

## TABLE OF CONTENTS

Affidavit		
Annual Financial Report Review Checklist		
Management, Discussion and Analyses (MD&A)		1
Statement of Net Assets		1
Statement of Revenues, Expenses, and Changes in Net Assets		2
Simplified Statement of Activities		3
Statement of Cash Flows		4
<u>Notes to the Financial Statement</u>		
A	Summary of Significant Accounting Policies	6
	1. Basis of Presentation	6
	2. Reporting Entity	6
	3. Basis of Accounting	6
	4. Cash Equivalents	7
	5. Investments	7
	6. Inventories	7
	7. Noncurrent Cash and Inventories	7
	8. Capital Assets	7
	9. Deferred Revenues	7
	10. Noncurrent Liabilities	7
	11. Net Assets	7
	12. Classifications of Revenue	8
	13. Scholarship Discounts and Allowances	8
	14. Eliminating Interfund Activity	8
	15. Component Units	8
B	Budgetary Practices	9
C	Deposits with Financial Institutions and Investments	10
D	Accounts Receivable	16
E	Capital Assets	16
F	Collections (Works of Art and Historical Treasures)	18
G	Not Used	18
H	General Fund	18
I	Long-Term Liabilities (Current and Noncurrent Portion)	18
J	Short-Term Debt	19
K	Compensated Absences	19
L	On-Behalf Payments for Fringe Benefits and Salaries	19
M	Contingent Liabilities	19
N	Related Party Transactions	19
O	Violations of Finance-Related Legal or Contractual Provisions	19
P	Leases	20
Q	Net Assets	20
R	Other Postemployment Benefits	20
S	Accounting Changes	21
T	Prior-Year Restatement of Net Assets	22
U	Pledges of Gifts	22
V	Segment Information	22
W	Per Diem Paid Board Members	22
X	Pension Plans	23
Y	Debt Refunding	23
Z	Government-Mandated Nonexchange Transactions (Grants)	23
AA	Donor Restricted Endowments	24
BB	Not Used	24
CC	Disaggregation of Payable Balances	24
DD	Subsequent Events	24
EE	Not Used	24
FF	Impairment of Capital Assets	24
GG	Employee Termination Benefits	24
HH	Revenues - Pledged or Sold (GASB 48)	24
II	Pollution Remediation Obligations	25
JJ	Debt Service Reserves	25
KK	Notes Receivable	25
LL	College Foundations	25
MM	Cash and Cash Equivalents	25
NN	Investments	26
OO	Deferred Revenues	26
PP	Interagency Receivables/Payables	27
QQ	Interagency Revenue/Expense	27



# HEARD MCELROY & VESTAL

LLP  
CERTIFIED PUBLIC ACCOUNTANTS

333 TEXAS STREET  
15TH FLOOR  
SHREVEPORT, LA 71101  
318 429-1525  
318 429-2070 FAX  
POST OFFICE BOX 1607  
SHREVEPORT, LA  
71165-1607

PARTNERS  
SPENCER BERNARD, JR., CPA  
H. Q. GAHAGAN, JR., CPA, APC  
GERALD W. HEDGCOCK, JR., CPA, APC  
TAM B. NIELSEN, CPA, APC  
JOHN W. DEAN, CPA, APC  
MARK D. ELDREDGE, CPA  
ROBERT L. DEAN, CPA  
STEPHEN W. CRAIG, CPA  
ROY E. PRESTWOOD, CPA

A. D. JOHNSON, JR., CPA  
BENJAMIN C. WOODS, CPA/ABV, CPA  
ALICE V. FRAZIER, CPA  
MELISSA D. MITCHAM, CPA, CFP  
OF COUNSEL  
GILBERT R. SHANNEN, JR., CPA  
C. CODY WHITE, JR., CPA, APC  
RON W. STEWART, CPA, APC

August 24, 2009

Bossier Parish Community College,  
A Component Unit of the State of Louisiana  
Bossier City, Louisiana

## Accountants' Compilation Report on Component Unit Financial Statements

We have compiled the basic financial statements of the Bossier Parish Community College, a Component Unit of the State of Louisiana, as of and for the years ended June 20, 2009 and 2008, as listed in the table of contents, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and accordingly, do not express an opinion or any other form of assurance on them.

The format of this annual report is derived from the template provided by the Louisiana Community and Technical Colleges System which, as presented, has certain deviations from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

Our compilation was performed for the purpose of compiling the basic financial statements of the Bossier Parish Community College, a Component Unit of the State of Louisiana as of and for the year ended June 30, 2009 and 2008. The management's discussion and analysis and budgetary comparison information as identified in the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have compiled the supplementary information from information that is the representation of management, without audit or review. Accordingly, we do not express an opinion or any other form of assurance on the supplementary information.

*Heard, McElroy & Vestal, LLP*

# HMV

A PROFESSIONAL SERVICES FIRM  
SHREVEPORT • WEST MONROE

hmrv@hmrvcpa.com E-MAIL  
www.hmrvcpa.com WITH ADDRESS

STATE OF LOUISIANA  
Annual Financial Statement  
Fiscal Year Ending June 30, 2009

Schedule Number

Bossier Parish Community College  
6220 East Texas Street  
Bossier City, Louisiana 71111

Division of Administration  
Office of Statewide Reporting  
and Accounting Policy  
P. O. Box 94095  
Baton Rouge, Louisiana 70804-9095

Legislative Auditor  
P. O. Box 94397  
Baton Rouge, Louisiana 70804-9397

Physical Address:  
1201 N. Third Street  
6<sup>th</sup> Floor, Suite 130  
Baton Rouge, Louisiana 70802

Physical Address:  
1600 N. Third Street  
Baton Rouge, Louisiana 70802

AFFIDAVIT

Personally came and appeared before the undersigned authority, James B. Henderson, Chancellor of Bossier Parish Community College who duly sworn, deposes and says, that the financial statements herewith given present fairly the financial position of Bossier Parish Community College at June 30, 2009 and the results of operations for the year then ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board. Sworn and subscribed before me, this 19<sup>th</sup> day of August, 2009.

Signature of Agency Official

Prepared by: Stacey Crawford

Title: Chief Financial Officer

Telephone No.: (318) 678-6109

Date: August 19, 2009

NOTARY PUBLIC

BRENDA S. JONES, NOTARY PUBLIC  
BOSSIER PARISH, LOUISIANA  
MY COMMISSION IS FOR LIFE

**FY09 - Annual Financial Report Review Checklist**  
**Bossier Parish Community College**

Statement of Net Assets	SRECNA	Simplified	Cash Flow	Notes	General
1 Correct Template (no obvious alterations - no line item or rate deletions)					
2 All amounts entered in whole dollars only - no cents					
3 Prior Year agrees with audited AFR (or restatement in Note T)					
4 Cash and cash equivalents and if applicable investments tie to Note C					
5 Receivables, net ties to Note D					
6 Capital Assets ties to Note E					
7 Accounts payable and accrued liabilities ties to Note CC					
8 Due to / Due from agrees as applicable to the other college's AFR (contact college to verify)					
9 Compensated Absences payable ties to Note I - current and noncurrent					
10 Capital Lease obligations payable ties to Note I - current and noncurrent					
11 Claims and litigation payable ties to Note I - current and noncurrent					
12 Amounts Held in custody for others ties to Note I - current					
13 Bonds Payable ties to Note I - current and noncurrent and Schedule 1-A					
14 OPEB Payable ties to Note I					
15 Verify all beginning balances for Note I tie to Prior Year audited AFR					
16 State Appropriations ties to the warrant checklist (will be provided by Board Office)					
17 Verify depreciation expense ties to Note E, accumulated depreciation, additions					
18 Verify ending net assets ties to beginning net assets (differences should be explained in Note T)					
19 Verify the current year ending net assets ties to the SNA					
20 Ensure beginning net assets agrees to prior year ending net assets and Note T is completed					
21 Total expenses ties to expenses on SRECNA					
22 Change in net assets tie to Increase (decrease) in Net Assets on SRECNA					
23 Verify ending net assets and beginning net assets agree to statements					
24 Net cash provided by operating activities ties to the reconciliation of Net Operating Rev					
25 Cash and cash equivalents at beginning of year ties to prior year ending					
26 Ending cash in current year ties to SNA					
27 Operating income (loss) ties to SRECNA					
28 Note B: Budgeted amounts agree to Joe Marin's schedule - enter as thousands only					
29 Note E: Beginning capital assets, net agrees to audited amount					
30 Note E: Retirements, net agrees to "noncash loss/gain on disposal of capital assets" (Cash Flow) BPC's portion of Retirements, net in Note E agrees to "noncash loss/gain on disposal of capital assets" on the Cash Flow					
31 Note K: Ties to SNA & aunts listed in paragraph ties to chart in note					
32 Note M: Agrees to Agency Summary Form submitted by BSW					
33 Note P: Capital Leases tie to SNA and Schedule 2-C					
34 Note Q: Ties to SNA					
35 Note T: Must be completed even if you did not restate net assets (needed for rollop).					
36 Note EE: Review for reasonableness (if you don't have the R.S. or HB then probably shouldn't be reported here)					
37 Note NN and Note OO - Contact corresponding colleges for agreement as applicable					
38 All remaining notes as applicable tie to SNA (Note D, Note H, Note K, Note LL, Note MM)					
39 Schedule 1-A on Schedule 2-A: Compare to amortization schedule for agreement					
40 Overall review for reasonableness					
41 Foundation Audits included with submission of AFR					
42 Facility Corp Audits included with submission of AFR					
43 Schedule 8's included with submission of AFR					

*Stacey J. Crawford*

Signature of Employee responsible for preparation and review of AFR

8/19/2009

Date

STATE OF LOUISIANA  
BOSSIER PARISH COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MDA)  
FOR THE YEAR ENDED JUNE 30, 2009

The Management's Discussion and Analysis of Bossier Parish Community College's financial performance presents a narrative overview and analysis of Bossier Parish Community College's financial activities for the year ended June 30, 2009. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with Bossier Parish Community College's financial statements, which begin on page 1.

### FINANCIAL HIGHLIGHTS

Bossier Parish Community College's net assets changed from \$3.5 million to \$246 thousand or 93% from June 30, 2008 to June 30, 2009. The overall reason for this change included:

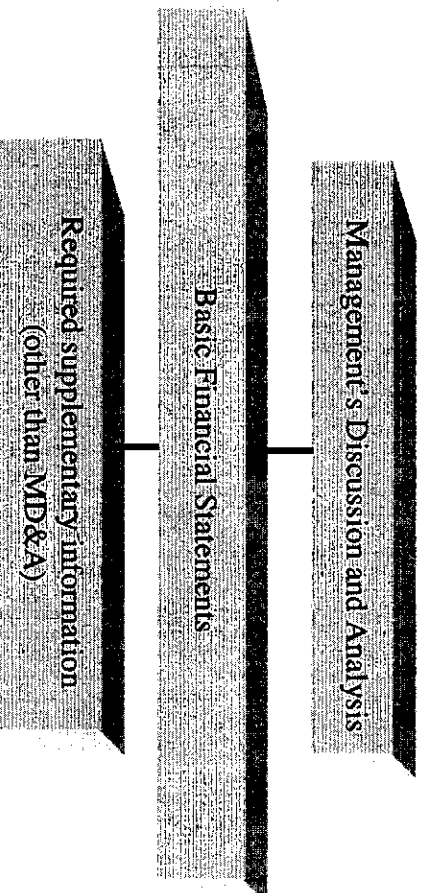
- ◆ Continuing effect of GASB Statement 45 (accounting for other post-employment benefits)
- Average student enrollment decreased slightly from 4,882 to 4,712 from June 30, 2008 to June 30, 2009, a decrease of 3%. The reason for this change is attributed to:
- ◆ The Northwest Louisiana area having not yet been impacted by the national economic downturn which usually leads to an increase in student enrollment.

Bossier Parish Community College's operating revenues changed from \$18.53 million to \$13.32 or 28% from June 30, 2008 to June 30, 2009. Operating expenses changed by 3% to \$40.6 million for the year ended June 30, 2009. The change in the way Pell Grant revenues were reported per instructions from the Office of Statewide Reporting and Accounting Policy is the primary reason for this change.

Normally, non-operating revenues (expenses) fluctuate depending upon levels of state operating and capital appropriations; however, the change to \$19.4 million in 2009 from \$11.7 in 2008 is attributed to the way Pell Grant revenues were reported per instructions from the Office of Statewide Reporting and Accounting Policy.

### OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*.



STATE OF LOUISIANA  
BOSSIER PARISH COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MDA)  
FOR THE YEAR ENDED JUNE 30, 2009

These financial statements consist of three sections - Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and required supplementary information.

### **Basic Financial Statements**

The basic financial statements present information for the Bossier Parish Community College as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Assets (SNA); the Statement of Revenues, Expenses, and Changes in Net Assets (SRECNA); and the Statement of Cash Flows.

The SNA (page 1) presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of the Bossier Parish Community College is improving or deteriorating.

The SRECNA (page 2) presents information showing how Bossier Parish Community College's assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Statement of Cash Flows (pages 4 - 5) presents information showing how Bossier Parish Community College's cash changed as a result of current year operations. The Statement of Cash Flows is prepared using the direct method and includes the reconciliation of operating income (loss) to net cash provided (used) by operating activities (indirect method) as required by GASB 34.

The financial statements provide both long-term and short-term information about Bossier Parish Community College's overall financial status. The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of other supplementary information that further explains and supports the information in the financial statements

Bossier Parish Community College's financial statements are prepared on an accrual basis in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. Under this basis of accounting, revenues are recognized in the period in which they are earned, expenses are recognized in the period in which they are incurred, and depreciation of assets is recognized in the SRECNA. All assets and liabilities associated with the operation of the System are included in the SNA.

STATE OF LOUISIANA  
BOSSIER PARISH COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MDA)  
FOR THE YEAR ENDED JUNE 30, 2009

**FINANCIAL ANALYSIS**

**Comparative Statement of Net Assets**  
(in thousands of dollars)  
as of June 30, 2009 and 2008

	2009	2008 (Restated)	Variance	Percentage Change
<b>Assets</b>				
Current and other assets	\$ 6,943	\$ 5,520	\$ 1,423	26%
Capital assets	55,509	57,519	(2,010)	-3%
Total assets	<u>62,452</u>	<u>63,039</u>	<u>(587)</u>	-1%
<b>Liabilities</b>				
Current liabilities	5,282	4,854	428	9%
Long-term liabilities	56,923	54,659	2,264	4%
Total liabilities	<u>62,205</u>	<u>59,513</u>	<u>2,692</u>	5%
<b>Net assets</b>				
Invested in capital assets, net of related debt	5,709	6,267	(558)	-9%
Restricted	2,830	2,202	628	29%
Unrestricted	<u>(8,292)</u>	<u>(4,942)</u>	<u>(3,350)</u>	68%
Total net assets	<u>\$ 247</u>	<u>\$ 3,527</u>	<u>\$ (3,280)</u>	-93%

This schedule is prepared from Bossier Parish Community College's SNA as shown on page 1, which is presented on an accrual basis of accounting. Significant SNA changes from 2009 include:

The 93% decrease in total net assets is due to a significant decrease in net assets unrestricted, caused by the continuing effect of the reporting of other post-employment benefits (as noted in GASB 45).

Net assets invested in capital assets, net of related debt, consists of capital assets net of accumulated depreciation, reduced by the amount of outstanding indebtedness attributable to the acquisition, construction, or improvement of those assets. Restricted net assets represent those assets that are not available for spending as a result of legislative requirements, donor agreements, or grant requirements. Conversely, unrestricted net assets are those that do not have any limitations on what these amounts may be spent.

STATE OF LOUISIANA  
BOSSIER PARISH COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MDA)  
FOR THE YEAR ENDED JUNE 30, 2009

Statement of Revenues, Expenses  
and Changes in Fund Net Assets  
(in thousands of dollars)

For the Fiscal Year Ended June 30, 2009 and 2008

	2009	2008 (Restated)	Variance	Percentage Change
<b>Operating revenues</b>				
Student tuition and fees, net	\$ 6,968	\$ 6,593	\$ 375	6%
Grants and contracts	3,665	9,299	(5,634)	-61%
Sales and services of educational departments	370	372	(2)	-1%
Auxiliary enterprises, net	1,998	1,977	21	1%
Other	318	294	24	8%
<b>Total operating revenues</b>	<u>13,319</u>	<u>18,535</u>	<u>(5,216)</u>	<u>-28%</u>
<b>Operating expenses</b>				
Education and general:				
Instruction	14,924	12,700	2,224	18%
Public service	1,424	2,182	(758)	-35%
Academic support	3,354	3,656	(302)	-8%
Student services	7,722	7,378	344	5%
Institutional support	3,627	3,782	(155)	-4%
Operations and maintenance of plant	3,415	2,519	896	36%
Depreciation	1,899	1,965	(66)	-3%
Scholarships and fellowships	1,422	1,396	26	2%
Auxiliary enterprises	2,218	3,192	(974)	-31%
Other operating expenses	588	560	28	5%
<b>Total operating expenses</b>	<u>40,593</u>	<u>39,330</u>	<u>1,263</u>	<u>3%</u>
<b>Operating income (loss)</b>	<u>(27,274)</u>	<u>(20,795)</u>	<u>(6,479)</u>	<u>31%</u>
<b>Nonoperating Revenue (Expenses)</b>				
State appropriations	15,754	14,054	1,700	12%
Gifts	-	-	-	#DIV/0!
Federal nonoperating revenues (expenses)	5,959	-	5,959	#DIV/0!
Other nonoperating revenues (expenses)	(2,266)	(2,337)	71	-3%
Net nonoperating revenues (expenses)	<u>19,447</u>	<u>11,717</u>	<u>7,730</u>	<u>66%</u>
<b>Income (loss) before other revenues, exp, gains, losses</b>	(7,827)	(9,078)	1,251	-14%
Capital appropriations	4,396	4,406	(10)	0%
Capital grants and gifts	151	191	(40)	-21%
Additions to permanent endowment	-	-	-	#DIV/0!
Other additions (expenses), net	-	-	-	#DIV/0!
<b>Change in net assets</b>	(3,280)	(4,481)	1,201	-27%
<b>Net assets, beginning of year, restated</b>	3,527	8,008	(4,481)	-56%
<b>Net assets, end of year</b>	<u>\$ 247</u>	<u>\$ 3,527</u>	<u>\$ (3,280)</u>	<u>-93%</u>

Non-operating revenues increased by 66% to \$19.4 million, primarily attributable to the way Pell Grant revenues were reported per instructions from the Office of Statewide Reporting and Accounting Policy. State appropriations changed from \$14.1 million to \$15.8 million due to the college being funded at 100% of the formula level. Bossier Parish Community College's total revenues increased by \$1.3 million or 14%, primarily due to the above noted increase in state appropriations.

STATE OF LOUISIANA  
BOSSIER PARISH COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MDA)  
FOR THE YEAR ENDED JUNE 30, 2009

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

As of June 30, 2009, Bossier Parish Community College had invested approximately \$55.5 million in capital assets, net of accumulated depreciation. This amount represents a net decrease (including additions and disposals, net of depreciation) of approximately \$2 million or 3.5% over the previous fiscal year. More detailed information about the system's capital assets is presented in Note E to the financial statements.

	Bossier Parish Community College Capital Assets, Net of Depreciation (in thousands of dollars) as of June 30, 2009 and 2008			
	2009	2008 (Restated)	Variance	Percentage Change
Land and improvements	\$ 1,600	\$ 1,600	\$ 0	0%
Buildings	52,979	54,783	(1,804)	-3%
Equipment	930	1,136	(206)	-18%
Capitalized collections	0	0	0	#DIV/0!
Construction-in-progress	0	0	0	#DIV/0!
<b>Total</b>	<b>\$ 55,509</b>	<b>\$ 57,519</b>	<b>\$ (2,010)</b>	<b>-3%</b>

This year's major additions included (in thousands):

- ◆ Entertainment stage - \$56
- ◆ Tape Backup Library - \$40

**Debt**

Bossier Parish Community College had \$49.6 million in bonds and notes outstanding at year-end, compared to \$51.25 last year, a decrease of 3.2 % as shown in the table below. The amounts shown below are net of premium/discount related to the bonds.

	Bossier Parish Community College Outstanding Bonds Payable (in thousands of dollars) as of June 30, 2009 and 2008			
	2009	2008 (Restated)	Variance	Percentage Change
Revenue Bonds	\$49,597	\$51,252	(\$1,655)	-3.2%

STATE OF LOUISIANA  
BOSSIER PARISH COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MDA)  
FOR THE YEAR ENDED JUNE 30, 2009

term liabilities and capital leases.

**ECONOMIC FACTORS THAT WILL AFFECT THE FUTURE**

The economic position of Bossier Parish Community College (BPCC) is closely aligned with that of the regional economy. Historically, as the economy slows, enrollment for the college tends to increase, and likewise as the economy expands, enrollment tends to decrease. Growth is also closely correlated with the availability of programs aligned with the demands of the regional economy.

On average, student enrollment decreased slightly during fiscal year 2009 when compared with 2008; however, it is expected to increase in the upcoming fiscal year. Several factors play a role in determining if student enrollment will increase. With the current state of the economy being depressed, coupled with the creation of the innovative Cyber Information Technology program and expansion of health related programs, BPCC is beginning to see an increase in the number of students enrolling for classes. In summer 2009, the college experienced an increase in enrollment of 10% over summer 2008.

As a result of Barksdale Air Force Base recently securing the Air Force Global Strike Command, BPCC could experience an increase in enrollment. The Shreveport-Bossier City area is expected to see an influx of an approximate 700 families due to Air Force Global Strike Command.

Additionally, BPCC is currently seeking approval of its Licensed Practical Nurse to Registered Nurse program. It is anticipated this will occur during the upcoming fiscal year thereby increasing enrollment opportunities for the college and lifelong career opportunities for students.

BPCC currently houses classrooms, laboratories, administrative space, a library, a bookstore, a central plant, a student center, a theatre/auditorium, and a health and physical education complex. With the continuation of the sixth year at the new campus location and the ability to offer innovative and/or accelerated programs such as the Continuum for All Louisiana Learners (CALL) and LCTCS Online, the college will be able to offer a wider variety of services tailored to both traditional and non-traditional students.

The Louisiana Community and Technical College System (LCTCS) currently owns the land for the campus and has leased it to the non-profit corporation, Campus Facilities, Inc. (CFI) under a ground lease for nominal rent. The Louisiana Local Government Environmental Facilities and Community Development Authority (LCDA) has issued tax-exempt bonds and lent the proceeds of the bonds to CFI to design and construct the campus and pay financing costs. CFI has also entered into an equipment lease for certain equipment and furnishings for the college. LCTCS will lease back the completed campus and facilities from CFI under a facilities lease. Rental payments under the facilities lease will be sufficient for CFI to pay debt service on the bonds, make equipment lease payments, and fund a maintenance reserve account. LCTCS will obtain the funds to make rental payments from state appropriations made by the legislature pursuant to a cooperative endeavor agreement between the state, LCTCS, and CFI.

STATE OF LOUISIANA  
BOSSIER PARISH COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MDA)  
FOR THE YEAR ENDED JUNE 30, 2009

In summary, the college anticipates enrollment growth as well as increased degree opportunities in the upcoming fiscal year due to the aforementioned factors.

**CONTACTING BOSSIER PARISH COMMUNITY COLLEGE MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of Bossier Parish Community College's finances and to show Bossier Parish Community College's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Mrs. Stacey T. Crawford, Chief Financial Officer, at Bossier Parish Community College, 6220 E. Texas St., Bossier City, LA 71111, telephone number (318) 678-6109.

STATE OF LOUISIANA  
BOSSIER PARISH COMMUNITY COLLEGE  
STATEMENT OF NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2009

**Assets**

Current Assets

Cash and cash equivalents (Note C)	
Investments (Note C)	
Receivables, net (Note D)	
Pledges receivable	
Due from State Treasury	
Due from Federal Government (Note D)	
Due from LCTCS Colleges/LCTCS	
Inventories	
Deferred charges and prepaid expenses	
Notes receivable	
Other current assets	
<b>Total current assets</b>	

Noncurrent Assets

Restricted assets:	
Cash and cash equivalents (Note C)	
Investments (Note C)	
Accounts Receivable, net (Note D)	
Notes Receivable, net	
Other	
Investments (Note C)	
Pledges receivable	
Notes receivable, net	
Capital assets, net (Note E)	
Other noncurrent assets	
<b>Total noncurrent assets</b>	

**Total assets**

**Liabilities**

Current Liabilities

Accounts payable and accrued liabilities	
Due to State Treasury	
Due to Federal Government	
Due to LCTCS Colleges/LCTCS	
Deferred revenues	
Amounts held in custody for others (Note I)	
Other liabilities	
<b>Current Portion of Noncurrent Liabilities</b>	
Compensated absences payable (Note I)	
Capital lease obligations (Note I)	
Claims and litigation payable (Note I)	
Amounts held in custody for others (Note I)	
Notes payable (Note I)	
Contracts payable (Note I)	
Reimbursement Contracts Payable	
Bonds payable (Note I)	
Other current liabilities	

**Total current liabilities**

Long-term Portion of Noncurrent Liabilities

Compensated absences payable (Note I)	
Capital lease obligations (Note I)	
Claims and litigation payable (Note I)	
Amounts held in custody for others (Note I)	
Notes payable (Note I)	
Contracts payable (Note I)	
Reimbursement Contracts Payable	
OPEB Payable	
Bonds payable (Note I)	
Other noncurrent liabilities	
<b>Total noncurrent liabilities</b>	

**Total liabilities**

**Net Assets**

Invested in capital assets, net of related debt	
Restricted for: Nonexpendable	
Expendable	
Unrestricted	
<b>Total net assets</b>	
<b>Total liabilities and net assets</b>	

2009

2008

\$ 2,178,426

\$ 1,214,565

1,206,056

1,843,099

19,900

239,578

112,604

2,623

582,224

594,967

7,867

7,372

\$ 18,641

\$ 3,902,104

4,125,718

2,363,121

1,518,636

118,786

100,000

55,508,568

57,518,499

335,535

395,535

56,326,010

59,137,135

\$ 62,451,728

\$ 63,039,239

1,839,435

1,913,140

330

1,638,054

1,186,177

49,311

51,454

42,325

42,825

1,700,000

1,660,000

12,615

5,281,740

4,853,926

1,554,426

1,462,696

7,129,602

3,604,438

48,215,000

49,591,693

24,180

54,658,727

56,923,208

59,512,653

\$ 62,204,948

\$ 59,512,653

5,709,306

6,266,906

100,000

100,000

2,729,496

2,102,136

(8,292,022)

(4,942,466)

246,780

3,526,586

\$ 62,451,728

\$ 63,039,239

STATE OF LOUISIANA  
BOSSIER PARISH COMMUNITY COLLEGE  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2009

	<b>2009</b>	<b>2008</b>
<b>Operating Revenues</b>		
Student tuition and fees	\$ 8,900,344	\$ 8,460,214
<sup>1</sup> Less scholarship allowances	(1,931,845)	(1,867,641)
Net student tuition and fees	6,968,499	6,592,573
Gifts received by the foundations <i>(for comp. units only)</i>		
Endowment income <i>(for comp. units only)</i>		
Federal appropriations		
Federal grants and contracts		
State and local grants and contracts	3,158,723	5,383,795
Nongovernmental grants and contracts	506,291	3,299,819
Sales and services of educational departments	369,936	615,295
Hospital income	-	372,186
Auxiliary enterprise revenues, (see note HH for revenue amounts pledged as security for bonds)	2,003,062	1,983,286
<sup>1</sup> Less scholarship allowances	(5,194)	(6,245)
Net auxiliary revenues	1,997,868	1,977,041
Other operating revenues	317,837	294,139
Total operating revenues	<u>\$ 13,319,154</u>	<u>\$ 18,534,848</u>
<b>Operating Expenses</b>		
Education and general:		
Instruction	\$ 14,923,856	\$ 12,699,895
Research		
Public service	1,423,694	2,182,045
Academic support	3,354,181	3,656,593
Student services	7,721,769	7,377,904
Institutional support	3,627,275	3,781,657
Operations and maintenance of plant	3,414,916	2,518,552
Depreciation	1,899,143	1,965,507
Scholarships and fellowships	1,422,196	1,396,025
Auxiliary enterprises	2,217,708	3,192,356
Hospital		
Interagency Expense	85,312	559,819
Other operating expenses	502,979	-
Total operating expenses	<u>\$ 40,593,029</u>	<u>\$ 39,330,353</u>
Operating income (loss)	<u>(27,273,875)</u>	<u>(20,795,505)</u>
<b>Nonoperating Revenues (Expenses)</b>		
State appropriations	\$ 15,754,318	\$ 14,053,966
Gifts		
Federal nonoperating revenues (expenses)	5,958,756	-
Net investment income (loss)	58,895	172,890
Interest expense	(2,459,992)	(2,507,655)
Interagency Revenue	139,496	-
Payments to or on behalf of the university	(4,809)	(2,126)
Other nonoperating revenues (expenses)	19,446,664	11,716,875
Income (loss) before other revenues, exp. gains, losses	<u>(7,827,211)</u>	<u>(9,078,630)</u>
Capital appropriations	4,395,700	4,405,679
Capital grants and gifts	151,705	191,887
Additions to permanent endowments		
Other additions, net		
Extraordinary item - loss on impairment of capital assets	(3,279,806)	(4,481,064)
Increase (decrease) in Net Assets	<u>\$ 3,526,586</u>	<u>\$ 8,007,650</u>
<b>Net assets at the beginning of the year</b>		
<b>Net assets at the end of the year</b>	<u>\$ 246,780</u>	<u>\$ 3,526,586</u>

STATE OF LOUISIANA  
BOSSIER PARISH COMMUNITY COLLEGE  
SIMPLIFIED STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2009

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
	Operating Grants and Contributions	Capital Grants and Contributions		
*	(-)	Charges for Services		Revenue and Changes in Net Assets
Expenses				
System	\$ (43,053,021)	\$ 9,336,303	\$ 3,665,014	\$ 10,506,161
				(19,545,543)
General revenues:				
State appropriations				\$ 15,754,318
Grants and contributions not restricted to specific programs				58,895
Interest				452,524
Miscellaneous				_____
Special items				_____
Extraordinary item - loss on impairment of capital assets				_____
Transfers				_____
Total general revenues, special items, and transfers				16,265,737
Change in net assets				(3,279,806)
Net assets - beginning				3,526,586
Net assets - ending				\$ 246,780

\* Enter in spreadsheet as a negative number.

STATE OF LOUISIANA  
BOSSIER PARISH COMMUNITY COLLEGE  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2009

	2009	2008
<b>Cash flow from operating activities</b>		
Tuition and fees	\$ 4,898,816	\$ 4,638,985
Federal appropriations	2,769,531	8,285,234
Grants and contracts	392,395	372,186
Sales and services of educational departments		
Hospital income	2,066,481	2,051,833
Auxiliary enterprise receipts	(16,737,977)	(16,720,166)
Payments for employee compensation	(4,033,394)	(2,840,027)
Payments for benefits	(641,362)	(596,509)
Payments for utilities	(6,910,995)	(8,039,247)
Payments for supplies and services	(3,596,611)	(3,115,939)
Payments for scholarships and fellowships		
Loans to students		
Collection of loans to students	1,169,365	879,313
Other receipts (payments)		
Net cash provided (used) by operating activities	\$ (20,623,751)	\$ (15,084,337)
<b>Cash flows from non-capital financing activities</b>		
State appropriations	\$ 15,727,827	\$ 14,053,966
Gifts and grants for other than capital purposes	5,647,595	
Private gifts for endowment purposes		
TOPS receipts	430,802	425,438
TOPS disbursements	(446,013)	(429,622)
FEMA receipts		
FEMA disbursements		
Direct lending receipts		
Direct lending disbursements		
Federal Family Education Loan Program receipts	8,922,572	7,885,184
Federal Family Education Loan Program disbursements	(8,919,666)	(7,904,808)
Other receipts (payments)	280,626	635,491
Net cash provided (used) by noncapital financing sources	\$ 21,643,743	\$ 14,675,649
<b>Cash flows from capital financing activities</b>		
Proceeds from capital debt		
Capital appropriations received	\$ 4,675,700	\$ 4,125,679
Capital grants and gifts received	151,705	191,887
Proceeds from sale of capital assets		
Purchases of capital assets	(228,074)	(1,095,709)
Principal paid on capital debt and leases	(1,660,000)	(1,620,000)
Interest paid on capital debt and leases	(2,457,079)	(2,505,679)
Deposit with trustees	262,582	149,708
Other sources		
Net cash provided (used) by capital financing activities	\$ 744,834	\$ (754,114)
<b>Cash flows from investing activities</b>		
Proceeds from sales and maturities of investments	\$ 43,520	\$ 114,117
Interest received on investments		182,276
Purchase of investments		(114,117)
Net cash provided (used) by investing activities	\$ 43,520	\$ 182,276
Net increase (decrease) in cash and cash equivalents	1,808,346	(980,526)
Cash and cash equivalents at beginning of the year	2,733,201	3,713,727
Cash and cash equivalents at the end of the year	\$ 4,541,547	\$ 2,733,201

STATE OF LOUISIANA  
BOSSIER PARISH COMMUNITY COLLEGE  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2009

	2009	2008
<b>Reconciliation of Net Operating Revenues (Expenses) to Net Cash Provided (Used) by Operating Activities</b>		
Operating income (loss)	\$ (27,273,875)	\$ (20,795,505)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:		
Depreciation expense	1,899,143	1,965,507
Changes in assets and liabilities:		
(Increase) decrease in accounts receivables, net	746,740	(452,407)
(Increase) decrease in Inventories	12,643	(33,623)
(Increase) decrease in deferred charges and prepaid expenses	(495)	(765)
(Increase) decrease in notes receivable	-	-
(Increase) decrease in other assets	(74,035)	(156,115)
Increase (decrease) in accounts payable and accrued liabilities	451,877	612,917
Increase (decrease) in deferred revenue	(500)	(5,890)
Increase (decrease) in amounts held in custody for others	89,587	177,106
Increase (decrease) in compensated absences	3,525,164	3,604,438
Increase (decrease) in OPEB payable	-	-
Increase (decrease) in other liabilities	-	-
Net cash provided (used) by operating activities:	<u>\$ (20,623,751)</u>	<u>\$ (15,084,337)</u>
<b>Noncash Investing, Noncapital Financing, and Capital and Related Financing Transactions</b>		
Accretion of discount and amortization or premium on bonds	\$ 6,026	\$ 6,026
Book value of equipment retired	4,808	1,207
	_____	_____
	_____	_____
	_____	_____
<b>Reconciliation of Cash and Cash Equivalents to the Statement of Net Assets</b>		
Cash and cash equivalents classified as current assets	\$ 2,178,426	\$ 1,214,565
Cash and cash equivalents classified as noncurrent assets	2,363,121	1,518,636
	\$ 4,541,547	\$ 2,733,201
	<u>_____</u>	<u>_____</u>

BOSSIER PARISH COMMUNITY COLLEGE  
NOTES TO THE FINANCIAL STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2009

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF PRESENTATION

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. In July of 1984, the GASB issued Statement No. 1, which provided that all statements and interpretations issued by the National Council on Governmental Accounting (NCGA) continue as generally accepted accounting principles until altered, amended, supplemented, revoked or superseded by subsequent GASB pronouncements.

In June 1999, the GASB issued Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. This was followed in November 1999 by GASB Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*. As a component unit of the State of Louisiana, Bossier Parish Community College is required to report its financial statements in accordance with GASBs 34 and 35 as amended by GASBs 37 and 38. The financial statement presentation required by GASBs 34 and 35 provides a comprehensive, entity-wide perspective of the institution's assets, liabilities, net assets, revenues, expenses, changes in net assets, and cash flows, and replaces the fund-group perspective previously required.

GASB Codification Section 2100 has defined the governmental reporting entity to be the State of Louisiana. Therefore, the accompanying financial statements of the university/system contain sub-account information of the various funds of the State of Louisiana. As such, the accompanying financial statements present information only as to the transactions of the programs of the university/system as authorized by Louisiana statutes and administrative regulations.

2. REPORTING ENTITY

Bossier Parish Community College is a publicly supported institution of higher education. Using the criteria established in GASB Statement 14, *The Financial Reporting Entity* as amended by GASB 39, the institution is reported as a discrete component unit of the State of Louisiana since it is legally separate from and is financially accountable to the State.

Annually, the State of Louisiana issues a comprehensive financial report, which includes the activity contained in the accompanying financial statements. The Louisiana Legislative Auditor audits the basic financial statements.

3. BASIS OF ACCOUNTING

For financial reporting purposes, the university/system is considered a special-purpose government engaged in only business-type activities. Accordingly, the institution's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-agency transactions have been eliminated.

The institution has the option to apply all Financial Accounting Standards Board (FASB) pronouncements issued after November 30, 1989, unless FASB conflicts with GASB. The institution has elected not to apply FASB pronouncements issued after the applicable date.

The financial statements of the university/system have been prepared on the accrual basis of accounting.

BOSSIER PARISH COMMUNITY COLLEGE  
NOTES TO THE FINANCIAL STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2009

4. CASH EQUIVALENT

The institution considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

5. INVESTMENTS

The institution accounts for its investments at fair value in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Changes in the carrying value of investments resulting in unrealized gains or losses are reported as a component of investment income in the statement of revenues, expenses, and changes in net assets.

6. INVENTORIES

Inventories are valued at the lower of cost or market (specify any other) on the weighted average basis (specify any other). The institution accounts for its inventories using the consumption method.

7. NONCURRENT CASH AND INVESTMENTS

Cash and investments that are externally restricted to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital or other noncurrent assets, are classified as noncurrent assets in the Statement of Net Assets.

8. CAPITAL ASSETS

Capital assets are reported at cost at the date of acquisition or their estimated fair value at the date of donation. For movable property, the institution's capitalization policy includes all items with a unit cost of \$5,000 or more and an estimated useful life greater than one year. Renovations to buildings, infrastructure, and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense is incurred. Depreciation is computed using the straight-line method over the estimated useful life of the assets, generally 40 years for buildings and infrastructure, 20 years for depreciable land improvements, and 3 to 10 years for most movable property. Library collections regardless of age, with a total acquisition value of \$5,000,000 or more will be capitalized and depreciated.

9. DEFERRED REVENUES

Deferred revenues include amounts received for tuition and fees and certain auxiliary activities prior to the end of the fiscal year, but are related to the subsequent accounting period. Deferred revenues also include amounts received from grant and contract sponsors that have not yet been earned.

10. NONCURRENT LIABILITIES

Noncurrent liabilities include (1) principal amounts of revenue bonds payable, notes payable, and capital lease obligations with contractual maturities greater than one year; (2) estimated amounts for accrued compensated absences and other liabilities that will not be paid within the next fiscal year; and (3) other liabilities that, although payable within one year, are to be paid from funds that are classified as noncurrent assets.

11. NET ASSETS

The institution's net assets are classified as follows:

(a) INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT

This represents the institution's total investment in capital assets, net of accumulated depreciation and reduced by outstanding debt obligations related to acquisition, construction, or improvement of those capital assets.

**BOSSIER PARISH COMMUNITY COLLEGE  
NOTES TO THE FINANCIAL STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2009**

**(b) RESTRICTED NET ASSETS – EXPENDABLE**

Restricted expendable net assets include resources that the institution is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

**(c) RESTRICTED NET ASSETS – NONEXPENDABLE**

Restricted nonexpendable net assets consist of endowment and similar type funds for which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal.

**(d) UNRESTRICTED NET ASSETS**

Unrestricted net assets represent resources derived from student tuition and fees, state appropriations, and sales and services of educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the university, and may be used at the discretion of the governing board to meet current expenses and for any purpose.

When an expense is incurred that can be paid using either restricted or unrestricted resources, the university's policy is to first apply the expense towards unrestricted resources, and then towards restricted resources.

**12. CLASSIFICATION OF REVENUES**

The institution has classified its revenues as either operating or nonoperating revenues according to the following criteria:

(a) **OPERATING REVENUE** - Operating activity include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances, (2) sales and services of auxiliary enterprises, net of scholarship discounts and allowances, and (3) most Federal, state, and local grants and contracts and Federal appropriations.

(b) **NON-OPERATING REVENUE** – Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as gifts and contributions.

**13. SCHOLARSHIP DISCOUNTS AND ALLOWANCES**

Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the statement of revenues, expenses, and changes in net assets. Scholarship discounts and allowances are the difference between the stated charge for goods and services provided by the institution, and the amount that is paid by students and/or third parties making payments on the student's behalf.

**14. ELIMINATING INTERFUND ACTIVITY**

Activities between Bossier Parish Community College and the institution's service units are eliminated for purposes of preparing the Statement of Revenues, Expenses and Changes in Net Assets, and the Statement of Net Assets.

**15. COMPONENT UNITS**

As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, party of the government's operations and so data from these units are combined with data of the primary government.

Campus Facilities, Inc. (the "Corporation") was formed May 31, 2001, to provide funds for and oversee construction of the campus to be occupied upon completion by Bossier Parish Community College. The construction project is funded by the Louisiana Local Government Environmental Facilities and Community

**BOSSIER PARISH COMMUNITY COLLEGE  
NOTES TO THE FINANCIAL STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2009**

Development Authority (the "Authority") Revenue Bonds. The proceeds of the bonds have been loaned by the Authority to the Corporation pursuant to a Loan and Assignment Agreement dated April 1, 2002 and are to be used for (1) financing a portion of the costs of the development, design and construction of a new campus and related facilities (the "Facilities") for students, faculty and staff of Bossier Parish Community College; (2) paying capitalized interest on the bonds; and (3) paying costs of issuance of the bonds.

The Board of Supervisors of the Louisiana Community and Technical College System (the "LCTCS Board"), an agency of the state, is leasing the unimproved land on which the campus will be constructed to the Corporation pursuant to a Ground Lease Agreement dated April 1, 2002. The Corporation is obligated under the Ground Lease to construct the Facilities in accordance with the plans and specifications approved by an Advisory Committee of the Corporation, as set forth in the Ground Lease. Upon completion of the construction, the Corporation will sublease the Facilities back to the LCTCS Board pursuant to an Agreement to Lease with Option to Purchase (the "Facilities Lease") dated April 1, 2002. The source of repayment of the bonds will be payments of the base rental received by the Corporation from the LCTCS Board pursuant to the Facilities Lease. These payments of base rental will enable the Corporation to make its required payments to the Authority under the loan agreement provided, however, the availability of the base rental payable by the LCTCS Board is subject to annual appropriation of funds to the LCTCS Board sufficient for such purpose by the Legislature.

The Corporation is a nonprofit organization as described in Section 501(c)(3) of the Internal Revenue Code and exempt from federal and state income taxes.

All financial information included in this annual financial report for the Corporation is presented as of and for the year ended December 31, 2008.

The Corporation is a nonprofit organization that reports under FASB standards, including FASB statement No. 117, Financial Reporting for Not-for-Profit Organizations. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. With the exception of necessary presentation adjustments, no modifications have been made to the Corporation's financial information in the College's financial report for these differences.

**B. BUDGETARY PRACTICES**

The annual budget for the General Fund of the university is established by annual Legislative action and by Title 39 of the Louisiana Revised Statutes. The submission of the budget for approval by the Board of Regents and the Legislative budget process is required. Budgets of the University's/System's other funds, although subject to internal budgeting, are not required to be submitted for approval through the Legislative budget process.

State law provides that appropriations lapse at the end of the fiscal year with the exception noted in Note H, General Fund. In compliance with these legal restrictions, budgets are adopted on the accrual basis of accounting with some exceptions. The following is a list of exceptions, but is not all inclusive; (1) depreciation is not recognized; (2) leave costs are treated as budgeted expenditures to the extent that they are expected to be paid; (3) summer school tuition and fees and summer school faculty salaries and related benefits for June are not prorated but are recognized in the succeeding year; and (4) certain capital leases are not recorded.

**BUDGETARY COMPARISON**

The following is an appropriation budgetary comparison for current year General Fund appropriation:

**Original Budget** – should equal Act 19 of the 2008 Regular Session of the Legislature (the budget appropriated by the Legislature)  
**Final Budget** – Act 19 plus or minus approved BA-7s  
**Actual** – Actual revenues and expenses that relate to the operating budget on GAAP basis. (Note: This will be the GAAP numbers as the start-off point to convert to non-GAAP or actual on budget basis presentation.)

**BOSSIER PARISH COMMUNITY COLLEGE  
NOTES TO THE FINANCIAL STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2009**

**Adjustment to Budget Basis** – Calculate the adjustments to move from an actual basis, GAAP to a budget basis. For example, depreciation, payroll accrual, compensated absences, etc. should be treated as adjustments to budget basis.

**Actual on Budget Basis** – “Actual” plus or minus “Adjustment to Budget Basis”  
**Variance Favorable (Unfavorable)** – “Final” minus “Actual on Budget Basis”

	<b>(In Thousands)</b>			<b>Adjustment to Budget Basis</b>	<b>Actual on Budget Basis</b>	<b>Variance Favorable (Unfavorable)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>			
<b>REVENUES:</b>						
Appropriated by Legislature:						
State General Fund (Direct)	\$ 15,356	\$ 15,356	\$ 15,356	\$ -	\$ 15,356	\$ -
State General Fund by Self-Generated Revenues	7,773	7,071	7,019		7,019	(52)
State General Fund by Interagency Transfers	-	-	-	-	-	-
Interim Emergency Board	-	-	-	-	-	-
Federal Funds	-	-	-	-	-	-
Statutory Dedications	411	411	399	-	399	(12)
Other	-	-	-	-	-	-
<b>Total Revenues</b>	<b>23,540</b>	<b>22,838</b>	<b>22,774</b>	<b>-</b>	<b>22,774</b>	<b>(64)</b>
<b>EXPENDITURES:</b>						
Program Expenditures	\$ 23,540	\$ 22,838	\$ 22,774	\$ -	\$ 22,774	\$ 64
	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>23,540</b>	<b>22,838</b>	<b>22,774</b>	<b>-</b>	<b>22,774</b>	<b>64</b>
<b>UNEXPENDED APPROPRIATION</b>						
<b>-CURRENT YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS**

**1. Deposits with Financial Institutions**

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Further, the university/system may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana; savings accounts or shares of savings and loan associations and savings banks; and share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows and Statement of Net Assets presentation (see appendix reference), all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including nonnegotiable CDs and restricted cash and cash equivalents) with a **maturity of three months or less** when purchased are considered to be **cash equivalents**.

As reflected on the Statement of Net Assets, the university/system had deposits with financial institutions totaling \$4,537,247 at June 30, 2009. Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of

**BOSSIER PARISH COMMUNITY COLLEGE  
NOTES TO THE FINANCIAL STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2009**

securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are required to be held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the state treasurer.

GASB Statement 40, which amended GASB Statement 3, requires only the disclosure of deposits considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either: 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

The deposits at June 30, 2009, consisted of the following:

	Nonnegotiable Certificates			Other (Describe)	Total
	Cash	of Deposit			
Deposits per Statement of Net Assets (SNA)	\$ 4,537,247	\$ _____	\$ _____	\$ _____	\$ 4,537,247
Deposits in bank accounts per bank	\$ 4,934,669	\$ _____	\$ _____	\$ _____	\$ 4,934,669
Bank balances of deposits exposed to custodial credit risk:					
a. Uninsured and uncollateralized	\$ 932,863	\$ _____	\$ _____	\$ _____	\$ 932,863
b. Uninsured and collateralized with securities held by the pledging institution	_____	_____	_____	_____	_____
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the entity's name	_____	_____	_____	_____	_____

Note: The "deposits in bank accounts per bank" will not necessarily equal the "Deposits per SNA" due to outstanding items.

Cash in State Treasury and petty cash must not be reported in the note disclosure. However, to aid in reconciling amounts reported on the SNA to amounts reported in this note, list below any cash in treasury and petty cash that are included in the SNA.

Cash in State Treasury	\$ _____
Petty Cash	\$ <u>4,300</u>
Investments with a maturity of less than 3 months purchased	\$ _____

**BOSSIER PARISH COMMUNITY COLLEGE  
NOTES TO THE FINANCIAL STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2009**

The following is a breakdown by banking institution, program, \*account number, and amount of the "deposits in bank accounts per bank" balances shown above:

	<u>Banking institution</u>	<u>Program</u>	<u>Amount</u>
1	Citizens National Bank	Operating	\$ 2,570,771
2	Citizens National Bank	Payroll	228
3	Regions Bank	Component Unit	1,180,808
4	Citizens National Bank	Component Unit	1,182,862
	<b>Total</b>		<b>\$ 4,934,669</b>

\* Account numbers are not required. However, if you have more than one account at a single institution, you should identify each account separately, such as "Account A", "Account B", or some similar designation that does not involve the actual account number.

**2. Investments**

The Bossier Parish Community College does maintain investment accounts as authorized by the Board of Regents.

**Custodial Credit Risk**

Investments can be exposed to custodial credit risk if the securities underlying the investment are uninsured, not registered in the name of the entity, and are held by either the counterparty or the counterparty's trust department or agent but not in the entity's name. Repurchase agreements are not subject to credit risk if the securities underlying the repurchase agreement are exempt from credit risk disclosure. Using the table below, for each investment type, disclose the carrying amount, market value, and applicable category of risk.

GASB Statement 40 amended GASB Statement 3 to eliminate the requirement to disclose all investments by the three categories of risk. GASB Statement 40 requires only the separate disclosure of investments that are exposed to custodial credit risk. Those investments exposed to custodial credit risk are reported by type in one of two separate columns depending upon whether they are held by a counterparty, or held by a counterparty's trust department or agent not in the entity's name. In addition, the total reported amount and fair value columns must be reported for total investments regardless of exposure to custodial credit risk.

BOSSIER PARISH COMMUNITY COLLEGE  
 NOTES TO THE FINANCIAL STATEMENT  
 FOR THE YEAR ENDED JUNE 30, 2009

Type of Investment	Investments Exposed to Custodial Credit Risk		All Investments Regardless of Custodial Credit Risk Exposure	
	Uninsured, *Unregistered, and Held by Counterparty	Uninsured, *Unregistered, and Held by Counterparty's Trust Dept. or Agent not in	Reported Amount on	Fair Value
Negotiable CDS	\$	\$	\$	\$
Repurchase agreements				
U.S. Government Obligations **				
U.S. Agency Obligations				
Common & preferred stock				
Mortgages (including CMOs & MBSs)				
Corporate bonds				
Mutual funds				
Real estate				
External Investment Pool				
Other: Non-negotiable CDS			118,786	118,786
Other: Bpcc Facility Corp				
Money Market Mutual Fund			1,180,808	1,180,808
Total Investments	\$	\$	\$ 1,299,594	\$ 1,299,594

\* Unregistered - not registered in the name of the government or entity

\*\* These obligations generally are not exposed to custodial credit risk because they are backed by the full faith and credit of the U.S. Government. (See Appendix A for the definition of U.S. Government Obligations)

3. Derivatives

Not applicable

The university/system does not invest in **derivatives** as part of its investment policy. Accordingly, the exposure to risk from these investments is as follows:

Credit risk	
Market risk	
Legal risk	

Technical Bulletin 2003-1 requires certain note disclosures for derivatives that are not reported at fair value on the Statement of Net Assets. See Appendix A for more details and disclose any of these required note disclosures below, if applicable.

4. Credit Risk, Interest Rate Risk, Concentration of Credit Risk, and Foreign Currency Risk Disclosures

**BOSSIER PARISH COMMUNITY COLLEGE  
NOTES TO THE FINANCIAL STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2009**

**A. Credit Risk of Debt Investments**

Not applicable

Disclose the credit risk of debt investments by credit quality ratings as described by rating agencies as of the fiscal year end, including the rating agency used (Moody's, S&P, etc.). All debt investments regardless of type can be aggregated by credit quality rating (if any are un-rated, disclose that amount).

<u>Rating Agency Used</u>	<u>Rating</u>	<u>Fair Value</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
<b>Total</b>		\$ _____

**B. Interest rate Risk**

Not applicable

Disclose the interest rate risk of debt investments by listing the investment type, total fair value, and breakdown of maturity in years for each debt investment type. (Note – This is the prescribed method, segmented time distribution, for the CAFR. Also, total debt investments reported in this table should equal total debt investments reported in Section A – Credit Risk of Debt Investments.)

<u>Type of Debt Investment</u>	<u>Investment Maturities (in Years)</u>				
	<u>Fair Value</u>	<u>Less Than 1</u>	<u>1 - 5</u>	<u>6 - 10</u>	<u>Greater Than 10</u>
U.S. Government obligations	\$ _____				
U.S. Agency obligations	_____				
Mortgage backed securities	_____				
Collateralized mortgage obligations	_____				
Corporate bonds	_____				
Other bonds (describe)	_____				
Mutual bond funds	_____				
Other	_____				
<b>Total debt investments</b>	\$ _____				

List the fair value and terms of any debt investments that are highly sensitive to changes in interest rates due to the terms of the investment (e.g. coupon multipliers, reset dates, etc.): See Appendix A for examples of debt investments that are highly sensitive to changes in interest rates.

**BOSSIER PARISH COMMUNITY COLLEGE  
NOTES TO THE FINANCIAL STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2009**

<u>Debt Investment</u>	<u>Fair Value</u>	<u>Terms</u>
_____	\$ _____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
<b>Total</b>	\$ <u>_____</u>	

**C. Concentration of Credit Risk**  
Not applicable

By issuer and amount, list investments in any one issuer that represent 5% or more of total investments (not including U.S. government securities, mutual funds, and external investment pools).

<u>Issuer</u>	<u>Amount</u>	<u>% of Total Investments</u>
_____	\$ _____	_____
_____	_____	_____
_____	_____	_____
<b>Total</b>	\$ <u>_____</u>	-

**D. Foreign Currency Risk**  
Not applicable

Disclose the U.S. dollar balances of any deposits or investments that are exposed to foreign currency risk (deposits or investments denominated in foreign currencies). List by currency denomination and investment type, if applicable.

<u>Foreign Currency</u>	<u>Fair Value in U.S. Dollars</u>	<u>Bonds</u>	<u>Stocks</u>
_____	\$ _____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
<b>Total</b>	\$ <u>_____</u>	-	-

**BOSSIER PARISH COMMUNITY COLLEGE  
NOTES TO THE FINANCIAL STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2009**

**5. Policies**

Briefly describe the deposit and/or investment policies related to the custodial credit risk, credit risk of debt investments, concentration of credit risk, interest rate risk, and foreign currency risk disclosed in this note. If no policy exists concerning the risks disclosed, please state that fact.

BPCC has a written policy relating to the Investment Policy and Objectives pertaining to Endowed Chair and Professorship Programs. This policy was approved by the Board of Regents on January 26, 2006. The investments are to consist of two major components: an "Equity Fund" and a "Fixed Income Fund." No more than 60% of the Program Assets can be invested in equities. This 60% limit may include up to a 10% investment in Multi-Strategy hedge Fund of Funds and up to a 10% investment in Publicly Traded Real Estate Investment Trusts (REITs). The Fixed Income Fund will represent at least 40% of total Program Assets at market value. In general, The Fixed Income Fund portfolio will be diversified among different sectors of the fixed income market. The overall average credit quality rating for the Fixed Income Fund must be at least "AA" by either of the two major rating agencies (Moody's and Standards & Pooers). The Program Assets are to be diversified both by asset class and within asset classes (e.g. with equities by economic sector, industry, quality and size). Consideration is to be given to placing the Equity Fund with managers who have distinct and different investment philosophies. The purpose of such diversification is to provide reasonable assurance that no single security, class of securities, or specific investment style will have a disproportionate impact on the Program Assets' aggregate results. The long-term objective of the investment of the Program Assets is to attain an average annual real total return of at least 5% of assets over time.

**6. Other Disclosures Required for Investments**

Not applicable

**D. ACCOUNTS RECEIVABLE**

Accounts receivable are shown on the SNA net of an allowance for doubtful accounts as follows:

<u>List Types</u>	Accounts	Doubtful	Net Accounts	Not For
	<u>Receivable</u>	<u>Accounts</u>	<u>Receivable</u>	<u>within a year</u>
Student tuition and fees	\$ 819,226	\$ 267,618	\$ 551,608	\$ -
Auxiliary enterprises	105,467	-	105,467	-
Contributions and gifts				
State and private grants and contracts	468,217	-	468,217	-
Other	80,764	-	80,764	-
<b>Total</b>	<u>\$ 1,473,674</u>	<u>\$ 267,618</u>	<u>\$ 1,206,056</u>	<u>\$ -</u>
Due from Federal Government	\$ 19,900	\$ -	\$ 19,900	\$ -

**Ensure that all federal receivables are reported on the Statement of Net Assets as "Due from Federal Government".**

**E. CAPITAL ASSETS**

Capital assets and assets under capital lease activity for the year ended June 30, 2009 were as follows:

BOSSIER PARISH COMMUNITY COLLEGE  
 NOTES TO THE FINANCIAL STATEMENT  
 FOR THE YEAR ENDED JUNE 30, 2009

**SCHEDULE OF CAPITAL ASSETS**  
 (schedule includes capital leases)

	Balance 6/30/08	Prior Period Adjustment	Restated Balance 6/30/08	Additions	*Transfers	**Retirements	Balance 6/30/09
Capital assets not being depreciated							
Land	\$ 1,600,000	\$ -	\$ 1,600,000	\$ -	\$ -	\$ -	\$ 1,600,000
Non-depreciable land improvements	-	-	-	-	-	-	-
Capitalized collections	-	-	-	-	-	-	-
Livestock	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-
Total capital assets not being depreciated	<u>\$ 1,600,000</u>	<u>\$ -</u>	<u>\$ 1,600,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,600,000</u>
Other capital assets							
Infrastructure	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
** Less accumulated depreciation	-	-	-	-	-	-	-
Total infrastructure	-	-	-	-	-	-	-
Depreciable land improvements	-	-	-	-	-	-	-
** Less accumulated depreciation	-	-	-	-	-	-	-
Total land improvements	-	-	-	-	-	-	-
Buildings	59,127,123	-	59,127,123	-	-	(334,054)	58,793,069
** Less accumulated depreciation	(4,344,441)	-	(4,344,441)	(1,469,827)	-	-	(5,814,268)
Total buildings	<u>54,782,682</u>	<u>-</u>	<u>54,782,682</u>	<u>(1,469,827)</u>	<u>-</u>	<u>(334,054)</u>	<u>52,978,801</u>
Equipment	3,331,301	-	3,331,301	228,074	-	(122,062)	3,437,313
** Less accumulated depreciation	(2,195,484)	-	(2,195,484)	(429,316)	-	117,254	(2,507,546)
Total equipment	<u>1,135,817</u>	<u>-</u>	<u>1,135,817</u>	<u>(201,242)</u>	<u>-</u>	<u>(4,808)</u>	<u>929,767</u>
Library books	-	-	-	-	-	-	-
** Less accumulated depreciation	-	-	-	-	-	-	-
Total library books	-	-	-	-	-	-	-
Total other capital assets	<u>\$ 55,918,499</u>	<u>\$ -</u>	<u>\$ 55,918,499</u>	<u>\$ (1,671,069)</u>	<u>\$ -</u>	<u>\$ (338,862)</u>	<u>\$ 53,908,568</u>
Capital Asset Summary:							
Capital assets not being depreciated	1,600,000	-	1,600,000	-	-	-	1,600,000
Other capital assets, at cost	62,458,424	-	62,458,424	228,074	-	(456,116)	62,230,382
Total cost of capital assets	<u>64,058,424</u>	<u>-</u>	<u>64,058,424</u>	<u>228,074</u>	<u>-</u>	<u>(456,116)</u>	<u>63,830,382</u>
Less accumulated depreciation	(6,539,925)	-	(6,539,925)	(1,899,143)	-	117,254	(8,321,814)
Capital assets, net	<u>\$ 57,518,499</u>	<u>\$ -</u>	<u>\$ 57,518,499</u>	<u>\$ (1,671,069)</u>	<u>\$ -</u>	<u>\$ (338,862)</u>	<u>\$ 55,508,568</u>

\* Should be used only for those completed projects coming out of construction-in-progress to fixed assets.

\*\* Enter a negative number with the exception of accumulated depreciation in the retirement and prior period adjustment column.