental Activities		Business-type Activities		Total	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
General obligation bonds	\$183.8	\$205.4	\$ -	\$ -	\$183.8	\$205.4
Revenue bonds	-	-	239.8	279.4	239.8	279.4
Other lending agreements	<u>73.2</u>	<u>84.4</u>	<u>40.7</u>	<u>41.2</u>	<u>113.9</u>	<u>125.6</u>
Total	<u>\$257.0</u>	<u>\$289.8</u>	<u>\$280.5</u>	<u>\$320.6</u>	<u>\$537.5</u>	<u>\$610.4</u>

There was no debt activity within the governmental activities during 2009. In the business-type activities, Water and Sewer redeemed \$25 million of the Revenue Bonds Series 2005 with funds remaining in the Project Fund.

State statutes limit the amount of government obligation debt a municipality may issue at a maximum of 10% of the assessed valuation for any purpose. The maximum may be exceeded if the aggregate issued for all purposes does not exceed 35% of the total assessed valuation. The City’s outstanding general obligation debt is below the state limit. Approximately \$282 million of additional general obligation bonded debt is available for issuance.

Detailed information on the City's long-term debt can be found in Note III H on pages 75-88 of the report.

Economic Factors and Next Year's Budgets and Rates

The local economy continues to remain stable with slow growth expected for 2010. With the renewal of state incentives and a local sales tax rebate, the film industry has started to pick up and is expected to stay strong through 2010.

The administration continues to concentrate on increasing fund balance. All merit increases were eliminated in the 2010 budget. The City has started replacing some of its aging fleet of police cars.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Finance, City of Shreveport, 505 Travis Street, Suite 670, Shreveport, LA 71101.

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF NET ASSETS
DECEMBER 31, 2009

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Cash and cash equivalents	\$ 54,286,494	\$ 5,262,598	\$ 59,549,092	\$ 9,105,946
Investments	50,285,288	3,622,666	53,907,954	5,902,112
Receivable, net	30,926,343	8,166,632	39,092,975	883,170
Due from primary government	-	-	-	54,980
Due from component unit	7,204	-	7,204	-
Due from other governments	23,248,397	3,112,229	26,360,626	76,500
Internal balances	4,119,429	(4,119,429)	-	-
Inventories	1,524,509	2,340,466	3,864,975	-
Prepaid items	753,971	356,260	1,110,231	19,793
Notes receivable	12,867,946	-	12,867,946	4,020,000
Other assets	5,155,923	5,274,379	10,430,302	389,608
Restricted assets:				
Cash and cash equivalents	-	6,115,739	6,115,739	-
Investments	2,510,298	26,737,113	29,247,411	-
Interest receivable	-	2,474	2,474	-
Capital assets:				
Land and construction in progress	121,274,599	127,741,166	249,015,765	778,514
Other capital assets, net of depreciation	594,962,060	486,751,265	1,081,713,325	1,687,439
Total assets	<u>901,922,461</u>	<u>671,363,558</u>	<u>1,573,286,019</u>	<u>22,918,062</u>
LIABILITIES				
Accounts payable	5,657,485	5,658,979	11,316,464	115,579
Accrued liabilities	202,950	3,704,370	3,907,320	73,968
Accrued interest payable	2,855,847	641,518	3,497,365	-
Due to primary government	-	-	-	7,204
Due to component unit	54,980	-	54,980	-
Due to other governments	661,294	-	661,294	68,405
Deferred revenue	10,061,874	186,740	10,248,614	-
Deposits and deferred charges	607,549	635,335	1,242,884	-
Non-current liabilities:				
Due within one year	50,805,538	17,499,689	68,305,227	220,000
Due in more than one year	312,467,466	275,312,637	587,780,103	9,603,651
Total liabilities	<u>383,374,983</u>	<u>303,639,268</u>	<u>687,014,251</u>	<u>10,088,807</u>
NET ASSETS				
Invested in capital assets, net of related debt	518,394,035	368,705,299	887,099,334	2,465,953
Restricted for:				
Debt service	58,882,797	2,769,016	61,651,813	1,056,957
Community development	3,356,221	-	3,356,221	-
Other purposes	4,135,417	-	4,135,417	1,788,824
Unrestricted (deficit)	(66,220,992)	(3,750,025)	(69,971,017)	7,517,521
Total net assets	<u>\$ 518,547,478</u>	<u>\$ 367,724,290</u>	<u>\$ 886,271,768</u>	<u>\$ 12,829,255</u>

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2009

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General government	\$ 36,368,232	\$ -	\$ -	\$ -
Public safety	114,755,487	9,220,566	10,400,191	-
Public works	49,697,351	13,832,164	690,350	3,022,403
Culture and recreation	24,444,194	309,938	305,568	-
Health and welfare	224,472	-	183,331	-
Community development	4,409,060	-	5,225,874	-
Economic development	6,585,469	-	336,971	-
Economic opportunity	6,850,646	-	6,591,478	-
Interest on long-term debt	13,421,295	-	-	-
Total governmental activities	256,756,206	23,362,668	23,733,763	3,022,403
Business-type activities				
Municipal and Regional Airports	15,011,292	8,564,049	239,186	10,188,208
Water and Sewerage	54,476,538	58,177,800	1,117,714	4,142,723
Convention Center Hotel	12,931,427	11,141,947	-	-
Shreveport Area Transit System	13,993,824	2,583,705	4,133,861	(535,081)
Golf	1,727,208	1,196,859	-	834
Downtown Parking	466,000	623,988	-	-
Total business-type activities	98,606,289	82,288,348	5,490,761	13,796,684
Total primary government	\$ 355,362,495	\$ 105,651,016	\$ 29,224,524	\$ 16,819,087
Component units:				
Shreveport Home Mortgage Authority	694,389	527,177	-	-
City Courts	3,184,035	667,646	-	-
City Marshal	2,043,179	389,272	-	-
Downtown Development Authority	1,640,365	735,042	-	-
Metropolitan Planning Commission	1,846,407	251,372	156,060	-
Total component units	\$ 9,408,375	\$ 2,570,509	\$ 156,060	\$ -

General Revenues:

Taxes:

Property taxes levied for general purposes

Property taxes levied for debt service

Sales taxes

Franchise taxes

Occupational licenses

Gaming

Grants and contributions not restricted to specific programs

Investment earnings

Payment from City of Shreveport

Miscellaneous

Transfers

Total general revenues and transfers

Change in Net Assets

Net assets - beginning - as restated, see Note H.

Net assets - ending

The accompanying notes are an integral part of the financial statements.

**Net (Expenses) Revenue and
Changes in Net Assets**

Primary Government				
Governmental Activities	Business-type Activities	Total	Component Units	
\$ (36,368,232)	\$ -	\$ (36,368,232)	\$ -	-
(95,134,730)	-	(95,134,730)	-	-
(32,152,434)	-	(32,152,434)	-	-
(23,828,688)	-	(23,828,688)	-	-
(41,141)	-	(41,141)	-	-
816,814	-	816,814	-	-
(6,248,498)	-	(6,248,498)	-	-
(259,168)	-	(259,168)	-	-
(13,421,295)	-	(13,421,295)	-	-
(206,637,372)	-	(206,637,372)	-	-
-	3,980,151	3,980,151	-	-
-	8,961,699	8,961,699	-	-
-	(1,789,480)	(1,789,480)	-	-
-	(7,811,339)	(7,811,339)	-	-
-	(529,515)	(529,515)	-	-
-	157,988	157,988	-	-
-	2,969,504	2,969,504	-	-
(206,637,372)	2,969,504	(203,667,868)	-	-
-	-	-	-	(167,212)
-	-	-	-	(2,516,389)
-	-	-	-	(1,653,907)
-	-	-	-	(905,323)
-	-	-	-	(1,438,975)
-	-	-	-	(6,681,806)
24,069,300	-	24,069,300	726,448	-
34,473,557	-	34,473,557	-	-
105,947,678	-	105,947,678	-	-
7,290,551	-	7,290,551	-	-
6,659,033	-	6,659,033	-	-
12,931,910	-	12,931,910	-	-
3,961,292	-	3,961,292	-	-
1,163,022	2,580,624	3,743,646	99,674	-
-	-	-	5,624,608	-
10,833,738	795,942	11,629,680	52,700	-
(4,285,799)	4,285,799	-	-	-
203,044,282	7,662,365	210,706,647	6,503,430	-
(3,593,090)	10,631,869	7,038,779	(178,376)	-
522,140,568	357,092,421	879,232,989	13,007,631	-
\$ 518,547,478	\$ 367,724,290	\$ 886,271,768	\$ 12,829,255	-

CITY OF SHREVEPORT, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2009

	<u>General</u>	<u>Community Development</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 2,266,721	\$ 200	\$ 16,799,537	\$ 16,832,643	\$ 35,899,101
Investments	2,033,884	-	15,137,537	14,943,147	32,114,568
Property taxes receivable, net	6,257,465	-	9,222,068	-	15,479,533
Franchise taxes receivable	1,630,399	-	-	-	1,630,399
Accounts receivable, net	1,909,605	154,770	-	1,080,935	3,145,310
Due from component unit	-	-	7,204	-	7,204
Due from other governments	12,012,199	8,248,061	95,225	2,892,912	23,248,397
Due from other funds	565,499	-	17,966,775	3,320,400	21,852,674
Inventories, at cost	1,515,099	-	-	-	1,515,099
Notes receivable, net	-	12,613,772	-	254,174	12,867,946
Assets held for resale	-	2,530,194	-	196,066	2,726,260
Restricted Investments	-	-	2,510,298	-	2,510,298
Total assets	<u>\$ 28,190,871</u>	<u>\$ 23,546,997</u>	<u>\$ 61,738,644</u>	<u>\$ 39,520,277</u>	<u>\$ 152,996,789</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ 2,585,047	\$ 915,852	\$ -	\$ 1,690,800	\$ 5,191,699
Accrued liabilities	202,950	-	-	-	202,950
Due to other governments	492,734	168,560	-	-	661,294
Due to other funds	1,343,526	3,548,065	-	2,443,868	7,335,459
Due to component unit	54,980	-	-	-	54,980
Deferred revenue	2,461,373	9,307,208	2,871,485	255,558	14,895,624
Deposits and deferred charges	397,026	-	-	-	397,026
Notes payable	-	5,895,000	-	-	5,895,000
Items held in escrow	-	210,523	-	-	210,523
Total liabilities	<u>7,537,636</u>	<u>20,045,208</u>	<u>2,871,485</u>	<u>4,390,226</u>	<u>34,844,555</u>
Fund balance:					
Reserved for:					
Debt service	-	-	58,867,159	-	58,867,159
Encumbrances	3,102,918	5,429,348	-	4,682,964	13,215,230
Assets held for resale	-	2,530,193	-	196,066	2,726,259
Inventories	1,515,099	-	-	-	1,515,099
Endowments	14,719	-	-	-	14,719
Unreserved, designated for:					
Landfill closure	2,089,572	-	-	-	2,089,572
Unreserved, undesignated	13,930,927	(4,457,752)	-	-	9,473,175
Unreserved, designated reported in nonmajor:					
Special revenue funds	-	-	-	5,147,667	5,147,667
Capital project funds	-	-	-	25,122,715	25,122,715
Unreserved, undesignated reported in nonmajor:					
Special revenue funds	-	-	-	(19,361)	(19,361)
Total fund balance	<u>20,653,235</u>	<u>3,501,789</u>	<u>58,867,159</u>	<u>35,130,051</u>	<u>118,152,234</u>
Total liabilities and fund balance	<u>\$ 28,190,871</u>	<u>\$ 23,546,997</u>	<u>\$ 61,738,644</u>	<u>\$ 39,520,277</u>	<u>\$ 152,996,789</u>

The accompanying notes are an integral part of the financial statements.

**CITY OF SHREVEPORT, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2009**

Fund balances - total governmental funds \$ 118,152,234

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.

Governmental capital assets	1,038,057,390	
Less accumulated depreciation	<u>(322,642,653)</u>	715,414,737

Other assets used in governmental activities that are not financial resources and therefore are not reported in the governmental funds

Bond issuance costs - Less refundings	3,868,230	
Less amortization	<u>(1,438,567)</u>	2,429,663

Some of the City's property taxes will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the governmental funds.

4,833,750

Long-term liabilities including bonds payable are not due and payable in the current period and therefore are not reported in the governmental funds. Long-term liabilities at year-end consist of:

Bonds, notes, and loans payable	(252,410,213)	
Unamortized certificate of indebtedness discount	37,728	
Deferred charge on refunding	7,501,271	
Unamortized bond premium	(6,207,658)	
Accrued interest payable	(2,855,847)	
Net pension obligations	(12,539,072)	
Net OPEB obligation	(67,827,089)	
Landfill closure and postclosure care	(2,089,572)	
Compensated absences	<u>(2,223,966)</u>	(338,614,418)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities.

16,331,512

Net assets of governmental activities.

\$ 518,547,478

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>General</u>	<u>Community Development</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Taxes:					
Property	\$ 23,906,622	\$ -	\$ 34,260,219	\$ -	\$ 58,166,841
Sales	105,947,678	-	-	-	105,947,678
Franchise	7,290,551	-	-	-	7,290,551
Licenses and permits	8,591,789	-	-	-	8,591,789
Intergovernmental	9,022,072	12,252,527	2,627,501	3,845,601	27,747,701
Charges for services	21,992,151	-	-	-	21,992,151
Fines and forfeitures	3,460,862	-	-	-	3,460,862
Gaming	-	-	-	12,931,910	12,931,910
Investment earnings	164,152	53,724	408,821	322,546	949,243
Miscellaneous	8,016,105	652,535	-	2,165,098	10,833,738
Total revenues	<u>188,391,982</u>	<u>12,958,786</u>	<u>37,296,541</u>	<u>19,265,155</u>	<u>257,912,464</u>
EXPENDITURES					
Current:					
General government	29,765,066	-	-	334,417	30,099,483
Public safety	91,222,655	-	-	3,729,375	94,952,030
Public works	35,257,799	-	-	-	35,257,799
Culture and recreation	14,274,756	305,568	-	29,181	14,609,505
Health and welfare	-	209,710	-	-	209,710
Community development	-	3,881,994	-	-	3,881,994
Economic development	-	2,822,308	-	3,681,969	6,504,277
Economic opportunity	-	6,592,309	-	-	6,592,309
Debt service:					
Principal	-	-	32,309,943	-	32,309,943
Interest and other charges	-	-	13,765,069	-	13,765,069
Capital outlay	-	-	-	7,210,328	7,210,328
Total expenditures	<u>170,520,276</u>	<u>13,811,889</u>	<u>46,075,012</u>	<u>14,985,270</u>	<u>245,392,447</u>
Excess (deficiency) of revenues over (under) expenditures	<u>17,871,706</u>	<u>(853,103)</u>	<u>(8,778,471)</u>	<u>4,279,885</u>	<u>12,520,017</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	9,502,100	1,083,633	11,767,101	4,667,370	27,020,204
Transfers out	(17,240,760)	(27,703)	-	(14,470,078)	(31,738,541)
Total other financing sources and (uses)	<u>(7,738,660)</u>	<u>1,055,930</u>	<u>11,767,101</u>	<u>(9,802,708)</u>	<u>(4,718,337)</u>
Net change in fund balances	10,133,046	202,827	2,988,630	(5,522,823)	7,801,680
Fund balances-beginning	10,520,189	3,298,962	55,878,529	40,652,874	110,350,554
Fund balances-ending	<u>\$ 20,653,235</u>	<u>\$ 3,501,789</u>	<u>\$ 58,867,159</u>	<u>\$ 35,130,051</u>	<u>\$ 118,152,234</u>

The accompanying notes are an integral part of the financial statements.

**CITY OF SHREVEPORT, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2009**

Net change in fund balances - total governmental funds	\$	7,801,680
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay	8,584,649	
Depreciation expense	<u>(26,677,307)</u>	(18,092,658)
Donations of capital assets increase net assets in the Statement of Activities, but do not appear in the governmental funds because they are not financial revenues.		2,547,175
Transfer of capital assets from the closed Fleet Services Fund increases net assets in the Statement of Activities but does not appear in the governmental funds because they are not current financial resources.		393,373
Transfer of lease payable on transferred assets from the Fleet Services fund decreases net assets in the Statement of Activities but do not appear in the governmental funds because they are not payable from current financial resources.		(37,835)
Revenues reported in the Statement of Activities which are not reported in governmental funds because they do not provide current financial resources. This adjustment is to recognize the net change in unavailable revenues.		
Property taxes		376,016
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The detail of these differences in the treatment of long-term debt and related items is as follows:		
Principal payments	32,309,943	32,309,943
The changes in other long-term assets and liabilities are reported in the Statement of Activities but do not affect current financial resources of governmental funds. The changes are as follows:		
Employees' retirement system net obligation	(5,398,508)	
Policemen's pension and relief fund net obligation	(468,160)	
Firemen's pension and relief fund net obligation	(1,014,487)	
Net OPEB obligation	<u>(25,144,326)</u>	(32,025,481)

(continued)

(continued)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

These expenses consist of:

Interest accreted on capital appreciation debt	(252,296)	
Amortization of deferred charge on refunding	(723,605)	
Amortization of certificate of indebtedness discount	(3,218)	
Amortization of bond premiums	787,679	
Decrease in accrued interest	536,690	
Amortization of issuance costs	(311,990)	
Increase in compensated absences	(7,003)	
Decrease in landfill closure and postclosure care	<u>1,201,001</u>	1,227,258

Internal service funds are used by management to charge the costs of certain activities to individual funds. The change in net assets of the internal service funds is reported with governmental activities.

1,907,439

Change in net assets of governmental activities.

\$ (3,593,090)

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 141,660,500	\$ 138,510,500	\$ 137,144,851	\$ (1,365,649)
Licenses and Permits	8,861,200	8,863,200	8,591,789	(271,411)
Intergovernmental	2,888,000	2,891,200	2,895,606	4,406
Charges for services	20,640,400	22,138,400	21,992,151	(146,249)
Fines and forfeitures	3,534,700	3,534,700	3,460,862	(73,838)
Investment earnings	100,000	100,000	164,152	64,152
Miscellaneous	597,600	7,168,500	8,016,105	847,605
Total revenues	<u>178,282,400</u>	<u>183,206,500</u>	<u>182,265,516</u>	<u>(940,984)</u>
EXPENDITURES				
General government:				
Office of the mayor:				
Salaries, wages and employee benefits	924,283	911,783	764,336	147,447
Materials and supplies	23,548	23,548	18,973	4,575
Contractual services	61,533	74,033	73,846	187
Other charges	1,100	1,100	582	518
Improvements and equipment	700	700	394	306
Total Office of mayor	<u>1,011,164</u>	<u>1,011,164</u>	<u>858,131</u>	<u>153,033</u>
City Attorney:				
Salaries, wages and employee benefits	1,010,600	995,600	862,789	132,811
Materials and supplies	19,297	19,297	17,663	1,634
Contractual services	72,834	72,834	68,852	3,982
Other charges	2,700	2,700	2,404	296
Improvements and equipment	600	15,600	14,771	829
Total City Attorney	<u>1,106,031</u>	<u>1,106,031</u>	<u>966,479</u>	<u>139,552</u>
Property Standards:				
Salaries, wages and employee benefits	1,241,600	1,241,600	1,181,660	59,940
Materials and supplies	141,500	141,500	89,302	52,198
Contractual services	1,390,000	1,390,000	1,227,719	162,281
Other charges	790,000	790,000	774,396	15,604
Total Property Standards	<u>3,563,100</u>	<u>3,563,100</u>	<u>3,273,077</u>	<u>290,023</u>
Personnel:				
Salaries, wages and employee benefits	435,141	476,141	479,638	(3,497)
Materials and supplies	7,656	7,656	5,163	2,493
Contractual services	12,904	12,904	9,205	3,699
Other charges	1,184	1,184	975	209
Improvements and equipment	3,000	3,000	-	3,000
Total Personnel	<u>459,885</u>	<u>500,885</u>	<u>494,981</u>	<u>5,904</u>

(continued)

CITY OF SHREVEPORT, LOUISIANA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
City Council:				
Salaries, wages and employee benefits	1,058,544	1,056,544	1,020,585	35,959
Materials and supplies	13,200	15,200	9,947	5,253
Contractual services	301,478	301,478	120,510	180,968
Improvements and equipment	7,000	7,000	4,867	2,133
Total city council	<u>1,380,222</u>	<u>1,380,222</u>	<u>1,155,909</u>	<u>224,313</u>
Finance:				
Salaries, wages and employee benefits	2,325,377	2,325,377	2,139,061	186,316
Materials and supplies	196,738	196,738	184,565	12,173
Contractual services	590,261	590,261	612,168	(21,907)
Improvements and equipment	7,275	7,275	4,420	2,855
Total finance	<u>3,119,651</u>	<u>3,119,651</u>	<u>2,940,214</u>	<u>179,437</u>
Other - unclassified:				
Salaries, wages and employee benefits	3,372,856	3,742,856	3,621,072	121,784
Contractual services	2,899,798	3,150,400	3,044,412	105,988
Interest and civic appropriations	2,844,336	2,416,298	2,991,051	(574,753)
Payments to component units	5,027,837	5,042,136	5,094,708	(52,572)
Claims	6,983,900	6,983,900	5,325,032	1,658,868
Total other - unclassified	<u>21,128,727</u>	<u>21,335,590</u>	<u>20,076,275</u>	<u>1,259,315</u>
Total general government	<u>31,768,780</u>	<u>32,016,643</u>	<u>29,765,066</u>	<u>2,251,577</u>
Public safety:				
Police:				
Salaries, wages and employee benefits	41,580,197	41,407,497	40,866,277	541,220
Materials and supplies	2,442,637	2,596,437	1,951,440	644,997
Contractual services	1,464,641	1,464,641	1,341,551	123,090
Other charges	187,000	205,900	199,174	6,726
Improvements and equipment	614,448	614,448	596,307	18,141
Total police	<u>46,288,923</u>	<u>46,288,923</u>	<u>44,954,749</u>	<u>1,334,174</u>
Fire:				
Salaries, wages and employee benefits	42,065,950	42,065,950	41,312,556	753,394
Materials and supplies	1,692,253	1,692,253	1,648,880	43,373
Contractual services	1,901,189	2,178,189	2,042,058	136,131
Improvements and equipment	125,999	125,999	122,947	3,052
Total fire	<u>45,785,391</u>	<u>46,062,391</u>	<u>45,126,441</u>	<u>935,950</u>
Total public safety	<u>92,074,314</u>	<u>92,351,314</u>	<u>90,081,190</u>	<u>2,270,124</u>

CITY OF SHREVEPORT, LOUISIANA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Public Works:				
Salaries, wages and employee benefits	15,441,313	15,441,313	15,675,792	(234,479)
Materials and supplies	3,962,715	4,162,715	2,987,637	1,175,078
Contractual services	13,718,119	15,728,119	15,416,235	311,884
Improvements and equipment	<u>1,403,516</u>	<u>1,453,516</u>	<u>1,178,135</u>	<u>275,381</u>
Total public works	<u>34,525,663</u>	<u>36,785,663</u>	<u>35,257,799</u>	<u>1,527,864</u>
Culture and recreation:				
Salaries, wages and employee benefits	8,892,594	9,054,594	9,030,518	24,076
Materials and supplies	945,595	945,595	821,177	124,418
Contractual services	4,003,312	4,228,312	3,637,927	590,385
Other charges	461,171	461,171	385,654	75,517
Improvements and equipment	<u>419,368</u>	<u>419,368</u>	<u>399,480</u>	<u>19,888</u>
Total culture and recreation	<u>14,722,040</u>	<u>15,109,040</u>	<u>14,274,756</u>	<u>834,284</u>
Total expenditures	<u>173,090,797</u>	<u>176,262,660</u>	<u>169,378,811</u>	<u>6,883,849</u>
Excess of revenues over expenditures	<u>5,191,603</u>	<u>6,943,840</u>	<u>12,886,705</u>	<u>5,942,865</u>
OTHER FINANCING SOURCES (USES)				
Capital lease	434,000	434,000	-	(434,000)
Transfers in	9,501,900	9,501,900	9,502,100	200
Transfers out	<u>(12,082,100)</u>	<u>(12,136,100)</u>	<u>(12,255,759)</u>	<u>(119,659)</u>
Total other financing sources (uses)	<u>(2,146,200)</u>	<u>(2,200,200)</u>	<u>(2,753,659)</u>	<u>(553,459)</u>
Net change in fund balance	3,045,403	4,743,640	10,133,046	5,389,406
Fund balances - beginning	<u>10,520,189</u>	<u>10,520,189</u>	<u>10,520,189</u>	<u>-</u>
Fund balances - ending	<u>\$ 13,565,592</u>	<u>\$ 15,263,829</u>	<u>\$ 20,653,235</u>	<u>\$ 5,389,406</u>

The accompanying notes are an integral part of the financial statements

**CITY OF SHREVEPORT, LOUISIANA
COMMUNITY DEVELOPMENT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance With Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
REVENUES				
Intergovernmental	\$ 9,733,600	\$ 20,151,200	\$ 12,252,527	\$ (7,898,673)
Miscellaneous	<u>469,500</u>	<u>469,500</u>	<u>706,259</u>	<u>236,759</u>
Total revenues	<u>10,203,100</u>	<u>20,620,700</u>	<u>12,958,786</u>	<u>(7,661,914)</u>
EXPENDITURES				
Administration:				
Salaries, wages and employee benefits	646,600	659,300	636,796	22,504
Materials and supplies	16,545	22,545	22,029	516
Contractual services	134,600	271,300	125,814	145,486
Improvements and equipment	<u>900</u>	<u>22,900</u>	<u>375</u>	<u>22,525</u>
Total administration	<u>798,645</u>	<u>976,045</u>	<u>785,014</u>	<u>191,031</u>
Community development projects:				
Grants	<u>1,439,723</u>	<u>4,112,323</u>	<u>775,391</u>	<u>3,336,932</u>
Total community development projects	<u>1,439,723</u>	<u>4,112,323</u>	<u>775,391</u>	<u>3,336,932</u>
Housing and business development:				
Materials and supplies	3,000	3,000	3,000	-
Contractual services	6,250	6,250	6,250	-
Other charges	9,069,771	12,232,471	4,929,947	7,302,524
Improvements and equipment	<u>2,340</u>	<u>2,340</u>	<u>2,340</u>	<u>-</u>
Total housing and business development	<u>9,081,361</u>	<u>12,244,061</u>	<u>4,941,537</u>	<u>7,302,524</u>
Housing and business development administration:				
Salaries, wages and employee benefits	572,900	579,400	521,840	57,560
Materials and supplies	27,258	27,958	21,926	6,032
Contractual services	178,820	181,620	172,626	8,994
Improvements and equipment	<u>5,000</u>	<u>5,000</u>	<u>1,246</u>	<u>3,754</u>
Total housing and business development administration	<u>783,978</u>	<u>793,978</u>	<u>717,638</u>	<u>76,340</u>
Workforce development:				
Salaries, wages and employee benefits	1,288,800	2,227,700	2,865,419	(637,719)
Materials and supplies	69,739	94,939	58,371	36,568
Contractual services	1,942,669	5,288,769	2,814,265	2,474,504
Other charges	164,400	164,400	434,000	(269,600)
Improvements and equipment	<u>8,500</u>	<u>93,200</u>	<u>60,297</u>	<u>32,903</u>
Total workforce development	<u>3,474,108</u>	<u>7,869,008</u>	<u>6,232,352</u>	<u>1,636,656</u>

(continued)

(continued)

CITY OF SHREVEPORT, LOUISIANA
COMMUNITY DEVELOPMENT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance With Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
Workforce development administration:				
Salaries, wages and employee benefits	226,900	226,900	247,184	(20,284)
Materials and supplies	9,170	9,170	5,717	3,453
Contractual services	47,600	47,600	107,056	(59,456)
Improvements and equipment	22,600	22,600	-	22,600
Total workforce development administration	<u>306,270</u>	<u>306,270</u>	<u>359,957</u>	<u>(53,687)</u>
 Total Expenditures	 <u>15,884,085</u>	 <u>26,301,685</u>	 <u>13,811,889</u>	 <u>12,489,796</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>(5,680,985)</u>	 <u>(5,680,985)</u>	 <u>(853,103)</u>	 <u>4,827,882</u>
 OTHER FINANCING SOURCES (USES)				
Transfers in	538,000	538,000	1,083,633	545,633
Transfers out	-	-	(27,703)	(27,703)
Total other financing sources and uses	<u>538,000</u>	<u>538,000</u>	<u>1,055,930</u>	<u>517,930</u>
 Net change in fund balance	 (5,142,985)	 (5,142,985)	 202,827	 5,345,812
 Fund balances - beginning	 <u>3,298,962</u>	 <u>3,298,962</u>	 <u>3,298,962</u>	 <u>-</u>
 Fund balances - ending	 <u>\$ (1,844,023)</u>	 <u>\$ (1,844,023)</u>	 <u>\$ 3,501,789</u>	 <u>\$ 5,345,812</u>

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property taxes	\$ 32,500,000	\$ 32,500,000	\$ 34,260,219	\$ 1,760,219
Investment Earnings	1,100,000	1,100,000	408,821	(691,179)
Intergovernmental	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,627,501</u>	<u>627,501</u>
Total revenues	<u>35,600,000</u>	<u>35,600,000</u>	<u>37,296,541</u>	<u>1,696,541</u>
EXPENDITURES				
Principal	31,775,000	31,775,000	32,309,943	(534,943)
Interest and other charges	<u>12,080,000</u>	<u>12,080,000</u>	<u>13,765,069</u>	<u>(1,685,069)</u>
Total expenditures	<u>43,855,000</u>	<u>43,855,000</u>	<u>46,075,012</u>	<u>(2,220,012)</u>
(Deficiency) of revenues (under) expenditures	<u>(8,255,000)</u>	<u>(8,255,000)</u>	<u>(8,778,471)</u>	<u>(523,471)</u>
OTHER FINANCING SOURCES				
Transfers in	<u>12,076,000</u>	<u>12,076,000</u>	<u>11,767,101</u>	<u>(308,899)</u>
Total other financing sources	<u>12,076,000</u>	<u>12,076,000</u>	<u>11,767,101</u>	<u>(308,899)</u>
Net change in fund balance	3,821,000	3,821,000	2,988,630	(832,370)
Fund balances - beginning	<u>55,878,529</u>	<u>55,878,529</u>	<u>55,878,529</u>	<u>-</u>
Fund balances - ending	<u>\$ 59,699,529</u>	<u>\$ 59,699,529</u>	<u>\$ 58,867,159</u>	<u>\$ (832,370)</u>

The accompanying notes are an integral part of the financial statements.



CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
DECEMBER 31, 2009

	Business-type Activities Enterprise Funds				Total	Governmental Activities Internal Service Funds
	Municipal and Regional Airports	Water and Sewerage	Convention Center Hotel	Other Enterprise Funds		
ASSETS						
Current Assets:						
Cash and cash equivalents	\$ 2,989,153	\$ -	\$ 1,106,566	\$ 1,166,879	\$ 5,262,598	\$ 18,387,393
Investments	2,693,094	-	334,861	594,711	3,622,666	18,170,720
Receivables, net	1,359,143	6,239,855	336,325	231,309	8,166,632	1,978,871
Due from other funds	-	-	-	466,994	466,994	1,043,374
Due from other governments	2,919,890	-	-	192,339	3,112,229	-
Inventories	79,757	1,553,397	29,616	677,696	2,340,466	9,410
Prepaid items	-	-	154,231	202,029	356,260	753,971
Cash and cash equivalents restricted	-	1,233,814	-	-	1,233,814	-
Investments restricted	-	15,215,470	-	-	15,215,470	-
Total current assets	<u>10,041,037</u>	<u>24,242,536</u>	<u>1,961,599</u>	<u>3,531,957</u>	<u>39,777,129</u>	<u>40,343,739</u>
Noncurrent Assets:						
Restricted:						
Cash and cash equivalents	3,156,452	755,266	970,207	-	4,881,925	-
Investments	3,849,742	7,671,901	-	-	11,521,643	-
Interest receivable	93	2,381	-	-	2,474	-
Total restricted assets	<u>7,006,287</u>	<u>8,429,548</u>	<u>970,207</u>	<u>-</u>	<u>16,406,042</u>	<u>-</u>
Unamortized bonds costs	<u>2,026,542</u>	<u>2,673,140</u>	<u>574,697</u>	<u>-</u>	<u>5,274,379</u>	<u>-</u>
Capital Assets:						
Land	31,193,781	1,032,277	-	1,940,408	34,166,466	-
Construction in progress	8,725,387	84,794,583	-	54,730	93,574,700	-
Buildings	70,701,925	-	43,297,672	9,287,164	123,286,761	-
Improvements other than buildings	78,139,830	-	-	868,530	79,008,360	-
Equipment	6,528,574	17,474,207	4,117,150	16,668,144	44,788,075	2,697,911
Distribution and collection systems	-	531,952,288	-	-	531,952,288	-
Less accumulated depreciation	<u>(79,654,288)</u>	<u>(195,112,997)</u>	<u>(4,370,909)</u>	<u>(13,146,025)</u>	<u>(292,284,219)</u>	<u>(1,875,989)</u>
Total capital assets (net of accumulated depreciation)	<u>115,635,209</u>	<u>440,140,358</u>	<u>43,043,913</u>	<u>15,672,951</u>	<u>614,492,431</u>	<u>821,922</u>
Total noncurrent assets	<u>124,668,038</u>	<u>451,243,046</u>	<u>44,588,817</u>	<u>15,672,951</u>	<u>636,172,852</u>	<u>821,922</u>
Total assets	<u>134,709,075</u>	<u>475,485,582</u>	<u>46,550,416</u>	<u>19,204,908</u>	<u>675,949,981</u>	<u>41,165,661</u>

	Business-type Activities Enterprise Funds				Total	Governmental Activities Internal Service Funds
	Municipal and Regional Airports	Water and Sewerage	Convention Center Hotel	Other Enterprise Funds		
LIABILITIES						
Current Liabilities:						
Accounts payable	1,389,675	3,608,388	290,170	370,746	5,658,979	465,786
Accrued liabilities	891,492	2,257,812	550,255	304,811	4,004,370	-
Accrued interest payable	28,786	-	139,874	-	168,660	-
Due to other funds	-	4,586,423	-	-	4,586,423	2,748,930
Deferred revenue	122,005	-	-	64,735	186,740	-
Customer deposits	34,856	594,240	6,239	-	635,335	-
Compensated absences	21,754	79,300	-	277,224	378,278	13,839
Claims and judgments	-	-	-	-	-	21,478,909
Leases payable	-	380,539	-	42,846	423,385	16,628
Notes payable	-	-	421,600	-	421,600	-
Liabilities payable from restricted assets:						
Revenue bonds and notes payable, net	-	15,976,426	-	-	15,976,426	-
Accrued interest payable	-	472,858	-	-	472,858	-
Total current liabilities	<u>2,488,568</u>	<u>27,955,986</u>	<u>1,408,138</u>	<u>1,060,362</u>	<u>32,913,054</u>	<u>24,724,092</u>
Noncurrent Liabilities:						
Accrued liabilities	-	2,414,731	-	-	2,414,731	-
Compensated absences	175,008	535,488	-	58,928	769,424	110,057
Leases payable	-	729,755	-	-	729,755	-
Net OPEB obligation	1,614,416	6,264,528	-	558,232	8,437,176	-
Revenue bonds and notes payable, net	<u>37,176,353</u>	<u>186,664,959</u>	<u>39,120,239</u>	<u>-</u>	<u>262,961,551</u>	<u>-</u>
Total noncurrent liabilities	<u>38,965,777</u>	<u>196,609,461</u>	<u>39,120,239</u>	<u>617,160</u>	<u>275,312,637</u>	<u>110,057</u>
Total liabilities	<u>41,454,345</u>	<u>224,565,447</u>	<u>40,528,377</u>	<u>1,677,522</u>	<u>308,225,691</u>	<u>24,834,149</u>
NET ASSETS						
Invested in capital assets, net of related debt	84,414,414	264,681,037	3,936,897	15,672,951	368,705,299	805,294
Restricted for debt service	2,769,016	-	-	-	2,769,016	-
Unrestricted (deficit)	<u>6,071,300</u>	<u>(13,760,902)</u>	<u>2,085,142</u>	<u>1,854,435</u>	<u>(3,750,025)</u>	<u>15,526,218</u>
Total net assets	<u>\$ 93,254,730</u>	<u>\$ 250,920,135</u>	<u>\$ 6,022,039</u>	<u>\$ 17,527,386</u>	<u>\$ 367,724,290</u>	<u>\$ 16,331,512</u>

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009

	Business-type Activities				Total	Governmental Activities Internal Service Funds
	Enterprise Funds			Other Enterprise Funds		
	Municipal and Regional Airports	Water and Sewerage	Convention Center Hotel			
OPERATING REVENUES						
Charges for services	\$ 8,347,494	\$ 56,692,936	\$ 11,004,994	\$ 4,404,552	\$ 80,449,976	\$ 33,425,788
Miscellaneous	216,555	1,484,864	136,953	-	1,838,372	1,426,483
Total operating revenues	<u>8,564,049</u>	<u>58,177,800</u>	<u>11,141,947</u>	<u>4,404,552</u>	<u>82,288,348</u>	<u>34,852,271</u>
OPERATING EXPENSES						
Personal services	5,804,095	15,584,127	-	8,159,455	29,547,677	2,385,243
Contractual services and other expenses	1,020,244	8,344,456	3,634,119	3,940,324	16,939,143	5,778,916
Utilities	828,286	3,302,976	5,327,189	214,542	9,672,993	-
Repairs and maintenance	268,653	679,447	541,658	669,786	2,159,544	713,266
Materials and supplies	261,739	6,674,332	-	2,956,563	9,892,634	53,550
Claims	-	-	-	-	-	24,448,347
Depreciation	4,215,260	12,125,238	1,770,330	1,376,064	19,486,892	276,461
Total operating expenses	<u>12,398,277</u>	<u>46,710,576</u>	<u>11,273,296</u>	<u>17,316,734</u>	<u>87,698,883</u>	<u>33,655,783</u>
Operating income (loss)	<u>(3,834,228)</u>	<u>11,467,224</u>	<u>(131,349)</u>	<u>(12,912,182)</u>	<u>(5,410,535)</u>	<u>1,196,488</u>
NONOPERATING REVENUES						
(EXPENSES)						
Investment earnings	103,405	2,509,806	45,837	10,018	2,669,066	280,824
Interest expense	(2,481,018)	(7,109,040)	(1,633,467)	(4,070)	(11,227,595)	(1,477)
Intergovernmental	239,186	1,117,714	-	4,133,861	5,490,761	-
Passenger facility charges	935,761	-	-	-	935,761	-
Bond issuance costs	(131,997)	(417,344)	(23,176)	-	(572,517)	-
Net decrease in fair value of investments	-	(88,442)	-	-	(88,442)	-
Gain (Loss) on disposal of capital assets	795,942	(239,578)	(1,488)	(3,741)	551,135	(934)
Net nonoperating revenues (expenses)	<u>(538,721)</u>	<u>(4,226,884)</u>	<u>(1,612,294)</u>	<u>4,136,068</u>	<u>(2,241,831)</u>	<u>278,413</u>
Income (loss) before contributions and transfers	(4,372,949)	7,240,340	(1,743,643)	(8,776,114)	(7,652,366)	1,474,901
Capital contributions	9,252,447	4,142,723	-	603,266	13,998,436	-
Transfers in	64,000	1,737	-	5,592,062	5,657,799	432,538
Transfers out	-	(1,372,000)	-	-	(1,372,000)	-
Change in net assets	4,943,498	10,012,800	(1,743,643)	(2,580,786)	10,631,869	1,907,439
Total net assets-beginning	<u>88,311,232</u>	<u>240,907,335</u>	<u>7,765,682</u>	<u>20,108,172</u>	<u>357,092,421</u>	<u>14,424,073</u>
Total net assets-ending	<u>\$ 93,254,730</u>	<u>\$ 250,920,135</u>	<u>\$ 6,022,039</u>	<u>\$ 17,527,386</u>	<u>\$ 367,724,290</u>	<u>\$ 16,331,512</u>

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009

	Business-type Activities Enterprise Funds				Total	Governmental Activities Internal Service Funds
	Municipal and Regional Airports	Water and Sewerage	Convention Center Hotel	Other Enterprise Funds		
Cash flows from operating activities:						
Receipts from operations	\$ 8,431,110	\$ 58,113,939	\$ 11,021,499	\$ 4,802,634	\$ 82,369,182	\$ 48,895,062
Payments to suppliers	(2,535,314)	(15,147,347)	(9,510,330)	(6,949,926)	(34,142,917)	(7,002,249)
Payments to employees	(5,199,344)	(13,243,992)	-	(7,948,053)	(26,391,389)	(2,386,277)
Claims	-	-	-	-	-	(30,951,722)
Other receipts	216,555	1,484,864	136,953	33,796	1,872,168	-
Other payments	(240,000)	(3,396,000)	-	(57,000)	(3,693,000)	-
Net cash provided by (used in) operating activities	673,007	27,811,464	1,648,122	(10,118,549)	20,014,044	8,554,814
Cash flows from noncapital financing activities:						
Cash bond	-	20	-	-	20	-
Transfers out	-	(1,372,000)	-	-	(1,372,000)	-
Intergovernmental	239,186	1,117,714	-	4,451,064	5,807,964	-
Transfers in	64,000	1,737	-	5,389,839	5,455,576	-
Net cash provided by (used in) noncapital financing activities	303,186	(252,529)	-	9,840,903	9,891,560	-
Cash flows from capital and related financing activities:						
Acquisition and construction of capital assets	(10,458,229)	(33,279,137)	(94,147)	(151,296)	(43,982,809)	(185,456)
Principal paid on debt	(1,100,000)	(15,923,839)	(185,400)	(39,720)	(17,248,959)	(15,632)
Interest paid on debt	(2,467,728)	(11,174,218)	(1,449,988)	(4,070)	(15,096,004)	(1,476)
Capitalized lease payment	-	(371,168)	-	-	(371,168)	-
Proceeds from loan	-	2,197,451	-	-	2,197,451	-
Capital grants	7,201,868	-	-	493,040	7,694,908	-
Transfers in	-	-	-	50,910	50,910	-
Contributed capital by others	-	-	-	93,453	93,453	-
Passenger facility charges	944,374	-	-	-	944,374	-
Proceeds from sale of land	1,124,448	-	-	-	-	-
Net cash provided by (used in) capital and related financing activities	(4,755,267)	(58,550,911)	(1,729,535)	442,317	(65,717,844)	(202,564)

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009

	Business-type Activities					Governmental Activities Internal Service Funds
	Enterprise Funds					
	Municipal and Regional Airports	Water and Sewerage	Convention Center Hotel	Other Enterprise Funds	Total	
Cash flows from investing activities:						
Purchase of investments	(2,619,748)	(9,814,502)	(281,107)	(279,880)	(12,995,237)	(12,405,493)
Proceeds from sale and maturity of investments	9,593,000	37,928,705	-	9,465	47,531,170	1,516,969
Interest on investments	145,595	1,159,936	12,184	10,019	1,327,734	289,348
Net cash provided by (used in) investing activities	<u>7,118,847</u>	<u>29,274,139</u>	<u>(268,923)</u>	<u>(260,396)</u>	<u>35,863,667</u>	<u>(10,599,176)</u>
Net increase (decrease) in cash and cash equivalents	3,339,773	(1,717,837)	(350,336)	(95,725)	1,175,875	(2,246,926)
Cash and cash equivalents, beginning of year	<u>2,805,832</u>	<u>3,706,917</u>	<u>2,427,109</u>	<u>1,262,604</u>	<u>10,202,462</u>	<u>20,634,319</u>
Cash and cash equivalents, end of year	<u>\$ 6,145,605</u>	<u>\$ 1,989,080</u>	<u>\$ 2,076,773</u>	<u>\$ 1,166,879</u>	<u>\$ 11,378,337</u>	<u>\$ 18,387,393</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:						
Operating income (loss)	<u>\$ (3,834,228)</u>	<u>\$ 11,467,224</u>	<u>\$ (131,349)</u>	<u>\$ (12,912,182)</u>	<u>\$ (5,410,535)</u>	<u>\$ 1,196,488</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:						
Depreciation	4,215,260	12,125,238	1,770,330	1,376,064	19,486,892	276,461
(Increase)Decrease in assets:						
Receivables	(102,430)	1,441,040	15,181	289,803	1,643,594	404,018
Due from other funds	-	-	-	150,329	150,329	13,073,274
Inventories	(4,143)	(258,333)	(3,338)	(102,665)	(368,479)	(2,007)
Prepaid items	-	-	(33,348)	(49,566)	(82,914)	(287,732)
Capital Assets-Expensed prior year construction in progress	-	-	-	1,137,513	1,137,513	-
Increase(Decrease) in liabilities:						
Accounts payable	(290,390)	(59,530)	34,895	(255,007)	(570,032)	113,364
Accrued liabilities	14,891	(307,928)	(5,573)	45,939	(252,671)	(6,503,375)
Accrued OPEB	605,247	2,339,796	-	184,526	3,129,569	-
Due to other funds	-	1,074,814	-	-	1,074,814	285,357
Deferred revenue	68,086	-	-	(7,730)	60,356	-
Customers' deposits	1,210	4,120	1,324	-	6,654	-
Compensated absences	(496)	(14,977)	-	24,427	8,954	(1,034)
Total adjustments	<u>4,507,235</u>	<u>16,344,240</u>	<u>1,779,471</u>	<u>2,793,633</u>	<u>25,424,579</u>	<u>7,358,326</u>
Net cash provided by (used in) operating activities	<u>\$ 673,007</u>	<u>\$ 27,811,464</u>	<u>\$ 1,648,122</u>	<u>\$ (10,118,549)</u>	<u>\$ 20,014,044</u>	<u>\$ 8,554,814</u>
Non-cash investing, capital and financing activities:						

The Municipal and Regional Airports had a loss on disposal of capital assets of \$328,506.

Water and Sewer redeemed \$25,000,000 of the 2005 Revenue Bonds. The funds used were original invested proceeds that were transferred to the Trustee for the redemption. Debt of \$635,513 was forgiven in relation to the proceeds of the 2009A Revenue Bonds issued through the American Recovery and Reinvestment Act of 2009. There was a loss on disposal of capital assets of \$239,578 and a net decrease in fair value of investments of \$88,442.

The Convention Center Hotel had a loss on disposal of capital assets of \$1,488.

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
DECEMBER 31, 2009

ASSETS	Employee Retirement Funds
Cash and cash equivalents	\$ 30,982,403
Receivables:	
Interest receivable	157,155
Accounts receivable	143,885
Prepaid items	553,904
Investments, at fair value:	
U.S. government obligations	8,739,153
Investment pool	3,390,131
Mutual funds	32,485,364
Domestic corporate bonds	2,854,901
Collateralized mortgage obligations	9,778,913
Domestic equities	103,824,649
International equities	1,487,037
Total investments	162,560,148
Other assets:	
Cash surrender value of life insurance policies	8,612,040
Total assets	203,009,535
LIABILITIES	
Accounts Payable	76
Due to other funds	8,692,230
Employees' deposits held in escrow	4,450,495
Total liabilities	13,142,801
NET ASSETS	
Held in trust for pension benefits	\$ 189,866,734

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009

	Employee Retirement Funds
ADDITIONS	
Contributions:	
Employer	\$ 9,441,628
Plan members	<u>4,579,310</u>
Total contributions	<u>14,020,938</u>
Investment earnings:	
Net appreciation in fair value of investments	23,627,579
Interest	2,571,184
Dividends	<u>1,927,864</u>
Total investment earnings	28,126,627
Less investment expense	<u>978,676</u>
Net investment earnings	<u>27,147,951</u>
Life insurance proceeds	550,000
Miscellaneous	<u>676,531</u>
Total additions	<u>42,395,420</u>
DEDUCTIONS	
Benefits	17,725,286
Refund of member contribution	661,199
Administrative expenses	463,689
Life insurance premiums	<u>612,218</u>
Total deductions	<u>19,462,392</u>
Change in net assets	22,933,028
Net assets - beginning	<u>166,933,706</u>
Net assets - ending	<u><u>\$ 189,866,734</u></u>

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF NET ASSETS
COMPONENT UNITS
DECEMBER 31, 2009

	Shreveport Home Mortgage Authority	City Courts	City Marshal	Downtown Development Authority	Metropolitan Planning Commission	Total
ASSETS						
Cash and cash equivalents	\$ 2,356,386	\$ 4,788,515	\$ 1,393,259	\$ 567,746	\$ 40	\$ 9,105,946
Investments	5,802,112	100,000	-	-	-	5,902,112
Receivables, net	22,403	26,604	-	834,163	-	883,170
Due from primary government	-	-	-	-	54,980	54,980
Due from other governments	-	-	-	-	76,500	76,500
Prepaid items	-	4,050	-	15,743	-	19,793
Notes receivable	4,020,000	-	-	-	-	4,020,000
Other assets	371,150	-	-	18,458	-	389,608
Capital assets:						
Land	-	-	-	74,000	704,514	778,514
Other capital assets, net of depreciation	-	377,218	422,263	736,438	151,520	1,687,439
Total assets	<u>12,572,051</u>	<u>5,296,387</u>	<u>1,815,522</u>	<u>2,246,548</u>	<u>987,554</u>	<u>22,918,062</u>
LIABILITIES						
Accounts payable	-	18,810	6,188	34,670	55,911	115,579
Accrued liabilities	56,309	-	-	17,659	-	73,968
Due to primary government	-	-	-	-	7,204	7,204
Due to other governments	-	-	-	-	68,405	68,405
Noncurrent liabilities:						
Due within one year	175,000	-	-	45,000	-	220,000
Due in more than one year	8,953,979	-	-	649,672	-	9,603,651
Total liabilities	<u>9,185,288</u>	<u>18,810</u>	<u>6,188</u>	<u>747,001</u>	<u>131,520</u>	<u>10,088,807</u>
NET ASSETS						
Invested in capital assets, net of related debt	-	377,218	422,263	810,438	856,034	2,465,953
Restricted for:						
Debt service	1,056,957	-	-	-	-	1,056,957
Other purposes	-	1,601,930	-	186,894	-	1,788,824
Unrestricted	2,329,806	3,298,429	1,387,071	502,215	-	7,517,521
Total net assets	<u>3,386,763</u>	<u>\$ 5,277,577</u>	<u>\$ 1,809,334</u>	<u>\$ 1,499,547</u>	<u>\$ 856,034</u>	<u>\$ 12,829,255</u>

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 2009

		Program Revenues	
	Expenses	Charges for Services	Operating Grants and Contributions
Shreveport Home Mortgage Authority			
Mortgage Operations	\$ 694,389	\$ 527,177	\$ -
City Courts			
Judicial	3,184,035	667,646	-
City Marshal			
Judicial	2,043,179	389,272	-
Downtown Development Authority			
Downtown development	802,929	-	-
Streetscape program	291,437	267,642	-
Parking program	418,571	467,400	-
Interest on long-term debt	127,428	-	-
Total Downtown Development Authority	1,640,365	735,042	-
Metropolitan Planning Commission			
Planning and zoning	1,846,407	251,372	156,060
	\$ 9,408,375	\$ 2,570,509	\$ 156,060

General Revenues:

Property taxes levied for general purposes
Investment earnings
Payment from City of Shreveport
Miscellaneous
Total general revenues
Change in Net Assets
Net assets - beginning - as restated, see Note H.
Net assets - ending

The accompanying notes are an integral part of the financial statements.

Net(Expenses) Revenues and
Changes in Net Assets

<u>Shreveport Home Mortgage Authority</u>	<u>City Courts</u>	<u>City Marshal</u>	<u>Downtown Development Authority</u>	<u>Metropolitan Planning Commission</u>	<u>Total</u>
\$ <u>(167,212)</u>	\$	\$	\$	\$	\$ (167,212)
	<u>(2,516,389)</u>				(2,516,389)
		<u>(1,653,907)</u>			(1,653,907)
			(802,929)		(802,929)
			(23,795)		(23,795)
			48,829		48,829
			<u>(127,428)</u>		(127,428)
				<u>(1,438,975)</u>	<u>(1,438,975)</u>
<u>(167,212)</u>	<u>(2,516,389)</u>	<u>(1,653,907)</u>	<u>(905,323)</u>	<u>(1,438,975)</u>	<u>(6,681,806)</u>
-	-	-	726,448	-	726,448
63,612	16,795	10,059	9,208	-	99,674
-	2,679,148	1,521,725	-	1,423,735	5,624,608
-	7,700	-	45,000	-	52,700
<u>63,612</u>	<u>2,703,643</u>	<u>1,531,784</u>	<u>780,656</u>	<u>1,423,735</u>	<u>6,503,430</u>
(103,600)	187,254	(122,123)	(124,667)	(15,240)	(178,376)
<u>3,490,363</u>	<u>5,090,323</u>	<u>1,931,457</u>	<u>1,624,214</u>	<u>871,274</u>	<u>13,007,631</u>
\$ <u><u>3,386,763</u></u>	\$ <u><u>5,277,577</u></u>	\$ <u><u>1,809,334</u></u>	\$ <u><u>1,499,547</u></u>	\$ <u><u>856,034</u></u>	\$ <u><u>12,829,255</u></u>



**CITY OF SHREVEPORT, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2009**

I. Summary of Significant Accounting Policies

The accounting policies of the City of Shreveport conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

A. The Financial Reporting Entity

The City of Shreveport (the "City") was incorporated in 1839, under the provisions of Louisiana R.S. 33:1. In May of 1978, the present City Charter was adopted which established a mayor-council form of government. The City provides a full range of municipal services as authorized by the charter. These include police and fire protection, emergency medical services, public works (streets and waste collection), public improvements, water and sewer services, parks and recreation, planning and zoning, public transportation, social, cultural and general administrative services.

The basic criterion for determining whether another governmental organization should be included in a primary governmental 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 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 City of Shreveport (the primary government) and its component units. The operations of the Shreveport Municipal and Regional Airports and the Shreveport Area Transit System are included as a part of the primary government. The discrete component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationships with the City. There are no blended component units in the City.

Discretely Presented Component Units

The component units' columns in the government-wide financial statements include the financial data of the City's component units. They are reported in a separate column to emphasize that they are legally separate from the City.

City Courts

The City Courts have jurisdiction over all violations of City ordinances and state misdemeanor cases. The Courts were created by special legislative act. Their jurisdiction includes the incorporated area of the City of Shreveport plus the fourth ward of Caddo Parish. City judges are elected and cannot be removed by City officials. The City Courts are fiscally dependent on the City of Shreveport. The City has the ability to modify or approve their budget which comes from the General Fund. There are certain funds collected by the City Courts, pursuant to state statute, which are under the control of the courts. The City Courts serve the citizenry of the City of Shreveport plus Ward Four of Caddo Parish.

City Marshal

The City Marshal is the executive officer of the City Courts. The Marshal has the power of a sheriff in the execution of the courts' orders and mandates in making requests and preserving the peace. The City Marshal is an elected official. The City Marshal is fiscally dependent on the City of Shreveport.

The City has the ability to modify or approve the budget which comes from the General Fund. Certain funds are collected such as court costs, pursuant to state statute, which are under the control of the City Marshal. The City Marshal serves the citizenry of the City of Shreveport plus Ward Four of Caddo Parish.

Downtown Development Authority

The Downtown Development Authority was established by an ordinance of the City of Shreveport to provide for the revitalization of downtown Shreveport. Its purpose is to coordinate the efforts of the public and private sectors for the economic and overall development of the Downtown Development District. The Downtown Development District is a special taxing district within the City of Shreveport created by an act of the State legislature. The City Council appoints the seven voting members of the Authority. The Authority must submit to the City Council its proposals, programs and recommendations for the levy of special ad valorem taxes. The City has the ability to modify or approve the budget of the Authority and its plan of work. The Authority's governing body is not substantively the same as the City's. The Authority provides services for a limited area of the City of Shreveport, which consists basically of the downtown area.

Metropolitan Planning Commission

The Metropolitan Planning Commission is responsible for the orderly, physical development of the City of Shreveport and the surrounding planning area. The Commission makes recommendations to the City Council and the Parish Commission. The Metropolitan Planning Commission consists of nine members with four appointed by both the City of Shreveport and the Caddo Parish Commission and one member elected by joint action of the governing authorities. Although the Commission is legally separate, the City acts as its fiscal agent and has the authority to modify and approve its budget. The Metropolitan Planning Commission is fiscally dependent on the City. The Metropolitan Planning Commission serves the citizenry of the City of Shreveport.

Shreveport Home Mortgage Authority

The Shreveport Home Mortgage Authority is a public trust, created by state statute, with the City of Shreveport as beneficiary. The Authority is authorized to undertake various programs to assist in the financing of housing for persons of low to moderate income in the City of Shreveport. There are five trustees that are appointed by the City Council for terms of five years. Per the terms of the trust indenture, the City has no power to transact business for the trustees nor to control or direct the actions of the trustees. The City is entitled solely to the benefits of the trust, and at the termination of the trust it shall receive the residual assets of the trust. The City cannot access the organization's funds at will, although there is some ability to access them at the discretion of the Authority. The City is financially accountable since it appoints all of the governing body and there is a potential for Shreveport Home Mortgage Authority to provide specific financial benefits to the City. The Shreveport Home Mortgage Authority serves the citizenry of the City of Shreveport.

Shreveport Convention Center Hotel Authority

The Shreveport Convention Center Hotel Authority is a public trust, created by state statute, with the City of Shreveport as beneficiary. The Authority is authorized to oversee the development and operation of the Shreveport Convention Center Hotel for the purpose of furthering economic development. There are five appointed trustees. The trustees are the Mayor, Chief Administrative Officer, City Council President, City Council Vice-President, and a citizen chosen at the discretion of the Mayor and approved by the City Council. The term of the Trustees shall be for as long as they hold the office enumerated, and the term of the citizen shall run concurrently with the mayoral term. Per the terms of the trust indenture, the City has no power to transact business for the trustees nor to control or direct the actions of the trustees. The City cannot access the Authority's resources

but is the beneficiary of the residual assets of the termination of the trust. The City may provide financial support in the form of interim financing or guarantor of the Authority's debt. The boards are not substantively the same as the City. The Authority serves the citizenry of the City of Shreveport. The trust was created in 2002 but has had no reportable transactions through the year ended December 31, 2009.

The Metropolitan Planning Commission does not issue separate financial statements. The government-wide financial statements are presented within the basic financial statements. The fund financial statements are included as supplementary information within the section entitled Discretely Presented Component Unit. Complete financial statements of the other individual component units may be obtained from their respective administrative offices.

Administrative Offices:

City Courts
1244 Texas Avenue
Shreveport, Louisiana 71101

Shreveport Home Mortgage Authority
1400 Youree Drive
Shreveport, Louisiana 71101

City Marshal
1244 Texas Avenue
Shreveport, Louisiana 71101

Downtown Development Authority
400 Edwards Street
Shreveport, Louisiana 71101

Related Organization

Shreveport Housing Authority

The Authority was created by State statute and it is legally separate from the City. The Mayor appoints the five commissioners; however, the City cannot impose its will on the Authority since it does not have the ability to modify or approve the budget or overrule or modify the decisions of the commissioners. The Authority is fiscally independent and no financial benefit or burden relationship exists with the City. Therefore, it is not included in the City's financial statements.

Jointly Governed Organization

Caddo-Shreveport Sales and Use Tax Commission

The Commission is an independent agency which collects sales taxes. It is legally separate from the City. The Commission is a jointly governed organization. The City does not retain an ongoing financial interest or responsibility in its operations. It is not included in the City's financial statements.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function of governmental activities and different business-type activities are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or program. Program revenues

include 1) fees, fines, and charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or program and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For property taxes, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. For revenues other than property taxes, the City considers them to be available if they are collected within 90 days of the end of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

Property taxes, sales taxes, franchise taxes, and interest associated with the current period are all considered to be susceptible to accrual and so have been recognized as revenues of the current period. All other revenue items except landfill fees are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Community Development Fund is responsible for programs to increase housing opportunities, assist in the creation of employment, develop business expansion and regulates code enforcement.

The Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

The City reports the following major proprietary funds:

The Water and Sewerage Fund accounts for the activities involved in operating the sewerage treatment plant, sewerage pumping stations and collection systems, and the water distribution system.

The Municipal and Regional Airports Fund account for the activities involved in operating the City's two airports.

The Convention Center Hotel Fund accounts for the activities involved in the operations of the hotel.

Additionally, the City reports the following fund types:

Internal Service Funds account for health care, risk management, and information technology services provided to other departments on a cost reimbursement basis. The Fleet Services Fund, which was operational through the end of 2008, was closed into the General Fund in 2009.

The Fiduciary Funds account for the activities of the Firemen's Pension and Relief Fund, the Policemen's Pension and Relief Fund and the Employee's Retirement System, which accumulate resources for pension benefit payments to qualified employees.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's water and sewerage function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. The City does not use an indirect cost allocation system. However, the General Fund charges certain funds an administrative overhead charge based on a cost allocation plan. This is eliminated like a reimbursement and reduces the revenue and expense in the General Fund.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and the internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

G. Assets, Liabilities, and Net Assets or Equity

1. Deposits and Investments

The City maintains a pooled cash and investment account that is available for use by all funds, except those restricted by state statutes or other legal requirements. Each fund's positive equity in the pooled cash and investment account is presented as cash and cash equivalents and investments on the balance sheet or statement of net assets. Negative equity balances have been reclassified and are reflected as due to/from other funds. Interest income and expense are allocated to the various funds based upon their average daily equity balances.

Investments are reported at fair value based on quoted market prices. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Interest is accrued as earned. For purposes of the Statement of Cash Flows, the City considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

The City has investment policies for the primary government and its fiduciary funds. The fiduciary funds are the Employees' Retirement System, the Policemen's Pension and Relief Fund, and the Firemen's Pension and Relief Fund.

The primary government's investments are made in accordance with Louisiana Revised Statutes and are further defined in the City's investment policy which has been approved by the Mayor and Chief Administrative Officer and implements Section 26-55 of the City Code.

The State authorized investments are as follows:

1. U.S. Treasury obligations
2. U.S. government agencies
3. U.S. government instrumentalities
4. Collateralized repurchase agreements
5. Collateralized certificates of deposit with Louisiana domiciled institutions
6. Collateralized interest bearing bank accounts
7. Mutual or trust funds which are registered with the Securities and Exchange Commission which have underlying investments consisting of and limited to securities of the U.S. government or its agencies
8. Guaranteed investment contracts issued by a bank, financial institution, insurance company or other entity having one of the two highest short-term rating categories of either Standard and Poor's Corporation or Moody's Investors Service
9. Investment grade (A-1/P-1) commercial paper of domestic U.S. corporations
10. Louisiana Asset Management Pool (LAMP)
11. Any other investments allowed by state statute for local governments

LAMP, a local government investment pool, is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana, which was formed by an initiative of the State Treasurer in 1993. While LAMP is not required to be a registered investment company under the Investment Company Act of 1940, its investment policies are similar to those established by Rule 2a7, which governs registered money market funds. 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. 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. 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. The fair value of investments is determined on a weekly basis to monitor any variances between amortized cost and fair value. For purposes of determining participants' shares, investments are valued at amortized cost. The fair value of the participants' position is the same as the value of the pool shares. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

In addition to the above types of securities, the Employees' Retirement System is authorized by a separate investment policy in accordance with Article II, Chapter 66 of the City Code or Ordinances to invest in the following:

1. Domestic securities registered with the Securities and Exchange Commission and traded on a recognized U.S. stock exchange or over-the-counter market. Equity securities include common stocks, real estate securities and securities convertible into common stock of U.S.-based companies. Individual convertible securities should be rated "B" or higher at the time of purchase.
2. International securities registered (or filed) with the Securities and Exchange Commission and traded on a recognized national exchange or over-the-counter market. Non-U.S. dollar

denominated equity securities traded on recognized exchanges or over-the-counter markets outside the U.S. may also be purchased.

3. Fixed income securities in the form of bonds, notes, securitized mortgages, collateralized mortgage obligations, asset-backed securities, taxable municipal bonds and preferred stock. Fixed income securities shall be rated “BBB” or higher at the time of purchase except for asset-backed securities, mortgage-backed securities, and collateralized mortgage obligations which shall be rated “AAA” at the time of purchase. The minimum dollar-weighted average credit quality rating of the fixed income portfolio should be “AA”. The maximum effective maturity of any single issue should not exceed 30 years.
4. Cash reserves shall be held in the custodians’ money market funds, short-term maturity treasury securities or high quality money market instruments.

The Policemen’s Pension and Relief Fund is authorized by the Board of Trustees to invest in the same types of investments listed above with a mix of 50% equity and 50% fixed.

The Firemen’s Pension and Relief Fund is authorized by the Board of Trustees to invest in the same types of investments listed above with a mix of 60% equity and 40% fixed.

2. Receivables and Payables

All outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Within the City’s Water and Sewerage Fund, an estimated amount has been recorded for services rendered but not yet billed as of the close of the year. The receivable was computed by taking the cycle billings the City sent to its customers in January and prorating the amount of days applicable to the current year. All trade and property tax receivables are shown net of an allowance for uncollectibles.

3. Inventories and Prepaid Items

Inventories are valued at cost using the first in, first out (FIFO) method. Inventory in the General Fund consists of materials and supplies held for consumption. Reported inventories in the General Fund are equally offset by a reservation of fund balance with indicates that although inventories are a component of assets, they do not constitute “available spendable resources”. Inventories in the Enterprise and Internal Service Funds consist of pipes, meters, fittings and valves, repair materials, spare parts and items held for sale at the Municipal Golf Courses. Inventories are accounted for using the consumption method.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

4. Restricted Assets in Enterprise Funds

Certain proceeds of the enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net assets because their use is limited by applicable bond covenants. The bond construction funds are used to report those proceeds of revenue bond issuances that are restricted for use in construction. The bond and interest sinking funds are used to segregate resources accumulated for debt service payments over the next twelve months. The debt service reserve funds are used to report resources set aside to make up potential future deficiencies in the revenue bond current debt service account.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

The total interest expense incurred by the Water and Sewerage Fund was \$11,856,520. Of this amount \$4,747,480 was included as the cost of capital assets in construction in progress.

Property, plant, and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	10-50
Improvements other than buildings	10-50
Infrastructure	20-75
Distribution and collection systems	10-50
Equipment	3-20

6. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the City does not have a policy to pay any amounts when employees separate from service with the City. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Vacation earned is based on the number of years of services as follows:

<u>Total Employment</u>	<u>Days Earned Per Year</u>
Less than five years	10
Five to ten years	12
Ten to fifteen years	15
Fifteen to twenty years	18
Twenty or more years	21

For classified employees, a maximum of 240 hours of accrued vacation leave can be vested and carried forward to succeeding calendar years. For non-classified employees, the maximum is 320 hours. All accrued sick leave credited to an employee can be carried forward to succeeding calendar years without limitation. Accumulated sick leave is forfeited at the time an employee terminates employment. However, accumulated sick leave is counted as creditable service at retirement if the employee has accumulated at least 175 hours.

7. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums, discounts, issuance costs, and gains (losses) on refunding are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount or deferred amount on refunding. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, when incurred. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

8. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for accounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

The following list describes the reservations and designations encountered in the governmental fund financial statements:

Reserved for Debt Service

Certain assets have been reserved in the Debt Service Fund for future payment of debt service.

Reserved for Encumbrances

Encumbrances outstanding at year-end represent the estimated amount the City intends to honor as a commitment regardless of the lapse in the appropriation.

Reserved for Assets Held for Resale

This amount represents assets acquired for resale purposes only and are not to be used in the City's operations.

Reserved for Inventories

This amount represents the portion of fund balance that is not available as spendable resources even though the inventories are a component of net current assets.

Reserved for Endowments

This is an account to segregate monies donated for a City zoo. The City functions in a trustee capacity; however, due to the immaterial amount involved, it is carried in the General Fund.

Designated for Landfill Closure

The unreserved portion of fund balance designated for landfill closure is to provide for amounts to be required when the landfill closes.

9. Net Assets

The government-wide statement of net assets reports \$69,143,451 of restricted net assets, of which \$58,882,797 is restricted by enabling legislation.

II. Stewardship, Compliance, and Accountability

A. Budgetary Information

Prior to October 1, the Mayor files with the Clerk of Council a proposed operating budget for the fiscal year commencing the following January. The operating budget includes proposed expenditures and related financing sources. The City Council conducts public hearings and proposes adoption of the various budget ordinances. Prior to December 15, the City Council adopts the final budgets controlling the financial operations of the City for the ensuing fiscal year.

Legal budgetary control for operating budgets is exercised at the department/object class with the exception of the Community Development Department where control is exercised at the division/object class. The ordinances provide lump sum appropriation at the object level. The City Charter allows the Mayor to authorize the transfer of budgeted amounts from one activity to another within the same lump sum appropriation, within the same department with the exception of the Community Development Department where funds must be spent within the same division. Budgetary transfers across department lines or between classes of lump sum appropriations must be approved by the City Council. During the year, the City Council approves several amendments to the budget. The City Charter provides that expenditures may not legally exceed appropriations. Formal budgetary integration and encumbrance accounting are employed as management control devices during the year for the General, Debt Service, Special Revenue Funds (except for the Enrichment Fund), Capital Projects and Proprietary Funds. The capital project funds adopt project length budgets. The budgets for governmental funds are adopted on a basis substantially consistent with generally accepted accounting principles except for state supplemental pay for fire and police which is included but not budgeted in the General Fund.

All appropriations which are not expended or encumbered lapse at year end. Encumbrances outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

Revisions were made to the following governmental funds original budgets (expenditures including transfers out) as follows:

	Original Budget Including <u>Carry Forwards</u>	<u>Revisions</u>	Final Revised <u>Budget</u>
General Fund	\$185,172,897	\$ 3,225,863	\$188,398,760
Community Development	15,884,085	10,417,600	26,301,685
Debt Service	43,855,000	-	43,855,000

Adjustments necessary to convert the revenues and expenditures of the General Fund at the end of the year on the budgetary basis to the GAAP basis are as follows:

	<u>General Fund</u>
<u>Revenues</u>	
Actual on the budgetary basis	\$ 182,265,516
Adjustment for state supplemental pay	<u>6,126,466</u>
GAAP basis	\$ <u>188,391,982</u>
<u>Expenditures (Including transfers out)</u>	
Actual on the budgetary basis	\$ 181,634,570
Adjustment for state supplemental pay	<u>6,126,466</u>
GAAP basis	\$ <u>187,761,036</u>

B. Excess of Expenditures over Appropriations

During 2009, based on the legally adopted level of control for budgetary purposes, the following funds had excess expenditures over appropriations:

General Fund

Personnel	
Salaries, wages and employee benefits	\$ 3,497
Finance	
Contractual services	21,907
Other unclassified	
Interest and civic appropriations	574,753
Payments to component units	52,572
Public works	
Salaries, wages and employee benefits	234,479

Community Development

Workforce development	
Salaries, wages and employee benefits	637,719
Other charges	269,600
Workforce development administration	
Salaries, wages and employee benefits	20,284
Contractual services	59,456

Debt Service

Principal	534,943
Interest and other charges	1,685,069

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Investments – Primary Government excluding Fiduciary Funds

<u>Investment Type</u>	<u>Fair Value</u>
U.S. Treasuries	\$ 20,801,836
U.S. Instrumentalities	52,028,837
Investment Agreements	9,871,747
Corporate Bonds	452,945
Money Market	4,169,514
LAMP	<u>43,572,157</u>
Total	<u>\$130,897,036</u>

The fair value of \$83,155,365 is classified on the Statement of Net Assets as “Investments”. The money market amounts of \$4,169,514 and LAMP \$43,572,157 are classified as “Cash and cash equivalents”.

Investment Maturities (in years)

<u>Investment Type</u>	<u>Fair Value</u>	Less <u>Than 1</u>	<u>1-3</u>
U.S. Treasuries	\$ 20,801,836	\$ 19,782,412	\$ 1,019,424
U.S. Instrumentalities	52,028,837	15,815,174	36,213,663
Investment Agreements	9,871,747	9,871,747	-
Corporate Bonds	452,945	-	452,945
Money Market	4,169,514	4,169,514	-
LAMP	<u>43,572,157</u>	<u>43,572,157</u>	-
Total	<u>\$130,897,036</u>	\$ <u>93,211,004</u>	<u>\$37,686,032</u>

Interest rate risk. The City limits its exposure to declines in fair value by limiting investment maturities to 3 years from the date of settlement unless matched to a specific cash flow requirement. The Investment Agreements are matched to Water and Sewer construction projects.

Credit risk. The standard of prudence to be used for managing the City’s assets is the “prudent investor” rule which states, “Investments shall be made with 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 City’s investment policy limits investments to those discussed previously. The investments in U.S. treasuries and instrumentalities were rated AAA, the Investment Agreements and Money Market investments were unrated and the LAMP investment was rated AAAM.

Concentration of credit risk. The City has no investments in one issuer greater than 5 percent except those backed by the full faith and credit of the U.S. Government.

Custodial credit risk – deposits. In the case of deposits; this is the risk that in the event of a bank failure, the City’s deposits may not be returned to it. The City’s policy is that banks holding deposits are required to pledge securities to fully collateralize these transactions. The pledged securities are held by another bank or through book entry in a custodial account in the Federal Reserve System. The City must authorize in writing the release or substitution of the pledged securities.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City’s policy is that all investments purchased by the City, except certificates of deposit, local government investment pools, and money market funds, will be delivered by book entry and will be held in third-party safekeeping by a City-approved custodian bank.

2. Investments – Fiduciary Funds

<u>Investment Type</u>	<u>Fair Value</u>
U.S. Treasuries	\$ 6,545,354
U.S. Instrumentalities	341,926
Asset-backed Securities	1,851,873
Investment Pool	3,390,131
Corporate Bonds	2,854,901
Collateralized Mortgage Obligations	9,778,913
Mutual Funds	32,485,364
Domestic Equities	103,824,649
International Equities	1,487,037
Money Market	<u>30,724,900</u>
Total	<u>\$193,285,048</u>

The fair value of \$162,560,148 is classified on the Statement of Fiduciary Net Assets as “Investments”. The money market amounts of \$30,724,900 are classified as “Cash and Cash Equivalents”.

Investment Maturities (in years)

<u>Investment Type</u>	<u>Fair Value</u>	Less <u>Than 1</u>	<u>1-5</u>	<u>5-10</u>	<u>≥10</u>
U.S. Treasuries	\$ 6,545,354	\$ -	\$ 2,450,224	\$ 2,218,336	\$ 1,876,794
U.S. Instrumentalities	341,926	-	211,500	130,426	-
Asset-backed Securities	1,851,873	-	-	-	1,851,873
Corporate Bonds	2,854,901	-	1,003,080	849,162	1,002,659
Collateralized Mortgage Obligations	9,778,913	-	-	-	9,778,913
Money Market	<u>30,724,900</u>	<u>30,724,900</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$52,097,867</u>	<u>\$30,724,900</u>	<u>\$3,664,804</u>	<u>\$3,197,924</u>	<u>\$14,510,239</u>

<u>S&P/Moody’s Rating</u>	<u>Fair Value</u>
Government	\$ 6,545,354
AAA	12,288,902
AA	547,815
A	1,347,305
BBB	643,591
Unrated (Money Market)	<u>30,724,900</u>
Total	<u>\$52,097,867</u>

Interest rate risk. The Fiduciary Plans do not have a policy to limit investment maturities as a means of managing exposure to fair value losses arising from increasing interest rates. The funding obligations of the plan are long-term in nature; consequently, the investment of the Plan's assets shall have a long-term focus, but shall not exceed 30 years.

Credit risk. Fixed income securities shall be rated "BBB" or higher at the time of purchases except for asset-backed securities, mortgage-backed securities and collateralized mortgage obligations which shall be rated "AAA". Convertible securities shall be rated "B" or higher at the time of purchase. The minimum dollar-weighted average credit quality rating of the fixed income portfolio should be "AA".

Concentration of credit risk. Holdings of any single issue shall not exceed more than 5% of the market value of the issuer.

Currency risk. The international equities are held through "American Depository Receipts" which are traded in U.S. dollars on the American Stock Exchanges. There were no investments in international fixed-income securities.

3. Discretely Presented Component Units

Deposits

Shreveport Home Mortgage Authority – The Authority has no deposits since all funds are maintained at trust departments at financial institutions.

City Courts – The City Court does not have a policy for custodial credit risk. As of December 31, 2009, \$3,984,197 of the City Courts' bank balance of \$4,916,639 was exposed to custodial credit risk due to being uninsured and collateral held by the pledging bank's trust department not in the City Courts' name.

City Marshal – The City Marshal does not have a policy for custodial credit risk. As of December 31, 2009, \$1,173,576 of the City Marshal's bank balance of \$1,738,279 was exposed to custodial credit risks due to being uninsured and collateral held by the pledging banks' trust department not in the City Marshal's name.

Downtown Development Authority – The Authority does not have a policy for custodial credit risk. As of December 31, 2009, \$348,788 of the Authority's bank balance of \$598,788 was uninsured but collateralized with pledged securities held by the custodial bank's trust department in the Authority's name.

Louisiana Revised Statue 39:1229 imposes statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the component unit that the fiscal agent has failed to pay deposited funds upon demand.

Investments

Shreveport Home Mortgage Authority – The \$5,802,112 consists of guaranteed mortgage-backed securities.

City Courts – The \$100,000 consists of certificates of deposit with initial maturities greater than 90 days.

B. Property Taxes

The City levies taxes on real and business personal property located within its boundaries. Property taxes are levied by the City on property values assessed by the Bossier Parish and Caddo Parish Tax Assessors and approved by the State of Louisiana Tax Commission.

Assessment date	January 1, 2009
Levy date	Not later than June 1, 2009
Tax bills mailed	On or about November 15, 2009
Total taxes are due	December 31, 2009
Penalties and interest are added	January 1, 2010
Lien date	January 1, 2010
Tax sale - 2009 delinquent property	July 1, 2010

Property taxes levied for the current year are recognized as revenues, even though a portion is collectible in the period subsequent to the levy. The City's property tax collection records show that 91.8% of the property taxes due were collected within 60 days after the due date. Assessed values are established by the Bossier Parish and Caddo Parish Tax Assessors each year on a uniform basis at the following ratios to fair market value.

10% Land	15% Machinery
10% Residential Improvements	15% Commercial Improvements
15% Industrial Improvements	25% Public Service properties, excluding land

A re-evaluation of all property is required to be completed no less than every 4 years. A re-evaluation was completed for the tax roll of January 1, 2008.

C. Receivables

Receivables (excluding due from other funds and component units) as of year end for the City's individual major funds and nonmajor, internal service, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are outlined below.

	<u>General</u>	<u>Community Development</u>	<u>Debt Service</u>	<u>Water and Sewerage</u>	<u>Municipal and Regional Airports</u>	<u>Convention Center Hotel</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Receivables:								
Interest	\$ -	\$ -	\$ -	\$ 2,381	\$ 93	\$ -	\$ 157,155	\$ 159,629
Taxes	8,672,495	-	10,381,036	-	-	-	-	19,053,531
Accounts	3,300,220	154,770	-	6,728,541	1,907,645	336,325	3,606,889	16,034,390
Intergovernmental	12,012,199	8,248,061	95,225	-	2,919,890	-	3,085,251	26,360,626
Notes receivable	<u>-</u>	<u>17,674,058</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>254,174</u>	<u>17,928,232</u>
Gross receivables	23,984,914	26,076,889	10,476,261	6,730,922	4,827,628	336,325	7,103,469	79,536,408
Less: Allowance for uncollectibles	<u>2,175,246</u>	<u>5,060,286</u>	<u>1,158,968</u>	<u>488,686</u>	<u>548,502</u>	<u>-</u>	<u>171,889</u>	<u>9,603,577</u>
Net total receivables	<u>\$ 21,809,668</u>	<u>\$ 21,016,603</u>	<u>\$ 9,317,293</u>	<u>\$ 6,242,236</u>	<u>\$ 4,279,126</u>	<u>\$ 336,325</u>	<u>\$ 6,931,580</u>	<u>\$ 69,932,831</u>

The total of notes receivable is not expected to be collected within one year. Approximately \$598,585 will be collected in the next year and the balance in future years in accordance with the payment schedules.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

Delinquent property taxes receivable (General Fund)	\$ 1,962,265
Delinquent property taxes receivable (Debt Service Fund)	2,871,485
Other deferrals including program notes receivable	<u>10,061,874</u>
 Total deferred revenue for governmental funds	 <u>\$14,895,624</u>

D. Federal and State Financial Assistance

Federal and State governmental units represent an important source of supplementary funding to finance housing, employment and construction programs, and other activities beneficial to the community. These funds, primarily in the form of grants, are recorded in the General, Special Revenue, Capital Projects and Enterprise Funds. A grant receivable is recorded when the City has a right to reimbursement under the related grant. The grants normally specify the purpose for which the funds may be used and are audited annually under the Single Audit Act as mandated by OMB Circular A-133.

The following amounts under various grants and entitlements are recorded as revenues, subsidies or contributions in the accompanying financial statements:

General Fund	\$ 9,022,072
Debt Service Fund	2,627,501
Special Revenue Funds:	
Community Development	12,252,527
Police Grants	3,394,920
Environmental Grants	330,990
Capital Projects Fund	119,691
Enterprise Funds:	
Municipal and Regional Airports	9,491,633
Shreveport Area Transit System	4,736,293
Water and Sewer	<u>1,117,714</u>
 Totals	 <u>\$43,093,341</u>

Supplementary salary payments are made by the State to certain groups of employees. The City is not legally responsible for these salaries. Therefore, the basis for recognizing the revenue and expenditure payments is the actual contribution from the State. The State paid supplemental salaries to the following groups of employees: Fire Department \$3,055,970 Police Department \$2,806,815, and City Marshal (a component unit) \$263,681. These amounts were paid directly to the employees. There were no payments made for fringe benefits. The amounts for fire and police employees have been recorded in the General Fund financial statements as revenue and expenditures.

E. Capital Assets

Capital asset activity for the year ended December 31, 2009 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 108,404,366	\$ 2,192,177	\$ -	\$ 110,596,543
Construction in progress	9,208,165	7,210,328	(5,740,437)	10,678,056
Total capital assets not being depreciated	<u>117,612,531</u>	<u>9,402,505</u>	<u>(5,740,437)</u>	<u>121,274,599</u>
Capital assets, being depreciated:				
Buildings	259,791,345	1,042,043	(44,647)	260,788,741
Improvements other than buildings	69,907,481	393,297	(19,732)	70,281,046
Equipment	79,952,630	1,548,954	(4,091,205)	77,410,379
Infrastructure	506,329,618	4,670,918	-	511,000,536
Total capital assets being depreciated	<u>915,981,074</u>	<u>7,655,212</u>	<u>(4,155,584)</u>	<u>919,480,702</u>
Less accumulated depreciation for:				
Buildings	(53,802,342)	(5,238,412)	44,647	(58,996,107)
Improvements other than buildings	(27,106,495)	(2,059,591)	19,732	(29,146,354)
Equipment	(46,756,681)	(6,179,769)	4,090,271	(48,846,179)
Infrastructure	(174,054,006)	(13,475,996)	-	(187,530,002)
Total accumulated depreciation	<u>(301,719,524)</u>	<u>(26,953,768)</u>	<u>4,154,650</u>	<u>(324,518,642)</u>
Total capital assets, being depreciated, net	<u>614,261,550</u>	<u>(19,298,556)</u>	<u>(934)</u>	<u>594,962,060</u>
Governmental activities capital assets, net	<u>\$ 731,874,081</u>	<u>\$ (9,896,051)</u>	<u>\$ (5,741,371)</u>	<u>\$ 716,236,659</u>

Internal service funds predominately serve the governmental funds. Accordingly, their capital assets are included as part of the above totals for governmental activities.

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Municipal and Regional Airports				
Capital assets, not being depreciated:				
Land	\$ 30,130,566	\$ 1,397,661	\$ (334,446)	\$ 31,193,781
Construction in progress	<u>1,927,387</u>	<u>10,798,656</u>	<u>(4,000,656)</u>	<u>8,725,387</u>
Total capital assets, not being depreciated	<u>32,057,953</u>	<u>12,196,317</u>	<u>(4,335,102)</u>	<u>39,919,168</u>
Capital assets, being depreciated:				
Buildings	68,150,395	2,551,530	-	70,701,925
Improvements other than buildings	78,217,137	3,800	(81,107)	78,139,830
Equipment	<u>6,411,617</u>	<u>247,428</u>	<u>(130,471)</u>	<u>6,528,574</u>
Total capital assets being depreciated	<u>152,779,149</u>	<u>2,802,758</u>	<u>(211,578)</u>	<u>155,370,329</u>
Less accumulated depreciated for:				
Buildings	(27,668,722)	(1,419,664)	-	(29,088,386)
Improvements other than buildings	(43,245,845)	(2,509,539)	-	(45,755,384)
Equipment	<u>(4,652,996)</u>	<u>(286,057)</u>	<u>128,535</u>	<u>(4,810,518)</u>
Total accumulated depreciation	<u>(75,567,563)</u>	<u>(4,215,260)</u>	<u>128,535</u>	<u>(79,654,288)</u>
Total capital assets, being depreciated, net	<u>77,211,586</u>	<u>(1,412,502)</u>	<u>(83,043)</u>	<u>75,716,041</u>
Municipal and Regional Airports capital assets, net	<u>109,269,539</u>	<u>10,783,815</u>	<u>(4,418,145)</u>	<u>115,635,209</u>
Convention Center Hotel:				
Capital assets, not being depreciated:				
Construction in progress	-	76,424	(76,424)	-
Capital assets, being depreciated:				
Buildings	43,140,093	62,014	-	43,202,107
Improvements other than buildings	87,802	7,763	-	95,565
Equipment	<u>4,095,755</u>	<u>24,370</u>	<u>(2,975)</u>	<u>4,117,150</u>
Total capital assets being depreciated	<u>47,323,650</u>	<u>94,147</u>	<u>(2,975)</u>	<u>47,414,822</u>
Less accumulated depreciated for:				
Buildings	(1,692,652)	(1,145,360)	-	(2,838,012)
Improvements other than buildings	(16,512)	(11,319)	-	(27,831)
Equipment	<u>(892,902)</u>	<u>(613,651)</u>	<u>1,487</u>	<u>(1,505,066)</u>
Total accumulated depreciation	<u>(2,602,066)</u>	<u>(1,770,330)</u>	<u>1,487</u>	<u>(4,370,909)</u>
Total capital assets, being depreciated	<u>44,721,584</u>	<u>(1,676,183)</u>	<u>(1,488)</u>	<u>43,043,913</u>
Convention Center Hotel capital assets, net	<u>44,721,584</u>	<u>(1,599,759)</u>	<u>(77,912)</u>	<u>43,043,913</u>

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Water and Sewerage:				
Capital assets, not being depreciated:				
Land	1,032,277	-	-	1,032,277
Construction in progress	<u>48,761,529</u>	<u>38,496,065</u>	<u>(2,463,011)</u>	<u>84,794,583</u>
Total capital assets, not being depreciated	<u>49,793,806</u>	<u>38,496,065</u>	<u>(2,463,011)</u>	<u>85,826,860</u>
Capital assets, being depreciated:				
Equipment	18,052,884	195,381	(774,058)	17,474,207
Distribution and collection systems	<u>525,638,730</u>	<u>6,313,558</u>	-	<u>531,952,288</u>
Total capital assets, being depreciated	<u>543,691,614</u>	<u>6,508,939</u>	<u>(774,058)</u>	<u>549,426,495</u>
Less accumulated depreciated for:				
Equipment	(2,504,685)	(705,527)	534,480	(2,675,732)
Distribution and collection systems	<u>(181,017,554)</u>	<u>(11,419,711)</u>	-	<u>(192,437,265)</u>
Total accumulated depreciation	<u>(183,522,239)</u>	<u>(12,125,238)</u>	<u>534,480</u>	<u>(195,112,997)</u>
Total capital assets, being depreciated, net	<u>360,169,375</u>	<u>(5,616,299)</u>	<u>(239,578)</u>	<u>354,313,498</u>
Water and sewerage capital assets, net	<u>409,963,181</u>	<u>32,879,766</u>	<u>(2,702,589)</u>	<u>440,140,358</u>
Other business-type activity programs:				
Capital assets, not being depreciated:				
Land	1,940,408	-	-	1,940,408
Construction in progress	<u>1,137,513</u>	<u>3,358,501</u>	<u>(4,441,284)</u>	<u>54,730</u>
Total capital assets, not being depreciated	<u>3,077,921</u>	<u>3,358,501</u>	<u>(4,441,284)</u>	<u>1,995,138</u>
Capital assets, being depreciated:				
Buildings	9,284,064	3,100	-	9,287,164
Improvements other than buildings	868,530	-	-	868,530
Equipment	<u>16,819,257</u>	<u>107,606</u>	<u>(258,719)</u>	<u>16,668,144</u>
Total capital assets being depreciated	<u>26,971,851</u>	<u>110,706</u>	<u>(258,719)</u>	<u>26,823,838</u>
Less accumulated depreciated for:				
Buildings	(3,095,453)	(256,091)	-	(3,351,545)
Improvements other than buildings	(334,218)	(33,548)	-	(367,765)
Equipment	<u>(8,595,266)</u>	<u>(1,086,425)</u>	<u>254,976</u>	<u>(9,426,715)</u>
Total accumulated depreciation	<u>(12,024,937)</u>	<u>(1,376,064)</u>	<u>254,976</u>	<u>(13,146,025)</u>
Total capital assets, being depreciated, net	<u>14,946,914</u>	<u>(1,265,358)</u>	<u>(3,743)</u>	<u>13,677,813</u>
Other enterprise funds capital assets, net	<u>18,024,835</u>	<u>2,093,143</u>	<u>(4,445,027)</u>	<u>15,672,951</u>
Business-type activities capital assets, net	<u>\$581,979,139</u>	<u>\$44,156,965</u>	<u>\$(11,643,673)</u>	<u>\$614,492,431</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:

General government	\$ 178,572
Public safety	2,813,038
Public works, including depreciation of general infrastructure assets	14,958,638
Community development	543,857
Culture and recreation	8,183,202
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of the assets	<u>276,461</u>

Total depreciation expense-governmental activities \$ 26,953,768

Business-type activities:

Municipal and Regional Airports	\$ 4,215,260
Water and Sewerage	12,125,238
Convention Center Hotel	1,770,330
Shreveport Area Transit System	1,302,465
Golf	<u>73,599</u>

Total depreciation expense-business-type activities \$ 19,486,892

Construction commitments

The government has active major construction projects as of December 31, 2009. The projects include public works projects, Airport additions, and improvements to Water and Sewerage facilities. At year end, the government's commitments with contractors are as follows:

<u>Project</u>	<u>Remaining Commitment</u>	<u>Financing Sources</u>
AMISS Water Treatment Plant, Plants I & II Filter Improvements	\$ 1,408,287	Water and Sewer Revenue Bonds
Southeast Shreveport Water Distribution System Improvements	3,802,390	Water and Sewer Revenue Bonds
AMISS Water Treatment Plant Improvements	9,024,218	2005 Water and Sewer Revenue Bonds
Water System Infrastructure Improvements Program	5,203,027	2009A&B Water and Sewer Revenue Bonds
Darien Lift Station Improvements	1,219,500	2005 Water and Sewer Revenue Bonds
Hardy Lift Station Improvements	1,091,380	2005 Water and Sewer Revenue Bonds
Regional Airport – Rehabilitation Runway 14-32 and LTG Taxiway A	2,509,065	Federal FAA Grants and State Grants
FAR Part 150 Noise Mitigation Project	1,539,938	Federal FAA Grants and State Grants
2009 SPORTRAN ARRA Project	2,148,468	AARA Federal Grant
Railroad Crossing Improvements	583,393	General Obligation Bonds
Downtown One – Stop Building	<u>604,133</u>	Revenue Bonds and Riverfront Development Funds
Total	<u>\$29,133,799</u>	

Discretely presented component unit

Activity for the Metropolitan Planning Commission (MPC) for the year ended December 31, 2009 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$ <u>704,514</u>	\$ _____	\$ _____	\$ <u>704,514</u>
Capital assets, being depreciated:				
Improvements other than buildings	999,234	-	-	999,234
Equipment	<u>208,496</u>	_____	_____	<u>208,496</u>
Totals, capital assets being depreciated	<u>1,207,730</u>	_____	_____	<u>1,207,730</u>
Less accumulated depreciation for:				
Improvements other than buildings	(876,217)	(5,150)	-	(881,367)
Equipment	<u>(164,753)</u>	<u>(10,090)</u>	_____	<u>(174,843)</u>
Total accumulated depreciation	<u>(1,040,970)</u>	<u>(15,240)</u>	-	<u>(1,056,210)</u>
Total capital assets, being depreciated, net	<u>166,760</u>	<u>(15,240)</u>	_____	<u>151,520</u>
MPC capital assets, net	\$ <u>871,274</u>	\$(<u>15,240</u>)	\$ _____	\$ <u>856,034</u>

All depreciation was charged to planning and zoning.

Activity for the Downtown Development Authority for the year ended December 31, 2009 was of follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$ <u>74,000</u>	\$ _____	\$ _____	\$ <u>74,000</u>
Total capital assets, not being depreciated	<u>74,000</u>	_____	_____	<u>74,000</u>
Capital assets, being depreciated:				
Leasehold improvements	52,369	-	-	52,369
Buildings	798,261	-	-	798,261
Equipment	<u>271,093</u>	<u>10,003</u>	_____	<u>281,096</u>
Totals, capital assets being depreciated	<u>1,121,723</u>	<u>10,003</u>	_____	<u>1,131,726</u>
Less accumulated depreciation for:				
Leasehold improvements	(17,603)	(1,746)	-	(19,349)
Buildings	(128,060)	(26,642)	-	(154,702)
Equipment	<u>(207,237)</u>	<u>(14,000)</u>	_____	<u>(221,237)</u>
Total accumulated depreciation	<u>(352,900)</u>	<u>(42,388)</u>	_____	<u>(395,288)</u>
Total capital assets, being depreciated, net	<u>768,823</u>	<u>(32,385)</u>	_____	<u>736,438</u>
Downtown Development Authority capital assets, net	\$ <u>842,823</u>	\$(<u>32,385</u>)	\$ _____	\$ <u>810,438</u>

Depreciation expense was charged to functions/programs as follows:

Downtown development	\$33,234
Streetscape program	6,032
Parking program	<u>3,122</u>
Total	<u>\$42,388</u>

F. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of December 31, 2009 is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Nonmajor governmental funds	Nonmajor governmental funds	\$ 2,443,868
	General Fund	876,532
Nonmajor enterprise funds	General Fund	466,994
General Fund	Internal Service Fund	565,499
Debt Service Fund	Fiduciary Funds	8,692,230
	Community Development	3,548,065
	Water and Sewerage Fund	3,543,049
	Internal Service Fund	2,183,431
Internal Service Fund	Water and Sewerage Fund	<u>1,043,374</u>
Total		\$ <u>23,363,042</u>

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers:

	Transfer out:				Total
	General Fund	Community Development	Nonmajor Governmental Fund	Water and Sewer	
<u>Transfer in:</u>					
General Fund	\$ -	\$ -	\$ 8,130,100	\$ 1,372,000	\$ 9,502,100
Community Development	456,903	-	626,730	-	1,083,633
Debt Service	10,793,831	-	973,270	-	11,767,101
Nonmajor governmental	97,336	27,703	4,542,331	-	4,667,370
Municipal and Regional Airports	64,000	-	-	-	64,000
Water and Sewerage	-	-	1,737	-	1,737
Internal Service Funds	432,538	-	-	-	432,538
Nonmajor enterprise	5,396,152	-	195,910	-	5,592,062
Total transfers	<u>\$ 17,240,760</u>	<u>\$ 27,703</u>	<u>\$ 14,470,078</u>	<u>\$ 1,372,000</u>	<u>\$ 33,110,541</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

G. Capital Leases

The City entered into lease agreements in 2001, 2002, 2004, 2005, 2006, 2007 and 2008 to finance the acquisition of various vehicles and equipment with no down payment. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date. The payment schedule below includes all of the current leases in effect at year end.

The assets acquired through the capital leases follow:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Equipment	\$ 31,016,854	\$ 2,392,852
Less: accumulated depreciation	<u>(11,031,756)</u>	<u>(614,992)</u>
Total	<u>\$19,985,098</u>	<u>\$ 1,777,860</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2009 were as follows:

<u>Ending December 31,</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
2010	\$ 4,281,436	\$ 466,210
2011	3,852,173	261,572
2012	3,179,031	261,572
2013	2,047,006	261,572
2014	193,688	-
2015	<u>193,688</u>	<u>-</u>
Total minimum lease payments	13,747,022	1,250,926
Less: amount representing interest	<u>(1,055,182)</u>	<u>(97,786)</u>
Present value of minimum lease payments	<u>\$12,691,840</u>	<u>\$1,153,140</u>

H. Long-term Liabilities

Changes in long-term liabilities

Long-term liability activity for the year ended December 31, 2009 was as follows:

(in thousands of dollars)

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
General obligation bonds	\$ 204,855	\$ -	\$ (21,745)	\$183,110	\$18,455
Less unamortized discount	(252)	-	252	-	-
Less deferred amounts					
on refunding	(6,118)	-	699	(5,419)	(670)
Plus deferred premium	<u>6,923</u>	-	<u>(784)</u>	<u>6,139</u>	<u>719</u>
Total bonds payable	<u>205,408</u>	-	<u>(21,578)</u>	<u>183,830</u>	<u>18,504</u>
Certificate of indebtedness	26,835	-	(4,075)	22,760	4,280
Less unamortized discount	<u>(41)</u>	-	<u>3</u>	<u>(38)</u>	<u>(3)</u>
Total certificates of indebtedness	<u>26,794</u>	-	<u>(4,072)</u>	<u>22,722</u>	<u>4,277</u>
Capital lease	<u>17,447</u>	-	<u>(4,755)</u>	<u>12,692</u>	<u>3,855</u>
Notes	35,615	-	(1,750)	33,865	1,815
Less deferred amounts					
on refunding	(2,107)	-	25	(2,082)	(100)
Plus deferred premium	<u>72</u>	-	<u>(3)</u>	<u>69</u>	<u>3</u>
Total notes	<u>33,580</u>	-	<u>(1,728)</u>	<u>31,852</u>	<u>1,718</u>
Net pension obligation	6,016	6,523	-	12,539	-
Net OPEB obligation	42,683	25,144	-	67,827	-
Landfill postclosure care	3,291	-	(1,202)	2,089	-
Claims and judgments	27,982	24,448	(30,951)	21,479	21,479
Compensated absences	<u>2,433</u>	<u>228</u>	<u>(313)</u>	<u>2,348</u>	<u>282</u>
Governmental activities (Excluding: Community Development)	365,634	56,343	(64,599)	357,378	50,115
Community Development notes	<u>6,580</u>	-	<u>(685)</u>	<u>5,895</u>	<u>690</u>
Total long-term liabilities	<u>\$372,214</u>	<u>\$56,343</u>	<u>\$(65,284)</u>	<u>\$363,273</u>	<u>\$50,805</u>

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Business-type activities:					
Municipal and Regional Airports:					
Revenue bonds and notes	\$ 39,540	\$ -	\$ (1,100)	\$ 38,440	\$ -
Less deferred amounts on refunding	(1,346)	-	82	(1,264)	-
Loan payable	-	-	-	-	-
Total	<u>38,194</u>	<u>-</u>	<u>(1,018)</u>	<u>37,176</u>	<u>-</u>
Net OPEB obligation	1,009	605	-	1,614	-
Compensated absences	<u>197</u>	<u>22</u>	<u>(22)</u>	<u>197</u>	<u>22</u>
Total	<u>39,400</u>	<u>627</u>	<u>(1,040)</u>	<u>38,987</u>	<u>22</u>
Water and Sewerage:					
Revenue bonds and notes	243,869	1,562	(40,924)	204,507	16,384
Unamortized discount	(1,249)	-	589	(660)	(214)
Less deferred amounts on refunding	(3,501)	-	598	(2,903)	(589)
Plus deferred premium	<u>2,164</u>	<u>-</u>	<u>(467)</u>	<u>1,697</u>	<u>395</u>
Total bonds payable	241,283	1,562	(40,204)	202,641	15,976
Capital lease	1,481	-	(371)	1,110	381
Net OPEB obligation	3,925	2,340	-	6,265	-
Compensated absences	630	-	(15)	615	79
Accrued liability	<u>4,223</u>	<u>146</u>	<u>(1,654)</u>	<u>2,715</u>	<u>300</u>
Total	<u>251,542</u>	<u>4,048</u>	<u>(42,244)</u>	<u>213,346</u>	<u>16,736</u>
Convention Center Hotel:					
Notes	43,187	-	(185)	43,002	422
Less deferred amounts on refunding	<u>(3,596)</u>	<u>-</u>	<u>137</u>	<u>(3,459)</u>	<u>-</u>
Total	<u>39,591</u>	<u>-</u>	<u>(48)</u>	<u>39,543</u>	<u>422</u>
Other business-type activities:					
Capital lease	82	-	(39)	43	43
Net OPEB obligation	374	184	-	558	-
Compensated absences	<u>312</u>	<u>277</u>	<u>(253)</u>	<u>336</u>	<u>277</u>
Total	<u>768</u>	<u>461</u>	<u>(292)</u>	<u>937</u>	<u>320</u>
Business-type activity long-term liabilities	\$ <u>331,301</u>	\$ <u>5,136</u>	\$ <u>(43,624)</u>	\$ <u>292,813</u>	\$ <u>17,500</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. The claims and judgments liability will be liquidated through the City's Employees Health Care Fund and the Retained Risk Fund. These funds will finance the payment of these claims by charging other funds based on the origination of the claims. The General Fund normally bears approximately 90% of these costs. At year end \$123,896 of internal service funds compensated absences are included in the above amounts. For the governmental activities, the balance of compensated absences is generally liquidated by the General Fund. Net pension obligation, Net OPEB obligation and landfill post-closure care will also be liquidated by the General Fund.

There are a number of limitations and restrictions contained in the various bond indentures. The City is in substantial compliance with all significant limitations and restrictions.

State law allows a maximum of 10% of the assessed valuation for general obligation bonded debt for any one purpose. However, the 10% maximum can be exceeded if the aggregate issued for all purposes does not exceed 35% of the total assessed valuation. A total of approximately \$282,403,832 of additional general obligation bonded debt is available for issuance on a total assessed valuation of \$1,330,039,520 pursuant to the 35% limitation. Included in the total assessed valuation of property within the City is \$11,850,710 of assessed valuation which has been

adjudicated to Caddo and Bossier Parish. The table below shows the computation of the City's legal debt margin calculated at 10% of assessed valuation as of December 31, 2009.

	<u>Debt limit - 10% of assessed value for any one purpose</u>	<u>Deduct - Amount of debt applicable to debt limit</u>	<u>Legal Debt margin</u>
Street Improvements	\$133,003,952	\$59,629,103	\$ 73,374,849
Police and Fire	133,003,952	21,314,059	111,689,893
Water and Sewer Improvements	133,003,952	-	133,003,952
Parks and Recreation	133,003,952	12,894,198	120,109,754
Public Buildings	133,003,952	56,325,000	76,678,952
Drainage	133,003,952	29,582,481	103,421,471
Sanitation and Incinerator	133,003,952	-	133,003,952
Industrial Bond	133,003,952	-	133,003,952
Airports	133,003,952	-	133,003,952
Sportran	133,003,952	486,634	132,517,319
Riverfront Park	133,003,952	2,878,527	130,125,426

The annual requirements to amortize all debt outstanding as of December 31, 2009, including interest requirements are as follows:

	Maturities (thousands of dollars)				
	Total	2010	2011	2012	2013
PRINCIPAL REQUIREMENTS:					
GENERAL OBLIGATION DEBT:					
General Obligation Bonds Applicable to:					
All Purposes other than Water and Sewerage:					
1999 Refunding Issue - 4.00-5.00%	\$ 4,825	\$ 1,115	\$ 3,710	\$ -	\$ -
2001A Issues - 3.45-5.50%	23,330	1,485	1,555	1,630	1,705
2003A Refunding Issue - 2.375-5.00%	5,425	1,270	1,325	1,385	1,445
Less: Deferred Amount on Refunding	(201)	(50)	(50)	(50)	(51)
Plus Unamortized Premium	75	18	18	18	21
	<u>5,299</u>	<u>1,238</u>	<u>1,293</u>	<u>1,353</u>	<u>1,415</u>
2003B Refunding Issue - 2.00-5.25%	7,505	925	965	1,015	1,065
Less: Deferred Amount on Refunding	(437)	(70)	(70)	(70)	(70)
Plus: Unamortized Premium	285	45	45	45	45
	<u>7,353</u>	<u>900</u>	<u>940</u>	<u>990</u>	<u>1,040</u>
2003A Issue - 3.00-6.00%	29,045	1,540	1,605	1,680	1,755
Plus: Unamortized Premium	129	32	32	32	33
	<u>29,174</u>	<u>1,572</u>	<u>1,637</u>	<u>1,712</u>	<u>1,788</u>
2004A Refunding Issue - 3.00-4.50%	13,820	1,480	1,545	1,610	1,680
Less: Deferred Amount on Refunding	(683)	(92)	(92)	(92)	(92)
Plus: Unamortized Premium	127	17	17	17	17
	<u>13,264</u>	<u>1,405</u>	<u>1,470</u>	<u>1,535</u>	<u>1,605</u>
2004B Refunding Issue - 3.00-5.00%	1,725	1,725	-	-	-
Less: Deferred Amount on Refunding	(3)	(3)	-	-	-
Plus: Unamortized Premium	6	6	-	-	-
	<u>1,728</u>	<u>1,728</u>	<u>-</u>	<u>-</u>	<u>-</u>
2005A Refunding Issue - 2.50 - 5.00%	56,325	4,445	4,660	4,905	5,165
Less: Deferred Amount on Refunding	(3,307)	(354)	(354)	(354)	(354)
Plus: Unamortized Premium	3,492	374	374	374	374
	<u>56,510</u>	<u>4,465</u>	<u>4,680</u>	<u>4,925</u>	<u>5,185</u>
2005B Refunding Issue - 2.8 - 5.25%	23,750	1,855	1,965	2,065	2,175
Less: Deferred Amount on Refunding	(605)	(66)	(66)	(66)	(66)
Plus: Unamortized Premium	1,641	179	179	179	179
	<u>24,786</u>	<u>1,968</u>	<u>2,078</u>	<u>2,178</u>	<u>2,288</u>
2008 Refunding Issue - 4.00 - 4.00%	17,360	2,615	2,755	1,465	1,545
Less: Deferred Amount on Refunding	(183)	(34)	(34)	(34)	(34)
Plus: Unamortized Premium	384	47	47	47	47
	<u>17,561</u>	<u>2,628</u>	<u>2,768</u>	<u>1,478</u>	<u>1,558</u>
Total General Obligation Bonds	<u>183,830</u>	<u>18,504</u>	<u>20,131</u>	<u>15,801</u>	<u>16,584</u>

Maturities
(thousands of dollars)

2014	2015- 2019	2020- 2024	2025- 2029	2030 2034	2035- 2039
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,790	10,320	4,845	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,115	2,420	-	-	-	-
(70)	(87)	-	-	-	-
45	60	-	-	-	-
1,090	2,393	-	-	-	-
1,830	10,465	10,170	-	-	-
-	-	-	-	-	-
1,830	10,465	10,170	-	-	-
1,750	5,755	-	-	-	-
(92)	(223)	-	-	-	-
17	42	-	-	-	-
1,675	5,574	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
5,430	31,720	-	-	-	-
(354)	(1,537)	-	-	-	-
374	1,622	-	-	-	-
5,450	31,805	-	-	-	-
2,290	13,400	-	-	-	-
(66)	(275)	-	-	-	-
179	746	-	-	-	-
2,403	13,871	-	-	-	-
1,620	7,360	-	-	-	-
(34)	(13)	-	-	-	-
47	149	-	-	-	-
1,633	7,496	-	-	-	-
15,871	81,924	15,015	-	-	-

Maturities
(thousands of dollars)

	Total	2010	2011	2012	2013
General Obligation Notes					
1998A Certificate of Indebtedness - 4.65-5.00%	18,645	4,000	4,210	4,440	1,390
1999 City Hall Project Notes - 4.75 - 7.00%	1,825	890	935	-	-
2000A LCDA Convention Center Hotel - Variable	2,122	92	96	101	108
2004 Certificate of Indebtedness	4,115	280	290	300	310
Less: Unamortized Discount	(38)	(3)	(3)	(3)	(3)
	4,077	277	287	297	307
2008 LCDA Independence Stadium (4.00 - 5.25%)	32,040	925	960	1,000	1,040
Less: Deferred Amount on Refunding	(2,082)	(100)	(100)	(100)	(100)
Plus: Unamortized Premium	69	3	3	3	3
	30,027	828	863	903	943
2008A LCDA Convention Center Hotel - Variable	40,880	330	205	440	305
Less: Deferred Amount on Refunding	(3,459)	(137)	(137)	(137)	(137)
	37,421	193	68	303	168
Community Bank Lease/Purchase	999	149	155	162	170
Chase Lease Purchase -3.525%	418	418	-	-	-
Chase Lease Purchase - 3.734%	3,145	1,247	1,245	653	-
Chase Lease Purchase - 3.370%	3,062	839	867	896	460
Chase Lease Purchase 4.230%	5,051	1,185	1,235	1,288	1,343
Chase Lease Purchase - Water and Sewer - 4.23%	953	224	233	243	253
Chase Lease Purchase - Water and Sewer - 3.525%	157	157	-	-	-
Chase Lease Purchase - Information Technology - 3.525%	17	17	-	-	-
Chase Lease Purchase - Golf - 3.525%	43	43	-	-	-
Total General Obligation Debt	291,792	29,063	30,325	25,087	21,726
Municipal and Regional Airports					
2008A LCDA Refunding Issue - (5.250 - 5.812%)	9,160	-	-	-	-
Less: Deferred Amount on Refunding	(455)	-	(50)	(25)	(25)
	8,705	-	(50)	(25)	(25)
2008B LCDA Refunding Issue - (5.811 - 5.875%)	16,110	-	805	850	890
Less: Deferred Amount on Refunding	(809)	-	(117)	(58)	(58)
	15,301	-	688	792	832
2008C LCDA Issue - (6.750 - 7.000%)	9,325	-	-	-	-
2008D LCDA Issue - (7.000%)	3,845	-	355	385	405
Total Municipal and Regional Airports - NOTES	37,176	-	993	1,152	1,212
Water and Sewerage					
1993B Issue - 4.25-9.00%	3,155	720	765	810	860
2001A Issue - 3.95%	5,140	310	325	335	350
2001B Issue - 3.95%	5,140	310	325	335	350
2001C Issue - 3.95%	4,065	245	255	265	275
2002A Issue - 3.95%	12,718	-	-	-	-
2002B Issue - 3.95%	9,187	-	619	644	669
2003A Issue - 3.95%	12,959	-	656	681	708
2003B Issue - 3.95%	3,346	64	300	300	300
2004A Issue - 3.95%	12,101	-	733	762	792
2002A Refunding Issue - 4.00-4.65%	10,600	5,305	5,295	-	-
Less: Unamortized Discount	(660)	(214)	(446)	-	-
Less: Deferred Amount on Refunding	(233)	(116)	(117)	-	-
Plus: Unamortized Reoffer Call Premium	108	51	57	-	-
	9,815	5,026	4,789	-	-
2003A Refunding Issue - 4.00-5.00%	14,015	2,390	2,570	2,745	3,020
Less: Deferred Amount on Refunding	(1,224)	(245)	(245)	(245)	(245)
Plus: Unamortized Reoffer Call Premium	499	156	131	103	72
	13,290	2,301	2,456	2,603	2,847

Maturities
(thousands of dollars)

2014	2015- 2019	2020- 2024	2025- 2029	2030- 2034	2035- 2039
1,460	3,145	-	-	-	-
-	-	-	-	-	-
114	677	900	34	-	-
320	1,790	825	-	-	-
(3)	(15)	(8)	-	-	-
<u>317</u>	<u>1,775</u>	<u>817</u>	<u>-</u>	<u>-</u>	<u>-</u>
1,095	6,345	8,030	10,260	2,385	-
(100)	(499)	(499)	(499)	(85)	-
<u>3</u>	<u>17</u>	<u>17</u>	<u>17</u>	<u>3</u>	<u>-</u>
998	5,863	7,548	9,778	2,303	-
540	4,125	7,125	10,650	13,935	3,225
(137)	(685)	(685)	(685)	(685)	(34)
<u>403</u>	<u>3,440</u>	<u>6,440</u>	<u>9,965</u>	<u>13,250</u>	<u>3,191</u>
177	186	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>19,340</u>	<u>96,824</u>	<u>30,720</u>	<u>19,777</u>	<u>15,553</u>	<u>3,191</u>
-	-	2,775	6,385	-	-
(25)	(125)	(125)	(80)	-	-
<u>(25)</u>	<u>(125)</u>	<u>2,650</u>	<u>6,305</u>	<u>-</u>	<u>-</u>
940	5,480	7,145	-	-	-
(58)	(286)	(232)	-	-	-
<u>882</u>	<u>5,194</u>	<u>6,913</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	825	2,545	4,145	1,810	-
440	2,260	-	-	-	-
<u>1,297</u>	<u>8,154</u>	<u>12,108</u>	<u>10,450</u>	<u>1,810</u>	<u>-</u>
-	-	-	-	-	-
360	2,035	1,425	-	-	-
360	2,035	1,425	-	-	-
285	1,615	1,125	-	-	-
-	7,522	5,196	-	-	-
696	3,912	2,647	-	-	-
736	4,142	5,027	1,009	-	-
300	1,500	582	-	-	-
823	4,631	4,360	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>3,290</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(244)	-	-	-	-	-
<u>37</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>3,083</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

	Maturities (thousands of dollars)				
	Total	2010	2011	2012	2013
2003B Refunding Issue - 2.00-5.00%	10,070	1,855	1,930	2,025	2,095
Less: Deferred Amount on Refunding	(668)	(134)	(134)	(134)	(134)
Plus: Unamortized Reoffer Call Premium	179	57	47	34	25
	<u>9,581</u>	<u>1,778</u>	<u>1,843</u>	<u>1,925</u>	<u>1,986</u>
2003C Refunding Issue - 4.00%	6,095	1,125	1,170	1,220	1,265
Less: Deferred Amount on Refunding	(37)	(7)	(7)	(7)	(7)
Plus: Unamortized Reoffer Call Premium	115	40	32	23	14
	<u>6,173</u>	<u>1,158</u>	<u>1,195</u>	<u>1,236</u>	<u>1,272</u>
2004B Refunding Issue - 4.00-5.00%	2,125	2,125	-	-	-
Less: Deferred Amount on Refunding	(9)	(9)	-	-	-
Plus: Unamortized Reoffer Call Premium	17	17	-	-	-
	<u>2,133</u>	<u>2,133</u>	<u>-</u>	<u>-</u>	<u>-</u>
2005 LCDA Note - Variable	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>763</u>
2006A Refunding Issue - 4.00%	9,880	705	740	780	805
Less: Deferred Amount on Refunding	(732)	(78)	(78)	(78)	(78)
Plus: Unamortized Reoffer Call Premium	99	13	12	11	10
	<u>9,247</u>	<u>640</u>	<u>674</u>	<u>713</u>	<u>737</u>
2007 LCDA Revenue Bonds - 4.00%	24,695	930	965	1,005	1,045
Plus: Unamortized Reoffer Premium	680	61	59	57	55
	<u>25,375</u>	<u>991</u>	<u>1,024</u>	<u>1,062</u>	<u>1,100</u>
2008 LCDA Biosolid Disposal Project - 6.125%	7,733	300	421	447	6,565
2009A Revenue Bonds RLF - 3.45%	636	-	25	26	26
2009B Revenue Bonds RLF - 3.45%	847	-	33	34	35
	<u>1,483</u>	<u>-</u>	<u>58</u>	<u>60</u>	<u>61</u>
Total Revenue Bonds -- Water and Sewerage	<u>202,641</u>	<u>15,976</u>	<u>16,438</u>	<u>12,178</u>	<u>19,635</u>
Total Principal	<u>531,609</u>	<u>45,039</u>	<u>47,756</u>	<u>38,417</u>	<u>42,573</u>
INTEREST REQUIREMENTS:					
General Obligation Debt	72,631	11,243	10,059	8,860	7,978
Revenue Bonds and Notes					
Convention Center Hotel	10,742	561	556	553	547
Water and Sewerage	68,852	9,773	9,469	7,100	6,340
Municipal and Regional Airports	29,858	1,986	2,390	2,321	2,250
Total Interest Requirements	<u>182,083</u>	<u>23,563</u>	<u>22,474</u>	<u>18,834</u>	<u>17,115</u>
Total Future Debt Requirements	<u>\$ 713,692</u>	<u>\$ 68,602</u>	<u>\$ 70,230</u>	<u>\$ 57,251</u>	<u>\$ 59,688</u>

Maturities
(thousands of dollars)

2014	2015- 2019	2020- 2024	2025- 2029	2030- 2034	2035- 2039
2,165	-	-	-	-	-
(132)	-	-	-	-	-
16	-	-	-	-	-
<u>2,049</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
1,315	-	-	-	-	-
(9)	-	-	-	-	-
6	-	-	-	-	-
<u>1,312</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
670	17,140	21,110	10,317	-	-
845	2,675	3,330	-	-	-
(78)	(170)	(172)	-	-	-
9	32	12	-	-	-
<u>776</u>	<u>2,537</u>	<u>3,170</u>	<u>-</u>	<u>-</u>	<u>-</u>
1,085	6,160	7,815	5,690	-	-
53	225	140	30	-	-
<u>1,138</u>	<u>6,385</u>	<u>7,955</u>	<u>5,720</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
27	145	163	184	40	-
36	194	218	245	52	-
<u>63</u>	<u>339</u>	<u>381</u>	<u>429</u>	<u>92</u>	<u>-</u>
<u>12,651</u>	<u>53,793</u>	<u>54,403</u>	<u>17,475</u>	<u>92</u>	<u>-</u>
<u>33,288</u>	<u>158,771</u>	<u>97,231</u>	<u>47,702</u>	<u>17,455</u>	<u>3,191</u>
7,776	18,748	5,887	2,017	63	-
542	2,584	2,271	1,814	1,249	65
5,747	20,184	9,085	1,152	2	-
2,173	9,529	6,683	2,315	211	-
<u>16,238</u>	<u>51,045</u>	<u>23,926</u>	<u>7,298</u>	<u>1,525</u>	<u>65</u>
<u>\$ 49,526</u>	<u>\$ 209,816</u>	<u>\$ 121,157</u>	<u>\$ 55,000</u>	<u>\$ 18,980</u>	<u>\$ 3,256</u>

General Obligation Bonds

General obligation bonds are direct general obligations of the City. Principal and interest are payable from ad valorem taxes levied on all taxable property within the City.

Community Development Notes

The City has four HUD loans received in prior years. The loans are secured by a note receivable from the developer with a first lien mortgage and a pledge of the City's current and future CDBG funds. The note receivable and loan payable are recorded in the Community Development Fund due to the flow of funds between the developer, the City, and HUD. The developer makes payments to the City and the City services the loan to HUD. An allowance for doubtful accounts has been provided for one note originally made for \$2,200,000 and still outstanding for the full amount. Another note originally made for \$5,000,000 is not collectible. An amount of \$2,144,000 has been recorded as due from HUD at December 31, 2009 in relation to this note as well as \$711,710 for interest paid but not drawn down at this date.

The debt service requirements to maturity for these loans are as follows:

<u>Year Ending</u> <u>December 31</u>	<u>Principal</u>	<u>Interest</u>
2010	\$ 690,000	\$ 369,166
2011	695,000	327,524
2012	700,000	285,222
2013	705,000	241,614
2014	705,000	197,214
2015-2019	1,865,000	452,941
2020-2023	<u>535,000</u>	<u>76,047</u>
Total	<u>\$5,895,000</u>	<u>\$1,949,728</u>

Municipal and Regional Airports Revenue Bonds

The resolutions applicable to the Municipal and Regional Airports Revenue Bonds require the establishment of various bond principal and interest sinking funds and the establishment of a debt service reserve fund. For financial statement reporting, these funds have been consolidated within the Municipal and Regional Airport fund. Net assets of the Municipal and Regional Airport fund have been restricted in accordance with the provisions of the respective bond indentures in the amount of \$2,769,016 at December 31, 2009, which represents the restricted assets included in the debt service funds at that date with no current liabilities payable from these restricted assets.

The City has covenanted in the General Bond Resolution that it will at all times fix, prescribe and collect rents, fees and other charges for the services and facilities furnished by the Airport System sufficient to yield net revenues during each fiscal year equal to at least 125% of debt service for such fiscal year and to yield revenues during each fiscal year equal to at least 100% of the aggregate amounts required to be deposited during the first year in each account created by the General Bond Resolution.

Restricted assets on the balance sheet of the Municipal and Regional Airport fund primarily represent amounts which are required to be maintained pursuant to ordinances relating to bonded indebtedness. A summary of restricted assets at December 31, 2009 follows:

Fund

Debt Service Reserve Funds	\$3,849,742
Other Miscellaneous Restricted Funds	3,048,485
Bond and Interest Sinking Funds	<u>108,060</u>
Total restricted assets	<u>\$7,006,287</u>

Water and Sewerage Revenue Bonds

In November 2009, the City entered into a Loan and Pledge Agreement for \$11,000,000 with the Louisiana Department of Health and Hospitals. The Department purchased the City's \$2,000,000 Water and Sewer Revenue Bonds, Series 2009A and the City's \$9,000,000 Water and Sewer Revenue Bonds, Series 2009B. The Bonds were issued to replace all large commercial and industrial water meters with automatic meter readers and to pay for the cost of issuance. The 2009A Bonds were purchased with \$2,000,000 of funds through the American Recovery and Reinvestment Act of 2009 under which 50% of the principle or \$1,000,000 is forgiven. The proceeds of the Bonds are received through draw downs. In 2009, \$1,271,025 of the 2009A Bonds and \$847,350 of the 2009B Bonds were drawn down. The Bonds bear an interest rate of 2.95% plus an administrative fee of .50% for a total of 3.45%. The Bonds have maturity dates of 2011 through 2030 and principal payments of \$394,000 to \$622,000 on an annual basis.

In prior years, the City has issued Water and Sewer Revenue Bonds for system upgrades through a series of Loan and Pledge Agreements with the Louisiana Department of Environmental Quality (DEQ). The DEQ, as the initial purchaser of the bonds, purchases the bonds in increments as project costs are incurred, and interest is payable only on the amount purchased from the date of purchase. At December 31, 2009, the bonds authorized and the amount purchased to date are the 2002A \$25,000,000 (\$24,931,814), 2002B \$13,000,000 (\$12,910,405), 2003A \$16,000,000 (\$15,882,444), 2003B \$6,000,000 (\$4,466,863), 2004A \$16,000,000 (\$15,974,788). The amounts drawn down and issued in 2009 were 2002A \$79,075.

In September 2005, the City entered into a Loan Agreement for \$75,000,000 with the Louisiana Local Governmental Environmental Facilities and Community Development Authority. The Authority issued \$75,000,000 of its Revenue Bonds (Shreveport Utility System Project) Series 2005. The bonds were initially issued in the weekly rate mode which would, in the opinion of the remarketing agent, result in the market value of the bonds being 100% of the principal amount on the interest determination date. Any bond may be converted to a different interest mode and different bonds may be in different interest rate modes at the same time. Through a swap agreement with JP Morgan Chase Bank, the City has fixed the interest rate at 3.56%.

In June 2009, the City redeemed \$25,000,000 of the Revenue Bonds Series 2005 with funds remaining in the Project Fund. At the same time, the remaining \$50,000,000 of the Revenue Bonds Series 2005 were purchased by Capital One Public Funding, LLC ("COPF") and are being held by COPF as purchased bonds. The Bonds carry a fluctuating interest rate per annum equal to sixty-five (65%) percent of LIBOR for a one month interest period (resetting weekly) plus 3.30%. The City, trustee, paying agent and COPF acknowledge that the tendered bonds were the result of the mandatory tender triggered by the alternate liquidity facility under the Indenture.

COPF acknowledges that J.P Morgan Securities, Inc., has resigned as remarketing agent, and the City will not be required to appoint a successor unless directed by the purchased bondholders.

The City entered into a Substitute Standby Bond Purchase Agreement with COPF effective June 23, 2009 for a period of five years from June 23, 2009 for the purchased bonds. The commitment is equal to the sum of (a) \$50,000,000 constituting the principal face amount of the Bonds and (b) \$558,904.11 equal to 34 days interest on the Bonds at 12% percent interest. COPF expressly reserves the right to directly sell the purchased bonds on or after the expiration date of the Substitute Standby Bond Purchase Agreement. Upon notice from COPF, the City shall have the right to obtain a substitute standby bond purchase agreement or a standby letter of credit or to obtain a bond purchaser for all of the Purchased Bonds owned by COPF. If the City fails to obtain a substitute bond purchaser and COPF fails to sell or remarket the Bonds, the outstanding principal will be subject to mandatory redemption over a five year period with principal payable in equal semi-annual installments, bearing interest at the highest of (1) the Overnight Federal Funds Rate plus 2.00%; (2) the Prime Rate plus 1.50%; or (3)

8.50%. If the balance of the issue was converted to a five-year semi-annual installment loan, the semi-annual payments would be \$12,415,061 assuming a 8.50% interest rate.

The resolutions applicable to the Water and Sewerage Revenue Bonds require the establishment of various bond principal and interest sinking funds and the establishment of a debt service reserve fund. For financial statement reporting, these funds have been consolidated within the Department of Water and Sewerage.

The City has debt covenants with respect to the various Water and Sewer bond issues to fix and collect rates and charges for all water and sewerage services supplied by the System which will be sufficient in each fiscal year, after making due allowance for delinquencies in collection and after providing for the payment of the reasonable and necessary expenses of operating and maintaining the System, to produce net revenues (i) sufficient to pay debt service on all outstanding City bonds and to maintain the funds and accounts as provided in the bond resolution and (ii) which result in each fiscal year in the greater of (a) the sum of debt service payable on the city bonds in the ensuing fiscal year plus any required deposit to the Debt Service Reserve Fund, or (b) a ratio of net revenues to average annual debt service of not less than 1.25 to 1, the required debt service coverage ratio.

Restricted assets on the balance sheet of the Water and Sewerage Fund primarily represent amounts which are required to be maintained pursuant to ordinances relating to bonded indebtedness (construction, debt service, and bond principal and interest sinking funds). A summary of restricted assets at December 31, 2009 follows:

<u>Fund</u>	
1990A and B Bonds Construction Funds	\$ 172,613
Debt Service Reserve Funds	3,421,267
Bond and Interest Sinking Funds	369,907
2000A Bond Construction Fund	767,970
2001B Bond Construction Fund	239,120
2001C Bond Construction Fund	34,861
2005 LCDA Loan Agreement	10,312,983
2007 LCDA Revenue Bonds	7,219,667
Miscellaneous Bond Construction Fund	<u>2,340,444</u>
Total restricted assets	<u>\$ 24,878,832</u>

Convention Center Hotel

In June 2008, the City entered into a loan agreement with the Louisiana Local Government Environmental Facilities and Community Development Authority. The Authority issued \$40,980,000 of its Revenue Refunding Bonds (Shreveport Convention Center Hotel Project) Series 2008 for the purpose of advance refunding the \$40,000,000 Revenue Bonds (Shreveport Convention Center Hotel Project) Series 2005.

The bonds are subject to purchase on demand on any business day at a price equal to the principal plus accrued interest on seven days notice and delivery to the City's remarketing agent. Under an irrevocable letter of credit with Regions Bank, the trustee is entitled to draw an amount sufficient to pay the purchase price of tendered bonds which have not been remarketed. The initial letter of credit is equal to the sum of (a) \$40,980,000 consisting of the principal face amount of the bonds and (b) \$471,551 equal to 35 days interest on the bonds at 12%. The agreement is valid through June 3, 2010, but may be extended or earlier terminated in accordance with its terms. The letter of credit was issued pursuant to a reimbursement agreement dated June 1, 2008 between the City and the credit provider. The City agrees to reimburse the bank for any draws against the letter of credit and beginning on the 31st day after such amounts are due and payable to pay interest at the banks prime rate plus 3%. At December 31, 2009, there were no draws outstanding. The City is required to pay a fee of .001% per annum of the outstanding bonds payable quarterly in advance for the remarketing agent and 1.5% for the letter of credit payable quarterly.

Restricted assets on the balance sheet of the Convention Center Hotel Fund primarily represent amounts required to be maintained in accordance with the trust indenture and loan agreement. A summary of restricted assets at December 31, 2009 follows:

Fund

Miscellaneous Restricted Funds	\$ <u>970,207</u>
Total Restricted Assets	\$ <u>970,207</u>

Shreveport Home Mortgage Authority Bonds

On February 1, 2004, the Authority issued \$4,360,000 in bonds, the 2004 Multi-Family Housing Revenue Refunding Bonds, to advance refund the \$4,360,000 1995 Multi-Family Issue. Bond costs of \$130,569 were paid by the Authority. At December 31, 2009, the principal outstanding on the 2004 bonds was \$4,040,000.

The 1979 Issue bonds are considered defeased and have been removed from the Authority's financial statements. At December 31, 2009, \$10,065,000 of bonds in the 1979 Issue were still outstanding.

There are a number of limitations and restrictions contained in the various bond indentures. The Authority is in compliance with all significant limitations and restrictions.

The Shreveport Home Mortgage has debt that is significant in proportion to the total debt of all component units.

The annual requirements to amortize all debt outstanding as of December 31, 2009 including interest requirements are as follows:

<u>Year Ending December 31,</u>	<u>Total to be Paid</u>	<u>Principal</u>	<u>Interest</u>
2010	\$ 875,311	\$ 349,937	\$ 525,374
2011	880,436	373,934	506,502
2012	859,804	388,630	471,174
2013	870,036	404,062	465,974
2014	874,836	430,265	444,571
2015-2019	2,091,810	680,153	1,411,657
2020-2024	4,336,240	3,350,305	985,935
2025-2029	1,621,750	1,320,458	301,292
2030-2034	1,224,732	1,020,610	204,122
2035-2037	<u>972,750</u>	<u>810,625</u>	<u>162,125</u>
Total	<u>\$ 14,607,705</u>	<u>\$9,128,979</u>	<u>\$5,478,726</u>

Interest Rate Swap Agreements

Water and Sewer \$75,000,000

In June 2009, the City redeemed \$25 million of the \$75 million Shreveport Utility System Project Series 2005 Revenue Bonds. In order to maintain the swap's notional amount, the City re-allocated \$25 million of the \$40,880,000 Shreveport Convention Center Hotel Project Series 2008 variable rate bonds to the swap agreement. The Water and Sewer Fund continues to service the total swap of \$75 million.

Objective of the interest rate swap. In September 2005, the City entered into an interest rate swap with JP Morgan Chase Bank in connection with the \$75 million Shreveport Utility System Project Series 2005 Revenue Bonds. The bonds were initially issued in the weekly rate mode. The intention of the swap was to change weekly rate bonds to a synthetic fixed rate of 3.56%.

Terms. The bonds and the related swap agreement mature on October 1, 2026, and the swap's notional amount of \$75 million matches the \$75 million of variable-rate bonds. The swap was entered into at the same time the bonds were issued (September 2005). Starting in fiscal year 2013, the notional value of the swap and the principal amount of the associated debt will decline. Under the swap, the City pays the counterparty a fixed

payment of 3.56% and receives a variable payment computed as 70% of USD-LIBOR-BBA. Conversely, the bonds variable rate is based on weekly market rates.

Fair value. As of December 31, 2009, the swap had a negative fair value of \$5,152,989. The fair value was estimated using a proprietary valuation model which calculates the present value of future cash flows.

Credit risk. As of December 31, 2009, the City was not exposed to credit risk because the swap had a negative fair value. However, should interest rates change and the fair value of the total swap portfolio become positive, the City would be exposed to credit risk in the amount of the swap's portfolio fair value. The swap counterparty is rated AA- by Standard & Poor's, and Aa2 by Moody's Investors Service as of December 31, 2009. The swap is guaranteed by Financial Security Assurance. The City will only be exposed to credit risk if the insurer's AAA credit rating falls below A from Standard & Poor's and below A2 from Moody's.

Basis risk. The swap exposes the City to basis risk should the relationship between USD-LIBOR-BBA and the weekly interest rate converge, changing the synthetic rate on the bonds. If a change occurs that results in rates moving to convergence, the expected cost savings may not be realized.

Termination risk. The City or the counterparty may terminate the swap if the other party fails to perform under the terms of the contract. The swap may be terminated by the City if the insurer's rating falls below A from Standard & Poor's and below A2 from Moody's. If the swap is terminated, the bonds would no longer carry a synthetic interest rate. If at the time of termination, the swap has a negative fair value, the City would be liable to the counterparty for a payment equal to the swap's fair value.

Swap payments and associated debt. Using rates as of December 31, 2009, debt service requirements of the debt and net swap payments, assuming current interest rates remain the same for their term, were as follows. As rates vary, bond interest payments and net swap payments will vary.

Year Ending December 31	Variable-Rate Bonds		Interest Rate Swaps, Net	Total Debt Service
	Principal	Interest		
2010	\$ -	\$ 2,587,500	\$ 2,546,462	\$ 5,133,962
2011	-	2,587,500	2,546,462	5,133,962
2012	-	2,587,500	2,546,462	5,133,962
2013	1,145,000	2,587,500	2,546,462	6,278,962
2014	1,005,000	2,547,998	2,507,586	6,060,584
2015-2019	25,710,000	11,080,538	10,904,800	47,695,338
2020-2024	31,665,000	6,040,605	5,944,801	43,650,406
2025-2026	<u>15,475,000</u>	<u>798,503</u>	<u>785,838</u>	<u>17,059,341</u>
Total	<u>\$75,000,000</u>	<u>\$30,817,644</u>	<u>\$30,328,873</u>	<u>\$136,146,517</u>

IV. Other Information

A. Retirement Commitments - Defined Benefit Pension Plans and Other Postemployment Benefits

The City of Shreveport administers three defined benefit pension plans: the Firemen's Pension and Relief Fund (FPRF), the Policemen's Pension and Relief Fund (PPRF) and the Employees' Retirement System (ERS). These plans do not issue stand-alone financial reports and are not included in the report of a public employee retirement system or another entity and are therefore included in this report as combining statements under the section entitled "Combining and Individual Fund Statements and Schedules". The City also provides medical, dental and life insurance coverage through a single-employer defined benefit plan.

Summary of Significant Accounting Policies

Basis of Accounting - The three City administered pension plans' financial statements are prepared using the accrual basis of accounting. Plan members contributions are recognized in the period in which the contributions are due. The City's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments – Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value. The cash surrender value of life insurance policies is recorded as other assets for the FPRF and PPRF. The policies are valued at their cash value as of the date of the financial statements. The policies provide assets to fund benefits of the plan.

Concentration of Investments

The FPRF, PPRF and ERS had no investments in any one organization representing 5% or more of the fund balance reserved for employees' pension benefits except for obligations of the federal government. There are no investments in loans to or leases with parties related to the pension plans.

Plan Descriptions and Contribution Information

Membership of each plan consisted of the following at December 31, 2009:

	<u>FPRF</u>	<u>PPRF</u>	<u>ERS</u>
Retirees and beneficiaries receiving benefits	385	201	847
Terminated plan members entitled to but not yet receiving benefits	-	-	-
Active plan members:			
Vested	25	-	654
Nonvested	<u>-</u>	<u>-</u>	<u>729</u>
Total	<u>410</u>	<u>201</u>	<u>2,230</u>
Number of participating employers	1	1	5

Administrative costs of the ERS are financed through contributions from the employers, members and investment income. Administrative costs of the FPRF and PPRF are financed through contributions from the employer and investment income.

The FPRF, PPRF and ERS do not have any legally required reserves.

Firemen's Pension and Relief Fund

Plan Description - The FPRF is a single-employer defined benefit pension plan that temporarily covers firefighters who retire after January 1, 1983 and meet the eligibility requirements of the local retirement plans but not the State plan.

Until January 1, 1983, the Firemen's Pension and Relief Fund provided the primary retirement benefits for two groups of employees. Firefighters hired before July 12, 1977 were covered under an "Old Plan". Firefighters hired on or after July 12, 1977 were covered by a "New Plan". Under the Old Plan, a firefighter was eligible to retire at any age with 20 years of service. Benefits are payable monthly for life equal to 50% of the fireman's monthly salary, plus 3 1/3% for each year of service between 20 and 25 years, plus 1 2/3% for each year of service between 25 and 30 years. Under the New Plan, a firefighter is eligible to retire at age 50 with 20 years of service or age 55 with 12 years of service. Benefits are 2 1/2% of three-year average pay times years of service up to 10, plus 3% of each year of service over 10. The benefit cannot exceed 85% of final salary. The City guarantees that it will pay the benefits under the Old and New Plans until the member is eligible for a benefit from the Statewide Firefighters Retirement System. It also guarantees to pay the excess benefit of these plans over the Statewide Firefighters Retirement System.

Disability benefits are payable under the Old Plan on the basis of: (1) temporary total disability in the line of duty, (2) total disability in the line of duty, (3) occupational disability in the line of duty, or (4) total disability not in the line of duty. Disability benefits payable are (1) 66 2/3% of the monthly salary, payable for no more than one year; (2) 66 2/3% of the salary of active members holding the position corresponding to that held by the

disabled member at the time he became disabled is payable for the duration of the disability or until the member reaches eligibility for retirement on service basis, except the benefit will end as of the time when the member would have completed 30 years of service; (3) 50% of salary of active members holding the position corresponding to that held by the disabled, not to exceed 66 2/3% of first class hoseman's salary, payable for duration if disability or until eligible for service retirement; and (4) 25% of salary of active members holding the position corresponding to that held by the disabled member at the time he became disabled, plus an additional 2% of such salary for each year of service over 5 years, but not to exceed 50% of a first class hoseman's salary payable for the duration of the disability. Under the New Plan, the disability benefit is (1) 60% of the fireman's monthly salary or (2) 75% of the accrued benefit. The City guarantees it will pay any excess of the benefits of this plan over the Statewide Firefighters Retirement System.

Under the Old Plan, death benefits equal to 50% of a beginning fireman's salary are payable to a surviving spouse. The City guarantees that it will pay this benefit for each fireman holding a guarantee of benefits contract. Under the New Plan, there is not an automatic benefit provided. Death benefits are based on the option chosen by the member at retirement.

There was not a vesting provision under the Old Plan. Members were eligible for benefits only after serving the time requirement for normal retirement. Under the New Plan, members vest after twelve years service and may receive a benefit at age 50 with twenty years service or at age 55 with a minimum of twelve years service. Benefits are established and may be amended by State statutes.

The guaranteed benefits are paid to a closed group of firefighters. A significant part of the guaranteed benefits are the temporary benefits payable until age 50. The value of these temporary benefits can fluctuate widely, since it directly depends upon how many people retire before age 50.

Funding Policy - Only the employer makes contributions on a pay-as-you-go basis. The employer contribution obligations are established and may be amended by State statutes. Contributions are made from the General Fund. The City's contribution rate is currently 69.2% of annual covered payroll.

Annual Pension Cost and Net Pension Obligation - The City's annual pension cost and net pension obligation to FPRF for the current year were as follows:

Annual required contribution	\$ 2,719,001
Interest on net pension obligation	212,442
Adjustment to annual required contribution	<u>(510,052)</u>
Annual pension cost	2,421,391
Contributions made	<u>(1,406,904)</u>
Increase in net pension obligation	1,014,487
Net pension obligation beginning of year	<u>2,655,522</u>
Net pension obligation end of year	<u>\$ 3,670,009</u>

The net pension obligation is \$3,670,009 at December 31, 2009, and it is recorded in the governmental activities of the government-wide statement of net assets.

The annual required contribution for the current year was determined as part of the December 31, 2009 actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included (a) 8% investment rate of return and (b) projected salary increases of 5% and cost-of-living adjustments of 3.5%. An inflation factor of 3.5% was used. The actuarial value of assets was determined using market value. The unfunded actuarial liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at December 31, 2009 was 6 years.

Three-Year Trend Information

<u>Year Ended</u>	<u>Annual Pension Cost</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/07	\$2,001,196	70.4%	\$2,227,565
12/31/08	1,834,861	76.7	2,655,522
12/31/09	2,421,391	58.1	3,670,009

The funded status of the plan as of December 31, 2009, the most recent actuarial valuation date is as follows:

(1)	(2)	(3)	(4)	(5)	(6)
Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL) (2-1)	Funded Ratio (1/2)	Covered Payroll	UAAL as a Percentage of Covered Payroll 3/5
\$12,648,878	\$25,592,945	\$12,944,067	49.4%	\$2,034,266	636.3%

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

Policemen’s Pension and Relief Fund

Plan Description - The PPRF is a single-employer defined benefit pension plan that temporarily covers policemen who retire after January 1, 1983 and meet the eligibility requirements of the local retirement plans but not the state plan.

Until July 12, 1977, all police officers hired became participants in the plan as a condition of employment. After July 12, 1977, all new policemen were placed directly into the State’s Municipal Police Employees’ Retirement System (MPERS). Currently only policemen who retire after January 1, 1983, and who meet the eligibility requirements for a retirement benefit from the local plan but not the state plan, are being paid from this fund. Under this plan, a policeman hired before 1969 can retire at any age with 20 years of service; policemen hired after 1968 can retire at any age with 25 years of service. Benefits are payable monthly at 66 2/3% of monthly salary, plus an additional 0.833% for each year of service over 20 served after July 12, 1977. An additional 1.66% is paid for each year of service over 25 if the employee was hired after 1968. The benefit cannot exceed 75% of the policeman’s monthly salary. The City guarantees that it will pay the benefit under this plan until the member is eligible for the Municipal Police Employee’s Retirement System. It guarantees to pay the excess benefits, if any, of this plan over the Municipal Police Employee’s Retirement System for the life of the member.

Disability benefits are payable on the basis of: (1) temporary total disability in the line of duty; (2) total and permanent disability in the line of duty; and (3) occupational disability that is total and permanent and received in the line of duty which renders the member unable to function in his police duties. Benefits payable are: (1) 66 2/3% of monthly salary of active member holding a position corresponding to that which had been held by a disabled member at the time he became disabled. Payments will be made for no more than one year or benefits will continue until member becomes eligible for service retirement; or (2) 50% of monthly salary of active member holding a position corresponding to that which had been held by a disabled member at the time he became disabled. Benefits will continue until member becomes eligible for service retirement. The City guarantees that it will pay any excess of the benefits of this plan over the MPERS.

A death benefit is payable to a surviving spouse equal to 50% of a beginning policeman’s salary. The City guarantees that it will pay this benefit for each policeman holding a guarantee-of-benefits only after serving the time requirement for normal retirement. Benefits are established and may be amended by State statutes.

The guaranteed benefits are paid to a closed group of policemen. A significant part of the guaranteed benefits are the temporary benefits payable until age 50.

Funding Policy - Only the employer makes contributions. The employer contribution obligations are established and may be amended by State statutes. The funding approach is to amortize all benefits over 25 years. However, the contribution cannot be less than the expected benefit payments for the year. Contributions are made from the General Fund. The City's contribution rate of covered payroll is not applicable. There are no active employees.

Annual Pension Cost and Net Pension Asset - The City's annual pension cost and net pension obligation to PPRF for the current year were as follows:

Annual required contribution	\$ 1,835,113
Interest on net pension asset	(28,655)
Adjustment to annual required contribution	<u>68,798</u>
Annual pension cost	1,875,256
Contributions made	<u>(1,407,096)</u>
Decrease in net pension asset	(468,160)
Net pension asset beginning of year	<u>358,188</u>
Net pension obligation end of year	<u>\$ 109,972</u>

The net pension obligation is \$109,972 at December 31, 2009, and it is recorded in the governmental activities of the government-wide statement of net assets.

The annual required contribution for the current year was determined as part of the December 31, 2009 actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included (a) 8% investment rate of return and (b) projected salary increases of 5% and cost-of-living adjustments of 3.5%. An inflation factor of 3.5% was used. The actuarial value of assets was determined using market value. The unfunded actuarial liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at December 31, 2009 was 6 years.

Three-Year Trend Information

<u>Year Ended</u>	<u>Annual Pension Cost</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Asset (Obligation)</u>
12/31/07	\$1,549,077	90.9%	\$395,357
12/31/08	1,390,929	97.3	358,188
12/31/09	1,875,256	75.0	(109,972)

The funded status of the plan as of December 31, 2009, the most recent actuarial valuation date is as follows:

(1)	(2)	(3)	(4)	(5)	(6)
<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL) (2-1)</u>	<u>Funded Ratio (1/2)</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll (3/5)</u>
\$12,097,018	\$19,571,373	\$7,474,355	61.8%	-0-	N/A

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

Employees' Retirement System (ERS)

Plan Description - The ERS is a cost-sharing defined benefit pension plan with a special funding situation that covers all full-time classified employees of the City other than policemen and firemen and is administered by the City.

Non-City employees employed by the following organizations may become members in the system: Caddo Parish Library, Caddo-Shreveport Sales and Use Tax Commission, Caddo-Bossier Civil Defense Agency, Metropolitan Planning Commission, and other non-City employees recommended by the Board of Trustees and approved by the City Council. Appointed officials of the City and the Mayor have the option to join by filing an application within 90 days after taking office. However, by joining the retirement system, they may not participate in the deferred compensation program for appointed employees.

Prior to October 1, 1999, to be eligible for regular retirement benefits, members must have 30 years of service regardless of age or be age 65 with 10 years of service, and if hired before January 1, 1979 be 55 years of age with 20 years of service. If hired on or after January 1, 1979, members must be 55 years of age with 25 years of service or age 60 with 20 years of service. As of October 1, 1999, eligibility for regular retirement has been extended to any member who has 20 years of service at age 55. The difference before and after a hire of January 1, 1979 has been eliminated. Members become vested in the system after 10 years of creditable service. Benefit provisions are established and may be amended by City ordinance.

Benefits available to members hired before January 1, 1996, consist of an annuity, which is the actuarial equivalent of the employee's accumulated contributions; plus an annual pension, which together with the annuity, provides a total retirement allowance equal to 3% of average compensation times years of creditable service. Beginning January 1, 1996, the retirement allowance was increased to 3 1/3% of average compensation times years of creditable service for 1996 and future years of service. An early retirement provision has been implemented for any member who has at least 10 years of service and is within 10 years of a member's normal retirement age. The benefit is reduced by 3% per year for each year within five years of the normal retirement date, by 5% for the next earlier year, and by 8% for each additional earlier year. The plan allows members who have met eligibility requirements to defer receipt of benefits until termination. At December 31, 2009, there is \$4,450,495 being held for members in the Deferred Retirement Option Plan.

Funding Policy - Prior to January 1, 2007, plan members were required by City ordinance to contribute 7% of compensation to the Plan. The City or other employers were required by the same ordinance to contribute 11.15% of compensation. Contribution amounts from plan members, the City and other employers may be amended by City ordinance. Effective January 1, 2007, the employees' contributions to the plan were increased to 9% from 7% and the employers' contributions were increased to 13.5% from 11.15%. Contributions are made from the fund that the employee is paid from or from the organizations noted above. The contribution rate is currently 13.5% of annual covered payroll.

In February 2004, an ordinance was passed which changed the method of computation for cost-of-living increases. The new computation states that effective January 1 of each year, there will be a cost-of-living increase based on the Consumer Price Index (CPI) if certain conditions exist: 1) the CPI has increased a minimum of one percent 2) the funded percentage for the retirement system for the prior year is not under 90 percent 3) the retirement systems overall rate of return on investments for the prior year was equal to or exceeded the actuarial interest rate for funding. The maximum increase is limited to five percent.

Annual Pension Cost and Net Pension Obligation - The City's annual pension cost and net pension obligation to ERS for the current year were as follows:

Annual required contribution	\$ 12,040,692
Interest on net pension asset	285,650
Adjustment to annual required contribution	<u>(300,206)</u>
Annual pension cost	12,026,136
Contributions made	<u>(6,627,628)</u>
Increase in net pension obligation	5,398,508
Net pension obligation beginning of year	<u>3,360,583</u>
Net pension obligation end of year	\$ <u>8,759,091</u>

The net pension obligation is \$8,759,091 at December 31, 2009, and is recorded in the governmental activities of the government-wide statement of net assets.

The annual required contribution for the current year was determined as part of the December 31, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumption included (a) 8.5% investment rate of return and (b) projected salary increases of 4% for classified employees with less than 12 years of service and 3% for non-classified employees plus age-related merit and seniority increases. An inflation factor of 3% was used. Cost-of-living adjustments are contingent on funding levels and overall rate of return on investments. The actuarial value of investments was determined using market value. The unfunded actuarial liability is being amortized as a level dollar amount on an open 30-year basis.

Three-Year Trend Information			
Fiscal Year Ended	Annual Pension Cost	Percentage of APC Contributed	Net Pension Obligation
12/31/07	\$4,778,302	127.6%	\$5,171,188
12/31/08	4,875,704	137.1	3,360,583
12/31/09	12,026,136	55.1	8,759,091

The funded status of the plan as of December 31, 2009, the most recent actuarial valuation date is as follows:

(1)	(2)	(3)	(4)	(5)	(6)
Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL) (2-1)	Funded Ratio (1/2)	Covered Payroll	UAAL as a Percentage of Covered Payroll (3/5)
\$165,121,000	\$286,615,000	\$121,494,000	57.6%	\$49,021,000	247.8%

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

Other Postemployment Benefits (OPEB)

Plan Description - In addition to providing pension benefits, the City provides medical, dental and life insurance coverage through a single-employer defined benefit plan that can include non-City employees as described under the Employees' Retirement System for any retiree who receives a monthly retirement check from one of the City's retirement plans and their legal dependents. The benefits, employee contributions, and employer contributions are governed by the Health Care Board and can be amended annually. The plan is not accounted for as a trust fund. The plan does not issue a separate report. The activity of the plan is reported in the City's Employees Health Care Fund, an internal service fund.

Funding Policy - The City contributes 50%, retirees 45% and the Employees Healthcare Fund 5% of the required contribution rate as determined annually by the Health Care Board of the self-insured pay-as-you go plan.

Membership at December 31, 2009 consisted of:

Retirees and beneficiaries currently receiving benefits	1,021
Terminated employees entitled to but not yet receiving benefits	576
Active employees	<u>1,805</u>
Total	3,402

Number of participating employers 5

Annual OPEB costs and Net OPEB Obligation - The City's annual OPEB cost, the percentage of annual OPEB cost contributed and the net OPEB obligation for 2009 and the prior year are as follows:

<u>Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Employer Contributions</u>	<u>Percentage of Annual OPEB cost Contributed</u>	<u>Net Obligation</u>
12/31/07	\$ 27,908,334	\$ 4,229,201	15.2%	\$ 23,679,133
12/31/08	27,582,805	3,271,568	11.7	47,990,370
12/31/09	34,455,958	6,182,063	17.9	76,264,265

The net OPEB obligation as of December 31, 2009, was calculated as follows:

Annual required contribution	\$35,115,705
Interest on net OPEB obligation	2,159,567
Adjustment to annual required contribution	<u>(2,819,314)</u>
Annual OPEB cost	34,455,958
Contributions made	<u>(6,182,063)</u>
Increase in net OPEB obligations	28,273,895
Net OPEB obligation, beginning of year	<u>47,990,370</u>
Net OPEB obligation, end of year	<u>\$76,264,265</u>

The funded status of the plan as of December 31, 2009, the most recent actuarial valuation date is as follows:

(1)	(2)	(3)	(4)	(5)	(6)
<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL) (2-1)</u>	<u>Funded Ratio (1/2)</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll (3/5)</u>
-	\$360,308,412	\$360,308,412	0.0%	\$117,498,000	306.7%

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Actuarial Methods and Assumptions - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 31, 2009, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included 4.5% investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 9.8% for 2009 declining gradually to 7.1% by 2014. The actuarial value of assets was not determined as the City has not advanced funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level dollar open amortization. The remaining amortization period at December 31, 2009, was 27 years.

Statewide Firefighters' Retirement System (SFRS)

Plan Description - The City of Shreveport contributes to the Statewide Firefighters' Retirement System Pension Plan, a cost-sharing multiple-employer defined benefit pension plan administered by the Firefighters' Retirement System. SFRS covers firefighters employed by any municipality, parish, or fire protection district of the State of Louisiana under the provisions of Louisiana Revised Statutes 11:2251 through 2269 effective January 1, 1980. Benefits are established and may be amended by State statutes. The SFRS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Board of Trustees, Firefighters' Retirement System, 2051 Silverside Drive, Suite 210, Baton Rouge, Louisiana 70808-4136 or by calling 504-925-4060.

Funding Policy - Plan members are required to contribute 8% of their annual compensation and the City is currently required to contribute 14.0% of annual compensation, excluding overtime but including State supplemental pay. The contribution requirements of plan members and the City are established and may be amended by the SFRS Board of Trustees. The City's contributions to SFRS for the years ending December 31, 2009, 2008, and 2007, were \$3,932,816, \$3,848,451, and \$4,109,202, respectively, equal to the required contributions for each year.

Municipal Police Employees Retirement System (MPERS)

Plan Description - The City of Shreveport contributes to the Municipal Police Employees Retirement System Pension Plan, a cost-sharing multiple-employer defined benefit pension plan administered by the Municipal Police Employees' Retirement System. MPERS covers any full-time police officer, empowered to make arrests, employed by a municipality of the State and engaged in law enforcement, earning at least \$375 per month excluding state supplemental pay, or an elected Chief of Police whose salary is at least \$100 per month, and any employee of this system may participate in the MPERS. Benefits are established and may be amended by State statutes. The MPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Board of Trustees of the Municipal Police Employees' Retirement System, 8401 United Plaza Blvd., Room 305, Baton Rouge, Louisiana 70806 or by calling 1-800-443-4248.

Funding Policy - Plan members are required to contribute 7.5% of their annual compensation and the City is currently required to contribute 11.0% of annual compensation, excluding overtime but including State supplemental pay. The contribution requirements of plan members and the City are established and may be amended by State statute. The City's contributions to MPERS for the years ended December 31, 2009, 2008, and 2007, were \$2,826,959, \$3,000,541, and \$3,657,100, respectively, equal to the required contributions for each year.

B. Transit System

The Shreveport Area Transit System (Transit System) is managed and operated for the City by a management company pursuant to an agreement which expires September 30, 2011. Based on terms of the agreement, management fees included in operating expenses were \$265,501. The City is required to reimburse the management company for the excess of expenses over revenues derived from the operation of the Transit System. Pursuant to an agreement between the City of Shreveport and the City of Bossier City, Bossier City will pay the Transit System for the excess of expenses incurred over revenues derived from operations of transit services in Bossier City. The City reimbursed the Transit System \$5,203,162. Bossier City reimbursed the Transit System \$799,372.

C. Contingencies

Litigation

The City is a defendant in various lawsuits in addition to those accrued in the Retained Risk Fund. These lawsuits have not been accrued because the amount of the loss cannot be reasonably estimated at this time. It is the City's opinion that resolution of these matters will not have a material adverse effect on the financial condition of the City.

Grant Disallowances

The City participates in a number of federally assisted grant programs, principal of which are the Workforce Investment Act, Community Development Block Grant, and various construction grants. These programs are subject to program compliance audits under the Single Audit Act. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. City management believes that the amount of disallowances, if any, which may arise from future audits will not be material.

D. Landfill and Sludge Facility Closure and Post-Closure Care Cost

State and federal laws and regulations require the City to place a final cover on its Woolworth Road landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. The City has entered into a sanitary landfill services contract with a contractor. The contractor is responsible for the operation and closure of that portion of the landfill on which it conducted operations. The City is responsible for the maintenance and construction of all monitoring facilities and the conduct of all monitoring programs. If the contractor defaults on the contract, the City would be liable for all costs. We have reviewed the financial capability and stability of the contractor to ensure that the contractor will be able to meet the closure obligations when they are due. We believe that the contractor will be able to meet the obligations. A liability of \$2,089,572 has been reported at December 31, 2009 for closure and post-closure care cost and represents the cumulative costs reported based on 49% of the capacity of the landfill having been used to date. The landfill has an estimated remaining life in excess of 16 years. This amount has been accrued in the government-wide financial statements within the governmental activities and has been reported as a designation of fund balance in the General Fund. The estimated total current cost of closure and post-closure care remaining to be recognized is \$2,174,860. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The estimated closure of the sludge facility is \$9,846. This amount has been accrued in the business-type activities as a liability in the Water and Sewerage Fund. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The City is the permit holder for the landfill and the sludge facility, and Louisiana Solid Waste Rules and Regulations require all permit holders to demonstrate financial responsibility by one of a group of financial tests contained within the regulations. The City has demonstrated its financial responsibility by the fact that the tangible net worth of the City is at least \$10 million, the net worth is at least six times the estimate of the closure and post-closure costs, at least 90% of the assets are located in the United States and the City has a bond rating which exempted it from certain required financial ratios.

E. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters. All self-insurance programs are accounted for within internal service funds. The City has included incurred but not reported claims in determining its claims liability in both self-insurance programs.

The Retained Risk Fund is used to account for self-insurance activities involving property damage, workers' compensation, and general and auto liability. The City is afforded a \$1,000,000 self-insurance retention for general liability and law enforcement liability, a \$1,000,000 self-insurance retention for workers' compensation for police and fire, \$750,000 for other employees and a \$500,000 self-insurance retention for auto liability, except for exposures related to Fire Department vehicles which have a \$1,000 deductible for collision and comprehensive. General liability aviation is insured with limits of \$200,000,000. The City's property coverage has a limit of \$762,000,000 subject to a \$25,000 deductible.

There were no reductions in insurance coverage from coverage in the prior year. No property damage claim has exceeded the City's insurance coverage during the past three years.

Payments to the Retained Risk Fund are accounted for as revenues by the receiving fund and expenditures/expenses by the paying funds. Payments into the fund are available to pay claims and administrative costs of the program. Payments in excess of actual expenses are recorded as transfers. At December 31, 2009, the total net assets of \$11,101,934 were designated for future catastrophic losses.

Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic and social factors, including the effects of specific, incremental claim adjustment expenses, salvage and subrogation. No other allocated or unallocated claim adjustment expenses are included. The claims liability of \$17,729,108 reported in the fund at December 31, 2009 is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Actual results could vary materially in the future. Changes in the fund's claims liability amount in 2008 and 2009 were:

<u>Retained Risk Fund</u>				
	<u>Beginning of Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Balance at Year End</u>
2008	\$ 22,796,713	\$ 8,445,689	\$ 7,384,211	\$ 23,858,191
2009	23,858,191	5,090,108	11,219,191	17,729,108

The City also maintains a self-insurance program to cover medical and dental care claims of City employees, retirees, and dependents. This program is accounted for in the Employees Health Care Fund, an Internal Service Fund.

Changes in the fund's claims liability amount in fiscal years 2008 and 2009 were:

<u>Employees Health Care Fund</u>				
	<u>Beginning of Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Balance at Year End</u>
2008	\$ 3,779,237	\$ 21,160,249	\$ 20,815,393	\$ 4,124,093
2009	4,124,093	19,358,239	19,732,531	3,749,801

F. Compensation Paid to Council Members

<u>Council Member</u>	<u>Compensation</u>
Calvin B. Lester, Jr., District A	\$15,225
Richard M. Walford, District B	15,225
Michael D. Long, District C	15,225
Bryan K. Wooley, District D	15,225
Ron Webb, District E	17,380
Joe Shyne, District F	15,225
Joyce Bowman, District G	<u>15,470</u>
	<u>\$108,975</u>

G. Subsequent Events

In April 2010, the City issued Refunding Certificates of Indebtedness Series 2010A for \$14,265,000 and Series 2010B for \$730,000 to currently refund the 1998A Refunding Certificates of Indebtedness and to pay the costs of issuance.

H. Restatement of Component Units

In prior year, the City did not include the Shreveport Home Mortgage Authority (the Authority) in the financial statements, which comprises approximately 27% of 2009 beginning component unit net assets. This change increased 2008 change in net assets by \$169,992. Adjustments of \$3,490,363 applicable to 2008 and prior years have been included in the restated 2009 beginning net assets of the aggregated discretely presented component units as follows:

Net Assets, Beginning of Year, as Previously Reported	\$ 9,517,268
Adjustment applicable to the prior years	<u>3,490,363</u>
Net Assets, Beginning of Year, as Restated	\$ <u>13,007,631</u>



CITY OF SHREVEPORT, LOUISIANA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF EMPLOYER CONTRIBUTIONS
YEARS ENDED DECEMBER 31, 2004 THROUGH DECEMBER 31, 2009
(UNAUDITED)

<u>Year Ended December 31,</u>	<u>Employer Contributions</u>							
	<u>FPRF</u>		<u>PPRF</u>		<u>ERS</u>		<u>OPEB</u>	
	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2004	\$ 1,228,535	100.0%	\$ 1,235,533	100.0%	\$ 9,233,118	39.1%	\$ -	- %
2005	2,091,576	58.7	1,443,763	85.6	5,912,729	63.9	-	-
2006	2,046,177	68.8	1,398,435	100.0	7,375,855	57.8	-	-
2007	2,132,120	66.1	1,506,135	93.5	4,806,416	126.9	27,908,334	15.2
2008	2,044,285	68.9	1,353,760	100.0	4,898,103	136.5	27,908,334	11.7
2009	2,719,001	51.7	1,835,113	76.7	12,040,692	55.0	35,115,705	17.6

CITY OF SHREVEPORT, LOUISIANA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS
YEARS ENDED DECEMBER 31, 2004 THROUGH DECEMBER 31, 2009
(UNAUDITED)

(1)	(2)	(3)	(4)	(5)	(6)	
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL) (2-1)	Funded Ratio (1/2)	Covered Payroll	UAAL as a Percentage of Covered Payroll (3/5)
<u>FPRF</u>						
12/31/04	\$ 10,648,644	\$ 24,733,533	\$ 14,084,889	43.1%	\$ 4,029,125	349.6%
12/31/05	11,111,469	24,034,935	12,923,466	46.2	3,978,077	324.9
12/31/06	11,853,874	24,388,921	12,535,047	48.6	4,125,853	303.8
12/31/07	13,047,969	24,177,618	11,129,649	54.0	3,604,757	308.7
12/31/08	10,830,169	24,386,054	13,555,885	44.4	2,974,729	455.7
12/31/09	12,648,878	25,592,945	12,944,067	49.4	2,034,266	636.3
<u>PPRF</u>						
12/31/04	8,465,793	18,742,368	10,276,575	45.2	321,228	3199.2
12/31/05	9,198,733	18,559,813	9,361,080	49.6	256,764	3645.8
12/31/06	10,494,057	19,883,774	9,389,717	52.8	275,070	3413.6
12/31/07	11,765,770	19,530,236	7,764,466	60.2	275,070	2822.7
12/31/08	10,295,383	19,834,913	9,539,530	51.9	275,070	3468.0
12/31/09	12,097,018	19,571,373	7,474,355	61.8	-	N/A
<u>ERS</u>						
12/31/04	180,013,000	217,866,000	37,853,000	82.6	39,429,000	96.0
12/31/05	181,305,000	234,183,000	52,878,000	77.4	38,817,000	136.2
12/31/06	191,081,000	241,070,000	49,989,000	79.3	44,403,000	112.6
12/31/07	206,083,000	255,366,000	49,283,000	80.7	46,875,000	105.1
12/31/08	145,808,000	280,691,000	134,883,000	51.9	51,761,000	260.6
12/31/09	165,121,000	286,615,000	121,494,000	57.6	49,021,000	247.8
<u>OPEB</u>						
12/31/07	-	278,620,464	278,620,464	0.0	109,948,000	253.4
12/31/08	-	278,620,464	278,620,464	0.0	116,170,000	239.8
12/31/09	-	360,308,412	360,308,412	0.0	117,498,000	306.7

Nonmajor Governmental Funds Special Revenue Funds

Special Revenue Funds are used for specific revenues that are legally restricted to expenditures for particular purposes.

Enrichment Fund - This fund is used to account for donations held for the purpose of enrichment and improvement of City facilities and services.

Riverfront Development Fund - This fund accounts for the collection and disbursement of funds from the riverfront gaming activities.

Police Grants Fund - This fund accounts for the collection and disbursement of various state and federal grants to the City of Shreveport Police Department.

Downtown Entertainment Economic Development Fund - This fund is used to account for incremental sales tax revenues collected from the development area to promote development of the area and associated projects.

Redevelopment Fund - This fund is used to acquire and land bank vacant adjudicated property for future redevelopment projects and to acquire other property for current redevelopment projects in redevelopment areas.

Environmental Grants Fund - This fund accounts for grants received for Brownfields assessment, cleanup loan fund, job training, and economic development.

Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

Miscellaneous General Obligation Bond Funds - These funds are used to account for bonds issued for the purpose of constructing and/or improving streets, public safety, drainage systems, waste disposal, parks, an industrial park, and a Sportran maintenance facility.

Miscellaneous Capital Projects Fund - This fund is used to account for various projects funded by miscellaneous sources other than general obligation bonds.

1999 General Obligation Bond Fund - This fund is used to account for bonds issued for the purpose of constructing and/or improving public safety, parks and recreation, streets, the Riverfront, and drainage systems.

1999A General Obligation Bond Fund - This fund is used to account for bonds issued for the purpose of construction of a new convention center and a multicultural museum.

2003A General Obligation Bond Fund - This fund is used to account for bonds issued for the purpose of constructing, acquiring, and improving works of neighborhood public improvement, recreation facilities, and police and fire facilities.

CITY OF SHREVEPORT, LOUISIANA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2009

Special Revenue Funds

	Downtown						Total
	Enrichment	Riverfront Development	Police Grants	Entertainment Economic Development	Redevelopment	Environmental Grants	
ASSETS							
Cash and cash equivalents	\$ 798,683	\$ 1,492,731	\$ 716,620	\$ 340,224	\$ 94,805	\$ 303,822	\$ 3,746,885
Investments	719,669	1,345,053	645,723	306,566	85,425	273,764	3,376,200
Accounts receivable, net	-	1,071,238	-	-	-	-	1,071,238
Due from other governments	-	-	264,810	-	-	82,372	347,182
Due from other funds	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	254,174	254,174
Assets held for resale	-	-	-	-	196,066	-	196,066
Total assets	<u>\$ 1,518,352</u>	<u>\$ 3,909,022</u>	<u>\$ 1,627,153</u>	<u>\$ 646,790</u>	<u>\$ 376,296</u>	<u>\$ 914,132</u>	<u>\$ 8,991,745</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 72,653	\$ 19,777	\$ 552,826	\$ -	\$ -	\$ 82,372	\$ 727,628
Due to other funds	-	1,198,046	-	-	-	-	1,198,046
Deferred revenue	-	-	-	-	-	254,174	254,174
Total liabilities	<u>72,653</u>	<u>1,217,823</u>	<u>552,826</u>	<u>-</u>	<u>-</u>	<u>336,546</u>	<u>2,179,848</u>
Fund balance:							
Reserved for:							
Encumbrances	119,872	101,490	1,093,688	-	-	172,475	1,487,525
Assets held for resale	-	-	-	-	196,066	-	196,066
Unreserved:							
Designated for subsequent year's expenditures	1,325,827	2,589,709	-	646,790	180,230	405,111	5,147,667
Unreserved, undesignated (deficit)	-	-	(19,361)	-	-	-	(19,361)
Total fund balance	<u>1,445,699</u>	<u>2,691,199</u>	<u>1,074,327</u>	<u>646,790</u>	<u>376,296</u>	<u>577,586</u>	<u>6,811,897</u>
Total liabilities and fund balance	<u>\$ 1,518,352</u>	<u>\$ 3,909,022</u>	<u>\$ 1,627,153</u>	<u>\$ 646,790</u>	<u>\$ 376,296</u>	<u>\$ 914,132</u>	<u>\$ 8,991,745</u>

The accompanying notes are an integral part of the financial statements.

Capital Project Funds

Miscellaneous General Obligation Bond Funds		Miscellaneous Capital Projects Fund		1999 General Obligation Bond Fund		1999A General Obligation Bond Fund		2003A General Obligation Bond Fund		Total		Total Nonmajor Governmental Funds	
\$	2,671,772	\$	1,065,600	\$	4,256,490	\$	984,746	\$	4,107,150	\$	13,085,758	\$	16,832,643
	2,407,451		735,957		3,835,391		887,323		3,700,825		11,566,947		14,943,147
	-		-		9,697		-		-		9,697		1,080,935
	2,521,730		-		24,000		-		-		2,545,730		2,892,912
	-		2,074,578		1,245,822		-		-		3,320,400		3,320,400
	-		-		-		-		-		-		254,174
	-		-		-		-		-		-		196,066
\$	<u>7,600,953</u>	\$	<u>3,876,135</u>	\$	<u>9,371,400</u>	\$	<u>1,872,069</u>	\$	<u>7,807,975</u>	\$	<u>30,528,532</u>	\$	<u>39,520,277</u>
\$	596,446	\$	282,311	\$	-	\$	65,776	\$	18,639	\$	963,172	\$	1,690,800
	1,245,822		-		-		-		-		1,245,822		2,443,868
	-		-		1,384		-		-		1,384		255,558
	<u>1,842,268</u>		<u>282,311</u>		<u>1,384</u>		<u>65,776</u>		<u>18,639</u>		<u>2,210,378</u>		<u>4,390,226</u>
	1,311,132		1,604,630		-		11		279,666		3,195,439		4,682,964
	-		-		-		-		-		-		196,066
	4,447,553		1,989,194		9,370,016		1,806,282		7,509,670		25,122,715		30,270,382
	-		-		-		-		-		-		(19,361)
	<u>5,758,685</u>		<u>3,593,824</u>		<u>9,370,016</u>		<u>1,806,293</u>		<u>7,789,336</u>		<u>28,318,154</u>		<u>35,130,051</u>
\$	<u>7,600,953</u>	\$	<u>3,876,135</u>	\$	<u>9,371,400</u>	\$	<u>1,872,069</u>	\$	<u>7,807,975</u>	\$	<u>30,528,532</u>	\$	<u>39,520,277</u>

CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009

	Special Revenue Funds						Total
	Enrichment	Riverfront Development	Police Grants	Downtown Entertainment		Environmental Grants	
				Economic Development	Redevelopment		
REVENUES							
Intergovernmental	\$ -	\$ -	\$ 3,394,920	\$ -	\$ -	\$ 330,990	\$ 3,725,910
Gaming	-	12,931,910	-	-	-	-	12,931,910
Investment earnings	16,870	39,616	7,340	6,815	1,964	5,981	78,586
Miscellaneous	700,122	912,876	233,334	207,259	56,629	53,278	2,163,498
Total revenues	<u>716,992</u>	<u>13,884,402</u>	<u>3,635,594</u>	<u>214,074</u>	<u>58,593</u>	<u>390,249</u>	<u>18,899,904</u>
EXPENDITURES							
Current:							
General government	-	-	-	-	-	334,417	334,417
Public safety	604,819	-	3,124,556	-	-	-	3,729,375
Culture and recreation	29,181	-	-	-	-	-	29,181
Economic development	-	3,620,320	-	-	61,649	-	3,681,969
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>634,000</u>	<u>3,620,320</u>	<u>3,124,556</u>	<u>-</u>	<u>61,649</u>	<u>334,417</u>	<u>7,774,942</u>
Excess (deficiency) of revenues over (under) expenditures	<u>82,992</u>	<u>10,264,082</u>	<u>511,038</u>	<u>214,074</u>	<u>(3,056)</u>	<u>55,832</u>	<u>11,124,962</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	3,937	97,336	-	-	-	101,273
Transfers out	-	(9,730,100)	-	-	-	-	(9,730,100)
Total other financing sources and uses	<u>-</u>	<u>(9,726,163)</u>	<u>97,336</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,628,827)</u>
Net change in fund balances	82,992	537,919	608,374	214,074	(3,056)	55,832	1,496,135
Fund balances-beginning	1,362,707	2,153,280	465,953	432,716	379,352	521,754	5,315,762
Fund balances-ending	<u>\$ 1,445,699</u>	<u>\$ 2,691,199</u>	<u>\$ 1,074,327</u>	<u>\$ 646,790</u>	<u>\$ 376,296</u>	<u>\$ 577,586</u>	<u>\$ 6,811,897</u>

The accompanying notes are an integral part of the financial statements.

Capital Project Funds

Miscellaneous General Obligation Bond Funds	Miscellaneous Capital Projects Fund	1999 General Obligation Bond Fund	1999A General Obligation Bond Fund	2003A General Obligation Bond Fund	Total	Total Nonmajor Governmental Funds
\$ 106,486	\$ 13,205	\$ -	\$ -	\$ -	\$ 119,691	\$ 3,845,601
-	-	-	-	-	-	12,931,910
86,223	1,151	89,719	19,257	47,610	243,960	322,546
-	-	1,600	-	-	1,600	2,165,098
<u>192,709</u>	<u>14,356</u>	<u>91,319</u>	<u>19,257</u>	<u>47,610</u>	<u>365,251</u>	<u>19,265,155</u>
-	-	-	-	-	-	334,417
-	-	-	-	-	-	3,729,375
-	-	-	-	-	-	29,181
-	-	-	-	-	-	3,681,969
<u>4,649,441</u>	<u>1,861,666</u>	<u>-</u>	<u>197,313</u>	<u>501,908</u>	<u>7,210,328</u>	<u>7,210,328</u>
<u>4,649,441</u>	<u>1,861,666</u>	<u>-</u>	<u>197,313</u>	<u>501,908</u>	<u>7,210,328</u>	<u>14,985,270</u>
<u>(4,456,732)</u>	<u>(1,847,310)</u>	<u>91,319</u>	<u>(178,056)</u>	<u>(454,298)</u>	<u>(6,845,077)</u>	<u>4,279,885</u>
4,130,090	269,105	-	-	166,902	4,566,097	4,667,370
<u>(217,812)</u>	<u>(148,937)</u>	<u>(2,580,375)</u>	<u>-</u>	<u>(1,792,854)</u>	<u>(4,739,978)</u>	<u>(14,470,078)</u>
<u>3,912,278</u>	<u>120,168</u>	<u>(2,580,375)</u>	<u>-</u>	<u>(1,625,952)</u>	<u>(173,881)</u>	<u>(9,802,708)</u>
(544,454)	(1,727,142)	(2,489,056)	(178,056)	(2,080,250)	(7,018,958)	(5,522,823)
<u>6,303,139</u>	<u>5,320,966</u>	<u>11,859,072</u>	<u>1,984,349</u>	<u>9,869,586</u>	<u>35,337,112</u>	<u>40,652,874</u>
<u>\$ 5,758,685</u>	<u>\$ 3,593,824</u>	<u>\$ 9,370,016</u>	<u>\$ 1,806,293</u>	<u>\$ 7,789,336</u>	<u>\$ 28,318,154</u>	<u>\$ 35,130,051</u>

CITY OF SHREVEPORT, LOUISIANA
RIVERFRONT DEVELOPMENT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Gaming	\$ 12,500,000	\$ 12,500,000	\$ 12,931,910	\$ 431,910
Investment Earnings	180,000	180,000	39,616	(140,384)
Miscellaneous	<u>912,900</u>	<u>912,900</u>	<u>912,876</u>	<u>(24)</u>
Total revenues	<u>13,592,900</u>	<u>13,592,900</u>	<u>13,884,402</u>	<u>291,502</u>
EXPENDITURES				
Current:				
Economic development:				
Salaries, wages and employee benefits	336,700	336,700	85,861	250,839
Materials and supplies	5,500	5,500	4,726	774
Contractual services	2,349,049	2,157,749	1,836,821	320,928
Other charges	<u>1,337,647</u>	<u>1,867,547</u>	<u>1,692,912</u>	<u>174,635</u>
Total expenditures	<u>4,028,896</u>	<u>4,367,496</u>	<u>3,620,320</u>	<u>747,176</u>
Excess of revenues over expenditures	<u>9,564,004</u>	<u>9,225,404</u>	<u>10,264,082</u>	<u>1,038,678</u>
OTHER FINANCING USES				
Transfers in	-	-	3,937	3,937
Transfers out	<u>(9,730,100)</u>	<u>(9,730,100)</u>	<u>(9,730,100)</u>	<u>-</u>
Total other financing uses	<u>(9,730,100)</u>	<u>(9,730,100)</u>	<u>(9,726,163)</u>	<u>3,937</u>
Net change in fund balance	(166,096)	(504,696)	537,919	1,042,615
Fund balance -beginning	<u>2,153,280</u>	<u>2,153,280</u>	<u>2,153,280</u>	<u>-</u>
Fund balance-ending	<u>\$ 1,987,184</u>	<u>\$ 1,648,584</u>	<u>\$ 2,691,199</u>	<u>\$ 1,042,615</u>

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
POLICE GRANTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance With Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
REVENUES				
Intergovernmental	\$ 4,598,400	\$ 6,314,600	\$ 3,394,920	\$ (2,919,680)
Investment Earnings	-	-	7,340	7,340
Miscellaneous	-	-	233,334	233,334
Total revenues	<u>4,598,400</u>	<u>6,314,600</u>	<u>3,635,594</u>	<u>(2,679,006)</u>
EXPENDITURES				
Current:				
Public Safety				
Salaries, wages and employee benefits	1,668,900	2,281,400	1,152,230	1,129,170
Materials and supplies	15,700	35,500	10,187	25,313
Contractual services	919,685	938,385	262,672	675,713
Other charges	348,665	980,231	146,648	833,583
Improvements and equipments	<u>5,975,563</u>	<u>6,295,863</u>	<u>1,552,819</u>	<u>4,743,044</u>
Total expenditures	<u>8,928,513</u>	<u>10,531,379</u>	<u>3,124,556</u>	<u>7,406,823</u>
Excess of revenues over expenditures	<u>(4,330,113)</u>	<u>(4,216,779)</u>	<u>511,038</u>	<u>4,727,817</u>
OTHER FINANCING USES				
Transfers in	<u>100,000</u>	<u>100,000</u>	<u>97,336</u>	<u>(2,664)</u>
Total other financing uses	<u>100,000</u>	<u>100,000</u>	<u>97,336</u>	<u>(2,664)</u>
Net change in fund balance	(4,230,113)	(4,116,779)	608,374	4,725,153
Fund balance -beginning	<u>465,953</u>	<u>465,953</u>	<u>465,953</u>	<u>-</u>
Fund balance-ending	<u>\$ (3,764,160)</u>	<u>\$ (3,650,826)</u>	<u>\$ 1,074,327</u>	<u>\$ 4,725,153</u>

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
DOWNTOWN ENTERTAINMENT ECONOMIC DEVELOPMENT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Investment Earnings	\$ 3,000	\$ 3,000	\$ 6,815	\$ 3,815
Sales Tax	<u>150,000</u>	<u>150,000</u>	<u>207,259</u>	<u>57,259</u>
Total revenues	<u>153,000</u>	<u>153,000</u>	<u>214,074</u>	<u>61,074</u>
EXPENDITURES				
Current:				
Salaries, wages and employee benefits	<u>250,000</u>	<u>250,000</u>	<u>-</u>	<u>250,000</u>
Total expenditures	<u>250,000</u>	<u>250,000</u>	<u>-</u>	<u>250,000</u>
Net change in fund balance	(97,000)	(97,000)	214,074	311,074
Fund balance -beginning	<u>432,716</u>	<u>432,716</u>	<u>432,716</u>	<u>-</u>
Fund balance-ending	<u>\$ 335,716</u>	<u>\$ 335,716</u>	<u>\$ 646,790</u>	<u>\$ 311,074</u>

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
REDEVELOPMENT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Investment Earnings	\$ 25,200	\$ 25,200	\$ 1,964	\$ (23,236)
Miscellaneous	<u>2,600</u>	<u>2,600</u>	<u>56,629</u>	<u>54,029</u>
Total revenues	<u>27,800</u>	<u>27,800</u>	<u>58,593</u>	<u>30,793</u>
EXPENDITURES				
Current:				
Economic Development				
Contractual services	84,200	84,200	11,459	72,741
Other charges	20,000	20,000	-	20,000
Improvements and equipment	<u>37,500</u>	<u>37,500</u>	<u>50,190</u>	<u>(12,690)</u>
Total expenditures	<u>141,700</u>	<u>141,700</u>	<u>61,649</u>	<u>80,051</u>
Net change in fund balance	(113,900)	(113,900)	(3,056)	110,844
Fund balance -beginning	<u>379,352</u>	<u>379,352</u>	<u>379,352</u>	<u>-</u>
Fund balance-ending	<u>\$ 265,452</u>	<u>\$ 265,452</u>	<u>\$ 376,296</u>	<u>\$ 110,844</u>

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
ENVIRONMENTAL GRANTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 1,977,900	\$ 1,977,900	\$ 330,990	\$ (1,646,910)
Investment Earnings	-	-	5,981	5,981
Miscellaneous	-	-	53,278	53,278
Total revenues	<u>1,977,900</u>	<u>1,977,900</u>	<u>390,249</u>	<u>(1,587,651)</u>
EXPENDITURES				
Current:				
General Government				
Salaries, wages and employee benefits	-	-	1,190	(1,190)
Material and supplies	-	-	3,274	(3,274)
Contractual services	<u>1,977,900</u>	<u>1,977,900</u>	<u>329,953</u>	<u>1,647,947</u>
Total expenditures	<u>1,977,900</u>	<u>1,977,900</u>	<u>334,417</u>	<u>1,643,483</u>
Net change in fund balance	-	-	55,832	55,832
Fund balance -beginning	<u>521,754</u>	<u>521,754</u>	<u>521,754</u>	<u>-</u>
Fund balance-ending	<u>\$ 521,754</u>	<u>\$ 521,754</u>	<u>\$ 577,586</u>	<u>\$ 55,832</u>

The accompanying notes are an integral part of the financial statements.

Nonmajor Enterprise Funds

Enterprise funds are used to account for the acquisition, operation, and maintenance of facilities and services which are entirely or predominantly self-supported by user charges. The operations of enterprise funds are accounted for in such a manner as to show a profit or loss similar to comparable private enterprises.

Shreveport Area Transit System - This fund accounts for the activities necessary to provide bus service for the residents of the City.

Golf - This fund is used to account for the operations of the City's three golf courses. The fund's operations are financed by greens fees, golf equipment rentals, merchandise sales, memberships, and concession sales to the public.

Downtown Parking Fund - This fund is used to account for parking revenues to promote improved parking facilities in the downtown area.

CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2009

	<u>Shreveport Area Transit System</u>	<u>Golf</u>	<u>Downtown Parking</u>	<u>Total Nonmajor Enterprise Funds</u>
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 718,055	\$ 118,823	\$ 330,001	\$ 1,166,879
Investments	193,669	103,688	297,354	594,711
Receivables, net	207,995	948	22,366	231,309
Due from other funds	466,994	-	-	466,994
Due from other governments	192,339	-	-	192,339
Inventories	664,633	13,063	-	677,696
Prepaid items	202,029	-	-	202,029
Total current assets	<u>2,645,714</u>	<u>236,522</u>	<u>649,721</u>	<u>3,531,957</u>
Noncurrent Assets:				
Capital Assets:				
Land	1,940,408	-	-	1,940,408
Buildings	9,018,324	268,840	-	9,287,164
Improvements other than buildings	-	868,530	-	868,530
Equipment	16,121,100	547,044	-	16,668,144
Construction in progress	54,730	-	-	54,730
Less accumulated depreciation	<u>(12,141,389)</u>	<u>(1,004,636)</u>	<u>-</u>	<u>(13,146,025)</u>
Total noncurrent assets	<u>14,993,173</u>	<u>679,778</u>	<u>-</u>	<u>15,672,951</u>
Total assets	<u>17,638,887</u>	<u>916,300</u>	<u>649,721</u>	<u>19,204,908</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	322,188	5,740	42,818	370,746
Accrued liabilities	294,636	10,175	-	304,811
Deferred revenue	-	64,735	-	64,735
Leases payable	-	42,846	-	42,846
Compensated absences	266,568	10,656	-	277,224
Total current liabilities	<u>883,392</u>	<u>134,152</u>	<u>42,818</u>	<u>1,060,362</u>
Noncurrent Liabilities:				
Compensated absences	-	58,928	-	58,928
Net OPEB obligation	-	558,232	-	558,232
Total noncurrent liabilities	<u>-</u>	<u>617,160</u>	<u>-</u>	<u>617,160</u>
Total liabilities	<u>883,392</u>	<u>751,312</u>	<u>42,818</u>	<u>1,677,522</u>
Invested in capital assets, net of related debt	14,993,173	679,778	-	15,672,951
Unrestricted (deficit)	<u>1,762,322</u>	<u>(514,790)</u>	<u>606,903</u>	<u>1,854,435</u>
Total Net Assets	<u>\$ 16,755,495</u>	<u>\$ 164,988</u>	<u>\$ 606,903</u>	<u>\$ 17,527,386</u>

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009

	Shreveport Area Transit System	Golf	Downtown Parking	Total Nonmajor Enterprise Funds
OPERATING REVENUES				
Charges for services	\$ 2,583,705	\$ 1,196,859	\$ 623,988	\$ 4,404,552
OPERATING EXPENSES				
Personal services	7,050,855	1,108,600	-	8,159,455
Contractual services and other expenses	3,197,259	277,065	466,000	3,940,324
Utilities	127,802	86,740	-	214,542
Repairs and maintenance	663,120	6,666	-	669,786
Materials and supplies	2,786,095	170,468	-	2,956,563
Depreciation	1,302,465	73,599	-	1,376,064
Total operating expenses	<u>15,127,596</u>	<u>1,723,138</u>	<u>466,000</u>	<u>17,316,734</u>
Operating income (loss)	<u>(12,543,891)</u>	<u>(526,279)</u>	<u>157,988</u>	<u>(12,912,182)</u>
NONOPERATING REVENUES (EXPENSES)				
Investment earnings	-	3,046	6,972	10,018
Interest expense	-	(4,070)	-	(4,070)
Intergovernmental	4,133,861	-	-	4,133,861
Loss on disposal of capital assets	(3,741)	-	-	(3,741)
Net nonoperating revenues	<u>4,130,120</u>	<u>(1,024)</u>	<u>6,972</u>	<u>4,136,068</u>
Income (loss) before contributions and transfers	(8,413,771)	(527,303)	164,960	(8,776,114)
Capital contributions	602,432	834	-	603,266
Transfers in	<u>5,203,162</u>	<u>243,900</u>	<u>145,000</u>	<u>5,592,062</u>
Change in net assets	(2,608,177)	(282,569)	309,960	(2,580,786)
Total net assets-beginning	<u>19,363,672</u>	<u>447,557</u>	<u>296,943</u>	<u>20,108,172</u>
Total net assets-ending	<u>\$ 16,755,495</u>	<u>\$ 164,988</u>	<u>\$ 606,903</u>	<u>\$ 17,527,386</u>

The accompanying notes are an integral part of the financial statements.

**CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009**

	Shreveport Area Transit System	Golf	Downtown Parking	Total Nonmajor Enterprise Funds
Cash flows from operating activities:				
Receipts from operations	\$ 3,005,694	\$ 1,188,453	\$ 608,487	\$ 4,802,634
Payments to suppliers	(6,041,928)	(445,321)	(462,677)	(6,949,926)
Payments to employees	(6,980,252)	(967,801)	-	(7,948,053)
Other receipts	33,796	-	-	33,796
Other payments	-	(57,000)	-	(57,000)
Net cash provided by (used in) operating activities	(9,982,690)	(281,669)	145,810	(10,118,549)
Cash flows from noncapital financing activities:				
Intergovernmental	4,451,064	-	-	4,451,064
Transfers in	5,000,939	243,900	145,000	5,389,839
Net cash provided by noncapital financing activities	9,452,003	243,900	145,000	9,840,903
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(151,296)	-	-	(151,296)
Principal paid on debt	-	(39,720)	-	(39,720)
Interest paid on debt	-	(4,070)	-	(4,070)
Capital grants	493,040	-	-	493,040
Transfers in	50,910	-	-	50,910
Contributed capital by others	93,453	-	-	93,453
Net cash provided by (used in) capital and related financing activities	486,107	(43,790)	-	442,317
Cash flows from investing activities:				
Purchase of investments	(107,974)	-	(171,906)	(279,880)
Proceeds from sale and maturity of investments	-	9,465	-	9,465
Interest on investments	-	3,047	6,972	10,019
Net cash provided by (used in) investing activities	(107,974)	12,512	(164,934)	(260,396)
Net increase (decrease) in cash and cash equivalents	(152,554)	(69,047)	125,876	(95,725)
Cash and cash equivalents - beginning of year	870,609	187,870	204,125	1,262,604
Cash and cash equivalents - end of year	\$ 718,055	\$ 118,823	\$ 330,001	\$ 1,166,879

	<u>Shreveport Area Transit System</u>	<u>Golf</u>	<u>Downtown Parking</u>	<u>Total Nonmajor Enterprise Funds</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (12,543,891)	\$ (526,279)	\$ 157,988	\$ (12,912,182)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	1,302,465	73,599	-	1,376,064
(Increase)Decrease in assets:				
Receivables	305,456	(152)	(15,501)	289,803
Due from other funds	150,329	-	-	150,329
Inventories	(102,092)	(573)	-	(102,665)
Prepaid items	(49,566)	-	-	(49,566)
Capital Assets - Expensed prior year construction in progress	1,137,513	-	-	1,137,513
Increase(Decrease) in liabilities:				
Accounts payable	(253,507)	(4,823)	3,323	(255,007)
Accrued liabilities	42,371	3,568	-	45,939
Deferred revenue	-	(7,730)	-	(7,730)
Compensated absences	28,232	(3,805)	-	24,427
Accrued OPEB	-	184,526	-	184,526
Total adjustments	<u>2,561,201</u>	<u>244,610</u>	<u>(12,178)</u>	<u>2,793,633</u>
Net cash provided by (used in) operating activities	<u>\$ (9,982,690)</u>	<u>\$ (281,669)</u>	<u>\$ 145,810</u>	<u>\$ (10,118,549)</u>

Non-cash investing, capital and financing activities:

The Shreveport Area Transit System had a loss on disposal of capital assets of \$3,741.

The accompanying notes are an integral part of the financial statements.



Internal Service Funds

Internal service funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the City, and to other governments, on a cost reimbursement basis.

Employees Health Care Fund - This fund is used to account for self-insurance activities involving medical and dental care claims by the City's employees, retirees, and dependents.

Retained Risk Fund - This fund is used to account for self-insurance activities involving property damage, worker's compensation and general liability claims.

Fleet Services Fund - This fund is used to account for maintenance of the City's fleet with the exception of Fire, Sportran and Airport. This fund was closed as of January 1, 2009.

Information Technology Fund – This fund is used to account for servicing all City departments computing activities and maintaining the City's internal telephone system, cell phones, cable network, and the City's internet/intranet websites.

**CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
DECEMBER 31, 2009**

	Employees Health Care	Retained Risk	Information Technology	Total Internal Service Funds
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 3,682,295	\$ 14,704,679	\$ 419	\$ 18,387,393
Investments	4,920,416	13,249,926	378	18,170,720
Receivables, net	1,978,871	-	-	1,978,871
Due from other funds	-	1,043,374	-	1,043,374
Inventories	-	-	9,410	9,410
Prepaid items	-	<u>753,971</u>	-	<u>753,971</u>
Total current assets	<u>10,581,582</u>	<u>29,751,950</u>	<u>10,207</u>	<u>40,343,739</u>
Noncurrent Assets:				
Capital Assets:				
Equipment	-	-	2,697,911	2,697,911
Less accumulated depreciation	-	-	<u>(1,875,989)</u>	<u>(1,875,989)</u>
Total noncurrent assets	-	-	<u>821,922</u>	<u>821,922</u>
Total assets	<u>10,581,582</u>	<u>29,751,950</u>	<u>832,129</u>	<u>41,165,661</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	61,632	353,873	50,281	465,786
Due to other funds	2,183,431	565,499	-	2,748,930
Compensated absences	-	169	13,670	13,839
Leases payable	-	-	16,628	16,628
Claims and judgments	<u>3,749,801</u>	<u>17,729,108</u>	-	<u>21,478,909</u>
Total current liabilities	<u>5,994,864</u>	<u>18,648,649</u>	<u>80,579</u>	<u>24,724,092</u>
Noncurrent Liabilities:				
Compensated absences	-	1,367	108,690	110,057
Total noncurrent liabilities	-	<u>1,367</u>	<u>108,690</u>	<u>110,057</u>
Total liabilities	<u>5,994,864</u>	<u>18,650,016</u>	<u>189,269</u>	<u>24,834,149</u>
NET ASSETS (Deficit)				
Invested in capital assets, net of related debt	-	-	805,294	805,294
Unrestricted (deficit)	<u>4,586,718</u>	<u>11,101,934</u>	<u>(162,434)</u>	<u>15,526,218</u>
Total net assets	<u>\$ 4,586,718</u>	<u>\$ 11,101,934</u>	<u>\$ 642,860</u>	<u>\$ 16,331,512</u>

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Employees Health Care</u>	<u>Retained Risk</u>	<u>Fleet Services</u>	<u>Information Technology</u>	<u>Total Internal Service Funds</u>
OPERATING REVENUES					
Charges for services	\$ 22,379,686	\$ 7,715,002	\$ -	\$ 3,331,100	\$ 33,425,788
Miscellaneous	319,521	1,106,962	-	-	1,426,483
Total operating revenues	<u>22,699,207</u>	<u>8,821,964</u>	<u>-</u>	<u>3,331,100</u>	<u>34,852,271</u>
OPERATING EXPENSES					
Personal services	81,737	141,636	-	2,161,870	2,385,243
Contractual services and other expenses	3,139,630	2,480,903	-	158,383	5,778,916
Repairs and maintenance	-	-	-	713,266	713,266
Materials and supplies	3,250	2,355	-	47,945	53,550
Claims	19,358,239	5,090,108	-	-	24,448,347
Depreciation	-	-	-	276,461	276,461
Total operating expenses	<u>22,582,856</u>	<u>7,715,002</u>	<u>-</u>	<u>3,357,925</u>	<u>33,655,783</u>
Operating income (loss)	<u>116,351</u>	<u>1,106,962</u>	<u>-</u>	<u>(26,825)</u>	<u>1,196,488</u>
NONOPERATING REVENUES (EXPENSES)					
Investment earnings	28,433	252,391	-	-	280,824
Loss of disposal of capital assets	-	-	-	(934)	(934)
Interest expense	-	-	-	(1,477)	(1,477)
Net nonoperating revenues (expenses)	<u>28,433</u>	<u>252,391</u>	<u>-</u>	<u>(2,411)</u>	<u>278,413</u>
Income (loss) before transfers	144,784	1,359,353	-	(29,236)	1,474,901
Transfers in	-	-	432,538	-	432,538
Change in net assets	144,784	1,359,353	432,538	(29,236)	1,907,439
Total net assets (deficit) -beginning	<u>4,441,934</u>	<u>9,742,581</u>	<u>(432,538)</u>	<u>672,096</u>	<u>14,424,073</u>
Total net assets-ending	<u>\$ 4,586,718</u>	<u>11,101,934</u>	<u>\$ -</u>	<u>\$ 642,860</u>	<u>\$ 16,331,512</u>

The accompanying notes are an integral part of the financial statements.

**CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009**

	<u>Employees Health Care</u>	<u>Retained Risk</u>	<u>Information Technology</u>	<u>Total Internal Service Funds</u>
Cash flows from operating activities:				
Receipts from operations	\$ 23,103,225	\$ 22,460,737	3,331,100	\$ 48,895,062
Payments to suppliers	(3,398,654)	(2,504,153)	(1,099,442)	(7,002,249)
Payments to employees	(81,737)	(146,744)	(2,157,796)	(2,386,277)
Claims	<u>(19,732,531)</u>	<u>(11,219,191)</u>	<u>-</u>	<u>(30,951,722)</u>
Net cash provided by (used in) operating activities	<u>(109,697)</u>	<u>8,590,649</u>	<u>73,862</u>	<u>8,554,814</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	-	-	(185,456)	(185,456)
Principal paid on debt	-	-	(15,632)	(15,632)
Interest paid on debt	<u>-</u>	<u>-</u>	<u>(1,476)</u>	<u>(1,476)</u>
Net cash used in capital and related financing activities	<u>-</u>	<u>-</u>	<u>(202,564)</u>	<u>(202,564)</u>
Cash flows from investing activities:				
Purchase of investments	(6,430,161)	(5,975,332)	-	(12,405,493)
Proceeds from sale and maturity of investments	1,468,055	-	48,914	1,516,969
Interest on investments	<u>36,957</u>	<u>252,391</u>	<u>-</u>	<u>289,348</u>
Net cash provided by (used in) investing activities	<u>(4,925,149)</u>	<u>(5,722,941)</u>	<u>48,914</u>	<u>(10,599,176)</u>
Net increase (decrease) in cash and cash equivalents	(5,034,846)	2,867,708	(79,788)	(2,246,926)
Cash and cash equivalents - beginning of year	<u>8,717,141</u>	<u>11,836,971</u>	<u>80,207</u>	<u>20,634,319</u>
Cash and cash equivalents - end of year	<u>\$ 3,682,295</u>	<u>\$ 14,704,679</u>	<u>\$ 419</u>	<u>\$ 18,387,393</u>

	<u>Employees Health Care</u>	<u>Retained Risk</u>	<u>Information Technology</u>	<u>Total Internal Service Funds</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 116,351	\$ 1,106,962	\$ (26,825)	\$ 1,196,488
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	-	-	276,461	276,461
(Increase)Decrease in assets:				
Receivables	404,018	-	-	404,018
Due from other funds	-	13,073,274	-	13,073,274
Inventories	-	-	(2,007)	(2,007)
Prepaid items	-	(287,732)	-	(287,732)
Increase(Decrease) in liabilities:				
Accounts payable	24,368	266,837	(177,841)	113,364
Accrued liabilities	(374,292)	(6,129,083)	-	(6,503,375)
Due to other funds	(280,142)	565,499	-	285,357
Compensated absences	-	(5,108)	4,074	(1,034)
Total adjustments	<u>(226,048)</u>	<u>7,483,687</u>	<u>100,687</u>	<u>7,358,326</u>
Net cash provided by (used in) operating activities	<u>\$ (109,697)</u>	<u>\$ 8,590,649</u>	<u>\$ 73,862</u>	<u>\$ 8,554,814</u>

The Information Technology Fund had a loss on disposal of capital assets of \$934.

The accompanying notes are an integral part of the financial statements.



Fiduciary Funds
Pension Trust Funds

Firemen's Pension and Relief Fund - This fund is used to account for a single-employer defined benefit pension plan that temporarily covers firefighters who retire after January 1, 1983 and meet the eligibility requirements of the local retirement plans but not the State plan.

Policemen's Pension and Relief Fund - This fund is used to account for a single-employer defined benefit pension plan that temporarily covers policemen who retire after January 1, 1983 and meet the eligibility requirements of the local retirement plans but not the State plan.

Employees' Retirement System - This fund is used to account for a cost-sharing defined benefit pension plan with a special funding situation that covers all full-time classified employees of the City and other board recommended organizations other than policemen and firemen. Appointed officials also have the option to join the plan.

CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
DECEMBER 31, 2009

	<u>Firemen's Pension and Relief</u>	<u>Policemen's Pension and Relief</u>	<u>Employees' Retirement System</u>	<u>Total Employee Retirement Funds</u>
ASSETS				
Cash and cash equivalents	\$ 333,270	\$ 839,714	\$ 29,809,419	\$ 30,982,403
Receivables:				
Interest receivable	29,144	27,414	100,597	157,155
Accounts receivable	110,855	11,756	21,274	143,885
Prepaid items	300,666	253,238	-	553,904
Investments, at fair value:				
U.S. government obligations	1,721,290	1,499,283	5,518,580	8,739,153
Investment pool	-	-	3,390,131	3,390,131
Mutual funds	1,289,472	1,150,576	30,045,316	32,485,364
Domestic corporate bonds	1,025,569	1,026,071	803,261	2,854,901
Collateralized mortgage obligations	-	-	9,778,913	9,778,913
Domestic equities	2,793,078	2,556,402	98,475,169	103,824,649
International equities	<u>772,402</u>	<u>714,635</u>	<u>-</u>	<u>1,487,037</u>
Total investments	<u>7,601,811</u>	<u>6,946,967</u>	<u>148,011,370</u>	<u>162,560,148</u>
Other assets:				
Cash surrender value of life insurance policies	<u>4,594,111</u>	<u>4,017,929</u>	<u>-</u>	<u>8,612,040</u>
Total assets	<u>12,969,857</u>	<u>12,097,018</u>	<u>177,942,660</u>	<u>203,009,535</u>
LIABILITIES				
Accounts payable	-	-	76	76
Due to other funds	320,979	-	8,371,251	8,692,230
Employees' deposits held in escrow	<u>-</u>	<u>-</u>	<u>4,450,495</u>	<u>4,450,495</u>
Total liabilities	<u>320,979</u>	<u>-</u>	<u>12,821,822</u>	<u>13,142,801</u>
NET ASSETS				
Held in trust for pension benefits	<u>\$ 12,648,878</u>	<u>\$ 12,097,018</u>	<u>\$ 165,120,838</u>	<u>\$ 189,866,734</u>

The accompanying notes are an integral part of the financial statements.

CITY OF SHREVEPORT, LOUISIANA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Firemen's Pension and Relief</u>	<u>Policemen's Pension and Relief</u>	<u>Employees' Retirement System</u>	<u>Total Employee Retirement Funds</u>
ADDITIONS				
Contributions:				
Employer	\$ 1,406,904	\$ 1,407,096	\$ 6,627,628	\$ 9,441,628
Plan members	<u>-</u>	<u>-</u>	<u>4,579,310</u>	<u>4,579,310</u>
Total contributions	<u>1,406,904</u>	<u>1,407,096</u>	<u>11,206,938</u>	<u>14,020,938</u>
Investment earnings:				
Net appreciation				
in fair value of investments	1,103,994	1,005,086	21,518,499	23,627,579
Interest	86,191	86,981	2,398,012	2,571,184
Dividends	<u>72,311</u>	<u>64,046</u>	<u>1,791,507</u>	<u>1,927,864</u>
Total investment earnings	1,262,496	1,156,113	25,708,018	28,126,627
Less investment expense	<u>17,022</u>	<u>19,118</u>	<u>942,536</u>	<u>978,676</u>
Net investment earnings	<u>1,245,474</u>	<u>1,136,995</u>	<u>24,765,482</u>	<u>27,147,951</u>
Life insurance proceeds	330,000	220,000	-	550,000
Miscellaneous	<u>305,669</u>	<u>283,526</u>	<u>87,336</u>	<u>676,531</u>
Total additions	<u>3,288,047</u>	<u>3,047,617</u>	<u>36,059,756</u>	<u>42,395,420</u>
DEDUCTIONS				
Benefits	1,109,012	943,934	15,672,340	17,725,286
Refund of member contribution	-	-	661,199	661,199
Administrative expenses	24,238	25,918	413,533	463,689
Life insurance premiums	<u>336,088</u>	<u>276,130</u>	<u>-</u>	<u>612,218</u>
Total deductions	<u>1,469,338</u>	<u>1,245,982</u>	<u>16,747,072</u>	<u>19,462,392</u>
Change in net assets	1,818,709	1,801,635	19,312,684	22,933,028
Net assets - beginning	<u>10,830,169</u>	<u>10,295,383</u>	<u>145,808,154</u>	<u>166,933,706</u>
Net assets - ending	<u>\$ 12,648,878</u>	<u>\$ 12,097,018</u>	<u>\$ 165,120,838</u>	<u>\$ 189,866,734</u>

The accompanying notes are an integral part of the financial statements.



Discretely Presented Component Unit

Metropolitan Planning Commission - This special revenue fund accounts for receipts and disbursements which occur in conjunction with coordinating City planning, preparing and enforcing zoning laws, and keeping City annexation policies current.

**CITY OF SHREVEPORT, LOUISIANA
METROPOLITAN PLANNING COMMISSION
BALANCE SHEET
DECEMBER 31, 2009**

ASSETS

Cash and cash equivalents	\$ 40
Due from primary government	54,980
Due from other governments	<u>76,500</u>
Total assets	<u><u>131,520</u></u>

LIABILITIES AND FUND BALANCES

Liabilities:

Accounts payable	55,911
Due to primary government	7,204
Due to other governments	<u>68,405</u>
Total liabilities	<u><u>131,520</u></u>

Fund balance:

Reserved for encumbrances	29,864
Unreserved, undesignated	<u>(29,864)</u>
Total fund balance	-

Amounts reported for the Metropolitan Planning Commission in the Statement of Net Assets for component units are different because:

Capital assets reported in governmental activities are not financial assets and, therefore, are not reported in governmental funds.	<u>856,034</u>
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Net assets	<u><u>\$ 856,034</u></u>
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The accompanying notes are an integral part of the financial statements.

**CITY OF SHREVEPORT, LOUISIANA
METROPOLITAN PLANNING COMMISSION
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 2009**

REVENUES

Intergovernmental	\$ 156,060
Miscellaneous	<u>251,372</u>
Total revenues	<u>407,432</u>

EXPENDITURES

General government	<u>1,831,167</u>
Total expenditures	<u>1,831,167</u>

Deficiency of revenues under expenditures	(1,423,735)
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OTHER FINANCING SOURCES

Payment from City of Shreveport	<u>1,423,735</u>
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Net change in fund balance	-
----------------------------	---

Fund balance - beginning	<u>-</u>
--------------------------	----------

Fund balance - ending	-
-----------------------	---

Amounts reported for the Metropolitan Planning Commission in the Statement of Activities for component units are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Depreciation expense	<u>(15,240)</u>
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Change in net assets	<u><u>\$ (15,240)</u></u>
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The accompanying notes are an integral part of the financial statements.



Statistical Section

This part of the City of Shreveport'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 says about the City's overall financial health.

Contents	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	134
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.	142
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	149
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	155
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	157

CITY OF SHREVEPORT, LOUISIANA
NET ASSETS BY COMPONENT,
LAST TEN YEARS
(accrual basis of accounting)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Governmental activities										
Invested in capital assets, net of related debt	\$ 363,475,742	\$ 386,337,758	\$ 401,451,485	\$ 429,187,376	\$ 444,476,123	\$ 483,359,022	\$ 495,015,044	\$ 506,744,193	\$ 507,132,856	\$ 518,394,035
Restricted	32,160,795	35,913,697	40,223,848	44,544,140	46,843,692	43,179,343	48,021,783	52,517,433	61,409,857	66,374,435
Unrestricted(Deficit)	<u>(12,680,977)</u>	<u>(3,967,719)</u>	<u>(3,327,268)</u>	<u>(4,662,353)</u>	<u>(15,914,897)</u>	<u>(10,485,180)</u>	<u>(5,981,760)</u>	<u>(28,935,041)</u>	<u>(46,402,145)</u>	<u>(66,220,992)</u>
Total governmental activities net assets	<u>\$ 382,955,560</u>	<u>\$ 418,283,736</u>	<u>\$ 438,348,065</u>	<u>\$ 469,069,163</u>	<u>\$ 475,404,918</u>	<u>\$ 516,053,185</u>	<u>\$ 537,055,067</u>	<u>\$ 530,326,585</u>	<u>\$ 522,140,568</u>	<u>\$ 518,547,478</u>
Business-type activities										
Invested in capital assets, net of related debt	\$ 239,021,514	\$ 252,793,513	\$ 266,393,949	\$ 285,700,991	\$ 299,719,309	\$ 313,801,300	\$ 332,708,732	\$ 351,253,030	\$ 361,928,742	\$ 368,705,299
Restricted	2,481,627	2,074,186	1,935,948	1,770,036	1,771,797	5,257,124	3,930,459	3,166,944	3,751,501	2,769,016
Unrestricted(Deficit)	<u>31,070,226</u>	<u>24,050,244</u>	<u>12,997,293</u>	<u>4,397,075</u>	<u>5,300,077</u>	<u>5,385,880</u>	<u>5,666,173</u>	<u>51,301</u>	<u>(8,587,822)</u>	<u>(3,750,025)</u>
Total business-type activities net assets	<u>\$ 272,573,367</u>	<u>\$ 278,917,943</u>	<u>\$ 281,327,190</u>	<u>\$ 291,868,102</u>	<u>\$ 306,791,183</u>	<u>\$ 324,444,304</u>	<u>\$ 342,305,364</u>	<u>\$ 354,471,275</u>	<u>\$ 357,092,421</u>	<u>\$ 367,724,290</u>
Primary government										
Invested in capital assets, net of related debt	\$ 602,497,256	\$ 639,131,271	\$ 667,845,434	\$ 714,888,367	\$ 744,195,432	\$ 797,160,322	\$ 827,723,776	\$ 857,997,223	\$ 869,061,598	\$ 887,099,334
Restricted	34,642,422	37,987,883	42,159,796	46,314,176	48,615,489	48,436,467	51,952,242	55,684,377	65,161,358	69,143,451
Unrestricted(Deficit)	<u>18,389,249</u>	<u>20,082,525</u>	<u>9,670,025</u>	<u>(265,278)</u>	<u>(10,614,820)</u>	<u>(5,099,300)</u>	<u>(315,587)</u>	<u>(28,883,740)</u>	<u>(54,989,967)</u>	<u>(69,971,017)</u>
Total primary government net assets	<u>\$ 655,528,927</u>	<u>\$ 697,201,679</u>	<u>\$ 719,675,255</u>	<u>\$ 760,937,265</u>	<u>\$ 782,196,101</u>	<u>\$ 840,497,489</u>	<u>\$ 879,360,431</u>	<u>\$ 884,797,860</u>	<u>\$ 879,232,989</u>	<u>\$ 886,271,768</u>

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
 CHANGES IN NET ASSETS, LAST TEN YEARS
 (accrual basis of accounting)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Expenses										
Governmental activities:										
General government	\$ 28,072,096	\$ 23,869,494	\$ 26,399,777	\$ 27,937,299	\$ 35,556,332	\$ 31,642,982	\$ 41,202,664	\$ 35,773,877	\$ 32,327,417	\$ 36,368,232
Public safety	62,641,752	65,099,358	69,823,550	77,375,851	84,274,805	83,788,205	86,563,843	106,967,208	112,101,951	114,755,487
Public works	35,006,139	36,255,777	36,793,698	38,137,157	41,031,932	41,698,053	47,526,978	50,734,669	54,436,508	49,697,351
Culture and recreation	12,446,448	13,647,941	13,117,753	13,448,883	15,353,039	15,773,260	22,528,381	23,458,242	24,552,571	24,444,194
Health and welfare	674,884	493,450	483,659	359,725	293,575	389,502	431,756	586,125	352,321	224,472
Community development	5,461,824	8,935,495	4,194,155	5,344,620	6,022,108	3,669,884	4,094,946	6,380,100	4,945,019	4,409,060
Economic development	3,328,001	3,558,794	4,703,913	4,770,448	5,073,823	6,151,081	6,823,742	7,098,377	7,752,605	6,585,469
Economic opportunity	2,220,321	2,749,050	3,481,716	2,940,163	4,596,238	5,075,413	3,613,591	3,049,514	3,501,904	6,850,646
Interest on long-term debt	<u>20,601,385</u>	<u>20,132,573</u>	<u>19,415,444</u>	<u>17,811,208</u>	<u>17,540,449</u>	<u>15,152,212</u>	<u>15,539,408</u>	<u>14,476,239</u>	<u>12,803,169</u>	<u>13,421,295</u>
Total governmental activities expenses	<u>170,452,850</u>	<u>174,741,932</u>	<u>178,413,665</u>	<u>188,125,354</u>	<u>209,742,301</u>	<u>203,340,592</u>	<u>228,325,309</u>	<u>248,524,351</u>	<u>252,773,465</u>	<u>256,756,206</u>
Business-type activities										
Municipal and Regional Airports	8,777,071	8,956,664	9,345,117	10,368,441	10,208,330	10,698,537	11,755,786	12,342,488	13,838,731	15,011,292
Water and Sewerage	34,710,498	35,962,172	39,320,447	39,781,854	43,058,325	44,707,461	54,485,362	54,903,981	56,098,592	54,476,538
Convention Center Hotel	-	-	-	-	-	485,540	1,967,861	7,781,837	13,085,201	12,931,427
Shreveport Area Transit System	8,891,520	8,971,869	8,565,331	8,907,815	9,728,821	10,581,217	11,293,961	12,562,076	14,155,118	13,993,824
Golf	1,455,213	1,488,054	1,497,866	1,419,103	1,334,610	1,572,192	1,699,369	1,934,772	1,885,373	1,727,208
Downtown Parking	<u>410,000</u>	<u>382,000</u>	<u>391,404</u>	<u>400,008</u>	<u>433,000</u>	<u>417,800</u>	<u>425,666</u>	<u>436,200</u>	<u>451,000</u>	<u>466,000</u>
Total business-type activities expenses	<u>54,244,302</u>	<u>55,760,759</u>	<u>59,120,165</u>	<u>60,877,221</u>	<u>64,763,086</u>	<u>68,462,747</u>	<u>81,628,005</u>	<u>89,961,354</u>	<u>99,514,015</u>	<u>98,606,289</u>
Total primary government expenses	<u>\$ 224,697,152</u>	<u>\$ 230,502,691</u>	<u>\$ 237,533,830</u>	<u>\$ 249,002,575</u>	<u>\$ 274,505,387</u>	<u>\$ 271,803,339</u>	<u>\$ 309,953,314</u>	<u>\$ 338,485,705</u>	<u>\$ 352,287,480</u>	<u>\$ 355,362,495</u>

(continued)

CITY OF SHREVEPORT, LOUISIANA
 CHANGES IN NET ASSETS, LAST TEN YEARS
 (accrual basis of accounting)

	2001	2001	2002	2003	2004	2005	2006	2007	2008	2009
Program Revenues										
Governmental Activities										
Charges for services:										
Public safety	\$ 5,702,773	\$ 6,231,153	\$ 7,320,162	\$ 7,258,684	\$ 7,579,210	\$ 8,434,247	\$ 9,203,269	\$ 9,026,836	\$ 8,473,486	\$ 9,220,566
Public works	10,564,315	9,476,608	9,004,094	10,257,092	11,570,980	12,738,976	11,585,956	11,861,491	11,371,166	13,832,164
Other activities	649,368	506,835	614,299	818,910	923,166	952,331	1,149,882	795,440	677,024	309,938
Operating grants and contributions	15,912,879	20,457,049	15,529,060	15,579,961	17,894,434	15,862,194	15,634,442	17,268,873	19,503,074	23,733,763
Capital grants and contributions	<u>4,270,485</u>	<u>9,653,756</u>	<u>5,711,584</u>	<u>13,521,203</u>	<u>7,199,579</u>	<u>27,165,717</u>	<u>12,399,644</u>	<u>9,200,892</u>	<u>4,403,430</u>	<u>3,022,403</u>
Total governmental activities program revenues	<u>37,099,820</u>	<u>46,325,401</u>	<u>38,179,199</u>	<u>47,435,850</u>	<u>45,167,369</u>	<u>65,153,465</u>	<u>49,973,193</u>	<u>48,153,532</u>	<u>44,428,180</u>	<u>50,118,834</u>
Business-type activities										
Charges for services:										
Municipal and Regional Airports	6,202,481	6,291,485	6,183,233	6,635,056	7,103,457	7,555,898	7,967,886	9,091,820	9,833,275	8,564,049
Water and Sewerage	37,952,957	35,385,428	36,894,698	38,420,146	45,695,302	56,108,108	58,589,864	56,502,400	58,517,927	58,177,800
Convention Center Hotel	-	-	-	-	-	-	-	4,674,048	(1) 11,018,851	11,141,947
Shreveport Area Transit System	2,438,339	2,405,553	2,060,173	1,987,715	1,968,562	2,050,464	2,179,884	2,380,408	2,545,666	2,583,705
Golf	1,280,664	1,357,923	1,307,630	1,197,848	989,289	1,383,371	1,446,980	1,372,161	1,374,572	1,196,859
Downtown Parking	460,909	510,825	657,619	676,890	598,239	551,857	577,620	596,426	630,648	623,988
Operating grants and contributions	2,278,871	2,627,499	3,014,352	2,861,410	3,824,635	2,750,760	4,288,852	3,489,645	5,068,237	5,490,761
Capital grants and contributions	<u>8,792,078</u>	<u>7,687,141</u>	<u>6,868,899</u>	<u>15,724,693</u>	<u>14,793,291</u>	<u>9,044,417</u>	<u>14,997,350</u>	<u>13,301,924</u>	<u>8,477,153</u>	<u>13,796,684</u>
Total business-type activities program revenues	<u>59,406,299</u>	<u>56,265,854</u>	<u>56,986,604</u>	<u>67,503,758</u>	<u>74,972,775</u>	<u>79,444,875</u>	<u>90,048,436</u>	<u>91,408,832</u>	<u>97,466,329</u>	<u>101,575,793</u>
Total primary government program revenues	<u>\$ 96,506,119</u>	<u>\$ 102,591,255</u>	<u>\$ 95,165,803</u>	<u>\$ 114,939,608</u>	<u>\$ 120,140,144</u>	<u>\$ 144,598,340</u>	<u>\$ 140,021,629</u>	<u>\$ 139,562,364</u>	<u>\$ 141,894,509</u>	<u>\$ 151,694,627</u>
Net(Expense) Revenue										
Governmental activities	\$ (133,353,030)	\$ (128,416,531)	\$ (140,234,466)	\$ (140,689,504)	\$ (164,574,932)	\$ (138,187,127)	\$ (178,352,116)	\$ (200,370,819)	\$ (208,345,285)	\$ (206,637,372)
Business-type activities	<u>5,161,997</u>	<u>505,095</u>	<u>(2,133,561)</u>	<u>6,626,537</u>	<u>10,209,689</u>	<u>10,982,128</u>	<u>8,420,431</u>	<u>1,447,478</u>	<u>(2,533,242)</u>	<u>2,969,504</u>
Total primary government net expense	<u>\$ (128,191,033)</u>	<u>\$ (127,911,436)</u>	<u>\$ (142,368,027)</u>	<u>\$ (134,062,967)</u>	<u>\$ (154,365,243)</u>	<u>\$ (127,204,999)</u>	<u>\$ (169,931,685)</u>	<u>\$ (198,923,341)</u>	<u>\$ (210,878,527)</u>	<u>\$ (203,667,868)</u>

(1) Opened in 2007

(continued)

CITY OF SHREVEPORT, LOUISIANA
CHANGES IN NET ASSETS, LAST TEN YEARS
(accrual basis of accounting)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Taxes:										
Property taxes	\$ 45,577,546	\$ 47,142,092	\$ 47,838,744	\$ 48,929,547	\$ 51,007,550	\$ 51,498,165	\$ 54,196,554	\$ 54,192,772	\$ 57,452,405	\$ 58,542,857
Sales taxes	75,574,131	75,481,654	75,971,486	82,343,007	87,911,418	93,713,711	109,163,966	105,404,839	109,226,148	105,947,678
Franchise taxes	6,570,678	7,086,954	6,351,685	6,858,781	6,924,341	7,648,385	7,635,287	7,749,311	7,914,581	7,290,551
Occupational licenses	5,140,510	5,517,782	5,872,509	5,752,899	5,892,082	6,233,140	6,276,736	6,597,061	6,549,432	6,659,033
Gaming	7,209,309	14,819,542	15,052,411	13,754,595	12,891,549	11,617,496	12,273,760	12,366,888	12,931,726	12,931,910
Unrestricted grants and contributions	2,194,244	1,846,462	1,697,191	1,614,228	2,932,256	3,246,134	3,878,809	3,677,032	3,368,399	3,961,292
Investment earnings	13,751,278	11,000,534	6,145,817	5,094,309	3,840,636	4,289,082	5,124,099	5,568,888	4,115,495	1,163,022
Miscellaneous	4,618,887	3,528,956	4,269,479	10,004,905	3,493,196	4,495,820	4,133,123	3,554,655	3,653,651	10,833,738
Transfers	(3,298,051)	(2,679,269)	(2,900,527)	(2,941,669)	(3,982,341)	(3,906,539)	(3,328,336)	(5,469,109)	(5,052,569)	(4,285,799)
Total governmental activities	<u>157,338,532</u>	<u>163,744,707</u>	<u>160,298,795</u>	<u>171,410,602</u>	<u>170,910,687</u>	<u>178,835,394</u>	<u>199,353,998</u>	<u>193,642,337</u>	<u>200,159,268</u>	<u>203,044,282</u>
Business-type activities:										
Investment earnings	4,844,613	3,160,212	1,642,281	972,706	731,051	2,764,454	6,112,293	5,249,324	101,819	2,580,624
Miscellaneous	-	-	-	-	-	-	-	-	-	795,942
Transfers	<u>3,298,051</u>	<u>2,679,269</u>	<u>2,900,527</u>	<u>2,941,669</u>	<u>3,982,341</u>	<u>3,906,539</u>	<u>3,328,336</u>	<u>5,469,109</u>	<u>5,052,569</u>	<u>4,285,799</u>
Total business-type activities	<u>8,142,664</u>	<u>5,839,481</u>	<u>4,542,808</u>	<u>3,914,375</u>	<u>4,713,392</u>	<u>6,670,993</u>	<u>9,440,629</u>	<u>10,718,433</u>	<u>5,154,388</u>	<u>7,662,365</u>
Total primary government	<u>\$ 165,481,196</u>	<u>\$ 169,584,188</u>	<u>\$ 164,841,603</u>	<u>\$ 175,324,977</u>	<u>\$ 175,624,079</u>	<u>\$ 185,506,387</u>	<u>\$ 208,794,627</u>	<u>\$ 204,360,770</u>	<u>\$ 205,313,656</u>	<u>\$ 210,706,647</u>
Change in Net Assets										
Governmental activities	\$ 23,985,502	\$ 35,328,176	\$ 20,064,329	\$ 30,721,098	\$ 6,355,755	\$ 40,648,267	\$ 21,001,882	\$ (6,728,482)	\$ (8,186,017)	\$ (3,593,090)
Business-type activities	<u>13,304,661</u>	<u>6,344,576</u>	<u>2,409,247</u>	<u>10,540,912</u>	<u>14,923,081</u>	<u>17,653,121</u>	<u>17,861,060</u>	<u>12,165,911</u>	<u>2,621,146</u>	<u>10,631,869</u>
Total primary government	<u>\$ 37,290,163</u>	<u>\$ 41,672,752</u>	<u>\$ 22,473,576</u>	<u>\$ 41,262,010</u>	<u>\$ 21,278,836</u>	<u>\$ 58,301,388</u>	<u>\$ 38,862,942</u>	<u>\$ 5,437,429</u>	<u>\$ (5,564,871)</u>	<u>\$ 7,038,779</u>

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
 FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TEN YEARS
 (modified accrual basis of accounting)

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Fund										
Reserved/Designated	\$ 4,191,127	\$ 3,041,473	\$ 3,268,357	\$ 3,092,599	\$ 4,721,106	\$ 3,660,795	\$ 9,502,791	\$ 7,610,536	\$ 7,510,208	\$ 6,722,308
Unreserved	<u>8,565,785</u>	<u>9,077,939</u>	<u>8,565,714</u>	<u>9,937,233</u>	<u>10,454,961</u>	<u>13,815,804</u>	<u>10,327,081</u>	<u>5,224,682</u>	<u>3,009,981</u>	<u>13,930,927</u>
Total General Fund	<u>\$ 12,756,912</u>	<u>\$ 12,119,412</u>	<u>\$ 11,834,071</u>	<u>\$ 13,029,832</u>	<u>\$ 15,176,067</u>	<u>\$ 17,476,599</u>	<u>\$ 19,829,872</u>	<u>\$ 12,835,218</u>	<u>\$ 10,520,189</u>	<u>\$ 20,653,235</u>
All Other Governmental Funds										
Reserved	\$ 50,995,311	\$ 115,130,828	\$ 123,238,342	\$ 141,585,098	\$ 83,314,849	\$ 88,598,046	\$ 67,233,427	\$ 62,096,555	\$ 66,119,571	\$ 71,705,730
Unreserved, reported in:										
Special revenue funds	5,796,904	7,907,059	7,819,641	6,322,038	2,934,920	2,234,205	2,750,223	715,567	1,717,692	670,554
Capital project funds	<u>139,886,153</u>	<u>89,317,228</u>	<u>68,932,622</u>	<u>77,124,069</u>	<u>80,038,721</u>	<u>26,185,480</u>	<u>36,863,363</u>	<u>38,569,550</u>	<u>31,993,102</u>	<u>25,122,715</u>
Total all other governmental funds	<u>\$ 196,678,368</u>	<u>\$ 212,355,115</u>	<u>\$ 199,990,605</u>	<u>\$ 225,031,205</u>	<u>\$ 166,288,490</u>	<u>\$ 117,017,731</u>	<u>\$ 106,847,013</u>	<u>\$ 101,381,672</u>	<u>\$ 99,830,365</u>	<u>\$ 97,498,999</u>

Unaudited - see accompanying independent accountants' report.



CITY OF SHREVEPORT, LOUISIANA
 CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TEN YEARS
 (modified accrual basis of accounting)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Revenues										
Taxes	\$ 126,601,642	\$ 130,797,660	\$ 129,350,141	\$ 138,588,656	\$ 144,861,587	\$ 153,389,462	\$ 170,919,781	\$ 168,009,381	\$ 173,109,183	\$ 171,405,070
Licenses and permits	6,327,862	6,590,052	7,024,635	6,905,770	7,600,397	8,211,268	8,144,443	8,755,409	8,379,559	8,591,789
Intergovernmental	19,350,829	22,772,010	17,202,092	18,066,364	25,172,181	26,272,456	22,112,233	21,710,733	24,240,070	27,747,701
Charges for services	16,321,194	15,308,068	16,481,825	17,706,972	19,241,503	20,635,745	20,184,618	19,251,533	18,681,539	21,992,151
Fines and forfeitures	2,888,110	3,051,065	2,533,660	2,839,434	2,799,844	3,231,362	3,555,633	3,462,609	3,319,902	3,460,862
Gaming	7,209,309	14,819,542	15,052,411	13,754,595	12,891,549	11,617,496	12,273,760	12,366,888	12,931,726	12,931,910
Investment earnings	13,138,178	9,595,427	5,793,620	4,953,583	3,694,378	3,938,911	4,423,360	4,780,092	3,257,053	949,243
Miscellaneous	4,618,887	4,378,278	4,269,479	10,004,905	3,642,621	4,495,820	4,133,123	3,554,655	3,653,651	10,833,738
Total revenues	<u>196,456,011</u>	<u>207,312,102</u>	<u>197,707,863</u>	<u>212,820,279</u>	<u>219,904,060</u>	<u>231,792,520</u>	<u>245,746,951</u>	<u>241,891,300</u>	<u>247,572,683</u>	<u>257,912,464</u>
Expenditures										
General government	31,160,204	26,846,543	24,971,584	27,759,577	33,072,046	32,393,215	38,900,339	37,204,737	34,638,892	30,099,483
Public safety	60,899,205	63,779,843	68,731,189	72,337,147	82,694,307	84,754,554	90,574,313	91,446,018	96,639,536	94,952,030
Public works	27,090,411	27,155,205	28,580,522	25,992,785	33,005,430	30,502,540	34,062,025	36,218,897	37,036,813	35,257,799
Culture and recreation	10,606,983	11,475,437	11,350,929	10,780,702	11,096,644	12,417,996	12,998,481	14,158,892	15,840,773	14,609,505
Health and welfare	674,884	493,450	483,659	359,725	293,575	389,502	431,756	573,832	339,700	209,710
Community development	5,460,123	8,883,571	3,851,432	5,141,498	4,814,883	3,444,802	3,477,313	4,766,654	4,138,744	3,881,994
Economic development	3,328,001	3,558,794	4,703,913	4,770,448	5,073,823	6,151,081	6,823,742	7,030,767	7,670,569	6,504,277
Economic opportunity	2,220,321	2,749,050	3,481,716	2,940,163	4,596,238	5,075,413	3,613,591	2,834,390	3,281,038	6,592,309
Capital outlay	54,992,381	34,853,955	24,117,279	27,194,815	72,154,435	57,465,679	24,414,447	17,058,735	14,117,197	7,210,328
Debt service										
Principal	22,581,167	26,360,111	26,100,991	28,233,630	28,278,794	29,908,186	26,517,782	28,128,374	28,764,098	32,309,943
Interest and other charges	16,931,849	16,755,523	16,811,211	15,606,416	15,778,900	14,013,453	14,648,081	13,975,345	12,187,938	13,765,069
Bond issuance cost	548,862	136,360	2,762	750,216	1,048,354	2,584,664	-	52,735	833,170	-
Total expenditures	<u>236,494,391</u>	<u>223,047,842</u>	<u>213,187,187</u>	<u>221,867,122</u>	<u>291,907,429</u>	<u>279,101,085</u>	<u>256,461,870</u>	<u>253,449,376</u>	<u>255,488,468</u>	<u>245,392,447</u>
Excess(deficiency) of revenues over (under) expenditures	<u>(40,038,380)</u>	<u>(15,735,740)</u>	<u>(15,479,324)</u>	<u>(9,046,843)</u>	<u>(72,003,369)</u>	<u>(47,308,565)</u>	<u>(10,714,919)</u>	<u>(11,558,076)</u>	<u>(7,915,785)</u>	<u>12,520,017</u>

(continued)

CITY OF SHREVEPORT, LOUISIANA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN YEARS
(modified accrual basis of accounting)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Other Financing Sources(Uses)										
Bonds issued	-	33,000,000	-	37,000,000	-	-	-	-	-	-
Refunding bonds issued	-	-	-	28,035,000	24,715,000	80,515,000	-	-	52,850,000	-
Premium on bonds issued	-	3,182	-	1,095,891	588,117	7,702,353	-	-	534,977	-
Certificate of indebtedness issued	-	-	-	-	5,375,000	-	-	-	-	-
Discount on certificate of indebtedness issued	-	-	-	-	(53,910)	-	-	-	-	-
Loan proceeds	30,000,000	-	-	182,949	1,295,025	-	-	-	-	-
Capital leases	-	451,074	5,730,000	-	6,107,126	1,973,508	6,185,810	4,292,190	6,187,239	-
Payments to refunded bond escrow agent	-	-	-	(28,088,967)	(24,637,089)	(86,423,980)	-	-	(49,170,198)	-
Swap termination payment	-	-	-	-	-	-	-	-	(1,300,000)	-
Transfers in	37,321,530	28,365,345	28,425,251	34,055,629	39,902,243	31,898,342	32,148,537	31,249,879	31,923,157	27,020,204
Transfers out	(41,119,581)	(31,044,614)	(31,325,778)	(36,997,298)	(37,884,623)	(35,326,885)	(35,436,873)	(36,443,988)	(36,975,726)	(31,738,541)
Total other financing sources(uses)	<u>26,201,949</u>	<u>30,774,987</u>	<u>2,829,473</u>	<u>35,283,204</u>	<u>15,406,889</u>	<u>338,338</u>	<u>2,897,474</u>	<u>(901,919)</u>	<u>4,049,449</u>	<u>(4,718,337)</u>
Net change in fund balances	<u>\$ (4,479,134)</u>	<u>\$ (9,263,393)</u>	<u>\$ (12,906,267)</u>	<u>\$ 19,803,880</u>	<u>\$ 6,360,046</u>	<u>\$ (71,665,031)</u>	<u>\$ (7,817,445)</u>	<u>\$ (12,459,995)</u>	<u>\$ (3,866,336)</u>	<u>\$ 7,801,680</u>
Debt service as a percentage of noncapital expenditures	<u>22.1%</u>	<u>23.0%</u>	<u>22.7%</u>	<u>22.9%</u>	<u>20.5%</u>	<u>21.0%</u>	<u>17.7%</u>	<u>17.8%</u>	<u>17.3%</u>	<u>19.3%</u>

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN YEARS
 (dollars in thousands)

Year Ended December 31	Residential Property	Commercial Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2000	\$ 332,686	\$ 558,627	\$ 898,929	\$ 51.30	\$ 7,527,501	11.94%
2001	337,096	591,604	937,276	51.30	7,888,214	11.88
2002	345,120	593,431	946,648	51.30	8,137,516	11.63
2003	357,203	601,009	964,939	51.30	8,253,849	11.69
2004	455,083	641,799	1,105,691	46.64	9,637,710	11.47
2005	468,149	641,769	1,118,623	46.64	9,787,609	11.43
2006	486,846	673,164	1,169,282	46.64	10,244,280	11.41
2007	501,981	671,729	1,182,038	46.64	10,363,476	11.41
2008	571,963	729,434	1,311,664	44.54	11,589,120	11.32
2009	582,832	735,357	1,330,039	(1) 44.54	11,781,298	11.19

Note:

Assessed values are established by the Caddo Parish Tax Assessor on January 1 of each year at approximately 10-25% of assumed market value. A revaluation of all property is required to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2008. The next revaluation will be completed as of January 1, 2012 for the 2012 tax roll. Tax rates are per \$1,000 of assessed value.

(1) Included in the total assessed value of property within the City is \$11,851 of assessed value that has been adjudicated to Caddo and Bossier parish.

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(rate per \$1,000 of assessed value)
LAST TEN YEARS

Year Ended December 31,	City Direct Rates									Overlapping Rates		
	Debt Service (1)	General Alimony (2)	Police Three-Platoon System (2)	Police and Fire Uniforms and Equipment (3)	Salary & Wage Schedule (3)	Street Improvements (3)	Employee Benefits (3)	Parks and Recreational Facilities (3)	Total Direct Debt	School Board	Parish	Total
2000	\$ 30.54	\$ 12.13	\$ 1.73	\$ 1.31	\$ 1.31	\$ 1.31	\$ 1.99	\$ 0.98	\$ 51.30	\$ 85.63	\$ 38.95	\$ 175.88
2001	30.54	12.13	1.73	1.31	1.31	1.31	1.99	0.98	51.30	86.03	40.16	177.49
2002	30.54	12.13	1.73	1.31	1.31	1.31	1.99	0.98	51.30	87.27	40.40	178.97
2003	30.54	12.13	1.73	1.31	1.31	1.31	1.99	0.98	51.30	87.27	40.40	178.97
2004	27.82	10.99	1.57	1.19	1.19	1.19	1.80	0.89	46.64	87.27	36.58	170.49
2005	27.82	10.99	1.57	1.19	1.19	1.19	1.80	0.89	46.64	81.73	37.31	165.68
2006	27.82	10.99	1.57	1.19	1.19	1.19	1.80	0.89	46.64	81.73	37.31	165.68
2007	27.82	10.99	1.57	1.19	1.19	1.19	1.80	0.89	46.64	80.65	37.31	164.60
2008	26.56	10.49	1.50	1.14	1.14	1.14	1.72	0.85	44.54	82.81	37.31	164.66
2009	26.56	10.49	1.50	1.14	1.14	1.14	1.72	0.85	44.54	78.20	38.26	161.00

(1) Political subdivisions in Louisiana are required to levy taxes without limitation at such rates as may be necessary to service general obligation bonds.

(2) City Council is authorized by Louisiana Constitution to levy, after public hearing by a two-thirds affirmative vote, a millage rate of up to, but not in excess of:

- (a) 10.49 mills for General Alimony
- (b) 1.50 mills for Police Three-Platoon System

(3) Special millage approved by referendum and must be reapproved by referendum every five years.
(Last submitted and approved on April 12, 2008).

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	2009			2000		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
AEP Southwestern Electric Power Company	\$ 41,710,270	1	3.2%	\$ 39,653,310	1	4.4%
Bell South	22,531,420	2	1.7	27,359,830	2	3.0
Sam's Town	14,341,200	3	1.1	5,633,930	10	0.6
Regions Bank	11,945,770	4	0.9	6,896,820	7	0.8
Walmart	10,843,830	5	0.8	6,068,340	9	0.7
Calumet Lubricants	9,933,300	6	0.7	24,595,210	3	2.7
Capital One	7,739,420	7	0.6	11,890,140	6	1.3
Centerpoint Energy	6,957,130	8	0.5	6,392,056	8	0.7
Libby Glass	6,249,940	9	0.5	-	-	-
JP Morgan Chase	6,154,880	10	0.5	13,057,020	5	1.5
Lucent Technologies	-	-	-	17,996,530	4	2.0
	<u>\$ 138,407,160</u>		<u>10.5%</u>	<u>\$ 159,543,186</u>		<u>17.7%</u>

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
Property Tax Levies and Collections
Last Ten Years

Year Ended December 31,	Taxes Levied for the Year	Collected within the Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2000	\$ 45,926,818	\$ 28,639,568	62.4%	\$ 16,322,821	\$ 44,962,389	97.9%
2001	48,082,314	25,268,585	52.6	21,731,652	47,000,237	97.7
2002	48,563,087	36,601,835	75.4	10,877,573	47,479,408	97.8
2003	49,501,452	37,818,593	76.4	10,882,652	48,701,245	98.4
2004	51,569,430	36,169,905	70.1	13,464,778	49,634,683	96.2
2005	52,172,566	36,329,211	69.6	14,812,227	51,141,438	98.0
2006	54,535,297	41,076,693	75.3	12,235,741	53,312,434	97.8
2007	55,130,275	44,426,316	80.6	9,797,511	54,223,827	98.4
2008	58,421,540	41,480,921	71.0	15,230,718	56,711,639	97.1
2009	59,236,967	41,889,578	70.7	-	41,889,578	70.7

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
TAXABLE SALES BY CATEGORY
LAST TEN YEARS
(dollars in thousands)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Motor vehicle dealers	\$ 348,135	\$ 321,093	\$ 325,579	\$ 340,389	\$ 351,422	\$ 339,595	\$ 355,024	\$ 355,111	\$ 352,186	\$ 296,797
Restaurant, food services and drinking places	224,549	232,057	239,940	248,425	262,048	291,080	304,988	324,109	350,012	349,599
Discount stores	237,292	262,908	257,443	255,244	260,352	275,136	278,608	298,463	344,308	344,958
Grocery Stores	284,401	268,036	265,961	234,162	237,239	263,986	348,106	303,178	311,557	313,897
Department Stores	97,399	103,535	111,484	115,458	109,464	120,492	125,978	131,233	129,234	125,391
Miscellaneous general merchandise stores	71,175	75,274	80,087	98,653	103,400	115,262	121,428	126,020	132,498	134,135
Drug stores	87,128	95,492	109,505	102,311	103,356	112,727	133,956	125,768	122,707	121,495
Lumber and other building materials dealers	77,791	77,695	84,181	84,413	85,399	107,622	116,530	119,006	122,095	116,038
Wholesale - machinery, equipment and supplies	112,502	115,610	87,683	80,867	97,386	99,437	116,671	138,445	141,943	135,353
Wholesale - professional and commercial equipment	90,479	81,380	83,457	78,290	93,883	89,856	96,333	111,632	119,797	124,317
All others	<u>1,379,544</u>	<u>1,428,339</u>	<u>1,428,663</u>	<u>1,340,388</u>	<u>1,420,858</u>	<u>1,564,908</u>	<u>1,906,431</u>	<u>1,791,539</u>	<u>1,793,876</u>	<u>1,830,375</u>
Total	<u>\$ 3,010,395</u>	<u>\$ 3,061,419</u>	<u>\$ 3,073,983</u>	<u>\$ 2,978,600</u>	<u>\$ 3,124,807</u>	<u>\$ 3,380,101</u>	<u>\$ 3,904,053</u>	<u>\$ 3,824,504</u>	<u>\$ 3,920,213</u>	<u>\$ 3,892,355</u>
City sales tax rate	2.50%	2.50%	2.50%	2.75%	2.75%	2.75%	2.75%	2.75%	2.75%	2.75%

Source: Caddo-Shreveport Sales and Use Tax Commission

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
 DIRECT AND OVERLAPPING SALES TAX RATES
 LAST TEN YEARS

<u>Year</u>	<u>City of Shreveport</u>	<u>Caddo Parish School Board</u>	<u>Caddo Law Enforcement District</u>	<u>State of Louisiana</u>	<u>Total Rate</u>
2000	2.50%	1.50%	0.25%	4.00%	8.25%
2001	2.50	1.50	0.25	4.00	8.25
2002	2.50	1.50	0.25	4.00	8.25
2003	2.75	1.50	0.35	4.00	8.60
2004	2.75	1.50	0.35	4.00	8.60
2005	2.75	1.50	0.35	4.00	8.60
2006	2.75	1.50	0.35	4.00	8.60
2007	2.75	1.50	0.35	4.00	8.60
2008	2.75	1.50	0.35	4.00	8.60
2009	2.75	1.50	0.35	4.00	8.60

Source: Caddo-Shreveport Sales and Use Tax Commission

Note: The City's sales tax rate may be changed with voter approval.

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
SALES TAX REVENUE PAYERS BY INDUSTRY
LAST FIVE YEARS

	2005		2006		2007		2008		2009	
	Tax Liability	Percent of Total	Tax Liability	Percent of Total	Tax Liability	Percent of Total	Tax Liability	Percent of Total	Tax Liability	Percent of Total
Retail trade	\$ 60,578,674	64.73%	\$ 66,506,787	61.34%	\$ 66,868,050	62.85%	\$ 69,134,367	63.23%	\$ 67,052,000	62.64%
Services	13,917,994	14.87	20,304,523	18.73	15,769,308	14.82	16,295,689	14.90	16,273,181	15.20
Wholesale Trade	14,067,681	15.03	15,349,862	14.16	16,838,019	15.83	17,444,320	15.95	16,311,724	15.24
Transportation, communications, electric, and gas	1,432,004	1.53	1,888,073	1.74	1,324,469	1.24	1,435,385	1.31	1,412,211	1.32
Manufacturing	1,462,985	1.56	1,882,685	1.74	3,091,773	2.91	1,705,805	1.56	1,548,868	1.45
Other	1,025,558	1.10	1,167,014	1.08	926,510	0.87	1,015,865	0.93	2,438,234	2.28
Construction	648,660	0.69	784,227	0.71	860,171	0.80	1,064,320	0.97	1,111,438	1.04
Mining	118,994	0.13	210,743	0.19	378,032	0.36	901,043	0.82	555,957	0.52
Finance, insurance, and real estate	210,709	0.23	205,302	0.19	190,785	0.18	192,309	0.18	184,351	0.17
Agricultural	79,894	0.09	83,760	0.08	93,873	0.09	104,004	0.10	100,890	0.09
Government	38,735	0.04	45,990	0.04	50,178	0.05	50,545	0.05	50,907	0.05
Total	\$ 93,581,888	100.00%	\$ 108,428,966	100.00%	\$ 106,391,168	100.00%	\$ 109,343,652	100.00%	\$ 107,039,761	100.00%

Source: Caddo-Shreveport Sales and Use Tax Commission

Note: Due to confidentiality issues, the names of the 10 largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue. The amounts shown are gross collections prior to refunds and collections of amounts due from prior years. Years 2005, 2006, 2007, 2008 and 2009 are the most recent years for which data are available.

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
Ratios of Outstanding Debt by Type
Last Ten Years
(dollars in thousands, except per capita)

Year	Governmental Activities				Business-type Activities						Total Primary Government	Percentage of Personal Income	City Per Capita
	General Obligation Bonds	Certificates of Indebtedness	Loans and Notes	Capital Leases	Municipal and Regional Airports Revenue Bonds	Municipal and Regional Airports Loan	Water and Sewerage Revenue Bonds	Water and Sewerage Loan	Convention Center Hotel Loan	Capital Leases			
2000	\$ 288,091	\$ 51,530	\$ 43,469	\$ 4,250	\$ 25,125	\$ -	\$ 115,306	\$ -	\$ -	\$ -	\$ 527,771	8.3%	\$ 2,637
2001	303,897	47,460	42,580	3,218	24,660	-	117,861	-	-	255	539,931	8.0	2,685
2002	286,717	43,225	41,501	7,698	24,175	-	114,726	-	-	255	518,297	7.5	2,577
2003	306,186	38,785	36,173	5,476	23,665	-	129,201	-	181	210	539,877	7.5	2,671
2004	285,465	41,136	35,306	9,886	23,135	-	154,325	-	1,470	162	550,885	7.2	2,716
2005	263,520	37,884	34,394	9,778	22,580	-	155,107	75,000	42,479	1,170	641,912	8.2	3,163
2006	244,913	34,382	33,437	13,410	22,000	859	153,785	75,000	42,365	845	620,996	7.6	3,061
2007	225,414	30,681	32,430	14,379	21,278	848	179,320	75,000	42,288	602	622,240	7.4	3,063
2008	205,408	26,794	33,580	17,447	-	38,194	166,283	75,000	39,591	1,564	603,861	7.1	3,019
2009	183,830	22,722	31,852	12,692	-	37,176	152,641	50,000	39,543	1,153	531,609	N/A	2,652

149

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.
See the Schedule of Demographic and Economic Statistics for personal income and population data.

N/A Statistical information is not available.

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
Ratios of General Bonded Debt Outstanding
Last Ten Years
(dollars in thousands, except per capita)

<u>Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Available in Debt Service Fund</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property</u>	<u>City Per Capita</u>
2000	\$ 288,091	\$ 28,977	\$ 259,114	3.44%	\$ 1,295
2001	303,897	33,983	269,914	3.42	1,342
2002	286,717	37,298	249,419	3.07	1,240
2003	306,186	42,480	263,706	3.19	1,305
2004	285,465	44,616	240,849	2.50	1,187
2005	263,520	40,239	223,281	2.28	1,100
2006	244,913	44,276	200,637	1.96	989
2007	225,414	48,460	176,954	1.71	871
2008	205,408	55,879	149,529	1.29	748
2009	183,830	58,867	124,963	1.06	623

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.
See the Schedule of Assessed and Actual Value of Taxable Property for property value data.
See the Schedule of Demographics and Economic Statistics for population data.

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
 Direct and Overlapping Governmental Activities Debt
 As of December 31, 2009
 (dollars in thousands)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Debt repaid with property taxes			
Caddo Parish Commission	\$ 30,070	74.05%	\$ 22,267
Caddo Parish School Board	115,430	74.05	85,476
Subtotal, Overlapping Debt			107,743
City direct debt			251,096
Total direct and overlapping debt			\$ 358,839

Sources: Assessed value data used to estimate applicable percentages provided by the Caddo Parish Tax Assessor.
 Debt outstanding data provided by each governmental unit.

Notes: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City'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 taxable assessed property values. Applicable percentages were estimated by determining the portion of the Commission and School Board's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.

Unaudited - see accompanying independent accountants' report.

LEGAL DEBT MARGIN INFORMATION
 LAST TEN YEARS
 (dollars in thousands)

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Debt limit	\$ 314,625	\$ 328,047	\$ 331,330	\$ 337,729	\$ 386,992	\$ 391,518	\$ 409,249	\$ 413,713	\$ 459,083	\$ 465,514
Total debt applicable to limit	<u>258,857</u>	<u>278,642</u>	<u>264,673</u>	<u>287,762</u>	<u>272,730</u>	<u>254,487</u>	<u>237,602</u>	<u>220,716</u>	<u>202,147</u>	<u>183,110</u>
Legal debt margin	<u>\$ 55,768</u>	<u>\$ 49,405</u>	<u>\$ 66,657</u>	<u>\$ 49,967</u>	<u>\$ 114,262</u>	<u>\$ 137,031</u>	<u>\$ 171,647</u>	<u>\$ 192,997</u>	<u>\$ 256,936</u>	<u>\$ 282,404</u>
Total debt applicable to the limit as a percentage of debt limit	82.27%	84.94%	79.88%	85.21%	70.47%	65.00%	58.06%	53.35%	44.03%	39.34%

Legal Debt Margin Calculation for Fiscal Year 2009

Assessed value	\$ 1,330,039
Debt limit (35% of total assessed value)	465,514
Debt applicable to limit:	
General obligation bonds	<u>183,110</u>
Legal debt margin	<u>\$ 282,404</u>

State law allows a maximum of 10% of the assessed valuation for bonded debt for any purpose. However, the 10% maximum can be exceeded if the aggregate issued for all purposes does not exceed 35% of the total assessed valuations.

Unaudited - see accompanying independent accountants' report.

WATER AND SEWERAGE
 PLEDGED REVENUE COVERAGE
 LAST TEN YEARS

Year	Gross Revenues(1)	Less: Operating Expenses(2)	Net Available Revenue	Debt Service (3)			Coverage
				Principal	Interest	Total	
2000	\$ 41,984,620	\$ 22,064,086	\$ 19,920,534	\$ 4,351,300	\$ 3,064,987	\$ 7,416,287	2.69
2001	37,994,398	24,424,890	13,569,508	4,658,766	3,038,722	7,697,488	1.76
2002	38,582,686	27,804,941	10,777,745	5,267,979	2,275,652	7,543,631	1.43
2003	39,359,740	27,041,477	12,318,263	6,010,064	1,973,357	7,983,421	1.54
2004	47,331,098	28,726,157	18,604,941	7,065,796	2,401,669	9,467,465	1.97
2005	57,713,962	30,578,978	27,134,984	10,982,563	4,438,531	15,421,094	1.76
2006	63,131,449	36,874,335	26,257,114	11,782,506	4,766,703	16,549,209	1.59
2007	60,876,054	35,987,039	24,889,015	12,370,601	5,079,611	17,450,212	1.43
2008	60,944,320	38,219,466	22,724,854	12,755,277	4,759,719	17,514,996	1.30
2009	61,716,878	35,957,338	25,759,540	11,362,709	4,000,153	15,362,862	1.68

(1) Includes operating revenues, interest income, changes in fair value of investments and intergovernmental revenues.

(2) Before depreciation and amortization expenses and after transfers out.

(3) Based on average annual debt service.

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
MUNICIPAL AND REGIONAL AIRPORTS
PLEDGED REVENUE COVERAGE
LAST TEN YEARS

Year	Gross Revenues(1)	Less: Operating Expenses(2)	Net Available Revenue	Unrestricted Operating Reserve (Deficit) (6)	Net Resources Available For Debt Service	Debt Service (3 & 4)			Coverage
						Principal	Interest	Total	
2000	\$ 6,997,236	\$ 5,143,977	\$ 1,853,259	\$ 2,663,900	\$ 4,517,159	\$ -	\$ 664,766	\$ 664,766	6.80
2001	6,830,601	5,245,607	1,584,994	(514,100)	1,070,894	-	927,204	927,204	1.15
2002	6,756,147	5,648,894	1,107,253	4,362,500	5,469,753	-	967,263	967,263	5.65
2003	7,120,564	6,363,397	757,167	1,869,700	2,626,867	-	596,097	596,097	4.41
2004	7,607,130	6,311,705	1,295,425	956,500	2,251,925	-	470,494	470,494	4.79
2005	8,053,251	6,822,081	1,231,170	138,400	1,369,570	-	478,020	478,020	2.87
2006	9,017,059	7,353,327	1,663,732	1,508,800	3,172,532	-	523,861	523,861	6.06
2007	9,781,072	8,091,628	1,689,444	1,277,800	2,967,244	-	438,199	438,199	6.77
2008	10,180,016 (5)	8,248,357	1,931,659	2,329,500	4,261,159	10,000	930,930	940,930	4.53
2009	8,970,640	8,183,017	787,623	3,315,900	4,103,523	335,000	2,310,257	2,645,257	1.55

(1) Includes operating revenues, interest income, intergovernmental revenues, net fair value adjustment of investments, transfers in and excludes gain on disposal of capital assets, passenger facility charges and associated PFC debt up to the amount of the charges.

(2) Before depreciation and amortization expenses but including transfers out.

(3) Beginning in 2003 the debt service coverage computation was changed to exclude passenger facility charges and associated PFC debt up to the amount of the charges. Years prior to 2003 were recalculated to reflect this change.

(4) Reflects current year debt service expenses.

(5) Excludes swap termination payment of \$3,563,000 and excludes Swaption receipt of \$809,321. These amounts are not normal operating revenue and expense items.

(6) Beginning in 2009, the Unrestricted Operating Reserve was used in the calculation of the Rate Covenant Requirement for the debt service coverage computation. Years prior to 2009 were recalculated to reflect this change to include current year's net revenues as well as the Unrestricted Operating Reserve at Year-Ending.

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
Demographic and Economic Statistics
Last Ten Years

<u>Year</u>	<u>City Population</u>	<u>Caddo Parish Population</u>	<u>Caddo Parish Personal Income (in thousands)</u>	<u>Caddo Parish Per Capita Personal Income</u>	<u>City Unemployment Rate</u>
2000	200,145	251,979	\$ 6,332,480	\$ 25,131	4.9%
2001	201,059	251,298	6,718,410	26,735	7.1
2002	201,100	250,506	6,955,738	27,767	6.6
2003	202,096	250,434	7,233,555	28,884	6.1
2004	202,851	250,158	7,626,067	30,485	5.7
2005	202,938	250,438	7,870,765	31,428	4.7
2006	202,851	251,577	8,128,201	32,309	4.0
2007	203,145	252,716	8,387,644	33,190	4.5
2008	200,031	252,609	8,501,158	33,653	6.8
2009	200,425	N/A	N/A	N/A	7.5

Sources: City population provided by the Treasurer of the State of Louisiana.
Population and personal income for Caddo Parish (which the City resides in) provided by the
Center for Business Research, Louisiana State University in Shreveport.
City unemployment rate provided by Louisiana Department of Labor.

N/A Statistical information is not available.

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
 PRINCIPAL EMPLOYERS
 SHREVEPORT-BOSSIER CITY, METROPOLITAN AREA
 FOR THE YEARS 2009 AND 2000

156

Employer	2009			2000		
	Employees	Rank	Percentage of Area Employment	Employees	Rank	Percentage of Area Employment
State of Louisiana	14,302	1	8.41	7,658	3	4.37
Barksdale Air Force Base	9,018	2	5.30	8,930	1	5.09
Caddo Parish School Board	6,587	3	3.87	7,697	2	4.39
LSU Health Sciences Center	6,094	4	3.58	5,644	4	3.22
Willis Knighton Health System	5,490	5	3.23	4,150	5	2.37
Bossier Parish School System	2,807	6	1.65	2,499	10	1.43
City of Shreveport	2,758	7	1.62	2,808	6	1.60
Christus Schumpert Health System	2,018	8	1.19	2,500	9	1.43
Harrah's	2,000	9	1.18	2,645	7	1.51
U.S. Support	1,618	10	0.95	-	-	-
General Motors	-		-	2,541	8	1.45
Total	<u>52,692</u>		<u>30.98</u>	<u>47,072</u>		<u>26.86</u>

Source: Center for Business Research, Louisiana State University in Shreveport

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
 FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
 LAST TEN YEARS

Function/Program	Full-time Equivalent Employees as of December 31									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General government	275	275	274	268	264	265	265	274	272	276
Public safety	1,261	1,268	1,292	1,299	1,275	1,305	1,320	1,316	1,348	1,356
Public works	505	489	476	460	431	429	431	422	426	401
Culture and recreation	294	287	276	252	258	264	264	268	252	244
Health and welfare	2	2	2	2	2	2	2	2	2	2
Community development	26	18	16	13	10	10	10	10	10	9
Economic development	15	15	15	10	11	11	10	11	13	11
Economic opportunity	32	30	29	29	34	35	34	35	35	35
Municipal and Regional Airports	61	69	76	77	78	78	82	80	82	82
Water and Sewerage	303	271	279	287	303	303	303	310	320	317
Convention Center Hotel (1)	-	-	-	-	-	-	-	-	-	-
Shreveport Area Transit System (1)	-	-	-	-	-	-	-	-	-	-
Golf	34	34	31	30	30	29	30	30	30	25
Downtown Parking (1)	-	-	-	-	-	-	-	-	-	-
Total	2,808	2,758	2,766	2,727	2,696	2,731	2,751	2,758	2,790	2,758

(1) Managed through contracts operated by non-City employees.

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
OPERATING INDICATORS BY FUNCTION
LAST TEN YEARS

Function/Program	Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General government										
Property standards inspections made	28,000	26,000	27,000	39,360	43,021	46,000	46,000	30,600	30,800	30,000
Lots cut	14,201	14,108	14,701	11,182	11,182	10,000	10,000	6,739	9,700	8,600
Public safety										
Prisoners booked in City jail	16,000	11,740	9,500	9,668	5,421	11,000	12,400	12,721	13,500	14,000
Offense reports processed	51,000	47,435	49,583	46,635	46,900	47,300	29,678	30,000	30,000	30,300
Traffic citations issued	38,004	40,426	42,884	43,000	42,973	43,000	43,000	40,000	40,000	43,500
Fires reported	1,600	1,603	1,580	1,600	1,573	1,575	1,730	1,431	1,473	1,493
Fire responses	29,900	31,780	32,523	33,459	33,795	33,800	33,800	36,000	35,500	35,500
Fire inspections	19,500	16,048	14,691	15,160	11,998	15,000	15,000	15,000	15,000	17,000
EMS responses	23,292	22,700	24,288	23,214	23,214	24,300	25,000	25,573	25,506	26,271
Public works										
Refuse collected (tons)	137,200	137,200	137,400	136,600	137,400	135,600	141,000	135,600	137,400	135,600
Building permits issued	7,074	6,026	6,400	4,336	4,177	4,274	4,400	3,400	3,200	3,000
Asphalt repairs	2,000	2,000	2,000	2,000	2,000	2,000	1,564	2,000	1,564	1,600
Street resurfacing (miles)	N/A	55	52	52	55	52	52	74	40	25
Culture and recreation										
Events at all facilities	404	288	332	338	355	334	346	291	267	200
Acres of City parks maintained	N/A	20,681	21,171	21,171	21,171	21,171	21,171	23,450	23,450	23,450
Participants in team sports	N/A	6,230	6,500	8,331	8,967	9,500	10,000	9,000	8,935	10,400
Senior program participants	N/A	46,144	52,389	27,520	35,240	37,840	38,000	38,000	37,900	38,000
Community development										
Programs funded	N/A	N/A	N/A	N/A	68	58	52	67	66	58
Economic development										
Housing units assisted	190	270	295	252	245	198	170	169	216	178
Small business loans	N/A	N/A	N/A	N/A	11	10	12	3	-	1
Economic opportunity										
Participants served	1,297	1,593	1,955	1,894	1,879	2,130	4,854	11,943	12,098	14,203
Municipal and Regional Airports										
Capital projects managed	12	12	16	17	20	22	20	15	19	15
Contracts/leases monitored	N/A	N/A	N/A	N/A	251	255	251	261	280	295
Water and Sewerage										
Water treated and pumped per day (MGD)	36	37	35	35	36	39	36	37	37	37
Wastewater treated per day (MGD)	31	31	37	37	37	35	37	37	37	37
Water mains (miles)	1,020	1,030	1,040	1,050	1,060	1,096	1,089	1,100	1,144	1,150
Sewer mains (miles)	1,030	1,040	1,041	1,036	1,050	1,067	1,144	1,150	1,196	1,200
Fire hydrants	6,313	6,350	6,400	6,860	6,900	7,107	7,310	7,350	7,400	7,400
Shreveport Area Transit System										
Passenger trips (thousands)	3,542	3,526	2,852	2,863	2,838	2,932	3,145	3,383	3,400	3,400
Golf										
Golf rounds played	100,000	96,557	94,714	94,663	82,842	90,000	76,200	70,059	62,343	59,700
Downtown Parking										
Citations issued	40,000	40,000	42,000	40,104	42,470	42,000	42,000	42,000	42,000	43,000

Source: City of Shreveport Annual Budget Book

Note - No indicators are available for Health and Welfare or the Convention Center Hotel.

N/A - Statistical information is not available.

Unaudited - see accompanying independent accountants' report.

CITY OF SHREVEPORT, LOUISIANA
CAPITAL ASSETS STATISTICS BY FUNCTION
LAST TEN YEARS

Functions:	Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Public Safety										
Police:										
Station	1	1	1	1	1	1	1	1	1	1
Patrol Units	N/A	N/A	N/A	N/A	N/A	N/A	364	312	302	304
Fire Stations	21	21	21	21	21	21	21	22	22	22
Police and fire academy facility	1	1	1	1	1	1	1	1	1	1
City courts facility	1	1	1	1	1	1	1	1	1	1
Public Works:										
Collection Trucks	57	54	52	52	52	52	52	52	52	54
Streets (miles)	1,563	1,574	1,564	1,564	1,564	1,624	1,998	1,998	1,998	2,000
Street lights	29,649	29,599	29,433	30,125	30,013	29,990	30,085	30,085	30,085	30,100
Traffic signals	N/A	N/A	N/A	N/A	N/A	N/A	350	350	351	351
Culture and recreation										
Parks acreage	3,180	3,181	3,181	1,783	1,783	1,783	1,783	1,783	1,783	1,783
Number of playgrounds	43	43	43	46	46	46	46	46	46	46
Number of picnic areas	34	34	34	42	42	42	42	42	42	42
Swimming pools	11	11	11	11	11	11	11	11	10	10
Tennis courts	29	29	29	29	29	29	29	29	29	29
Community centers	18	19	19	19	19	20	20	20	21	21
Baseball park	1	1	1	1	1	1	1	1	1	1
Multipurpose stadium	1	1	1	1	1	1	1	1	1	1
Auditorium	1	1	1	1	1	1	1	1	1	1
Multicultural center	-	-	-	-	-	1	1	1	1	1
Theater	1	1	1	1	1	1	1	1	1	1
Coliseum	1	1	1	1	1	1	1	1	1	1
Convention center	1	1	1	1	1	1	1	1	1	1
Softball and soccer complex	1	1	1	1	1	1	1	1	1	1
Stage works movie facility	-	-	-	-	-	-	1	1	1	1
Planetariums	1	1	1	1	2	2	2	2	2	2
Hotel	-	-	-	-	-	-	-	1	1	1
Municipal and Regional Airports:										
Number of airports	2	2	2	2	2	2	2	2	2	2
Water and Sewerage:										
Number of water accounts	64,343	65,000	65,000	66,000	66,000	66,500	67,050	67,465	68,000	68,400
Water mains (miles)	1,049	1,054	1,060	1,064	1,072	1,080	1,089	1,097	1,144	1,150
Fire Hydrants	7,120	7,150	7,170	7,200	7,230	7,270	7,310	7,350	7,400	7,400
Maximum daily capacity (thousands of gallons)	40,000	29,000	33,000	80,000	80,000	80,000	80,000	80,000	90,000 (2)	90,000
Number of water storage tanks	14	13	13	13	13	13	13	10 (1)	10	10
Capacity of water storage tanks	35,600,000	35,500,000	35,500,000	35,500,000	35,500,000	35,500,000	35,000,000	35,000,000	35,500,000	35,500,000
Number of sewerage accounts	62,808	62,000	63,000	63,000	63,000	63,500	63,701	63,987	64,000	64,300
Sanitary sewers (miles)	1,018	1,024	1,030	1,036	1,044	1,053	1,063	1,072	1,196	1,200
Storm sewers (miles)	225	227	229	230	231	231	232	233	233	233
Maximum daily treatment capacity (thousands of gallons)	80,000	80,000	80,000	80,000	80,000	80,000	100,000	100,000	100,000	100,000
Golf:										
Number of municipal golf courses	3	3	3	3	3	3	3	3	3	3
Shreveport Area Transit System:										
Number of transit buses	45	45	45	54	47	44	28	46	47	46
Number of transit lifeline vehicles	19	12	12	12	12	12	12	17	13	12

Sources: Various City departments.

Note - No capital asset indicators are available for general government, health and welfare, community development, economic development, economic opportunity, convention center hotel and downtown parking.

(1) Three tanks retired from Capital Asset Records

(2) Amiss Water Treatment Plant improvements

N/A - Statistical information is not available.

Unaudited - see accompanying independent accountants' report.

