

2025

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the year ended December 31, 2025



THE CONSOLIDATED GOVERNMENT OF THE CITY OF BATON ROUGE
AND PARISH OF EAST BATON ROUGE, LOUISIANA

ANNUAL COMPREHENSIVE FINANCIAL REPORT



**For The Year Ended
December 31, 2025**

**The Consolidated Government
of the City of Baton Rouge and
Parish of East Baton Rouge,
Louisiana**

**Prepared by
Finance Department
Angie Savoy, Director**

**CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2025**

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Department of Finance

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Parish of East Baton Rouge

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August 28, 2026

The Honorable Mayor-President
Members of the Metropolitan Council
Citizens of the City of Baton Rouge and
Parish of East Baton Rouge
Baton Rouge, Louisiana 70802

Dear Mayor-President, Council Members and Citizens:

Pursuant to Louisiana State Statutes and The Plan of Government, I hereby issue the Annual Comprehensive Financial Report for the consolidated government of the City of Baton Rouge and Parish of East Baton Rouge (City-Parish) for the fiscal year ended December 31, 2025. The Accounting Division of the City-Parish Finance Department prepared this report in accordance with Generally Accepted Accounting Principles (GAAP). We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to set forth fairly the financial position and results of operations of the City-Parish as measured by the financial activities of its various funds and the entity-wide presentation; and that disclosures necessary to enable readers to gain an understanding of City-Parish financial affairs have been included. Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the local government.

The issuance of this Annual Comprehensive Financial Report was delayed beyond our customary reporting timeline of issuance of June 30, 2026, due to circumstances outside the direct control of the City-Parish. Specifically, the audited financial statements of one discretely presented component unit of the City-Parish, the Capital Area Transit System (CATS), which are required to be incorporated into the City-Parish's government-wide financial statements, were not received until after the originally anticipated report release date. Because the financial data of CATS is integral to the fair presentation of the City-Parish's financial position and results of operations in accordance with accounting principles generally accepted in the United States of America, the completion of the independent audit and the finalization of this report could not be concluded until the component unit's audited financial information was made available. City-Parish has taken steps to coordinate with the component unit and its auditors to help ensure that similar delays are mitigated in future reporting periods.

The City-Parish financial statements have been audited by EisnerAmper, LLP, a licensed independent CPA firm. The objective of the independent audit was to provide reasonable assurance about whether the financial statements are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and the 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 unmodified opinion that the Consolidated Government of the City of Baton Rouge, Parish of East Baton Rouge, Louisiana, financial statements for the fiscal year ended December 31, 2025, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first document of the financial section of this report.

The City-Parish is required to undergo an annual single audit in conformance with the provisions of the Single Audit Act of 1996 and the U.S. Office of Management and Budget's 2 CFR Part 200 (Uniform Guidance). Information related to this single audit, including the Schedule of Expenditures of Federal Awards, findings and recommendations, and the auditors' reports on the internal control over financial reporting and compliance with applicable laws and regulations, is presented immediately following the Statistical Section of this publication.

GAAP requires 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 the MD&A and should be read in conjunction with it. The City-Parish’s MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The Parish of East Baton Rouge was established as a division of government of the *West Florida Republic* in 1810. The Parish later became a local governmental unit of the State of Louisiana and the United States when Louisiana was admitted to the Union in 1812. The City of Baton Rouge was incorporated as a municipality on July 6, 1817. These two government entities operated as separate local government units until January 1, 1949. At an election on August 12, 1947, the voters of both the parish and the city adopted the current Plan of Government (as amended) which consolidated the administration of most local government services for the city and the parish. Baton Rouge was one of the first consolidated forms of local government established in the United States. The elected Mayor-President serves as the leader of the executive branch of City-Parish government. The legislative branch is the elected Metropolitan Council, which is comprised of 12 district representatives.



The City-Parish provides a full range of services to the general public, including police and fire protection, emergency medical services, public works, social services, public transportation, planning and zoning, economic development, an airport, a convention center, construction and maintenance of streets and infrastructure, libraries, courts, general administrative services, sewage collection and treatment, stormwater and solid waste collection and disposal.

A determination of the financial reporting entity to be included in this Annual Financial Report is made through the application of criteria established by section 2100 of the Governmental Accounting Standards Board (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*. A complete explanation of the financial reporting entity is included in the Summary of Significant Accounting Policies in the Notes to the Financial Statements.

The City-Parish financial reporting entity consists of the following:

- The Primary Government - This is the City-Parish (all funds under the auspices of the Mayor-President and the Metropolitan Council).
- Legally separate component units - These units of government are legally separate from the City-Parish government but have a sufficiently close relationship with the government to warrant inclusion in the consolidated financial report.

The financial statements included in this report are as follows:

<u>Name of Organization</u>	<u>Type of Unit</u>
➤ The City-Parish	Primary Government
➤ City of Baton Rouge and Parish of East Baton Rouge Employees’ Retirement System	Blended Component Unit
➤ Lafayette-Main Economic Development District	Blended Component Unit
➤ Third-Florida Economic Development District	Blended Component Unit
➤ District Attorney of the Nineteenth Judicial District	Discrete Component Unit
➤ Nineteenth Judicial District Court	Discrete Component Unit
➤ Nineteenth Judicial District Court Building Commission	Discrete Component Unit
➤ East Baton Rouge Parish Family Court	Discrete Component Unit
➤ East Baton Rouge Parish Juvenile Court	Discrete Component Unit
➤ The Bridge Center for Hope	Discrete Component Unit
➤ Capitol House Economic Development District	Discrete Component Unit
➤ EBR Parish Redevelopment Authority d/b/a Build Baton Rouge	Discrete Component Unit
➤ Cyntreniks Group/King Hotel Special Taxing District	Discrete Component Unit
➤ Bluebonnet Convention Hotel Taxing District	Discrete Component Unit
➤ EBRATS Building Special Taxing District	Discrete Component Unit

➤ Old LNB Building Redevelopment Taxing District	Discrete Component Unit
➤ Cortana Corridor Economic Development District	Discrete Component Unit
➤ East Baton Rouge Parish Communications District	Discrete Component Unit
➤ Capital Area Transit System	Discrete Component Unit

An explanation of the accounting policies of the City-Parish is contained in the Notes to the Financial Statements. The basis of accounting, fund structure, and other significant information on financial policies is explained in detail in the Notes to the Financial Statements.

Budgetary control is maintained by the encumbrance of appropriations with purchase orders and/or contracts prior to their release to vendors. Purchase orders and contracts that exceed appropriation balances are not released unless additional appropriations are made available. The annual operating budget, or financial plan, is proposed by the Mayor-President and enacted by the Metropolitan Council. The level of budget control is at the fund, department or project level, and expenditures/encumbrances may not exceed appropriations. Should additional appropriations be required, interdivisional transfers may be authorized by the Mayor-President. Interdepartmental transfers may be made at the request of the Mayor-President with approval of the Council. Additional appropriations from fund balance or increases in estimated revenues must be approved by the Council. In accordance with the Plan of Government, if the Mayor-President shall at any time ascertain that there will not be for the parish, the city, or the districts, sufficient funds to meet total appropriations, it shall be his or her duty to revise appropriations. Additional details on the budget process are explained in the Notes to the Financial Statements.

Budget-to-actual comparisons are provided in this report for each individual non-capital governmental fund. For the General Fund, Library Board of Control Special Revenue Fund, and Grants Special Revenue Fund, this comparison is presented in Exhibits A-15 through A-17. For other governmental funds, the annual budget comparison is presented in the Combining and Individual Fund Statements and Schedules, Exhibits B-3 through B-34.

Under the Plan of Government, the Finance Department is entrusted with maintaining accounting systems for the City, Parish, and districts over which the Metropolitan Council is the governing body, in accordance with the best-recognized practices in governmental accounting. It keeps the records for, and exercises financial and budgetary control over, each City-Parish department, office, and agency.



In developing and evaluating the accounting system of the City-Parish, the Finance Department considers the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and regarding the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of control should not exceed benefits likely to be derived and that the evaluation of costs and benefits requires estimates and judgments by management.

As a recipient of federal and state financial assistance and local tax revenues, the City-Parish government is responsible for ensuring that adequate internal controls are documented and in effect. All internal control evaluations occur within the framework described. The Finance Department believes that the internal controls of the City-Parish adequately safeguard assets and provide reasonable assurance of the proper recording of financial transactions.

FACTORS AFFECTING FINANCIAL CONDITION

Economic Condition and Outlook

The City of Baton Rouge, the state capital, is located on the Mississippi River in the southeast region of the state and is a major center for commerce, industry, tourism, and many diverse cultural activities. The City-Parish is the principal home of a community college and two major state universities: Louisiana State University and Southern University. The Baton Rouge MSA



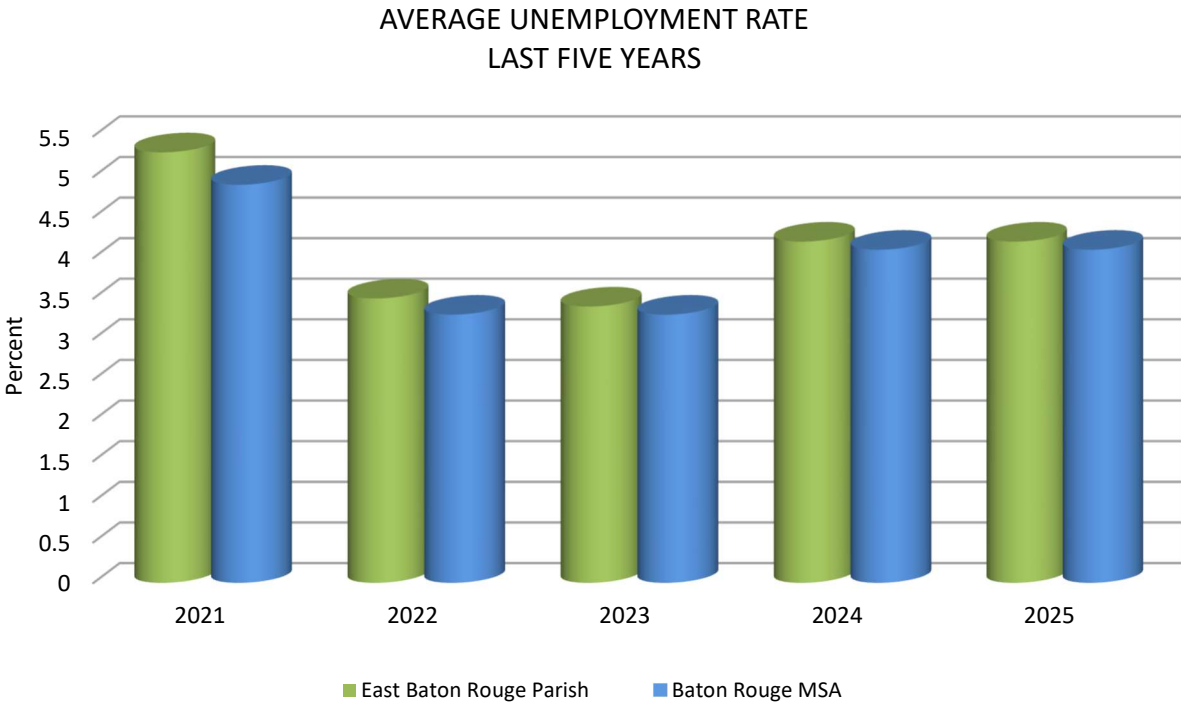
has the largest concentration of chemical industry employment in the state and is the home of the nation’s fifth largest refinery.

A number of significant companies engaged in oil refining, petrochemical processing, and paper towel and bath tissue manufacturing are found in the industrial corridor along the Mississippi River near Baton Rouge. These industries are major employers of Baton Rouge's labor force. Other important industries include government, construction, banking and financial services, insurance, real estate, and wholesale and retail trade.

According to the United States Department of Labor, Bureau of Labor Statistics, the annual average rate of local unemployment remained the same in East Baton Rouge Parish in the Baton Rouge MSA in 2025, as reflected in the following chart:

	% in East Baton Rouge Parish	% in Baton Rouge MSA ⁽¹⁾
2021	5.3	4.9
2022	3.5	3.3
2023	3.4	3.3
2024	4.2	4.1
2025	4.2	4.1

⁽¹⁾ Metropolitan Statistical Area (includes East Baton Rouge, West Baton Rouge, Livingston, Ascension, Iberville, St. Helena, Pointe Coupee, East Feliciana, and West Feliciana).



Local economists are predicting job growth in 2026 and 2027 for our region. In October 2025, Dr. Loren C. Scott, Professor Emeritus of Economics at Louisiana State University, issued the *Louisiana Economic Outlook* (LEO) on Louisiana’s major metropolitan statistical areas. Following are his predictions of economic growth in East Baton Rouge Parish and the Baton Rouge MSA for 2026-2027.

“With \$21.3 billion in industrial projects underway and another \$19 billion awaiting an FID, the Baton Rouge MSA is poised to be the 3rd fastest growing MSA in Louisiana. Being the headquarters location for such industrial construction giants as Turner Industries, Performance Contractors, Cajun Industries, MMR, and ISC means even more jobs for the

region. We are forecasting an additional 10,500 jobs (+2.4%) in 2026 and another 11,100 jobs (+2.5%) in 2027. This would make the Baton Rouge MSA the fastest growing MSA in the State in absolute growth, and #3 in percentage growth. Current and future projects are as follows:

- As a part of its “suite of projects” ExxonMobil will be spending \$100 million at its chemical plant to produce ultra-pure isopropyl alcohol. The unit will open in 2027 and help retain existing jobs.
- Element 25 is looking at a site in north Baton Rouge for a \$480 million project. The plant would manufacture high-purity manganese sulfate monohydrate for use in EV batteries.
- LSU announced plans to start construction of two new residence halls. This \$215 million project will produce 1,266 new beds across 650 units, and is projected to be ready for the Fall 2027 semester.
- Construction is underway on the \$148 million Our Lady of the Lake Health Interdisciplinary Science Building which should be completed late this year. Ground-breaking is projected for 2026 for a new \$107 million Construction Management Building.
- Ochsner has a \$35.5 million expansion underway, generating 20,000 square feet of new space for its Grove Hospital, doubling operating rooms, adding 30 examination rooms, and adding a lab.

Over the next two years this MSA will get right at a billion dollars in state road lettings and CPRA funds. The State is allocating \$757.3 million for various state road projects in this 10-parish region. Three of the larger projects are:

- \$250.3 million for continuing work on the LA1 to LA415 connector
- \$65.1 million for reconstruction work on I110 from North Street to Plank Road
- \$37.2 million on US61 from Florida Boulevard to I110 to add capacity and bike lanes

Adjusted general sales and use tax (2%) collections for General Fund operations and debt service dedications of the City and Parish combined were \$215.9 million, net of Tax Increment Financing District adjustments. City collections increased 4.01% over 2024 revenues. Parish collections decreased 33.57% with the transition of revenue to the City of St. George during 2025. Sales tax collections for the ½ cent sewerage tax and the ½ cent road and street improvement tax increased by 4.35%, during fiscal year 2025. The MOVEBR ½ cent road and street improvement tax collections totaled \$61.9 million for the period ending December 31, 2025, a 4.82% increase.

World-wide Pandemic - COVID-19 - Recovery

On March 11 2021, President Joseph R Biden signed the \$1.9 trillion American Rescue Plan Act of 2021 (ARPA), which established the Coronavirus State and Local Fiscal Recovery Fund. ARPA provides funding for many programs and services nationwide including assistance to state and local governments. The funds available to local governments through ARPA are one-time aid directly allocated to states and localities on a formulaic basis. The City-Parish allocation of \$165.4 million was distributed in two equal allotments in the spring of 2021 and 2022. These funds must be obligated by December 31, 2024 and spent by December 31, 2026. The categories of eligible uses for these funds include revenue loss experienced as a result of the pandemic; costs incurred due to responding to the public health emergency; support for recovery through assistance to households, small businesses and non-profits, and aid to impacted industries; premium pay to essential workers; and investments in water, sewer, and broadband service.

The Metropolitan Council has approved a spending plan for the allocation of \$165.4 million, which was obligated in its entirety as of December 31, 2024. The plan includes funding for infrastructure improvements specifically related to stormwater that reduce flood risk and avoid detrimental downstream impacts. Funding is also being utilized to address public health concerns such as building security, air quality improvements, proper workspace for social distancing, blight elimination, personal protective equipment for first responders, affordable housing, and community policing programs that will assist in combating crime. In addition, funding has been earmarked to promote economic recovery through festivals and tourism that will also improve the quality of life of the citizens during the recovery phase. In the revenue loss expense category, funds are being utilized to improve technology infrastructure to address cybersecurity concerns and potential threats as well as provide for general governmental services.

Greater Baton Rouge Airport District

On June 8, 2025, the Governor of Louisiana signed into law Senate Bill 176, which authorized the creation of the Baton Rouge Regional Airport Authority as a legally independent entity. This legislation provides for the transfer of management and operational responsibilities of the Baton Rouge Metropolitan Airport from the City-Parish government to the newly formed authority. The Metropolitan Council adopted the articles of incorporation at its meeting on August 27, 2025. Additionally, the initial board for the Baton Rouge Regional Airport Authority was appointed on October 8, 2025, by the Metropolitan Council. Upon approval by the FAA, the Airport Authority will assume full operational control, including responsibility for employment, budgeting, contracts, capital development, and regulatory compliance. The transition to full operational independence is expected to occur over an extended implementation period. This period will involve coordination among local, state, and federal entities to ensure compliance with FAA requirements, continuity of services, and the orderly transfer of assets and obligations.

The Authority's operational commencement is anticipated to occur following FAA certification anticipated in October 2026. The City-Parish will include the airport's operations as an enterprise fund of the primary government beginning January 1, 2026 until the operational commencement date that is expected to be October 31, 2026. The Authority will be reported as a discrete component unit of the City-Parish beginning with the commencement date.

Major Initiatives

During 2025, the City-Parish began transitioning from the loss of approximately 50% of the General Fund parish sales and use tax revenue resulting from the incorporation of the City of St. George. The 2026 Annual Operating Budget accounts for the full transition of revenue to St. George. A portion of the revenue loss is offset by the reduction in services that the City-Parish is no longer required to provide. As we navigate through this transition, the Administration remains focused on delivering cost efficient services that support public safety, drainage, transportation, economic development, and quality of life for all parish residents.

In September 2024, the results of the salary compensation study reflected the need for additional efforts to be taken in order to shorten compensation gaps for all City-Parish employees. Over time, changes in operations, public and private sector compensation plans, and benefit trends have impacted the City-Parish's ability to remain competitive within the job market and attract and retain top talent. The study suggested that before the implementation occurs an evaluation of all benefits must be performed, with an emphasis on enacting changes to reduce costs so that funding can be reprogrammed to make market adjustments in pay, especially in areas where there are recruiting and retention difficulties. In 2025, the Administration began evaluating the current health and retirement benefit plans. The healthcare plans were addressed immediately by the Metropolitan Council in establishing the 2026 health insurance schedule of benefits which generated significant savings. With savings in the healthcare program, salary and benefit savings from freezing vacant positions, and revenue enhancements the Metropolitan Council approved compensation increases for Police, EMS, and other civil service employees in the spring of 2026. There are on-going discussions on cost saving measures within the retirement benefit plans as well.

As a commitment to prioritize public safety, the City-Parish implemented "First 48 Reward Boost." This initiative is a partnership with Crime Stoppers, which aims to incentivize community involvement in solving crimes. Designed to encourage timely information sharing and cooperation between law enforcement and the public, the program offers increased rewards for timely information. Public safety has also seen measurable gains with homicides down by approximately 9.86% and non-fatal shootings reduced by about 21.34% when comparing October 2025 to the same period in 2024. In 2026, the Administration established the Office of Violence Prevention which treats violence as a public health issue, focusing on prevention, intervention, and healing to build safer, more resilient communities.



In order to address widespread flooding issues, the City-Parish has adopted a phased approach to the development of the Stormwater Master Plan to be used to assist in planning and future operations. The City-Parish allocated approximately \$55.4 million in ARPA funding for stormwater needs. A Stormwater Advisory Committee was formed for key community stakeholders to advise the City-Parish on continuing development of the stormwater utility and recommend potential stormwater services to address citizen's



needs. Funding of \$3.5 million from prior years' excess sales tax collections was appropriated in 2025 and 2026, for a total of \$7 million assigned to support stormwater compliance.



A partnership between the City-Parish, LSU, and state and local partners is working to create a more sustainable lake system through the University Lakes Project, by increasing lake depth and reshaping shorelines. The University Lakes system is made up of six lakes surrounding LSU's campus. The Metropolitan Council approved a cooperative endeavor agreement with the Louisiana Department of Transportation and Development (LADOTD), to coordinate the dredging of the City Park Lakes system with the I-10 Widening Project. The agreement provides for the payment of \$5 million to the City-Parish to be used towards the project. In exchange,

LADOTD, will be granted the necessary construction servitudes and right-of-way access over the City Park Lakes to complete the I-10 Widening Project. Dredging has been completed in City Park Lake, Erie Lake, College Lake, and is near completion in University Lake. Improvements to May Street between Dalrymple Drive and East Lakeshore Drive began in June 2025, with work anticipated to be completed by the end of 2026. Future phases of the University Lake Project include improvements to College Lake and Corporation Canal, which flow adjacent to University Lake.

The East Baton Rouge Parish Library system has several ongoing projects. The South Baton Rouge Branch Library opened to the public on March 24, 2025 and was formally dedicated in August 2025. Designed to be a community hub, providing resources and amenities for research, learning, and enjoyment, this neighborhood library has experienced great usage and engagement with local residents throughout its first year of operations. The Scotlandville Branch Library Expansion/Renovation is nearing completion.



Ground breaking for Phase II of this construction project was held in May 2025; the branch is expected to be fully operational by August 2026. The Baker Branch Expansion/Renovation project began with a Concept Design Charrette for local residents in May 2026; design work will continue through 2026 and construction should begin in 2027. Planning for the renovation and/or expansion for the next three branches on the Pay-As-You-Go Capital Improvements Plan has begun, including the Central Branch Library (opened in 2022), the Zachary Branch Library (opened in 2004), and the Delmont Gardens Branch (opened in 1985 and renovated in 2005). Construction of a new START (Strategically Targeted Access for Resources and Technology) library is being considered as part of the North Point Development. The concept for this facility is to offer a small express branch to bridge the gap to lower income/at risk residents living in a gap area of the community.

Tax Abatements

Tax abatements are economic development tools that provide a temporary abatement of either real estate, personal property, sales tax, or hotel occupancy taxes for new investments within the City-Parish. The City-Parish has four major types of tax abatement programs: Restoration Tax Abatement Program, Tax Increment Financing Tax Abatements, Enterprise Zones and Industrial Tax Exemption Program.

The Restoration Tax Abatement Program encourages the expansion, restoration, improvement, and development of existing commercial structures and owner-occupied residences in downtown, historic, and economic development districts, to provide for the development and improvement of local communities, encourage the fullest use of underutilized resources, and enhancement of the tax base.

The Tax Increment Financing Tax Abatements are utilized to promote development or redevelopment in certain areas of the City-Parish. The expected long-term benefits include encouraging capital improvements, increasing the tax base, and creating or retaining jobs in the City-Parish.

The Enterprise Zone, or EZ program, is a jobs incentive program that provides tax credits to a new or existing business located in Louisiana creating permanent net new full-time jobs, and hiring at least 20% of those net new jobs from one of four targeted groups. These groups include: residents of the enterprise zone, people receiving an approved form of public assistance, people lacking basic skills, and people unemployable by traditional standards. These incentives help with job creation in designated distressed areas.

The Industrial Tax Exemption Program offers tax incentives to manufactures. The program provides up to an 80% property tax abatement for an initial term of five years. The goal of this program is to generate economic benefits for citizens through job development and capital investment, by encouraging new and existing business to build or expand manufacturing facilities. More information about the City-Parish's tax abatements is presented in Note 20 to the financial statements.

Long-Term Financial Planning

River Center Improvement Program



A feasibility study conducted by CSL International suggested that in order to remain competitive in the market, the River Center needed to attract more conventions and conferences and include a headquarters hotel. With this information, exploration of redeveloping the River Center into a best-in-class convention center with a headquarters hotel began. The Project Oversight Committee, established as an advisory body to the Metropolitan Council, is made up of Council Members, an appointment made by the Mayor-President, and key stakeholders from the Arts Council of Greater Baton Rouge, Baton Rouge Area Chamber, Baton Rouge Economic Partnership, Build Baton Rouge,

Downtown Development District, North Baton Rouge Economic Development District, the hospitality industry, and Visit Baton Rouge. This committee has been tasked with overseeing all aspects of the process, from providing recommendations on consultants and the initial proposals for redevelopment of the River Center complex and the development of a headquarters hotel, to the completion of this critical project. In 2024 progress continued as the Project Oversight Committee began meeting and considered paths forward. In June 2025, the Metropolitan Council accepted the recommendation of the Project Oversight Committee for Hunden Partners to serve as the City-Parish's advisor for the Baton Rouge Convention Center Expansion and Headquarters Hotel project. Hunden Partners will work with the River Center to establish the project scope and find a development partner to complete the project. The proposed improvements include a 350-room headquarters hotel, a 40,000 square foot flex hall and concert venue with seating for 3,500, a 30,000 square foot ballroom, meeting rooms, and renovations to interior and outdoor areas. The process to clearly define the project and select a development partner is expected to take 24 months. Project funding, such as grant opportunities and an economic development district, will continue to be evaluated. Embracing this opportunity for transformation will breathe new life into the River Center, enhance the quality of life benefits for residents, improve the visitor economy, and usher in an era of unparalleled possibility for Baton Rouge.

Plan Baton Rouge Master Plan

Plan Baton Rouge III was developed to create a new downtown master plan for Baton Rouge, providing a long-term vision and implementation framework to guide growth, investment, and redevelopment over the next decade. Building on the success of previous downtown master plan, which helped catalyze approximately \$3 billion in public and private investment over the past twenty years, the plan seeks to leverage downtown's unique assets while addressing emerging opportunities and challenges. The plan was prepared by the planning and design firm Sasaki beginning in 2025. Through an extensive public engagement process involving thousands of residents, business owners, stakeholders, and community organizations, the plan outlines a vision centered on reconnecting the city to the Mississippi River, expanding housing and economic opportunities, improving mobility and accessibility, and creating more vibrant, walkable neighborhood centers. Plan Baton Rouge III identifies early investment opportunities and establishes a

framework to guide future public and private investment. The plan aims to increase downtown's residential population while creating additional jobs over time and is guided by five key principles: activating the riverfront as a "front porch" for the city, diversifying the downtown economy, creating walkable neighborhood centers, connecting cultural and civic assets, and improving transportation and accessibility. The plan recommends strategies to reconnect neighborhoods and key destinations to the Mississippi River and downtown core, expand housing opportunities to build upon existing market demand, strengthen economic development, improve transportation and connectivity, and enhance public spaces. As a community-driven roadmap, Plan Baton Rouge III provides a shared vision for the future of Downtown Baton Rouge while creating a framework to attract investment and support its continued evolution into a more connected, vibrant, and resilient mixed-use district where people can live, work, learn, and play. The plan was approved by the Metropolitan Council in June 2026.

Road and Street Improvement Programs

On October 15, 2005, the citizens of East Baton Rouge Parish approved an extension of the current one-half percent ($\frac{1}{2}\%$) sales and use tax for road and street improvements. The proposition extended the tax until 2030, and allowed for 70% of the proceeds to be used for transportation improvements, 27% for recurring road rehabilitation projects, and 3% for beautification and street enhancement. The construction program, called the "Green Light Plan", authorized the long-term issuance of debt, which has allowed for an accelerated road construction schedule and helped to alleviate the effects of inflation on project costs.

It is estimated that over the 25-year period from January 1, 2006, through December 31, 2030, the tax will fund \$620 million in road improvement projects. The remainder of the tax will provide \$313 million for the rehabilitation and beautification components of the program.

An additional $\frac{1}{2}$ cent sales tax proposition was approved by the voters of East Baton Rouge Parish on December 8, 2018. The tax went into effect on April 1, 2019, and continues for 30 years until March 31, 2049. The MOVEBR Infrastructure Enhancement and Traffic Mitigation Plan is the most significant transportation infrastructure investment in East Baton Rouge Parish history.

On December 4, 2019, the Metropolitan Council approved the issuance of MOVEBR Sales Tax Revenue Bonds and appropriated the debt proceeds and bond premium of \$151 million for the first phase of the MOVEBR Infrastructure Enhancement and Traffic Mitigation Plan. On October 29, 2024, the Metropolitan Council approved the issuance of an additional \$196.6 million in bonds, with a bond premium of \$23.1 million, appropriating a total of \$219.7 million for MOVEBR projects.



In the 30-year collection period, it is estimated the MOVEBR tax, along with the remaining pay-as-you-go portion from the "Green Light Plan" will fund \$912 million in infrastructure and traffic enhancement projects. Approved projects consist of four categories: new capacity improvements, improving existing corridors, constructing community enhancement road projects, and parishwide signalization/synchronization. New capacity improvements with proposed funding of \$636.2 million, represent roadways where additional lane capacity will be constructed. One hundred seventy million is proposed for improving existing corridors such as resurfacing, signal synchronization, and ADA compliance features. Community enhancement road projects include repairs, enclosing drainage ditches, and adding lighting, curbs, sidewalks or landscaping. These projects have proposed funding in the amount of \$65.8 million. The remaining \$40 million of the tax will provide for parishwide signalization and synchronization.

Project status of the MOVEBR program includes 47 completed projects, 67 in the pre-construction phase, and 23 in the construction phase. Some projects are being accelerated and other projects will have a more extended pre-construction period to accommodate permitting requirements.

AWARDS AND ACKNOWLEDGMENTS



The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Baton Rouge and Parish of East Baton Rouge for its Annual Comprehensive Financial Report for the fiscal year ended December 31, 2024. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting by GFOA, a governmental unit must publish an easily readable and efficiently organized annual comprehensive financial report with contents conforming to program standards. Such reports must satisfy both Generally Accepted Accounting Principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City-Parish has received this award each year for the 37-year period ending December 31, 2024. I believe our current report conforms to the Certificate of Achievement Program requirements, and we are submitting it to GFOA to determine its eligibility for a certificate.

In addition, the City-Parish also received the GFOA's Award for Distinguished Budget Presentation for its annual operating budget prepared for the fiscal year covered by this Annual Comprehensive Financial Report. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, an operations guide, a financial plan, and a communications device.

The preparation of this report could not have been accomplished without the services of a highly qualified and dedicated staff. I also acknowledge the thorough and professional manner in which the audit was conducted by our independent auditors, EisnerAmper, LLP. We thank the Mayor-President and the Metropolitan Council for their support of excellence in financial reporting and fiscal integrity.

Respectfully submitted,

A handwritten signature in blue ink that reads 'Angie Savoy'.

Angie Savoy
Finance Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Baton Rouge - Parish of East Baton Rouge
Louisiana**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2024

Christopher P. Morill

Executive Director/CEO

**CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
PRINCIPAL OFFICIALS
AS OF DECEMBER 31, 2025**



Mayor-President
Sid Edwards



District 2
Anthony Kenny



District 3
Rowdy Gaudet



District 4
Aaron Moak



District 5
Darryl Hurst



District 6
Cleve Dunn Jr.



District 7
Twahna Harris

**CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
PRINCIPAL OFFICIALS
AS OF DECEMBER 31, 2025**



Mayor Pro-Tempore
District 1
Brandon Noel



District 8
Denise Amoroso



District 10
Carolyn Coleman



District 9
Dwight Hudson

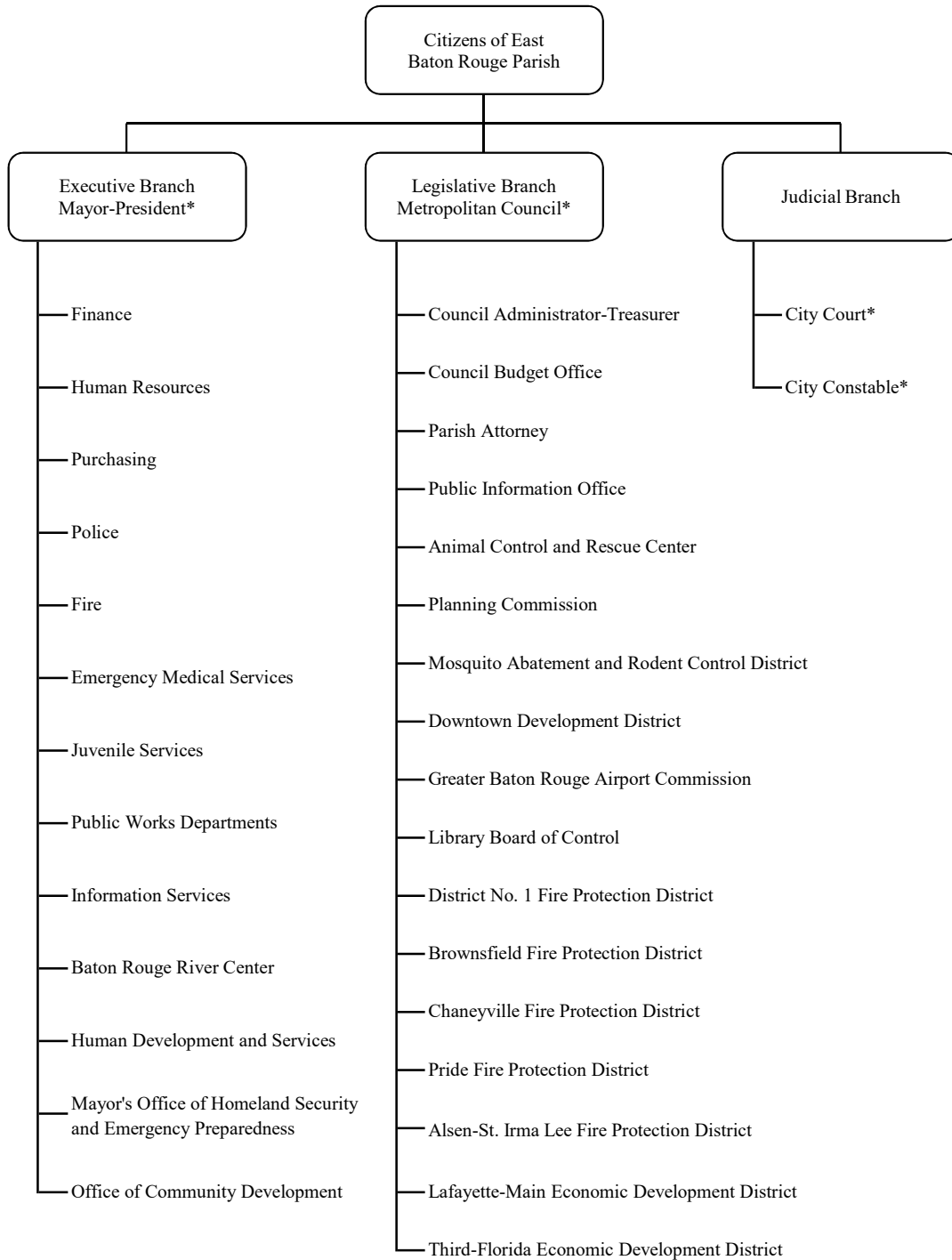


District 11
Laurie Adams



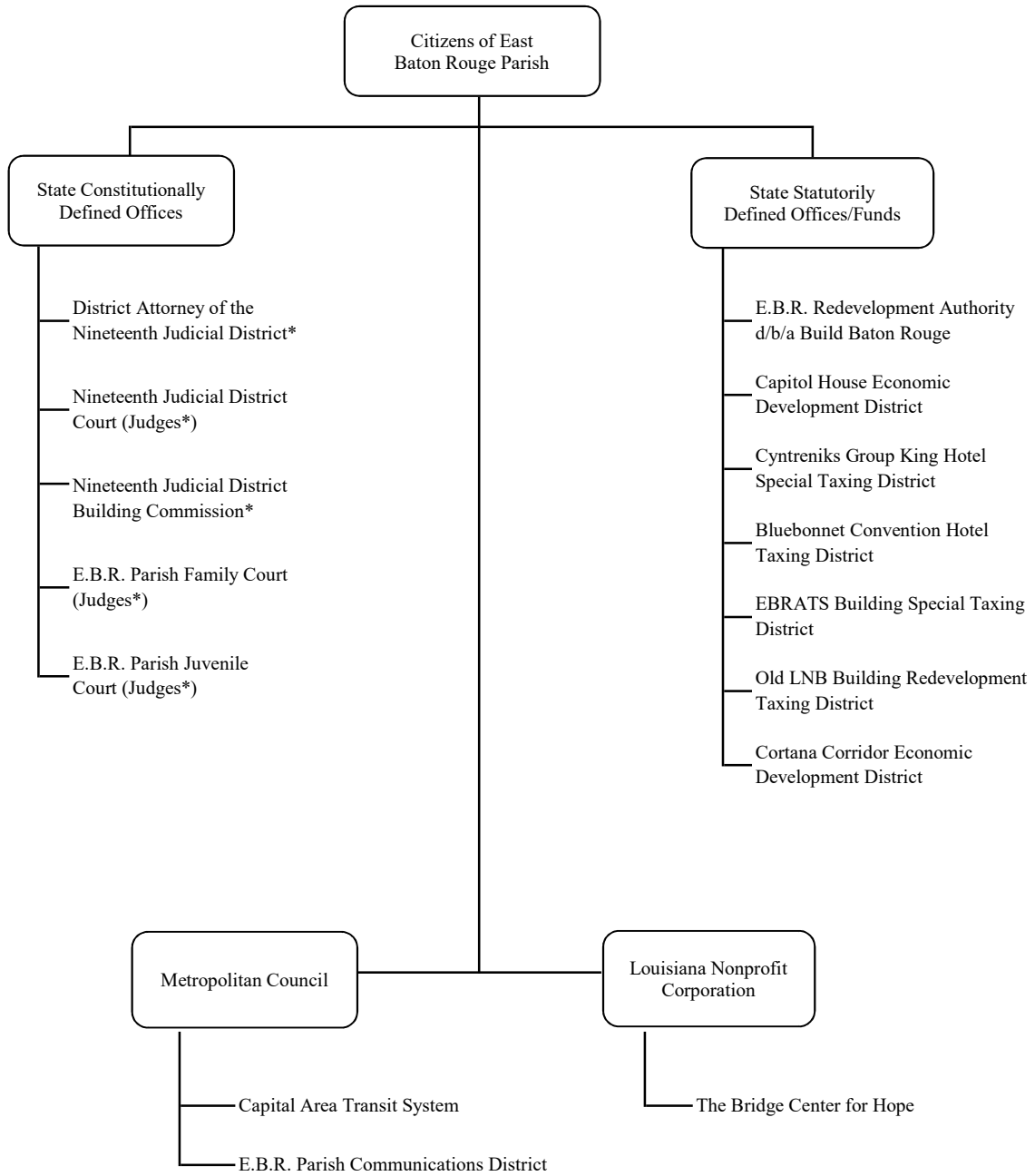
District 12
Jennifer Racca

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
ORGANIZATIONAL CHART
PRIMARY GOVERNMENT



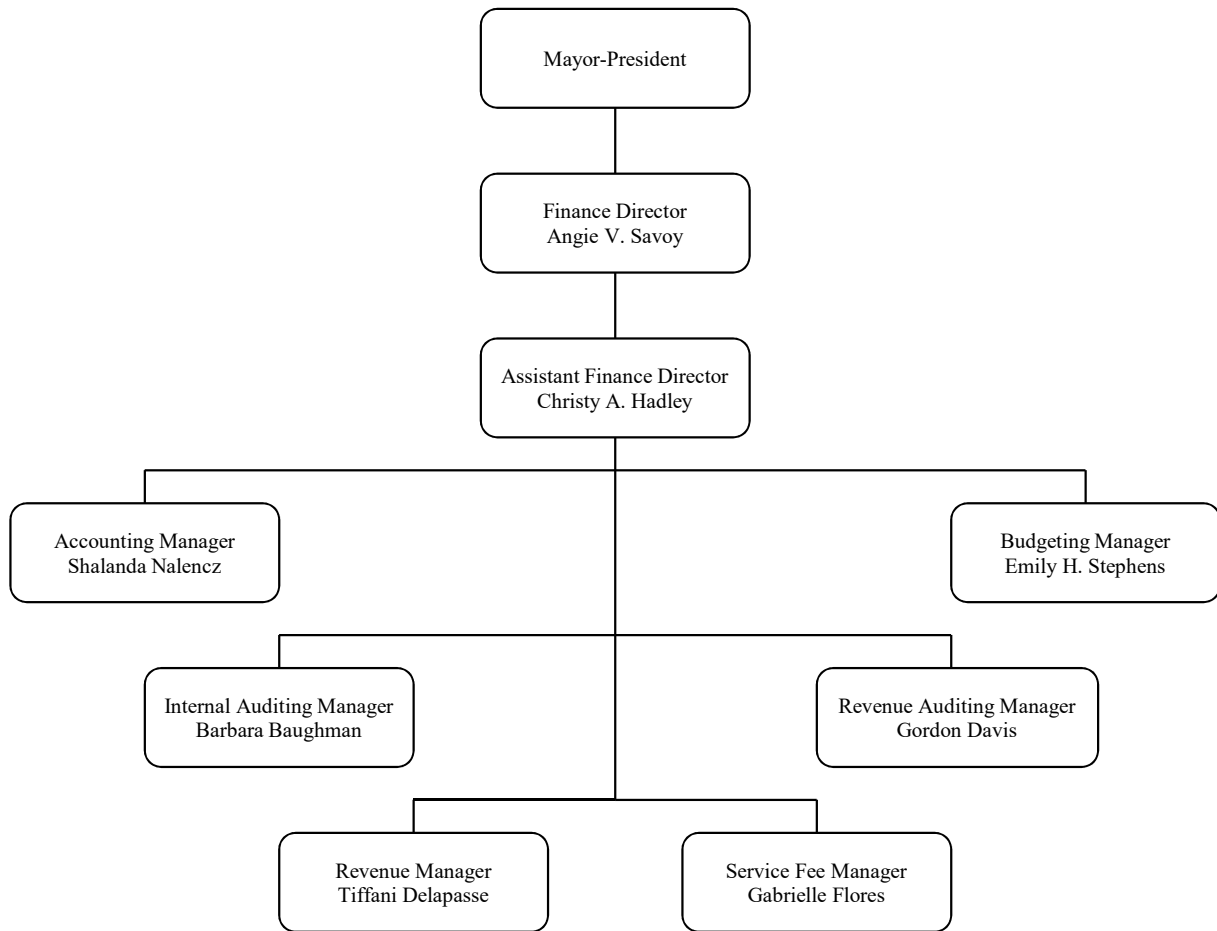
* Designates Elected Officials

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
ORGANIZATIONAL CHART
COMPONENT UNITS



* Designates Elected Officials

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
ORGANIZATIONAL CHART
FINANCE DEPARTMENT



INDEPENDENT AUDITORS' REPORT

Honorable Mayor-President and Members
of the Metropolitan Council
City of Baton Rouge and Parish of East Baton Rouge
Baton Rouge, Louisiana

Report on the Audit of the Financial Statements

Opinions

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 Baton Rouge and Parish of East Baton Rouge, Louisiana (City-Parish) as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City-Parish's basic financial statements as listed in the table of contents.

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 of Baton Rouge-Parish of East Baton Rouge as of December 31, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of certain component units discretely presented as described in note 1(a) to the financial statements, which represent 99%, 80% and 72%, respectively, of the assets, net position and revenues of the aggregate discretely presented component units as of December 31, 2025. Those financial statements were audited by other auditors, whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for these entities, is based solely on the reports of the other auditors.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City-Parish and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matters

As described in Note 22 to the financial statements, a significant matter exists regarding the formation of the City of St. George, a previously unincorporated area of the Parish. The City of St. George has no court ordered incorporation date which may have fiscal implications that are unidentifiable at this time.

As also described in Note 22 to the financial statements, a significant matter exists regarding the creation of the Baton Rouge Regional Airport Authority (the Authority) as a legal separate entity. The creation of the Authority will impact the future governance, financial reporting structure, and operational oversight of the Authority. The transfer of operations is anticipated to occur prior in October of 2026.

Our opinions are not modified with respect to these matters.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City-Parish's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City Parish's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.



- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City Parish’s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management’s discussion and Analysis on pages 5 through 17, the budgetary comparison information for the general and major special revenue funds, exhibits A-15 through A-18, the Schedule of Changes in Total OPEB Liability and Related Ratios, exhibit A-19, the Schedules of Cost-Sharing Plan Proportionate Share of the Net Pension Liability and Cost-Sharing Plan Contributions, exhibits A-20 through A-21; and the Schedules of Changes in Net Pension Liability and Related Ratios for the Police Guarantee Trust and Single Employer Plan Contributions for the Police Guarantee Trust, exhibits A-22 through A-23, be presented to supplement the basic financial statements.

Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City-Parish’s basic financial statements. The accompanying combining and individual nonmajor fund financial statements (non-major governmental, non-major enterprise, internal service, and fiduciary), the combined schedule of cash, cash equivalents and investments, the schedule of compensation, benefits, and other payments to the Mayor-President, the balance sheet and revenue and expenditure statements of the Louisiana Community Block grants, the Justice System funding schedule – collections and disbursements, and the schedule of collections, distributions and costs of collections as listed in the Table of Contents as exhibits B-1 through F-6, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards presented on Schedules A and B, pages 279-285, is also presented for purposes of additional analysis, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.



Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the accompanying combining and individual fund financial statements (non-major governmental, non-major enterprise, internal service, and fiduciary), the combined schedule of cash, cash equivalents and investments, the schedule of compensation, benefits, and other payments to the Mayor-President, the balance sheet and revenue and expenditure statements of the Louisiana Community Block grants, the Justice System funding schedule – collections and disbursements, and the schedule of collections, distributions and costs of collections as listed in the Table of Contents as exhibits B-1 through F-6, and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section on pages v-xx, the additional bonding capacity schedules presented as exhibit F-7, and the Statistical section presented as exhibits G-1 through G-22 but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 28, 2026, on our consideration of the City-Parish's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of City Parish's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City-Parish's internal control over financial reporting and compliance.



EISNERAMPER LLP
Baton Rouge, Louisiana
August 28, 2026



EisnerAmper LLP
www.eisneramper.com

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE, LOUISIANA
MANAGEMENT’S DISCUSSION AND ANALYSIS

As financial management of the City-Parish government, we offer readers of this financial statement an overview and analysis of the financial activities of the City of Baton Rouge, Parish of East Baton Rouge Consolidated Government. This narrative is designed to assist the reader in focusing on significant financial issues, identify changes in the government’s financial position, identify any material deviations from the approved budget documents, and identify individual fund issues or concerns.

The Management’s Discussion and Analysis (MD&A) is designed to focus on the current year’s activities in comparison to the previous year, resulting changes, and currently known facts. It should be read in conjunction with the Letter of Transmittal and the financial statements that begin with Exhibit A-1.

FINANCIAL HIGHLIGHTS

- Assets and deferred outflows of resources of the City-Parish primary government exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$940.8 million (*net position*); \$349.7 million for governmental activities and \$591.1 million for business-type activities. Unrestricted net position for governmental activities is a deficit of \$1,246.5 million, while unrestricted net position for business-type activities is \$128.6 million. The deficit for the primary government unrestricted net position is primarily the result of the recognition of \$1,092.4 million in other post-employment benefit liabilities and \$774.7 million in net pension liability.
- The primary government’s total net position increased by \$213.2 million during 2025 to \$940.8 million.
- Governmental activities’ net position increased \$192.3 million during 2025 as a result of revenues exceeding expenses for the year in 2025. Revenues increased primarily for charges for services due to increase in the national opioid settlements, capital grants due to the Plank-Nicholson Bus Rapid Transit Project and donated resources, and increases in interest earnings. Capital assets increased and long-term liabilities overall decreased as a result of decreases in other postemployment benefits liabilities and bonds payable offset by increases in net pension liability, compensated absences, claims and judgments, employee benefits payables.
- Net position of business-type activities increased \$20.9 million during 2025. The airport district had increases in capital contributions that were offset by decreases in operating grants. The sewerage fund had increases in revenues due to an increase in the user fee rate, and increases in capital contribution, offset by increases in operating expenses and maintenance of wastewater treatment facilities. Solid Waste operations had decreases in revenues while expenses increased.
- As of the close of the current fiscal year, the City-Parish’s governmental funds reported combined ending fund balances of \$1,186.1 million, an increase of \$41.0 million. Approximately 1.6% of the fund balances, \$19.1 million, is *available for spending* at the City-Parish’s discretion (*unassigned fund balance*). The remainder of the fund balances are not available for discretionary spending because they are either nonspendable, restricted, committed or assigned for specific purposes. However, expenditures of committed and assigned fund balance remains under the City-Parish’s authority.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE, LOUISIANA
MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)

OVERVIEW OF THE FINANCIAL STATEMENTS

The City-Parish financial statements focus on the government as a whole (government-wide) and the major individual funds. Both perspectives (government-wide and major fund) allow the reader to address relevant questions, broaden a basis for comparison (year to year or government to government) and should enhance the City-Parish’s accountability.

Government-Wide Financial Statements

The government-wide financial statements (see Exhibits A-1 and A-2) are designed to be similar to those of private sector businesses in that all governmental and business-type activities are consolidated into columns which add to a total for the primary government. The governmental activities’ statements combine all governmental funds and internal service funds’ current financial resources with capital assets and long-term obligations. Also presented in the government-wide financial statements is a column for the business-type activities of the primary government. Component units are separate legal governmental entities or nonprofit corporations substantially influenced by the City-Parish or to which the City-Parish Metropolitan Council may be obligated to provide financial assistance and are presented as a separate column in the government-wide statements and as individual activities within the basic financial statements.

The Statement of Net Position (Exhibit A-1) presents information on all the government’s assets and liabilities, and deferred inflows/outflows of resources, with the difference being reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the City-Parish is improving or weakening.

The Statement of Activities (Exhibit A-2) presents information showing how the government’s net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows only in future fiscal periods. For example, uncollected taxes and earned but unused vacation leave result in cash flows for future periods. The focus of the Statement of Activities is on both the gross and net cost of various activities which are funded by the government’s general tax, user fees, and other revenues. This is intended to summarize information and simplify the user’s analysis of the cost of various governmental services and/or subsidies to various governmental and business-type activities and component units.

The governmental activities reflect the City-Parish’s basic services including public safety (fire, law enforcement, emergency medical services, emergency preparedness), general government services (executive, legislative, judicial), health and welfare (mosquito control, animal control), transportation (street and road maintenance and drainage), culture and recreation (library), conservation and development (social programs), and interest and fiscal charges on long-term debt. These services are financed primarily with taxes and intergovernmental revenues. The business-type activities reflect private sector type operations (sewer utilities, airport, parking facility, convention center, solid waste collection and disposal) where the fee for service typically covers all or most of the costs.

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.

Governmental Funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. The governmental funds and budgetary presentation (see Exhibits A-3 through A-6 and A-15 through A-18) are presented on a modified accrual basis. This is the manner in which the budget is typically developed excluding certain timing differences between the budget basis and the generally accepted accounting principle (GAAP) basis. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government’s current financing requirements. The City-Parish has presented the General Fund, Library Board of Control Special Revenue Fund, Grants

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE, LOUISIANA
MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)

Special Revenue Fund, and the Capital Projects Fund as major governmental funds. All nonmajor governmental funds are presented in one column, titled other governmental funds. Combining financial statements of the nonmajor funds can be found in the combining and individual fund statements and schedules that follow the basic financial statements and required supplementary information. While the business-type activities total column on the proprietary fund financial statements for enterprise funds (see Exhibit A-7 and A-8) is the same as the business-type column at the government-wide financial statement, the governmental major funds total column requires a reconciliation to the government-wide financial statement because of the different measurement focus which is reflected on the page following each statement (see Exhibits A-4 and A-6). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financing sources and will show capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations into the governmental activities’ net position column in government-wide statements.

Proprietary Funds encompass both enterprise and internal service funds on the fund financial statements. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The proprietary funds (see Exhibits A-7 through A-9) are presented on an accrual basis. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City-Parish’s various functions. The government uses internal service funds to account for its equipment rental and replacement program and the Fleet Management maintenance and fuel activities. Because both of these services predominantly benefit governmental rather than business-type functions, they have been included within the governmental activities section in the government-wide financial statements. Combining statements of the nonmajor individual enterprise and internal service funds can be found in the combining and individual fund statements following the basic financial statements and required supplementary information.

The City-Parish presents **fiduciary funds** in accordance with generally accepted accounting principles. While these funds represent a trust or custodial responsibility, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the government-wide financial statements.

Capital Assets

Capital assets include land, improvements to land, noise mitigation cots, easements, buildings, vehicles, machinery and equipment, infrastructure, and all other assets that are used in operations and that have initial useful lives greater than two years and exceed the government’s capitalization threshold. The City-Parish has capitalized all purchased capital assets. Donated infrastructure assets accepted into City-Parish maintenance since year 1980 have been capitalized.

Additional detailed information about the City-Parish’s capital assets is presented in Note 6, Exhibit A-14 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 are a required part of the basic financial statements and can be found in Exhibit A-14 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-Parish’s revenues and expenditures in comparison to its budget for the General Fund and major Special Revenue Funds, liability to provide other post-employment benefits to its employees and its net pension liability and pension plan contributions. Required supplementary information can be found on Exhibit A-15 through A-23. The notes to required supplementary information can be found in Exhibit A-18 and within Exhibit A-19 and A-23.

The combining and individual fund statements referred to earlier in connection with the nonmajor governmental and proprietary funds are presented in Exhibits B-1 through E-4.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE, LOUISIANA
MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)

Certain supplementary financial information can be found in Exhibits F-1 through F-7 of this report. These schedules and the statistical section (Exhibits G-1 through G-22) are included for additional information and analysis and do not constitute a part of the basic financial statements.

Also included in the report are the auditor’s report required by Government Auditing Standards and the Office of Management and Budget 2 CFR Part 200 (Uniform Guidance) Single Audit auditor report, findings, and schedules, which focus on the federal grant programs of the City-Parish. This information can be found under the Single Audit section.

Government-Wide Financial Analysis

The following table reflects the condensed Statement of Net Position for 2025, with comparative figures from 2024:

City of Baton Rouge, Parish of East Baton Rouge
Condensed Statement of Net Position
December 31, 2025 & 2024
(in millions)

	Governmental Activities		Business- Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Assets:						
Current and Other Assets	\$ 1,361.3	\$ 1,338.7	\$ 361.2	\$ 339.5	\$ 1,722.5	\$ 1,678.2
Restricted Assets	--	--	79.5	71.3	79.5	71.3
Capital Assets	<u>1,263.3</u>	<u>1,196.0</u>	<u>1,661.1</u>	<u>1,714.2</u>	<u>2,924.4</u>	<u>2,910.2</u>
Total Assets	<u>2,624.6</u>	<u>2,534.7</u>	<u>2,101.8</u>	<u>2,125.0</u>	<u>4,726.4</u>	<u>4,659.7</u>
Deferred Outflow of Resources	<u>240.5</u>	<u>243.7</u>	<u>131.3</u>	<u>162.2</u>	<u>371.8</u>	<u>405.9</u>
Liabilities:						
Current Liabilities	124.1	151.1	38.6	43.1	162.7	194.2
Non-current Liabilities	<u>2,274.5</u>	<u>2,306.5</u>	<u>1,544.6</u>	<u>1,608.0</u>	<u>3,819.1</u>	<u>3,914.5</u>
Total Liabilities	<u>2,398.6</u>	<u>2,457.6</u>	<u>1,583.2</u>	<u>1,651.1</u>	<u>3,981.8</u>	<u>4,108.7</u>
Deferred Inflow of Resources	<u>116.8</u>	<u>163.4</u>	<u>58.8</u>	<u>65.9</u>	<u>175.6</u>	<u>229.3</u>
Net Position:						
Net Investment in Capital Assets	1,016.7	945.4	400.4	417.9	1,417.1	1,363.3
Restricted	579.5	507.5	62.1	53.5	641.6	561.0
Unrestricted	<u>(1,246.5)</u>	<u>(1,295.5)</u>	<u>128.6</u>	<u>98.8</u>	<u>(1,117.9)</u>	<u>(1,196.7)</u>
Total Net Position	<u>\$ 349.7</u>	<u>\$ 157.4</u>	<u>\$ 591.1</u>	<u>\$ 570.2</u>	<u>\$ 940.8</u>	<u>\$ 727.6</u>

For more detailed information see Exhibit A-1, the Statement of Net Position.

As of December 31, 2025, \$1,417.1 million of the City-Parish’s net position reflects the government’s investment in capital assets (land, buildings, noise mitigation costs, infrastructure, machinery and equipment) less related outstanding debt used to acquire those assets. The City-Parish government uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Restricted net position represents those net resources subject to external restrictions on how they may be used such as a property tax collected that was approved by the electorate for a specific purpose. Restricted net position increased by \$72.0 million from the previous year for governmental activities, primarily for capital projects funds property tax dedicated for library improvements and sales

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE, LOUISIANA
MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)

taxes dedicated for street improvements. Restricted net position increased by \$8.6 million for business-type activities, due to an increase in debt service sinking requirements in the sewer program and capital projects. Unrestricted net position increased by \$49.0 million from the previous year for governmental activities. This increase was primarily due to revenues exceeding expenses and decreases related to other post-employment benefits and bonds payable. Unrestricted net position increased by \$29.8 million for business-type activities. This increase was primarily due to decreases in accounts and contracts payable and operating and nonoperating revenues and transfers in exceeding expenses and transfers out for the Comprehensive Sewerage System

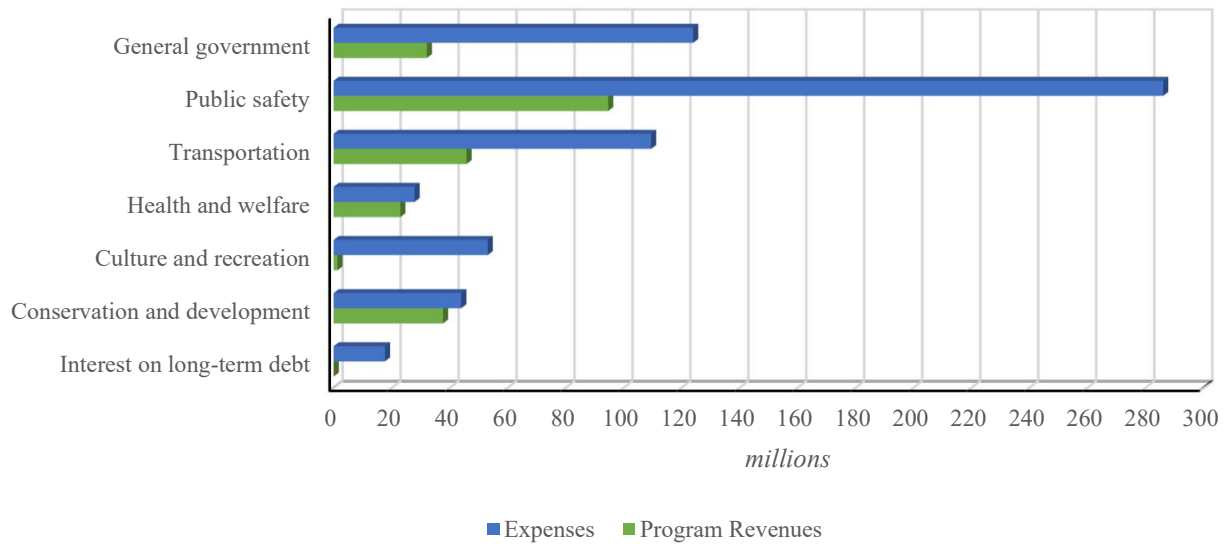
The table below provides a summary of the changes in net position for the year ended December 31, 2025, with comparative figures from 2024:

City of Baton Rouge, Parish of East Baton Rouge
Condensed Statement of Changes in Net Position
For the Years Ended December 31, 2025 & 2024
(in millions)

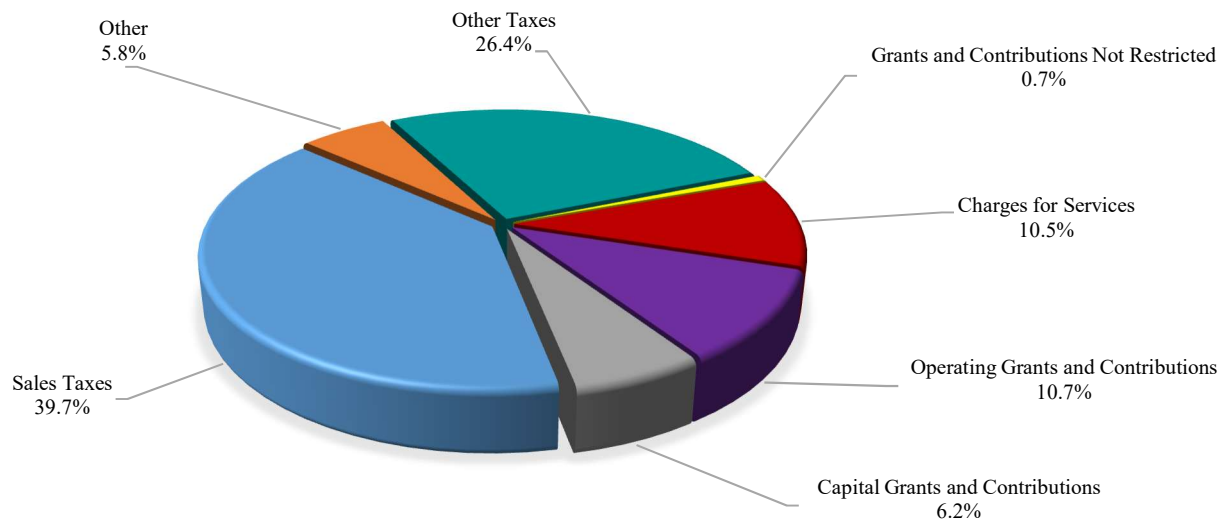
	Governmental Activities		Business- Type Activities		Total	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Revenues:						
Program Revenues:						
Charges for Services	\$ 89.9	\$ 75.1	\$227.6	\$222.8	\$ 317.5	\$ 297.9
Operating Grants and Contributions	91.7	92.8	0.9	2.6	92.6	95.4
Capital Grants and Contributions	53.1	38.5	28.6	22.7	81.7	61.2
General Revenues:						
Sales Taxes	340.1	366.6	62.0	59.4	402.1	426.0
Other Taxes	226.3	199.0	1.8	1.7	228.1	200.7
Grants and Contributions Not						
Restricted to Specific Programs	5.9	5.9	--	--	5.9	5.9
Other	<u>49.5</u>	<u>48.1</u>	<u>12.4</u>	<u>13.0</u>	<u>61.9</u>	<u>61.1</u>
Total Revenues	<u>856.5</u>	<u>826.0</u>	<u>333.3</u>	<u>322.2</u>	<u>1,189.8</u>	<u>1,148.2</u>
Expenses:						
General Government	124.1	102.6	1.8	1.3	125.9	103.9
Public Safety	286.2	272.3	--	--	286.2	272.3
Transportation	109.5	96.5	29.4	30.0	138.9	126.5
Sanitation	--	--	263.5	261.3	263.5	261.3
Health and Welfare	27.9	29.5	--	--	27.9	29.5
Culture and Recreation	53.1	47.1	19.4	19.0	72.5	66.1
Conservation and Development	44.0	45.9	--	--	44.0	45.9
Interest on Long-Term Debt	<u>17.7</u>	<u>16.8</u>	<u>--*</u>	<u>--*</u>	<u>17.7</u>	<u>16.8</u>
Total Expenses	<u>662.5</u>	<u>610.7</u>	<u>314.1</u>	<u>311.6</u>	<u>976.6</u>	<u>922.3</u>
Increase/(Decrease) in Net Position						
Before Transfers	194.0	215.3	19.2	10.6	213.2	225.9
Transfers	<u>(1.7)</u>	<u>(7.5)</u>	<u>1.7</u>	<u>7.5</u>	<u>--</u>	<u>--</u>
Increase/(Decrease) in Net Position	192.3	207.8	20.9	18.1	213.2	225.9
Net Position, January 1	<u>157.4</u>	<u>(50.4)</u>	<u>570.2</u>	<u>552.1</u>	<u>727.6</u>	<u>501.7</u>
Net Position, December 31	<u>\$ 349.7</u>	<u>\$157.4</u>	<u>\$591.1</u>	<u>\$570.2</u>	<u>\$ 940.8</u>	<u>\$ 727.6</u>
*Interest expense for Business-Type Activities is reported within the functional categories.						

**CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE, LOUISIANA
MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)**

2025 Expenses and Program Revenues - Governmental Activities



2025 Revenues by Source - Governmental Activities
\$856.5 million



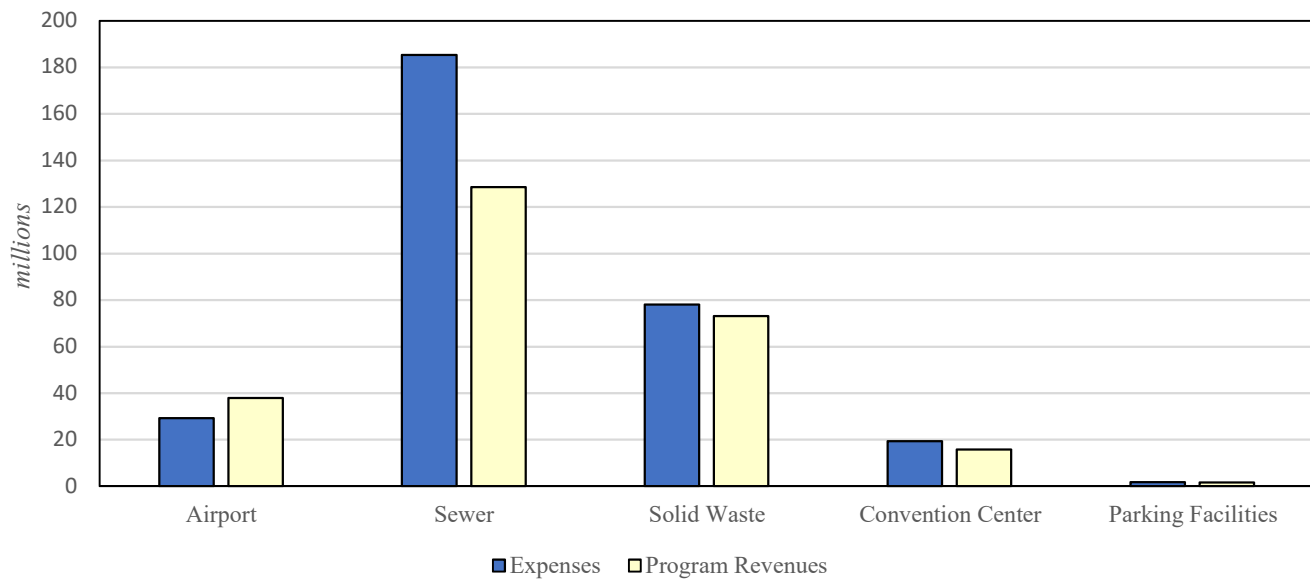
The government’s total net position increased by \$213.2 million during the current fiscal year.

Governmental Activities’ net position increased \$192.3 million in 2025. The increase in net position is a result of revenues exceeding expenses for the year. A further analysis of the increase in net position shows the following:

- Revenue increases included investment earnings due to an increase in investments in Treasury Bills and LAMP, capital grants revenues increased due to the Plank-Nicholson Bus Rapid Transit Project and donated resources, and charges for services increased due to increase national opioid settlements.
- Expenses increased for salaries and benefits, one-time purchases and compensated absences, net pension, and claims and judgements, while expenses related to other post-employment benefits decreased.

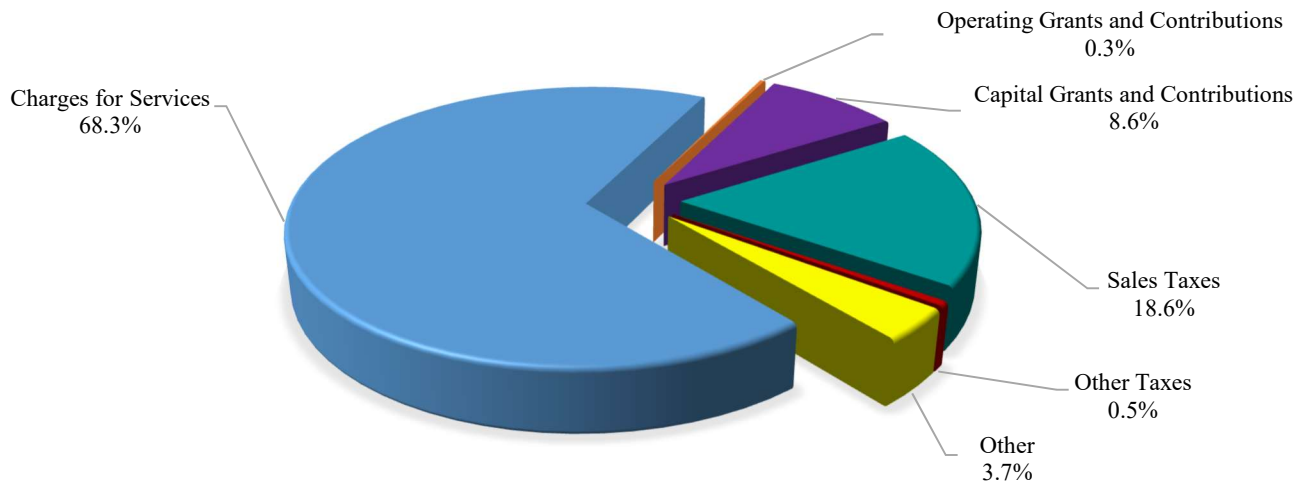
**CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE, LOUISIANA
MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)**

2025 Expenses and Program Revenues - Business-Type Activities



2025 Revenues by Source - Business Type Activities

\$333.3 million



Business-Type Activities' net position increased by \$20.9 million in 2025. The increase in net position is a result of revenues exceeding expenses for the year. An analysis of major revenues and expenses is as follows:

- The Greater Baton Rouge Airport District had a decrease in operating grants due to the CARES Act grant program ending, which was offset by an increase in capital contributions due to additional construction.
- The Comprehensive Sewerage System Fund experienced an increase in collections of user fees due to the standard annual 4% rate increase required by ordinance. This was offset by increases in contractual services expenses for the operations and maintenance of the wastewater treatment facilities and increases in capital contributions due to increased development activity and contributions from the State of LA for the Sullivan Road project.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE, LOUISIANA
MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)

- The Solid Waste Collection and Disposal Fund experienced a decrease in revenues during 2025, primarily due to commercial businesses/industries utilizing the Green Meadow Solutions Transfer Station, which is not owned by City-Parish, as well as a decrease in interest earnings. Expenses increased as a result of contractual service cost escalations associated with built-in inflation adjustments, the operation of the new self-service collection facility, and additional debris collection activities.

As noted earlier, the City-Parish uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds: The focus of the City-Parish’s governmental funds is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City-Parish’s financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government’s net resources available for discretionary spending at the end of the fiscal year.

As of the end of the current fiscal year, the primary government’s governmental funds reported combined ending fund balances of \$1,186.1 million, an increase of \$41.0 million in comparison with the prior year. Approximately 1.6% of total governmental funds fund balance (\$19.1 million) constitutes *unassigned fund balance*, which is available for spending at the government’s discretion. Of the remaining fund balance, \$0.8 million is *nonspendable* and is not in spendable form, \$961.0 million is *restricted* and has limitations imposed on its use by external parties or tax propositions, \$165.2 million is *committed* for specific purposes imposed by the Metropolitan Council, and \$40.0 million has been assigned for various purposes by the Finance Director. Additional information on governmental fund balance can be found in Note 16 of the Notes to the Financial Statements including information on the specific purpose for amounts restricted, committed and assigned.

The General Fund is the chief operating fund of the Consolidated Government of the City of Baton Rouge, Parish of East Baton Rouge, Louisiana. At the end of the current fiscal year, unassigned fund balance of the General Fund was approximately \$19.2 million, while total fund balance was \$129.7 million. After transfers, primarily to capital projects, nonmajor enterprise, nonmajor governmental, grants and debt service funds, the net change in fund balance for the General Fund was a deficit of \$7.6 million for the year. This decrease was primarily due to the budgeted utilization of Fund Balance-Committed for Budget Stabilization which served as a temporary fiscal bridge to mitigate revenue reductions resulting from the incorporation and transition of the City of St. George, successfully preventing disruptions to essential governmental services in 2025.

The Library Board of Control Fund collected revenues that exceeded expenditures by approximately \$17.2 million in 2025. The primary source of revenue for this fund is an 11.1 mill property tax that was rolled back to 9.89 mill as a result of the 2024 reassessment year, which provides funding for all operating costs of the library system and a pay-as-you-go capital improvement program. All revenues remaining after operational expenditures are funded are applied to the library’s capital improvement program. Funding for the capital improvement program often accumulates for multiple years before beginning bid and construction on a new library, resulting in large fund balances in the library fund. During 2025, \$9.5 million was transferred to the capital project fund for library capital improvements.

Grants Fund expenditures and other financing uses exceeded revenues and other financing sources by approximately \$2.2 million during 2025. The decrease is a result of transfers out, primarily to the General Fund, for closing out the COVID-19 Public Assistance disaster, as well as the expenditures during 2025 of transfers received in the prior year.

Fund balance in the Capital Projects Fund increased \$17.2 million in 2025. Major revenue and other financing sources in this fund during 2025, include \$6.5 million from the Louisiana Department of Transportation and Development, \$26.4 million from the U.S Department of Transportation and Development, \$55.3 million from general sales and use taxes dedicated to streets and roads, \$26.1 million from interest earnings, \$0.1 million from the State of Louisiana Capital Outlay, \$0.2 million from sale of bonds, and \$13.7 million transferred from the General Fund and Special Revenue Funds. Outlays during 2025, of approximately \$111.8 million, include almost \$96.5 million for street and intersection improvements, \$12.6 million for building construction and improvements, and \$2.7 million for equipment and other

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE, LOUISIANA
MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)

capital outlay. Fund balance in the Capital Projects Fund will fluctuate year-to-year based on the status of projects and the progression of financing to fund those projects.

Proprietary Funds: The City-Parish’s proprietary funds provide the same type of information found for business-type activities in the government-wide financial statements, but in more detail.

Unrestricted net position of the Greater Baton Rouge Airport District was a deficit of \$6.1 million at December 31, 2025. Most of this major fund’s assets are capital assets with a net investment in capital assets of \$208.9 million. The fund reported a net loss of \$6.3 million before capital contributions and transfers for the year ended December 31, 2025. However, with capital contributions for construction of \$16.8 million, a positive change to net position of \$10.5 million occurred.

Unrestricted net position of the Comprehensive Sewerage System Fund was \$114.7 million at December 31, 2025. This fund encompasses all assets associated with sewerage operations, maintenance, and capital improvements held by the City, the Parish, the Consolidated Sewerage District, and the East Baton Rouge Parish Sewerage Commission. The net investment in capital assets portion of net position totaled approximately \$141.6 million, reflecting a heavy investment in capital assets, net of outstanding debt. The fund realized a net gain of approximately \$1.9 million before capital contributions and transfers for the year ended December 31, 2025. Capital contributions of \$10.8 million increased total change in net position to \$12.7 million.

Unrestricted net position of the Solid Waste Collection and Disposal Fund was \$15.1 million at December 31, 2025. Most of this major fund’s assets are capital assets with a net investment in capital assets of \$13.0 million. The fund realized a net loss before transfers of \$3.2 million for the year ended December 31, 2025.

General Fund Budgetary Highlights

The 2025 General Fund originally budgeted expenditures of \$376.5 million (inclusive of transfers out) were increased by \$23.0 million during 2025 to reflect a final amended budget of approximately \$399.5 million. Committed fund balances were generally used as a source for the risk management appropriations and assigned fund balance for certain public safety allocations.

Increases in appropriations were made in the following areas:

	<u>(in millions)</u>
Public safety, including prison costs	\$10.1
Risk management from fund balance committed to	
Self-insurance purposes	1.4
Grant programs	1.0
Legal services	0.3
Metro Council	0.9
General fund operational	6.0
Constitutional offices operational costs	2.3
Public works improvements	0.1
Community Center	0.4
Other miscellaneous purposes	<u>0.5</u>
Total additional General Fund appropriations	<u>\$23.0</u>

**CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE, LOUISIANA
MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)**

Material differences between actual results and final amended budgeted amounts in the General Fund are as follows:

- Tax revenues were \$2.3 million more than budgeted, charges for services were \$2.8 million, mostly as a result of the agreement with St. George, was more than budgeted and interest earning revenues were \$5.5 million more than budget for 2025.
- Approximately \$22.8 million of the appropriations for departmental budgets were not spent during 2025. The Plan of Government allows for the carry-forward of funds that are allocated to one-time projects to subsequent years. These appropriations carried forward, in the amount of \$16.4 million, are included in assigned fund balance on the General Fund balance sheet. The majority of these funds are appropriated for needed public safety equipment, to upgrade computers, software systems, provide for replacement of departmental office equipment, and provide funds for public works projects such as drainage, street improvements, and repairs and renovations to City-Parish buildings.

Capital Asset and Debt Administration

Capital Assets: Capital assets for the City of Baton Rouge, Parish of East Baton Rouge Consolidated Government’s governmental and business-type activities as of December 31, 2025, amount to \$2,924.4 million (net of accumulated depreciation). These capital assets include land, buildings and system improvements, machinery and equipment, airport facilities, parking facilities, a convention center, a landfill, wastewater treatment facilities, roads, highways, bridges, and drainage systems. The total increase in the City-Parish’s capital assets for the current fiscal year was \$14.2 million, a 5.6 percent increase for governmental activities and a 3.1 percent decrease for business-type activities.

Major capital asset events during the current fiscal year included the following:

- Planning, design, right-of-way acquisition, and construction on street or intersection improvements funded by two programs each dedicating one-half percent sales and use tax for the purpose of street and road improvements (\$55.2 million).
- Capital improvements to the sewerage system, including upgrades to treatment plants and rehabilitation of major sewer lines (\$12.2 million).
- Renovations and improvements to Airport buildings, runways, and other Airport improvements (\$18.1 million).
- Depreciation expense of \$61.1 million for governmental activities and \$86.9 million for business-type activities offset the above increases.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE, LOUISIANA
MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)

City of Baton Rouge, Parish of East Baton Rouge
Capital Assets
(Net of Depreciation)
December 31, 2025 & 2024
(in millions)

	Governmental Activities		Business- Type Activities		Total	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Land and right-of-way	\$ 271.3	\$ 263.7	\$ 102.5	\$ 102.3	\$ 373.8	\$ 366.0
Buildings	143.8	145.0	82.3	86.1	226.1	231.1
Noise Mitigation Costs	--	--	58.7	58.7	58.7	58.7
Improvements (Other Than Buildings) and Infrastructure	482.1	496.6	1,365.9	1,414.6	1,848.0	1,911.2
Machinery and Equipment	45.9	52.3	2.4	2.6	48.3	54.9
Construction Work-In-Progress	<u>320.2</u>	<u>238.4</u>	<u>49.3</u>	<u>49.9</u>	<u>369.5</u>	<u>288.3</u>
Total	<u>\$1,263.3</u>	<u>\$1,196.0</u>	<u>\$1,661.1</u>	<u>\$1,714.2</u>	<u>\$2,924.4</u>	<u>\$2,910.2</u>

Additional information on the City-Parish’s capital assets can be found in Note 6, Exhibit A-14 of this report.

Long-Term Debt: At the end of the current fiscal year, the City-Parish had total bonded debt outstanding of \$1,729.4 million. Of this amount, \$28.6 million comprises debt backed by the full faith and credit of the government. The remainder of the debt represents bonds secured solely by specified revenue sources such as sales tax and user fees. There were no general obligation bonds outstanding for the City of Baton Rouge or the Parish of East Baton Rouge at the end of the fiscal year.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE, LOUISIANA
MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)

City of Baton Rouge, Parish of East Baton Rouge
Summary of Limited Tax Obligation, Excess Revenue and Revenue Bonds
December 31, 2025 & 2024
(in millions)

	Governmental Activities		Business- Type Activities		Total	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Limited Tax Obligation Bonds	\$ 0.5	\$ 0.4	\$ --	\$ --	\$ 0.5	\$ 0.4
Excess Revenue Contracts, Loans and Notes	28.6	52.9	424.2	489.5	452.8	542.4
Revenue Bonds	<u>412.1</u>	<u>423.1</u>	<u>864.0</u>	<u>873.5</u>	<u>1,276.1</u>	<u>1,296.6</u>
Total All Bonds, Contracts, Loans and Notes	<u>\$441.2</u>	<u>\$476.4</u>	<u>\$1,288.2</u>	<u>\$1,363.0</u>	<u>\$1,729.4</u>	<u>\$1,839.4</u>

As of December 31, 2025, City-Parish bonds were rated by three major rating services as follows:

	Underlying Ratings		
	Moody’s Investors Service	Standard and Poor’s	Fitch Investors
City of Baton Rouge (2%) Sales Tax Revenue Bonds	Aa2	AAA	AA+
Parish of East Baton Rouge Road and Street Improvements (1/2%) Sales Tax Revenue Bonds	Aa2	AA	AA
East Baton Rouge Sewerage Commission Revenue Bonds	Aa3	AA-	AA-
Parish of East Baton Rouge Capital Improvement District MOVEBR (1/2%) Sales Tax Revenue Bonds	Aa2	AA+	AA+

Additional information on debt administration can be found in Exhibit F-7 of this report, including information concerning the computation of legal debt margins for different types of bonds.

**CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE, LOUISIANA
MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)**

Economic Factors and Next Year’s Budget and Rates

The City-Parish’s General Fund receives approximately 59.5 percent of its revenues from the 2 percent general sales and use tax levied by the City of Baton Rouge or the Parish of East Baton Rouge; therefore, economic indicators are very important in forming the General Fund budget estimates. Dr. James A. Richardson and Dr. Loren C. Scott, expert economists, prepare an econometric model for Louisiana and its major metropolitan areas each year. Statistics on personal income growth and employment growth are generated. In arriving at the sales tax forecast for the 2026 Annual Operating Budget, a 0.5% growth rate for 2026 was applied to projected collections for 2025, less the St. George collections retained through June.

The impact of the sales and use tax reform legislation approved in December 2024, effective January 1, 2025, and additional changes made during the 2025 Louisiana Regular Legislative Session, effective July 1, 2025, have provided some difficulty in analyzing and forecasting future impacts.

In 2026, the sales and use tax collections will reflect a full year of transitioning from the revenue loss of St. George. A conservative approach was taken in regard to the sales tax assumptions used for the preparation of the 2026 budget. In arriving at the sales tax forecast for the proposed budget, a 0.5% growth rate for 2026 was applied to projected collections for 2025, less the St. George collections retained through June.

Taking several of these factors into consideration, assumptions resulted in a reduction of sales and use tax collections in the parish collections of \$19.6 million and an increase in the city collections of \$10.3 million for a net decrease of approximately \$9.3 million.

The proposed budget for the year 2026 for all funds, exclusive of operating transfers between funds, totals \$1,156.1 million. This is a decrease of approximately \$11.7 million or 1.00 percent over the 2025 budget. The decrease of \$15.5 in the General Fund reflects the full transition of revenue loss resulting from the incorporation of St. George, as the City-Parish is no longer required to provide certain services, mitigating some of the impact of the lost operating revenue.

The decrease in the Special Revenue Funds is primarily attributed to a reduction in capital improvement spending planned for the Library and the appropriation of interest earnings within the American Rescue Plan Act fund.

Requests For Information

This financial report is designed to provide a general overview of the finances of the City of Baton Rouge, Parish of East Baton Rouge, Louisiana, for all of those with an interest in the government’s finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Department of Finance, Accounting Division, P.O. Box 1471, Baton Rouge, Louisiana, 70821-1471 or email address: financeinternetaccount@brla.gov



CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF NET POSITION
DECEMBER 31, 2025

EXHIBIT A - 1

	Primary Government			Component
	Governmental	Business-Type	Total	Units
	Activities	Activities		
ASSETS				
Cash and cash equivalents (Note 3)	\$ 717,927,448	\$ 187,107,666	\$ 905,035,114	\$ 31,118,323
Investments (Note 3)	359,963,168	90,490,182	450,453,350	--
Receivables - net (Note 15)	128,639,619	27,591,001	156,230,620	27,159,240
Due from other governments (Note 13)	147,077,606	7,138,819	154,216,425	8,935,720
Prepaid items	64,358	218,930	283,288	1,075,001
Loans receivable	5,480,926	--	5,480,926	248,559
Inventory	1,146,185	138,522	1,284,707	3,688,102
Net pension asset	--	--	--	6,483,890
Other assets	1,000,000	--	1,000,000	121,336
Restricted assets:				
Cash and cash equivalents (Note 3)	--	52,944,954	52,944,954	17,125,193
Investments (Note 3)	--	26,081,427	26,081,427	10,376,077
Receivables - net (Note 15)	--	486,911	486,911	--
Leases Receivable (Note 11)	--	48,526,702	48,526,702	--
Capital assets (Note 6):				
Non-depreciable	591,453,754	210,568,831	802,022,585	7,079,103
Depreciable, net	671,896,973	1,450,555,998	2,122,452,971	101,431,932
Total assets	<u>2,624,650,037</u>	<u>2,101,849,943</u>	<u>4,726,499,980</u>	<u>214,842,476</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred amount on refunding	3,131,625	111,690,334	114,821,959	10,311,444
Deferred outflow for OPEB	75,833,341	5,818,796	81,652,137	8,249,175
Deferred outflow for pensions	161,548,796	13,789,959	175,338,755	9,632,139
Total deferred outflows of resources	<u>240,513,762</u>	<u>131,299,089</u>	<u>371,812,851</u>	<u>28,192,758</u>
LIABILITIES				
Accounts payable and other current liabilities	56,563,811	19,102,134	75,665,945	8,834,937
Due to other governments	1,499,159	--	1,499,159	376,405
Accrued payables	14,715,034	17,487,620	32,202,654	405,885
Unearned revenue	32,028,756	2,078,131	34,106,887	1,045,698
Deposits and escrow accounts	19,272,801	--	19,272,801	--
Other liabilities	--	--	--	226,539
Non-current liabilities (Note 10):				
Due within one year	69,329,450	46,819,210	116,148,660	7,219,959
Due in more than one year	2,205,174,999	1,497,811,812	3,702,986,811	196,163,903
Total liabilities	<u>2,398,584,010</u>	<u>1,583,298,907</u>	<u>3,981,882,917</u>	<u>214,273,326</u>
DEFERRED INFLOWS OF RESOURCES				
Resources received before time requirements	1,079,151	--	1,079,151	--
Deferred inflow for OPEB	93,545,561	9,411,535	102,957,096	6,269,367
Deferred inflow for pensions	22,221,841	2,009,330	24,231,171	6,534,710
Deferred inflow for leases	--	47,085,141	47,085,141	--
Deferred inflow for PPP	--	252,000	252,000	--
Total deferred inflows of resources	<u>116,846,553</u>	<u>58,758,006</u>	<u>175,604,559</u>	<u>12,804,077</u>
NET POSITION				
Net investment in capital assets	1,016,711,188	400,420,759	1,417,131,947	12,228,675
Restricted for (Note 16):				
Capital projects	413,436,843	17,929,699	431,366,542	--
Debt service	14,572,852	42,917,755	57,490,607	29,289,142
Passenger facility charges	--	1,254,198	1,254,198	--
External legal constraints	151,459,680	--	151,459,680	7,698,631
Unrestricted	(1,246,447,327)	128,569,708	(1,117,877,619)	(33,258,617)
Total net position	<u>\$ 349,733,236</u>	<u>\$ 591,092,119</u>	<u>\$ 940,825,355</u>	<u>\$ 15,957,831</u>

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

Function/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 124,076,776	\$ 27,495,035	\$ 4,646,760	\$ 12,999
Public safety	286,167,068	41,231,617	42,664,342	10,840,402
Transportation	109,542,964	--	3,652,850	42,172,929
Health and welfare	27,908,727	18,460,076	4,535,650	--
Culture and recreation	53,147,564	96,671	1,213,751	--
Conservation and development	44,002,901	2,650,526	35,013,980	71,073
Interest and fiscal charges on long-term debt	17,687,112	--	--	--
Total governmental activities	<u>662,533,112</u>	<u>89,933,925</u>	<u>91,727,333</u>	<u>53,097,403</u>
Business-type activities:				
Airport	29,343,216	20,730,987	414,026	16,777,622
Sewer	185,388,103	117,753,991	--	10,785,370
Solid waste collection and disposal	78,122,090	73,065,546	--	126,000
Convention center	19,413,695	14,416,026	489,972	903,514
Parking facilities	1,798,902	1,667,034	--	--
Total business-type activities	<u>314,066,006</u>	<u>227,633,584</u>	<u>903,998</u>	<u>28,592,506</u>
Total primary government	<u>\$ 976,599,118</u>	<u>\$ 317,567,509</u>	<u>\$ 92,631,331</u>	<u>\$ 81,689,909</u>
Component units:				
Judicial court services	\$ 41,291,596	\$ 12,013,718	\$ 23,698,499	\$ --
Health services	6,947,133	--	7,860,457	--
Economic development districts	5,993,479	282,796	1,243,760	--
Public Safety Services	7,353,850	7,947,539	--	--
Mass transit	39,275,291	1,490,606	--	10,349,432
Total component units	<u>\$ 100,861,349</u>	<u>\$ 21,734,659</u>	<u>\$ 32,802,716</u>	<u>\$ 10,349,432</u>

General revenues:

Taxes:

Property
Gross receipts business
Sales
TIF district tax
Occupancy
Occupational
Insurance premium
Gaming admissions
Interest and penalties - delinquent taxes

Miscellaneous

Grants and contributions not restricted to specific programs

Investment earnings

Gain on sale of capital assets

Transfers (to) from other funds

Total general revenues and transfers

Change in net position

Net position - beginning of year, as previously reported

Adjustments and restatements (Note 2)

Net position - beginning of year, as adjusted or restated

Net position - end of year

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position			
Primary Government			Component Units
Governmental Activities	Business-type Activities	Total	
\$ (91,921,982)	\$ --	\$ (91,921,982)	\$ --
(191,430,707)	--	(191,430,707)	--
(63,717,185)	--	(63,717,185)	--
(4,913,001)	--	(4,913,001)	--
(51,837,142)	--	(51,837,142)	--
(6,267,322)	--	(6,267,322)	--
(17,687,112)	--	(17,687,112)	--
(427,774,451)	--	(427,774,451)	--
--	8,579,419	8,579,419	--
--	(56,848,742)	(56,848,742)	--
--	(4,930,544)	(4,930,544)	--
--	(3,604,183)	(3,604,183)	--
--	(131,868)	(131,868)	--
--	(56,935,918)	(56,935,918)	--
(427,774,451)	(56,935,918)	(484,710,369)	--
--	--	--	(5,579,379)
--	--	--	913,324
--	--	--	(4,466,923)
--	--	--	593,689
--	--	--	(27,435,253)
--	--	--	(35,974,542)
170,658,652	--	170,658,652	26,262,851
27,995,079	--	27,995,079	--
340,133,591	61,963,619	402,097,210	2,174,822
43,558	--	43,558	--
1,865,102	1,812,338	3,677,440	3,474,493
8,460,342	--	8,460,342	--
4,776,245	--	4,776,245	--
11,117,241	--	11,117,241	--
1,348,680	--	1,348,680	--
14,832	--	14,832	2,074,465
5,917,719	--	5,917,719	11,340,508
47,946,734	12,265,739	60,212,473	1,973,859
1,512,411	92,890	1,605,301	--
(1,691,792)	1,691,792	--	--
620,098,394	77,826,378	697,924,772	47,300,998
192,323,943	20,890,460	213,214,403	11,326,456
157,409,293	570,201,659	727,610,952	4,686,801
--	--	--	(55,426)
157,409,293	570,201,659	727,610,952	4,631,375
\$ 349,733,236	\$ 591,092,119	\$ 940,825,355	\$ 15,957,831

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2025

	General Fund	Library Board of Control	Grants
ASSETS			
Cash and cash equivalents (Note 3)	\$ 63,365,189	\$ 77,454,768	\$ 29,382,350
Investments (Note 3)	31,209,720	38,149,364	14,471,903
Property taxes receivable - net (Note 4)	10,135,621	19,409,646	--
Gross receipts business taxes receivable	4,335,133	--	--
Sales taxes receivable - net (Note 15)	17,019,080	--	--
Interest and penalties receivable on taxes	82,051	--	--
Accounts receivable - net (Note 15)	2,754,742	3,449	--
Accrued interest receivable	1,355,893	990,322	403,480
Due from other funds (Note 13)	21,216,403	--	--
Due from other governments (Note 13)	27,680,666	40,110,630	15,688,443
Other assets	1,000,000	--	--
Inventory	829,793	--	--
Total assets	<u>\$ 180,984,291</u>	<u>\$ 176,118,179</u>	<u>\$ 59,946,176</u>
LIABILITIES			
Accounts and contracts payable	\$ 23,417,430	\$ 1,421,118	\$ 9,343,467
Due to other funds (Note 13)	--	43,563,147	--
Due to other governments	476,161	--	--
Accrued payables	4,525,577	665,536	449,078
Unearned revenue	--	--	32,028,756
Deposits and escrow accounts	19,202,242	--	70,559
Total liabilities	<u>47,621,410</u>	<u>45,649,801</u>	<u>41,891,860</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	3,100,410	1,522,049	--
Unavailable revenue - revenue sharing	594,561	--	--
Unavailable revenue - legal settlements	--	--	--
Resources received before time requirements	--	--	1,079,151
Total deferred inflows of resources	<u>3,694,971</u>	<u>1,522,049</u>	<u>1,079,151</u>
FUND BALANCES (Note 16):			
Nonspendable	829,793	--	--
Restricted	3,691,052	128,946,329	10,844,252
Committed	72,076,934	--	--
Assigned	33,825,428	--	6,130,913
Unassigned	19,244,703	--	--
Total fund balances	<u>129,667,910</u>	<u>128,946,329</u>	<u>16,975,165</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 180,984,291</u>	<u>\$ 176,118,179</u>	<u>\$ 59,946,176</u>

The accompanying notes are an integral part of this statement.

Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
\$ 411,779,520	\$ 126,374,100	\$ 708,355,927
219,955,103	51,748,801	355,534,891
--	20,640,790	50,186,057
--	--	4,335,133
7,335,649	1,738,193	26,092,922
--	--	82,051
--	35,936,289	38,694,480
5,010,410	1,378,835	9,138,940
47,923,275	--	69,139,678
13,070,022	49,622,172	146,171,933
--	--	1,000,000
--	--	829,793
<u>\$ 705,073,979</u>	<u>\$ 287,439,180</u>	<u>\$ 1,409,561,805</u>
\$ 17,363,689	\$ 4,039,741	\$ 55,585,445
--	25,576,531	69,139,678
511,479	511,519	1,499,159
6,463	1,300,590	6,947,244
--	--	32,028,756
--	--	19,272,801
<u>17,881,631</u>	<u>31,428,381</u>	<u>184,473,083</u>
--	2,163,712	6,786,171
--	54,672	649,233
--	30,497,495	30,497,495
--	--	1,079,151
<u>--</u>	<u>32,715,879</u>	<u>39,012,050</u>
--	--	829,793
639,290,726	178,218,645	960,991,004
48,088,079	45,076,275	165,241,288
--	--	39,956,341
(186,457)	--	19,058,246
<u>687,192,348</u>	<u>223,294,920</u>	<u>1,186,076,672</u>
<u>\$ 705,073,979</u>	<u>\$ 287,439,180</u>	<u>\$ 1,409,561,805</u>

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2025**

EXHIBIT A - 4

Fund balances - total governmental funds \$ 1,186,076,672

Amounts reported for governmental activities in the statement of net position 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	2,410,691,936	
Less accumulated depreciation	<u>(1,154,797,729)</u>	1,255,894,207

Assets used in governmental activities that are not financial resources, and, therefore,
are not reported in the governmental funds.

Prepaid items	64,358	
Loans receivable	<u>5,480,926</u>	5,545,284

Some revenues were collected more than sixty days after year-end and, therefore,
are not available soon enough to pay for current-period expenditures.

Property tax revenue	6,786,171	
Louisiana revenue sharing	649,233	
National opioid legal settlements	30,497,495	
U.S. Health and Human Services	<u>905,673</u>	38,838,572

Long-term liabilities, including bonds payable and associated deferred outflows,
are not due and payable in the current period and, therefore, are not reported
in the governmental funds.

Accrued interest payable	(7,703,027)	
Bonds payable	(441,209,575)	
Deferred premium	(40,681,220)	
Deferred amount on refunding	3,131,625	
Compensated absences payable	(32,556,214)	
Arbitrage payable	(3,234,077)	
Claims and judgments payable	(32,903,512)	
Employee benefits payable	(6,107,716)	
Total other post employment benefit liability	(1,008,499,284)	
Net pension liability	<u>(709,112,581)</u>	(2,278,875,581)

Deferred inflows and outflows of resources for pension plans and other postemployment
benefits are not due and payable in the current period and, therefore, are not
reported in the governmental funds.

121,614,735

Internal service funds are used by management to charge the costs of fleet management
and maintenance to individual funds. The assets and liabilities of the internal service
funds are included in governmental activities in the statement of net position.

20,639,347

Net position of governmental activities \$ 349,733,236

The accompanying notes are an integral part of this statement.



CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	General Fund	Library Board of Control	Grants
REVENUES			
Taxes:			
Property	\$ 35,780,874	\$ 61,749,594	\$ --
Gross receipts business taxes	27,995,079	--	--
Sales	210,867,726	--	--
TIF district tax	--	--	--
Occupancy	1,865,102	--	--
Occupational	8,460,342	--	--
Insurance premiums	4,776,245	--	--
Gaming admissions	11,117,241	--	--
Interest and penalties - delinquent	1,348,680	--	--
Licenses and permits	5,326,629	--	--
Intergovernmental revenues	16,081,645	--	81,492,829
Charges for services	30,399,335	32,499	--
Fines and forfeits	781,447	17,582	--
Investment earnings	6,119,911	5,801,875	1,779,559
Miscellaneous revenues	1,036,711	31,580	2,537,427
Total revenues	<u>361,956,967</u>	<u>67,633,130</u>	<u>85,809,815</u>
EXPENDITURES			
Current:			
General government	84,395,228	--	4,292,406
Public safety	203,394,756	--	28,860,277
Transportation	41,334,461	--	--
Health and welfare	2,967,801	--	4,508,635
Culture and recreation	(5,745)	49,980,241	54,000
Conservation and development	3,894,772	--	38,716,340
Debt service:			
Principal retirement	--	--	--
Interest and fiscal charges	--	--	--
Bond issuance costs	--	--	--
Capital outlay	26,367	501,154	10,913,224
Intergovernmental	27,721,120	--	--
Total expenditures	<u>363,728,760</u>	<u>50,481,395</u>	<u>87,344,882</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,771,793)</u>	<u>17,151,735</u>	<u>(1,535,067)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in (Note 14)	2,435,256	25,118	851,233
Transfers out (Note 14)	(9,312,540)	(9,513,902)	(1,514,498)
Issuance of long-term debt	--	--	--
Refunding bonds issued	--	--	--
Payment to refunded bond escrow agent	--	--	--
Proceeds of capital asset disposition	1,057,278	10,305	1,140
Total other financing sources and uses	<u>(5,820,006)</u>	<u>(9,478,479)</u>	<u>(662,125)</u>
Net change in fund balances	(7,591,799)	7,673,256	(2,197,192)
Fund balances, January 1	<u>137,259,709</u>	<u>121,273,073</u>	<u>19,172,357</u>
Fund balances, December 31	<u>\$ 129,667,910</u>	<u>\$ 128,946,329</u>	<u>\$ 16,975,165</u>

The accompanying notes are an integral part of this statement.

Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
\$ --	\$ 72,194,894	\$ 169,725,362
--	--	27,995,079
55,260,445	74,005,420	340,133,591
--	43,558	43,558
--	--	1,865,102
--	--	8,460,342
--	--	4,776,245
--	--	11,117,241
--	--	1,348,680
--	--	5,326,629
33,019,642	6,207,904	136,802,020
--	32,498,867	62,930,701
--	4,383,815	5,182,844
26,122,861	7,577,838	47,402,044
740,231	224,284	4,570,233
<u>115,143,179</u>	<u>197,136,580</u>	<u>827,679,671</u>
91,376	1,254,810	90,033,820
--	73,406,658	305,661,691
6,241,786	21,538,723	69,114,970
--	7,721,918	15,198,354
316,917	--	50,345,413
--	1,302,449	43,913,561
--	34,533,400	34,533,400
--	19,153,002	19,153,002
3,365	343,671	347,036
105,172,743	3,463,484	120,076,972
--	8,637,253	36,358,373
<u>111,826,187</u>	<u>171,355,368</u>	<u>784,736,592</u>
<u>3,316,992</u>	<u>25,781,212</u>	<u>42,943,079</u>
13,690,507	5,948,511	22,950,625
--	(4,301,477)	(24,642,417)
215,000	--	215,000
--	50,905,000	50,905,000
--	(52,535,740)	(52,535,740)
--	104,861	1,173,584
<u>13,905,507</u>	<u>121,155</u>	<u>(1,933,948)</u>
17,222,499	25,902,367	41,009,131
<u>669,969,849</u>	<u>197,392,553</u>	<u>1,145,067,541</u>
<u>\$ 687,192,348</u>	<u>\$ 223,294,920</u>	<u>\$ 1,186,076,672</u>

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
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, 2025**

EXHIBIT A - 6

Net change in fund balances - total governmental funds \$ 41,009,131

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	120,076,972	
Depreciation expense	<u>(58,202,863)</u>	61,874,109

The net effect of various miscellaneous transactions involving capital assets, such as sales, trade-ins, and donations, is to increase net position.		6,498,525
--	--	-----------

Because some revenues will not be collected for several months after year-end, they are not considered "available" revenues in the governmental funds.

Property tax revenue	933,290	
Louisiana revenue sharing	1,206	
Emergency Medical Services transport charges	(991,011)	
National opioid legal settlements	13,725,460	
U.S. Health and Human Services	<u>33,270</u>	13,702,215

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 position. 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.

Long-term debt issued	(51,120,000)	
Payment to refunded bond escrow agent	52,535,740	
Amortization of bond insurance costs	(26,832)	
Amortization of premium	4,679,707	
Amortization of amount on refunding	(2,144,358)	
Principal payments	<u>34,533,400</u>	38,457,657

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.

Accrued interest payable	(695,591)	
Compensated absences payable	(3,422,705)	
Claims and judgments payable	(9,092,600)	
Employee benefits payable	(1,121,620)	
Arbitrage payable	(3,043,332)	
Total OPEB liability and deferred inflows and outflows for OPEB	60,682,743	
Net pension liability and deferred inflows and outflows for pensions	(12,054,548)	
Loans receivable	<u>152,450</u>	31,404,797

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.

(622,491)

Change in net position of governmental activities		<u><u>\$ 192,323,943</u></u>
---	--	------------------------------

The accompanying notes are an integral part of this statement.



CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2025

	Business-type Activities - Enterprise Funds		
	Greater Baton Rouge Airport District	Comprehensive Sewerage System	Solid Waste Collection and Disposal
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 13,118,005	\$ 136,675,366	\$ 31,090,824
Investments	6,461,107	67,317,717	15,313,391
Sales taxes receivable - net	--	4,529,854	--
Accounts receivable - net	460,043	11,205,740	6,996,690
Leases receivable (Note 11)	4,561,605	--	--
Accrued interest receivable	242,760	1,580,008	373,329
Due from other governments (Note 13)	6,345,535	772,469	14
Prepaid items	--	--	--
Inventory	--	--	--
Total current assets	<u>31,189,055</u>	<u>222,081,154</u>	<u>53,774,248</u>
Noncurrent assets:			
Restricted assets:			
Cash and cash equivalents	1,919,790	39,063,025	--
Investments	945,568	19,239,998	--
Sales taxes receivable	--	--	--
Accounts receivable - net	245,558	--	--
Accrued interest receivable	1,159	--	--
Total restricted assets	<u>3,112,075</u>	<u>58,303,023</u>	<u>--</u>
Leases Receivable (Note 11)	<u>43,965,097</u>	<u>--</u>	<u>--</u>
Capital assets (Note 6):			
Land	35,607,249	55,261,459	9,022,982
Buildings	157,621,299	12,064,996	188,585
Noise mitigation costs	58,676,432	--	--
Improvements (other than buildings)	215,775,044	2,614,230,435	33,330,836
Equipment	5,482,630	2,267,727	170,416
Construction work in progress	42,757,378	6,589,114	--
Total capital assets	<u>515,920,032</u>	<u>2,690,413,731</u>	<u>42,712,819</u>
Accumulated depreciation	<u>(264,903,834)</u>	<u>(1,330,470,967)</u>	<u>(29,459,951)</u>
Net capital assets	<u>251,016,198</u>	<u>1,359,942,764</u>	<u>13,252,868</u>
Total noncurrent assets	<u>298,093,370</u>	<u>1,418,245,787</u>	<u>13,252,868</u>
Total assets	<u>329,282,425</u>	<u>1,640,326,941</u>	<u>67,027,116</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred amount on refunding	1,508,318	110,182,016	--
Deferred outflows for OPEB	1,388,157	3,938,071	483,604
Deferred outflow for pensions	3,008,076	9,854,004	915,211
Total deferred outflows of resources	<u>5,904,551</u>	<u>123,974,091</u>	<u>1,398,815</u>

The accompanying notes are an integral part of this statement.

Business-type Activities - Enterprise Funds		Governmental Activities Internal Service Funds
Other Enterprise Total	Total	
\$ 6,223,471	\$ 187,107,666	\$ 9,571,521
1,397,967	90,490,182	4,428,277
--	4,529,854	--
2,168,188	20,830,661	--
--	4,561,605	--
34,389	2,230,486	110,036
20,801	7,138,819	--
218,930	218,930	--
138,522	138,522	316,392
<u>10,202,268</u>	<u>317,246,725</u>	<u>14,426,226</u>
11,962,139	52,944,954	--
5,895,861	26,081,427	--
98,227	98,227	--
--	245,558	--
141,967	143,126	--
<u>18,098,194</u>	<u>79,513,292</u>	<u>--</u>
--	43,965,097	--
2,654,217	102,545,907	47,568
127,721,008	297,595,888	2,355,428
--	58,676,432	--
20,199,287	2,883,535,602	7,190
2,963,756	10,884,529	58,104,030
--	49,346,492	--
<u>153,538,268</u>	<u>3,402,584,850</u>	<u>60,514,216</u>
<u>(116,625,269)</u>	<u>(1,741,460,021)</u>	<u>(53,057,696)</u>
<u>36,912,999</u>	<u>1,661,124,829</u>	<u>7,456,520</u>
55,011,193	1,784,603,218	7,456,520
<u>65,213,461</u>	<u>2,101,849,943</u>	<u>21,882,746</u>
--	111,690,334	--
8,964	5,818,796	--
12,668	13,789,959	--
<u>21,632</u>	<u>131,299,089</u>	<u>--</u>

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2025

	Business-type Activities - Enterprise Funds		
	Greater Baton Rouge Airport District	Comprehensive Sewerage System	Solid Waste Collection and Disposal
LIABILITIES			
Current liabilities:			
Accounts and contracts payable	\$ 2,338,635	\$ 6,854,631	\$ 6,459,197
Accrued salaries payable	160,200	277,342	34,760
Accrued interest payable	667,886	16,346,048	--
Unearned revenue	--	--	--
Bonds payable (Note 10)	2,560,000	42,556,000	--
Compensated absences payable	32,268	59,331	5,745
Total other postemployment benefit liability	507,601	957,786	140,444
Total current liabilities	<u>6,266,590</u>	<u>67,051,138</u>	<u>6,640,146</u>
Noncurrent liabilities:			
Bonds payable (net of premiums)			
(Note 10)	39,700,936	1,285,959,146	--
Compensated absences payable	563,100	906,459	136,911
Landfill closure and postclosure care liability			
(Note 18)	--	--	22,620,285
Total other postemployment benefit liability	19,969,102	56,364,687	5,968,506
Net pension liability	13,997,195	47,576,128	4,048,264
Total noncurrent liabilities	<u>74,230,333</u>	<u>1,390,806,420</u>	<u>32,773,966</u>
Total liabilities	<u>80,496,923</u>	<u>1,457,857,558</u>	<u>39,414,112</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflow for OPEB	1,776,733	7,015,010	619,792
Deferred inflow for pensions	865,133	1,131,477	12,717
Deferred inflow for leases	47,085,141	--	--
Deferred inflow for PPP	--	--	252,000
Total deferred inflows of resources	<u>49,727,007</u>	<u>8,146,487</u>	<u>884,509</u>
NET POSITION			
Net investment in capital assets	208,873,432	141,633,460	13,000,868
Restricted for capital projects	--	--	--
Restricted for debt service	984,606	41,933,149	--
Restricted Passenger Facility Charges	1,254,198	--	--
Unrestricted	<u>(6,149,190)</u>	<u>114,730,378</u>	<u>15,126,442</u>
Total net position	<u>\$ 204,963,046</u>	<u>\$ 298,296,987</u>	<u>\$ 28,127,310</u>

The accompanying notes are an integral part of this statement.

Business-type Activities - Enterprise Funds		Governmental Activities Internal Service Funds
Other Enterprise Total	Total	
\$ 3,449,671	\$ 19,102,134	\$ 978,366
1,384	473,686	64,763
--	17,013,934	--
2,078,131	2,078,131	--
--	45,116,000	--
35	97,379	10,219
--	1,605,831	--
<u>5,529,221</u>	<u>85,487,095</u>	<u>1,053,348</u>
--	1,325,660,082	--
272	1,606,742	190,051
--	22,620,285	--
--	82,302,295	--
821	65,622,408	--
<u>1,093</u>	<u>1,497,811,812</u>	<u>190,051</u>
<u>5,530,314</u>	<u>1,583,298,907</u>	<u>1,243,399</u>
--	9,411,535	--
3	2,009,330	--
--	47,085,141	--
--	252,000	--
<u>3</u>	<u>58,758,006</u>	<u>--</u>
36,912,999	400,420,759	7,456,520
17,929,699	17,929,699	--
--	42,917,755	--
--	1,254,198	--
<u>4,862,078</u>	<u>128,569,708</u>	<u>13,182,827</u>
<u>\$ 59,704,776</u>	<u>\$ 591,092,119</u>	<u>\$ 20,639,347</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Business-type Activities - Enterprise Funds		
	Greater Baton Rouge Airport District	Comprehensive Sewerage System	Solid Waste Collection and Disposal
OPERATING REVENUES			
Charges for services	\$ 16,431,952	\$ 117,669,758	\$ 72,978,329
Miscellaneous revenues	519,261	84,233	87,217
Total operating revenues	<u>16,951,213</u>	<u>117,753,991</u>	<u>73,065,546</u>
OPERATING EXPENSES			
Personal services	4,328,365	7,362,410	956,491
Employee benefits	1,762,581	4,862,351	739,494
Supplies	728,487	5,285,569	557,679
Contractual services	8,506,906	49,261,736	73,766,069
Landfill closure and postclosure care expense	--	--	1,782,881
Cost of materials	--	--	--
Depreciation	12,488,266	71,628,502	319,476
Management fee	--	--	--
Total operating expenses	<u>27,814,605</u>	<u>138,400,568</u>	<u>78,122,090</u>
Operating income (loss)	<u>(10,863,392)</u>	<u>(20,646,577)</u>	<u>(5,056,544)</u>
NONOPERATING REVENUES (EXPENSES)			
Taxes pledged as securities for revenue bonds	--	61,963,619	--
Occupancy taxes	--	--	--
Federal and State grants	414,026	--	--
Passenger facility charges	1,720,349	--	--
Customer facility charges	2,059,425	--	--
Investment earnings	1,843,341	7,541,883	1,898,398
Interest expense	(1,675,070)	(45,552,034)	--
Bond issuance costs	146,459	(1,435,501)	--
Gain (loss) on disposition of capital assets	36,845	49,865	--
Total nonoperating revenues (expenses)	<u>4,545,375</u>	<u>22,567,832</u>	<u>1,898,398</u>
Income (loss) before contributions and transfers	(6,318,017)	1,921,255	(3,158,146)
Capital contributions	16,777,622	10,785,370	126,000
Transfers in	49,683	--	34,955
Transfers out	<u>--</u>	<u>(68)</u>	<u>(88)</u>
Change in net position	10,509,288	12,706,557	(2,997,279)
Total net position - January 1	<u>194,453,758</u>	<u>285,590,430</u>	<u>31,124,589</u>
Total net position - December 31	<u>\$ 204,963,046</u>	<u>\$ 298,296,987</u>	<u>\$ 28,127,310</u>

The accompanying notes are an integral part of this statement.

Business-type Activities - Enterprise Funds		Governmental Activities Internal Service Funds
Other Enterprise Total	Total	
\$ 13,739,808	\$ 220,819,847	\$ 21,964,067
2,343,252	3,033,963	--
<u>16,083,060</u>	<u>223,853,810</u>	<u>21,964,067</u>
34,372	12,681,638	1,684,441
10,481	7,374,907	1,325,093
2,814,964	9,386,699	138,607
14,915,513	146,450,224	6,227,069
--	1,782,881	--
--	--	11,312,320
2,443,698	86,879,942	2,887,955
993,569	993,569	--
<u>21,212,597</u>	<u>265,549,860</u>	<u>23,575,485</u>
<u>(5,129,537)</u>	<u>(41,696,050)</u>	<u>(1,611,418)</u>
--	61,963,619	--
1,812,338	1,812,338	--
489,972	903,998	--
--	1,720,349	--
--	2,059,425	--
982,117	12,265,739	544,690
--	(47,227,104)	--
--	(1,289,042)	--
6,180	92,890	444,237
<u>3,290,607</u>	<u>32,302,212</u>	<u>988,927</u>
(1,838,930)	(9,393,838)	(622,491)
903,514	28,592,506	--
1,607,310	1,691,948	600,000
<u>--</u>	<u>(156)</u>	<u>(600,000)</u>
671,894	20,890,460	(622,491)
<u>59,032,882</u>	<u>570,201,659</u>	<u>21,261,838</u>
<u>\$ 59,704,776</u>	<u>\$ 591,092,119</u>	<u>\$ 20,639,347</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Business-type Activities - Enterprise Funds		
	Greater Baton Rouge Airport District	Comprehensive Sewerage System	Solid Waste Collection and Disposal
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers	\$ 16,623,616	\$ 116,657,491	\$ 72,840,461
Payments to suppliers for goods and services	(8,975,323)	(54,655,583)	(75,343,749)
Payments to employees for services and benefits	(7,155,443)	(12,658,387)	(1,715,621)
Other operating receipts	--	84,233	--
Net cash provided by (used for) operating activities	<u>492,850</u>	<u>49,427,754</u>	<u>(4,218,909)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Receipts from general property taxes	--	464	--
Receipts from general sales and use taxes	--	62,681,942	--
Operating grants received	742,039	--	--
Transfers in from other funds	49,683	--	34,955
Transfers out to other funds	<u>--</u>	<u>(68)</u>	<u>(88)</u>
Net cash provided by (used for) noncapital financing activities	<u>791,722</u>	<u>62,682,338</u>	<u>34,867</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Receipts from occupancy taxes	--	--	--
Proceeds from sale of debt	--	139,094,375	--
Proceeds from capital grants	15,324,341	102,687	--
Proceeds from sale of capital assets	36,845	49,865	--
Passenger facility charges	1,731,059	--	--
Customer facility charges	2,066,128	--	--
Acquisition and construction of capital assets	(17,771,851)	(15,817,470)	(530,027)
Principal paid on bonds and obligations	(2,450,001)	(38,298,000)	--
Interest paid on bonds and obligations	(1,730,287)	(41,345,407)	--
Payments made for bond issuance costs	--	(1,435,501)	--
Payment made to refunding bonds escrow agent	--	(138,803,733)	--
Capital contributed by other governments	--	3,237,430	--
Capital contributed from impact fees	<u>--</u>	<u>3,969,943</u>	<u>--</u>
Net cash provided by (used for) capital and related financing activities	<u>(2,793,766)</u>	<u>(89,245,811)</u>	<u>(530,027)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of investments	(7,406,675)	(86,557,715)	(15,313,391)
Proceeds from sales and maturities of investments	7,948,435	83,442,782	17,696,675
Interest received on investments	1,874,680	7,646,320	1,960,854
Net cash provided by (used for) investing activities	<u>2,416,440</u>	<u>4,531,387</u>	<u>4,344,138</u>
Net increase (decrease) in cash and cash equivalents	907,246	27,395,668	(369,931)
Cash and cash equivalents, January 1	<u>14,130,549</u>	<u>148,342,723</u>	<u>31,460,755</u>
Cash and cash equivalents, December 31	<u><u>\$ 15,037,795</u></u>	<u><u>\$ 175,738,391</u></u>	<u><u>\$ 31,090,824</u></u>

The accompanying notes are an integral part of this statement.

Business-type Activities - Enterprise Funds		Governmental Activities Internal Service Funds
Other Enterprise Total	Total	
\$ 15,854,861	\$ 221,976,429	\$ 21,964,067
(19,026,613)	(158,001,268)	(18,121,597)
(61,349)	(21,590,800)	(3,003,781)
--	84,233	--
<u>(3,233,101)</u>	<u>42,468,594</u>	<u>838,689</u>
--	464	--
--	62,681,942	--
489,972	1,232,011	--
1,607,310	1,691,948	600,000
--	(156)	(600,000)
<u>2,097,282</u>	<u>65,606,209</u>	<u>--</u>
1,747,598	1,747,598	--
--	139,094,375	--
--	15,427,028	--
6,180	92,890	449,183
--	1,731,059	--
--	2,066,128	--
(276,255)	(34,395,603)	(1,418,411)
--	(40,748,001)	--
--	(43,075,694)	--
--	(1,435,501)	--
--	(138,803,733)	--
1,382,825	4,620,255	--
--	3,969,943	--
<u>2,860,348</u>	<u>(89,709,256)</u>	<u>(969,228)</u>
(7,293,828)	(116,571,609)	(4,428,277)
6,242,558	115,330,450	4,403,668
990,786	12,472,640	563,945
<u>(60,484)</u>	<u>11,231,481</u>	<u>539,336</u>
1,664,045	29,597,028	408,797
<u>16,521,565</u>	<u>210,455,592</u>	<u>9,162,724</u>
<u>\$ 18,185,610</u>	<u>\$ 240,052,620</u>	<u>\$ 9,571,521</u>

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Business-type Activities - Enterprise Funds		
	Greater Baton Rouge Airport District	Comprehensive Sewerage System	Solid Waste Collection and Disposal
Classified as:			
Current assets	\$ 13,118,005	\$ 136,675,366	\$ 31,090,824
Restricted assets	1,919,790	39,063,025	--
Totals	<u>\$ 15,037,795</u>	<u>\$ 175,738,391</u>	<u>\$ 31,090,824</u>
Reconciliation of operating income to net cash provided by (used for) operating activities:			
Operating income (loss)	<u>\$ (10,863,392)</u>	<u>\$ (20,646,577)</u>	<u>\$ (5,056,544)</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	12,488,266	71,628,502	319,476
Landfill closure and postclosure care expense	--	--	1,782,881
Lease Termination	--	--	--
Increase (decrease) in compensated absences payable	96,955	65,126	13,605
Increase (decrease) in total other post employment benefit liability	(109,664)	(223,980)	(38,023)
Increase (decrease) in deferred inflows for OPEB	(1,118,523)	(2,286,212)	(368,745)
(Increase) decrease in deferred outflows for OPEB	28,221	137,243	38,072
Increase (decrease) in net pension liability	(666,730)	2,191,074	335,101
(Increase) decrease in deferred outflows for pensions	104,379	(356,931)	(16,295)
Increase (decrease) in deferred inflows for pensions	576,527	83,151	12,717
Increase (decrease) in deferred inflows for leases	(3,959,021)	--	--
Change in assets and liabilities:			
Decrease (increase) in accounts receivable	216,071	(1,009,389)	(225,085)
Decrease (increase) in leases receivable	3,415,353	--	--
Decrease (increase) in prepaid items	--	--	--
Decrease (increase) in inventory	--	--	--
Increase (decrease) in accounts and contracts payable	260,070	(193,537)	(1,020,001)
Increase (decrease) in accrued salaries payable	24,338	39,284	3,932
Increase (decrease) in unearned revenue	--	--	--
Total adjustments	<u>11,356,242</u>	<u>70,074,331</u>	<u>837,635</u>
Net cash provided by (used for) operating activities	<u>\$ 492,850</u>	<u>\$ 49,427,754</u>	<u>\$ (4,218,909)</u>
Non cash investing, capital, and financing activities:			
Gain in fair value of investments	\$ 243,919	\$ 1,580,008	\$ 373,329
Loss on disposal of capital assets	--	--	--
Contributions of capital assets	--	6,712,740	126,000
Amortization of Bond Premiums, Discounts and Deferred Amounts on Refunding	146,459	(4,801,719)	--

The accompanying notes are an integral part of this statement.

Business-type Activities - Enterprise Funds		Governmental Activities Internal Service Funds
Other Enterprise Total	Total	
\$ 6,223,471	\$ 187,107,666	\$ 9,571,521
11,962,139	52,944,954	--
<u>\$ 18,185,610</u>	<u>\$ 240,052,620</u>	<u>\$ 9,571,521</u>
<u>\$ (5,129,537)</u>	<u>\$ (41,696,050)</u>	<u>\$ (1,611,418)</u>
2,443,698	86,879,942	2,887,955
--	1,782,881	--
--	--	--
307	175,993	162
--	(371,667)	--
--	(3,773,480)	--
(5,390)	198,146	--
79	1,859,524	--
(12,668)	(281,515)	--
3	672,398	--
--	(3,959,021)	--
(783,361)	(1,801,764)	--
--	3,415,353	--
(261,352)	(261,352)	--
28,979	28,979	(20,368)
(22,708)	(976,176)	(423,233)
36,022	103,576	5,591
555,162	555,162	--
<u>1,978,771</u>	<u>84,246,979</u>	<u>2,450,107</u>
<u>\$ (3,150,766)</u>	<u>\$ 42,550,929</u>	<u>\$ 838,689</u>
\$ 176,356	\$ 2,373,612	\$ 110,036
--	--	(4,946)
--	6,838,740	--
--	(4,655,260)	--

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2025

EXHIBIT A - 10

	Pension Trust Funds	Custodial Funds
ASSETS		
Cash and cash equivalents	\$ 31,311,148	\$ 21,404,631
Receivables:		
Employee contributions	513,080	--
Employer contributions	1,303,878	--
Non-employer contributions	2,046,807	--
Interest and dividends	267,274	--
Pending trades	3,082,912	--
Other contributions	82,928	--
Taxes receivable for other governments	--	38,332,769
Other receivables	--	31,999
Total receivables	<u>7,296,879</u>	<u>38,364,768</u>
Investments, at fair value		
Fixed income - domestic	275,558,748	--
Fixed income - international	21,744,418	--
Equity securities - domestic	411,563,881	--
Equity securities - international	227,937,832	--
Real estate investments	141,117,648	--
Alternative investments	357,202,127	--
Total investments	<u>1,435,124,654</u>	<u>--</u>
Capital assets:		
Land	550,628	--
Buildings	781,949	--
Equipment	70,869	--
Accumulated depreciation	(787,052)	--
Total capital assets	<u>616,394</u>	<u>--</u>
Total assets	<u>1,474,349,075</u>	<u>59,769,399</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows for OPEB	<u>576,182</u>	<u>--</u>
LIABILITIES		
Accounts payable	--	530,420
Accrued expenses and benefits payable	1,497,002	--
Pending trades payable	370,391	--
Total other postemployment benefit liabilities	4,123,190	--
Due to other governments	--	59,238,979
Total liabilities	<u>5,990,583</u>	<u>59,769,399</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows for OPEB	<u>570,841</u>	<u>--</u>
NET POSITION		
Restricted for:		
Pensions	1,468,363,833	--
Total net position	<u>\$ 1,468,363,833</u>	<u>\$ --</u>

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT A - 11

	Pension Trust Funds	Custodial Funds
ADDITIONS		
Contributions:		
Employee	\$ 15,414,082	\$ --
Employer	72,863,029	--
Non-employer	1,645,632	--
Severance contributions from employee	1,256,618	--
Total contributions	<u>91,179,361</u>	<u>--</u>
Investment income:		
<i>From investment activities</i>		
Net appreciation (depreciation) in fair value of investments	191,128,333	--
Interest	6,271,043	4,800
Total investment income	<u>197,399,376</u>	<u>4,800</u>
Less: investment expense	4,838,830	--
Net income (loss) from investing activities	<u>192,560,546</u>	<u>4,800</u>
Sales tax collections for other governments	--	317,268,287
Property tax collections for other governments	--	10,750,490
Court collections for outside parties	--	11,813,316
Total additions (reductions)	<u>283,739,907</u>	<u>339,836,893</u>
DEDUCTIONS		
Benefit payments	130,352,944	--
Refunds and withdrawals	3,785,712	--
Administrative expenses	2,362,225	--
Payments of sales tax to other governments	--	317,427,017
Payments of property tax to other governments	--	10,750,490
Court fees	--	11,818,116
Total deductions	<u>136,500,881</u>	<u>339,995,623</u>
Change in net position	147,239,026	(158,730)
Net position - beginning of year	<u>1,321,124,807</u>	<u>158,730</u>
Net position - end of year	<u>\$ 1,468,363,833</u>	<u>\$ --</u>

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF NET POSITION
ALL DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 2025

	District Attorney of the Nineteenth Judicial District	Nineteenth Judicial District Court (1)	Nineteenth Judicial District Court Building Commission (1)	E.B.R. Parish Family Court	E.B.R. Parish Juvenile Court
ASSETS					
Cash and cash equivalents	\$ 972,948	\$ 6,607,480	\$ 1,816,058	\$ 436,427	\$ 543,039
Property taxes receivable	--	--	--	--	--
Sales taxes receivable	--	--	--	--	--
Accounts receivable	531,294	22,482	--	31,910	202
Accrued interest receivable	--	--	51,703	--	--
Loans receivable	--	--	--	--	--
Due from other governments	--	147,496	374,932	--	65,534
Prepaid items	--	--	--	--	3,733
Inventory	--	--	--	--	--
Net pension asset	--	--	--	--	--
Other assets	--	--	115,571	--	--
Restricted assets:					
Cash and cash equivalents	--	--	17,125,193	--	--
Investments	--	--	10,376,077	--	--
Capital assets:					
Land	--	--	--	--	--
Buildings	--	--	107,742,871	--	--
Equipment	2,921,191	1,320,125	7,695,026	412,933	734,799
Construction work in progress	--	--	--	--	--
Right-of-use asset-building	--	--	--	--	--
Right-of-use asset-equipment	--	--	--	12,787	--
Subscription (SBITAs) assets	--	--	--	--	--
Accumulated depreciation/amortization	(2,653,367)	(442,822)	(57,500,340)	(393,279)	(506,074)
Total assets	<u>1,772,066</u>	<u>7,654,761</u>	<u>87,797,091</u>	<u>500,778</u>	<u>841,233</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred amount on refunding	--	--	10,311,444	--	--
Deferred outflow for OPEB	6,553,714	856,955	--	593,658	244,848
Deferred outflow for pension	4,519,808	1,680,208	--	2,109,825	1,319,993
Total deferred outflows of resources	<u>11,073,522</u>	<u>2,537,163</u>	<u>10,311,444</u>	<u>2,703,483</u>	<u>1,564,841</u>
LIABILITIES					
Accounts payable and other current liabilities	120,661	346,499	62,869	42,386	11,513
Due to other governments	--	--	--	--	1,290
Accrued payables	--	--	277,351	11,563	42,463
Unearned revenue	--	--	--	--	--
Other liabilities	226,539	--	--	--	--
Non-current liabilities: (Note 10)					
Due within one year	1,917,299	382,093	2,243,729	14,750	76,323
Due in more than one year	55,194,987	27,365,836	89,523,144	8,295,620	9,205,449
Total liabilities	<u>57,459,486</u>	<u>28,094,428</u>	<u>92,107,093</u>	<u>8,364,319</u>	<u>9,337,038</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred inflow for OPEB	3,031,609	1,489,017	--	1,323,879	424,862
Deferred inflow for pension	1,983,749	1,783,834	--	108,023	47,096
Total deferred inflows of resources	<u>5,015,358</u>	<u>3,272,851</u>	<u>--</u>	<u>1,431,902</u>	<u>471,958</u>
NET POSITION					
Net investment in capital assets	267,824	877,303	(33,829,316)	28,746	228,725
Restricted for:					
Debt service	--	--	29,289,142	--	--
External legal constraints	92,334	1,048,818	--	--	73,248
Unrestricted	(49,989,414)	(23,101,476)	10,541,616	(6,620,706)	(7,704,895)
Total net position	<u>\$ (49,629,256)</u>	<u>\$ (21,175,355)</u>	<u>\$ 6,001,442</u>	<u>\$ (6,591,960)</u>	<u>\$ (7,402,922)</u>

(1) As of June 30, 2025

The accompanying notes are an integral part of this statement.

The Bridge Center for Hope	Build Baton Rouge	Capitol House Economic Development District	Cyntreniks Group King Hotel Special Taxing District	Bluebonnet Convention Hotel Taxing District	EBRATS Building Special Taxing District	Old LNB Building Redevelopment Taxing District
\$ 5,385,760	\$ 2,354,573	\$ 93,970	\$ --	\$ 490,126	\$ 5,480	\$ 295,248
--	--	--	--	--	--	--
--	--	56,657	--	63,935	646	36,107
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	248,559	--	--	--	--	--
--	7,654	--	--	54,782	--	30,416
--	35,077	--	--	--	--	--
--	3,009,355	--	--	--	--	--
--	--	--	--	--	--	--
5,765	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
29,922	53,802	--	--	--	--	--
--	--	--	--	--	--	--
--	35,972	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
(3,777)	(8,441)	--	--	--	--	--
<u>5,417,670</u>	<u>5,736,551</u>	<u>150,627</u>	<u>--</u>	<u>608,843</u>	<u>6,126</u>	<u>361,771</u>
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
614,868	57,872	150,627	--	--	6,126	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	870,698	--	--	--	--	--
--	--	--	--	--	--	--
--	433,407	--	--	--	--	--
--	--	--	--	--	--	--
<u>614,868</u>	<u>1,361,977</u>	<u>150,627</u>	<u>--</u>	<u>--</u>	<u>6,126</u>	<u>--</u>
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
26,145	41,821	--	--	--	--	--
--	--	--	--	--	--	--
--	341	--	--	--	--	--
<u>4,776,657</u>	<u>4,332,412</u>	<u>--</u>	<u>--</u>	<u>608,843</u>	<u>--</u>	<u>361,771</u>
<u>\$ 4,802,802</u>	<u>\$ 4,374,574</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 608,843</u>	<u>\$ --</u>	<u>\$ 361,771</u>

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF NET POSITION
ALL DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 2025

EXHIBIT A - 12
(Continued)

	Cortana Corridor Economic Development District	E.B.R. Parish Communications District	Capital Area Transit System	Totals
ASSETS				
Cash and cash equivalents	\$ 940,284	\$ 11,050,061	\$ 126,869	\$ 31,118,323
Property taxes receivable	--	--	25,221,795	25,221,795
Sales taxes receivable	36,009	--	--	193,354
Accounts receivable	--	1,000,800	105,700	1,692,388
Accrued interest receivable	--	--	--	51,703
Loans receivable	--	--	--	248,559
Due from other governments	--	142,000	8,112,906	8,935,720
Prepaid items	--	377,596	658,595	1,075,001
Inventory	--	--	678,747	3,688,102
Net pension asset	--	--	6,483,890	6,483,890
Other assets	--	--	--	121,336
Restricted assets:				
Cash and cash equivalents	--	--	--	17,125,193
Investments	--	--	--	10,376,077
Capital assets:				
Land	--	--	235,000	235,000
Buildings	--	698,474	--	108,441,345
Equipment	--	6,632,945	67,154,022	86,954,765
Construction work in progress	--	2,389,827	4,454,276	6,844,103
Right-of-use asset-building	--	1,344,530	284,928	1,665,430
Right-of-use asset-equipment	--	--	--	12,787
Subscription (SBITAs) assets	--	3,774,344	--	3,774,344
Accumulated depreciation/amortization	--	(2,778,220)	(35,130,419)	(99,416,739)
Total assets	<u>976,293</u>	<u>24,632,357</u>	<u>78,386,309</u>	<u>214,842,476</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred amount on refunding	--	--	--	10,311,444
Deferred outflow for OPEB	--	--	--	8,249,175
Deferred outflow for pension	--	--	2,305	9,632,139
Total deferred outflows of resources	<u>--</u>	<u>--</u>	<u>2,305</u>	<u>28,192,758</u>
LIABILITIES				
Accounts payable and other current liabilities	4,028	71,709	7,345,779	8,834,937
Due to other governments	7,655	367,460	--	376,405
Accrued payables	--	74,508	--	405,885
Unearned revenue	175,000	--	--	1,045,698
Other liabilities	--	--	--	226,539
Non-current liabilities: (Note 10)				
Due within one year	--	690,505	1,461,853	7,219,959
Due in more than one year	--	3,781,775	2,797,092	196,163,903
Total liabilities	<u>186,683</u>	<u>4,985,957</u>	<u>11,604,724</u>	<u>214,273,326</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflow for OPEB	--	--	--	6,269,367
Deferred inflow for pension	--	--	2,612,008	6,534,710
Total deferred inflows of resources	<u>--</u>	<u>--</u>	<u>2,612,008</u>	<u>12,804,077</u>
NET POSITION				
Net investment in capital assets	--	7,589,620	36,997,807	12,228,675
Restricted for:				
Debt service	--	--	--	29,289,142
External legal constraints	--	--	6,483,890	7,698,631
Unrestricted	789,610	12,056,780	20,690,185	(33,258,617)
Total net position	<u>\$ 789,610</u>	<u>\$ 19,646,400</u>	<u>\$ 64,171,882</u>	<u>\$ 15,957,831</u>

The accompanying notes are an integral part of this statement.



CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF ACTIVITIES
ALL DISCRETELY PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Judicial Court Services					
	District Attorney of the Nineteenth Judicial District	Nineteenth Judicial District Court (1)	Nineteenth Judicial District Court Building Commission (1)	E.B.R. Parish Family Court	E.B.R. Parish Juvenile Court	Total Judicial Court Services
EXPENSES	\$ 17,590,646	\$ 8,959,203	\$ 8,260,780	\$ 2,096,948	\$ 4,384,019	\$ 41,291,596
PROGRAM REVENUES:						
Charges for services	1,686,912	2,393,272	7,640,403	251,420	41,711	12,013,718
Operating grants and contributions	14,860,416	7,030,161	--	1,613,881	194,041	23,698,499
Capital grants and contributions	--	--	--	--	--	--
Net program (expenses) revenue	(1,043,318)	464,230	(620,377)	(231,647)	(4,148,267)	(5,579,379)
GENERAL REVENUES:						
Taxes:						
Property	--	--	--	--	--	--
Sales	--	--	--	--	--	--
Occupancy	--	--	--	--	--	--
Grants and contributions not restricted to specific programs	--	--	--	--	1,955,299	1,955,299
Investment earnings	19,633	1,199	1,305,050	--	6,350	1,332,232
Miscellaneous	186,733	560,206	11,151	--	4,086	762,176
Total general revenues	206,366	561,405	1,316,201	--	1,965,735	4,049,707
Change in net position	(836,952)	1,025,635	695,824	(231,647)	(2,182,532)	(1,529,672)
Net position - beginning of year, as previously reported	(48,792,304)	(22,145,564)	5,305,618	(6,360,313)	(5,220,390)	(77,212,953)
Adjustments and restatements (Note 2)	--	(55,426)	--	--	--	(55,426)
Net position, beginning of year restated	(48,792,304)	(22,200,990)	5,305,618	(6,360,313)	(5,220,390)	(77,268,379)
Net position, ending	\$ (49,629,256)	\$ (21,175,355)	\$ 6,001,442	\$ (6,591,960)	\$ (7,402,922)	\$ (78,798,051)

(1) As of June 30, 2025

The accompanying notes are an integral part of this statement.

Health Services	Economic Development					
			Cyntreniks Group King Hotel Special Taxing District	Bluebonnet Convention Hotel Taxing District	EBRATS Building Special Taxing District	Old LNB Building Redevelopment Taxing District
The Bridge Center for Hope	Build Baton Rouge	Capitol House Economic Development District				
\$ 6,947,133	\$ 1,438,020	\$ 1,310,984	\$ 104,335	\$ 1,731,368	\$ 102,760	\$ 958,000
--	282,796	--	--	--	--	--
7,860,457	1,243,760	--	--	--	--	--
--	--	--	--	--	--	--
913,324	88,536	(1,310,984)	(104,335)	(1,731,368)	(102,760)	(958,000)
--	--	--	--	--	--	--
--	--	128,947	45,909	1,081,576	48,508	641,904
--	--	1,182,037	58,426	493,234	54,252	298,608
--	--	--	--	--	--	--
--	113,822	--	--	22,777	--	11,910
316,323	--	--	--	--	--	--
316,323	113,822	1,310,984	104,335	1,597,587	102,760	952,422
1,229,647	202,358	--	--	(133,781)	--	(5,578)
3,573,155	4,172,216	--	--	742,624	--	367,349
--	--	--	--	--	--	--
3,573,155	4,172,216	--	--	742,624	--	367,349
\$ 4,802,802	\$ 4,374,574	\$ --	\$ --	\$ 608,843	\$ --	\$ 361,771

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF ACTIVITIES
ALL DISCRETELY PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT A - 13
(Continued)

	<u>Economic Development</u>		<u>Public Safety Services</u>	<u>Mass Transit</u>	
	<u>Cortana Corridor Economic Development District</u>	<u>Total Economic Development</u>	<u>E.B.R. Parish Communications District</u>	<u>Capital Area Transit System</u>	<u>Total All Component Units</u>
EXPENSES	\$ 348,012	\$ 5,993,479	\$ 7,353,850	\$ 39,275,291	\$100,861,349
PROGRAM REVENUES:					
Charges for services	--	282,796	7,947,539	1,490,606	21,734,659
Operating grants and contributions	--	1,243,760	--	--	32,802,716
Capital grants and contributions	--	--	--	10,349,432	10,349,432
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net program (expenses) revenue	(348,012)	(4,466,923)	593,689	(27,435,253)	(35,974,542)
GENERAL REVENUES:					
Taxes:					
Property	--	--	--	26,262,851	26,262,851
Sales	227,978	2,174,822	--	--	2,174,822
Occupancy	--	2,086,557	--	1,387,936	3,474,493
Grants and contributions not restricted to specific programs	150,095	150,095	--	9,235,114	11,340,508
Investment earnings	--	148,509	388,134	104,984	1,973,859
Miscellaneous	82	82	--	995,884	2,074,465
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total general revenues	378,155	4,560,065	388,134	37,986,769	47,300,998
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Change in net position	30,143	93,142	981,823	10,551,516	11,326,456
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net position - beginning of year, as previously reported	759,467	6,041,656	18,664,577	53,620,366	4,686,801
Adjustments and restatements (Note 2)	--	--	--	--	(55,426)
Net position, beginning of year restated	759,467	6,041,656	18,664,577	53,620,366	4,631,375
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net position, ending	\$ 789,610	\$ 6,134,798	\$ 19,646,400	\$ 64,171,882	\$ 15,957,831
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

The accompanying notes are an integral part of this statement.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

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CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14

NOTE 1 – Summary of Significant Accounting Policies

The Consolidated Government of the City of Baton Rouge, Parish of East Baton Rouge, Louisiana, is both a municipality (home rule charter) and a parish government (political subdivision of the State of Louisiana). The City of Baton Rouge is located wholly within the boundaries of the parish. The parish (approximately 472 square miles) is located in the southeastern portion of the State bordered by the Mississippi River on the west, approximately 80 miles northwest of New Orleans. The City-Parish is governed by a Mayor-President and 12 single-district Metropolitan Council members.

a. Financial Reporting Entity

The Consolidated Government of the City of Baton Rouge, Parish of East Baton Rouge serves as the financial reporting entity for both the municipality (City of Baton Rouge) and for the Parish (East Baton Rouge Parish). The financial reporting entity consists of: (1) the primary government (all funds under the auspices of the Mayor-President and the Metropolitan Council), (2) organizations for which the primary government is financially accountable and a financial benefit/burden relationship exists; and, (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Section 2100 of the Governmental Accounting Standards Board (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, establishes criteria for determining which component units should be considered part of the Consolidated Government of the City of Baton Rouge, Parish of East Baton Rouge for financial reporting purposes. The basic criteria are as follows:

1. Legal status of the potential component unit.
2. Financial accountability
 - a. The primary government appoints a voting majority of the potential component unit's governing body (and) the primary government is able to impose its will on the potential component unit (or)
 - b. When a potential component unit is fiscally dependent on the primary government regardless of whether the organization has separately elected officials or boards.
3. Financial benefit/burden relationship between the City-Parish and the potential component unit.
4. Misleading to exclude: Paragraph 111 of Section 2100 covers other potential component units for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading.

Based on the previous criteria, City-Parish management has included the following component units in the financial reporting entity:

Blended Component Units

The Employees' Retirement System of the City of Baton Rouge and Parish of East Baton Rouge, including two separate trusts, CPERS a cost-sharing multiple-employer pension plan and CPERS-Police Guarantee Trust (CPERS-PGT) a single-employer pension plan, is reported as a fiduciary fund in the Basic Financial Statements of the City of Baton Rouge, Parish of East Baton Rouge. The retirement system, a separate legal entity, was created in accordance with The Plan of Government in 1949. This retirement system exists for the sole benefit of current and former (primary government, component units, and related organizations) City-Parish employees who are members of the system. The system is governed by a seven-member board of trustees. Four members of the seven-member board are elected by the employees who participate in the system. The system is funded by the investment of contributions received from the City-Parish primary government, some of the government's component units, and related organizations, and member employees who are obligated to make the contributions to the system based upon actuarial valuations. The City-Parish does not serve as trustee for the retirement system. The fiscal year for the retirement system is the calendar year. The separately issued audit report on the retirement system, including both trusts, can be obtained at the following address: Aisha Mirza, Interim Retirement Administrator; P.O. Box 1471, Baton Rouge, LA 70821-1471.

Lafayette-Main Economic Development District and Third-Florida Economic Development District were created pursuant to Louisiana Revised Statute 33:9038, which allowed the Metropolitan Council to establish tax incremental financing (TIF) districts. The Lafayette-Main Economic Development District is authorized to use the proceeds of the two percent (municipal) general sales tax for the renovation, restoration and development of a hotel. The Third-Florida Economic Development District is authorized to use the proceeds of the two percent (municipal) general sales tax and a two percent

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

a. Financial Reporting Entity (Continued)

Blended Component Units (Continued)

district tax for the construction and development of a hotel to redevelop and revitalize the downtown area. Since the Metropolitan Council is the governing body for these districts and there is a financial benefit/burden relationship between the primary government and these component units, they are presented as blended component units and are reported as if they are a part of the primary government. The districts are reported as special revenue funds of the City-Parish and do not prepare separately issued financial statements.

Discrete Component Units

The Louisiana State Constitution mandates that parish governments fund a significant portion of the operational budgets of certain legally separate state constitutionally defined parish officials. These budgets are adopted as part of the City-Parish budget process. These judicial elected officials are fiscally dependent on the parish or state government for the issuance of debt and are included in this report as part of the financial benefit/burden relationship with the Parish. These officials have additional self statutorily defined sources of funds that are used for operating and/or capital purposes. These agencies have been discretely presented in the City-Parish Annual Comprehensive Financial Report:

District Attorney of the Nineteenth Judicial District (for the period ended December 31, 2025)

Nineteenth Judicial District Court (for the period ended June 30, 2025)

Nineteenth Judicial District Court Building Commission (for the period ended June 30, 2025)

E.B.R. Parish Family Court (for the period ended December 31, 2025)

E.B.R. Parish Juvenile Court (for the period ended December 31, 2025)

The Bridge Center for Hope (Bridge Center) is a Louisiana nonprofit corporation formed in 2016 to create and manage programs for people with mental illness and substance use challenges in East Baton Rouge Parish. In December 2018, the voters of East Baton Rouge Parish passed a 1.5 mill 10 year property tax to fund a mental health and substance use treatment center. In 2019, City-Parish entered into a cooperative endeavor agreement with the Bridge Center to manage and operate the treatment center for a period of 10 years ending on December 31, 2029. The Bridge Center is fiscally dependent on the City-Parish and a financial benefit or burden relationship exists since a majority of the Bridge Center's revenues are from City-Parish. In addition, the City-Parish has agreed to provide financial support through the cooperative endeavor agreement. Therefore, it was determined that the Bridge Center is a component unit of the City-Parish. The Bridge Center's financial statement for the period ended December 31, 2025, are discretely presented in the basic financial statements.

The East Baton Rouge Redevelopment Authority (d/b/a Build Baton Rouge) was created by the 2007 Louisiana Legislature. It is governed by a five member board. A level of control is maintained by the City-Parish through appointment of a majority of the Authority's Board and through fiscal benefit/burden and imposition of will by the Metropolitan Council. The financial statements of the Authority for December 31, 2025, are included in the discrete component unit columns of the basic financial statements.

Capital Area Transit System (CATS) was originally created by the City-Parish Metropolitan Council as a corporation to provide bus transportation services within the parish. In 2004, the Louisiana State Legislature enacted House Bill 1682 Act 581 to recognize CATS as a political subdivision which functions under the provisions of an operating agreement with the City of Baton Rouge and Parish of East Baton Rouge. Any property acquired by the system is for the use and benefit of the City-Parish. All CATS board members are appointed directly by the Metropolitan Council. Metropolitan Council approval is required for all transportation fare changes. CATS's financial statements for the period ended December 31, 2025, are discretely presented in the basic financial statements.

The East Baton Rouge Parish Communications District is a political subdivision of the State of Louisiana. It was created in 1986 by the City-Parish Metropolitan Council by adopting Ordinance No. 8148 on May 14, 1986, pursuant to La. R.S. 33:9101 et seq. The District is governed by a seven member Board of Commissioners, and is funded by the 911 surcharges collected on land and wireless telephone services that originate within East Baton Rouge Parish. The District maintains and operates the Parish 911 emergency telephone system, and serves as the Parish's primary Public Safety Answering Point (PSAP). A level of control is maintained by the City-Parish through appointment of a majority of the District's Board and through imposition of will by the Metropolitan Council. The financial statements of the District for December 31, 2025, are discretely presented in the basic financial statements.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

a. Financial Reporting Entity (Continued)

Discrete Component Units (Continued)

The Cortana Corridor Economic Development District was created by the East Baton Rouge Redevelopment Authority (d/b/a Build Baton Rouge) in 2021. It is governed by a five member board. The District is authorized to use the proceeds of the two percent (municipal) general sales tax and a district tax to be determined to promote economic development within the district. A level of control is maintained by the City-Parish through appointment of a majority of the District's board. The District's financial statements for the period ended December 31, 2025, are discretely presented in the basic financial statements.

Capitol House Economic Development District, Cyntreniks Group/King Hotel Special Taxing District, Bluebonnet Convention Hotel Taxing District, EBRATS Building Special Taxing District, and Old LNB Building Redevelopment District were created pursuant to Louisiana Revised Statute 33:9038, which allowed the Metropolitan Council to establish a tax incremental financing (TIF) districts and appoint a three member board for each district. The Capitol House Economic Development District is authorized to use *the proceeds of the two percent (municipal) general sales tax* and a four percent occupancy tax for the renovation, restoration and development of a hotel. The Cyntreniks Group/King Hotel Special Taxing District is authorized to use *the proceeds of the two percent (municipal) general sales tax* and a three percent additional "district" tax within a small section of downtown Baton Rouge for the improvement of the King Hotel. The Bluebonnet Convention Hotel Taxing District is authorized to use *the proceeds of the two percent (municipal) general sales tax* and a two to three percent additional "district" tax within a small section located in the southeastern part of East Baton Rouge Parish. The EBRATS Building Special Taxing District is authorized to use *the proceeds of the two percent (municipal) general sales tax* and a two percent additional "district" tax within a small section of downtown Baton Rouge for the renovation, restoration and development of a hotel. The Old LNB Building Redevelopment District is authorized to use *the proceeds of the two percent (municipal) general sales tax* and a two to three percent additional "district" tax within a small section of downtown Baton Rouge for the renovation, restoration and development of a hotel. These districts are presented as discrete component units in the basic financial statements and do not prepare separately issued financial statements.

Separately issued financial statements of the following City-Parish discretely presented component units can be obtained at the Office of the Legislative Auditor of the State of Louisiana, 1600 North Third Street, P.O. Box 94397, Baton Rouge, LA 70804-9397 (website www.la.gov/Reports-data) or at the following administrative offices:

District Attorney Hillar Moore, III
Administrative Office
222 St. Louis Street, Fifth Floor
Baton Rouge, LA 70802

Nineteenth Judicial District Court
Chief Judge Donald Johnson
300 North Boulevard, Suite 8401
Baton Rouge, LA 70801

Nineteenth Judicial District Court Building Commission
Chief Judge Donald Johnson
300 North Boulevard, Suite 8401
Baton Rouge, LA 70801

East Baton Rouge Parish Family Court
Rachel Shows, Court Administrator
300 North Boulevard
Baton Rouge, LA 70801

East Baton Rouge Parish Juvenile Court
Lynn Maloy, Judicial Administrator
8333 Veterans Memorial Boulevard
Baton Rouge, LA 70807

The Bridge Center for Hope
Charlotte Claiborne, Executive Director
728 North Blvd.
Baton Rouge, LA 70802

East Baton Rouge Redevelopment Authority
(d/b/a Build Baton Rouge)
Deidre Deculus Robert, President
725 Main Street
Baton Rouge, LA 70802

Cortana Corridor Economic Development District
Rodney Braxton, Board Chairman
P.O. Box 148
Baton Rouge, LA 70821

East Baton Rouge Parish Communications District
Jim Verlander, Director
7145 Florida Blvd.
Baton Rouge, LA 70806

Capital Area Transit System
Theo Richards, Chief Executive Officer
2250 Florida Boulevard
Baton Rouge, LA 70802

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

a. Financial Reporting Entity (Continued)

Related Organizations

City-Parish officials are also responsible for appointing members of the boards of other organizations. City-Parish's accountability does not extend beyond making the appointments. The following agencies are related organizations to City-Parish government. Each organization's financial statements can be obtained at their respective administrative offices listed as follows:

Gas Utility Service District
Phyllis Sims, Office Manager
10633 Greenwell Springs Port Hudson Rd.
Zachary, LA 70791

Baton Rouge Recreation and Park Commission
Rhonda Williams, Director of Finance
6201 Florida Boulevard
Baton Rouge, LA 70806

East Baton Rouge Housing Authority
J. Wesley Daniels, Jr, CEO
4731 North Boulevard
Baton Rouge, LA 70806

District Six Fire Protection District
Colin Dunn, Fire Chief
7878 Prescott
Baton Rouge, LA 70812

East Side Fire Protection District
Keith Smith, Fire Chief
15094 Old Hammond Hwy
Baton Rouge, LA 70816

St. George Fire Protection District
Gerard Tarleton, Fire Chief
14100 Airline Hwy
St. George, LA 70817

Harveston Economic Development District
Lori, Booneke, CPA
4171 Essen Lane, Suite 1200
Baton Rouge, LA 70809

The following three agencies are non-profit corporations established pursuant to State Statutes to finance debt for various public purposes within East Baton Rouge Parish. The Metropolitan Council appoints the board members of each respective agency. Each agency is fiscally independent from the City-Parish, issues its debt, approves its budgets, and sets its rates and charges. The primary government has no authority to remove board members, designate management, or approve or modify rates. The City-Parish is not obligated in any manner for the debt issues of these agencies. Financial statements for these agencies can be obtained at the following addresses:

Hospital Service District No. 1
Elizabeth Stafford, Chief Financial Officer
Lane Memorial Hospital
6300 Main Street, Zachary, LA 70791

Capital Area Finance Authority
Jay Gaudet, Chairperson
601 St. Ferdinand Street
Baton Rouge, LA 70802

Industrial Development Board
(No Financial Transactions)

b. Basis of Presentation

The City-Parish's **basic financial statements** consist of the government-wide statements on all of the non-fiduciary activities of the primary government and its component units and the fund financial statements (individual major fund, combined nonmajor fund, and fiduciary funds). The statements are prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units and promulgated by the Governmental Accounting Standards Board (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*.

GOVERNMENT-WIDE FINANCIAL STATEMENTS:

The government-wide financial statements include the Statement of Net Position and the Statement of Activities for all non-fiduciary activities of the primary government and the total for its component units. As a general rule, the effect of interfund activity has been removed from the government-wide financial statements. Exceptions to the general rule are payments between the enterprise funds to other various functions of government for charges such as sewer fees and contributions between the primary government and its component units which are reported as external transactions.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

b. Basis of Presentation (Continued)

GOVERNMENT-WIDE FINANCIAL STATEMENTS (Continued):

Interfund services provided and used are not eliminated in the process of consolidation. The government-wide presentation focuses primarily on the sustainability of the City-Parish as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

Governmental Activities represent programs which normally are supported by taxes and intergovernmental revenues.

Business-Type Activities are financed in whole or in part by fees charged to external parties for goods and services.

The primary government is reported separately from the legally separate component units as detailed in section (a) of this note.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Indirect costs are not allocated by function for financial reporting in this statement; however, certain indirect costs have been directly allocated as administrative fees to grants and special fund programs. *Program revenues* include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues. This includes externally dedicated resources such as a restricted property tax.

Certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

FUND FINANCIAL STATEMENTS:

Emphasis of fund financial reporting is on the major fund level in either the governmental or business-type categories. Nonmajor funds (by category) or fund type are summarized into a single column in the basic financial statements.

The daily accounts and operations of the City-Parish are organized on the basis of individual funds, each of which is considered a separate accounting entity. The operations of each fund, both major and nonmajor, are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds of the primary government are grouped into generic fund types and three broad fund categories as follows:

Governmental Activities Presented as Governmental Funds in the Fund Financial Statements:

General Fund—The General Fund is the government’s primary operating fund of the consolidated City and Parish and is considered to be a major fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Special Revenue Funds—Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures (other than major capital projects or debt service) for specified purposes. The two special revenue funds reported as major funds in the fund financial statements are as follows:

The Library Board of Control Fund accounts for the special property tax levy required to fund the operation, maintenance and expansion of the East Baton Rouge Parish Library System.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

b. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (Continued):

Governmental Activities Presented as Governmental Funds in the Fund Financial Statements (Continued):

Special Revenue Funds (Continued):

The Grants Fund accounts for the receipts and disbursements of Federal, State and local grants.

Debt Service Funds—Debt Service Funds are used to account for the accumulation of resources that are committed, restricted, or assigned to the payment of, general long-term debt principal, interest and related costs on long-term obligations of governmental funds. The government has no debt service fund major funds.

Capital Projects Fund—The Capital Projects Fund is used to account for financial resources used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds) and is reported as a major fund.

Proprietary Funds:

Enterprise Funds—Enterprise funds are used to account for operations: (a) that are financed and operated similarly to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. Enterprise funds are presented in the business-type activities column in government-wide financial statements and the major funds section of the basic financial statements. The three enterprise funds reported as major funds in the fund financial statements are as follows:

The Greater Baton Rouge Airport District Fund accounts for the operation of the Baton Rouge Metropolitan Airport, a commercial and general aviation facility principally financed by air carrier fees and airport related services.

The Comprehensive Sewerage System Fund accounts for the provision of sewer services and sewer treatment services to the residents of the entire parish. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, billing and collection of a user fee, and administration of sewerage facilities including long-term capital improvements.

The Solid Waste Collection and Disposal Fund accounts for solid waste collection and disposal services and operation and improvement of the landfill.

Internal Service Funds—Two internal service funds are used by the government to account for: (1) financing the replacement of motorized equipment, and (2) to maintain and supply fuel for motorized vehicles and heavy equipment to various departments or agencies of the City-Parish, or to other governments, on a cost-reimbursement basis. The internal service fund totals are presented as part of the proprietary fund financial statements. Since the principal users of the internal service funds are the City-Parish governmental activities, financial statements of internal service funds are consolidated into the governmental activities column when presented at the government-wide level. To the extent possible, the cost of these services are reflected in the appropriate functional activity.

Fiduciary Funds:

Trust Funds—The City-Parish Employees' Retirement System (a blended component unit) is used to account for the accumulation of contributions for (CPERS) Pension Trust, a defined-benefit cost-sharing multiple-employer pension plan to provide retirement benefits to qualified employees and CPERS-PGT a single-employer plan. The

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

b. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (Continued):

Fiduciary Funds (Continued):

pension trust fund is presented in the basic financial statements section. Since by definition these assets are being held for the benefit of employees and cannot be used to address activities or obligations of this government, these funds are not incorporated into the government-wide statements.

Custodial Funds—Custodial funds contain resources held by the government in a temporary, purely custodial capacity for others. The City-Parish custodial funds include the Sales Tax Suspense Fund, City Court Suspense Funds, Council on Aging Fund and Indigent Defender 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. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

c. Basis of Accounting and Measurement Focus

GOVERNMENT-WIDE FINANCIAL STATEMENTS:

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. 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 in the year for which they are levied.

FUND FINANCIAL STATEMENTS:

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

Governmental fund revenues resulting from exchange transactions are recognized in the fiscal year in which the exchange takes place and meets the government's availability criteria (susceptible to accrual). Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. Charges for services, fines and forfeits, and most governmental miscellaneous revenues, including investment earnings are recorded as earned since they are measurable and available. The City-Parish definition of available means expected to be received within sixty days of the end of the fiscal year for all revenues except grants or entitlements on federal or state assistance programs. The availability period for these grant programs is twelve months.

Nonexchange transactions, in which the City-Parish receives value without directly giving value in return, includes sales tax, property tax, special assessments, grants, entitlements, and donations. Property taxes are recognized as revenues in the calendar year of the tax levy if collected soon enough to meet the availability criteria. Sales tax and gross receipts business tax revenues are recognized when the underlying transaction occurs and meets the availability criteria. Anticipated refunds of such taxes are recorded as fund liabilities and reductions of revenue when they are measurable and valid. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied, subject to the availability criteria. Eligibility requirements include timing requirements, which specify the year when the resources can be used.

Expenditures are recognized in the accounting period in which the related fund liability is incurred, if measurable, except for the following: (1) principal and interest on long-term debt are recorded when due, and (2) claims and judgments, group health claims, arbitrage payable, total other post-employment benefit liability and compensated

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

c. Basis of Accounting and Measurement Focus (Continued)

FUND FINANCIAL STATEMENTS (Continued):

absences are recorded as expenditures in the governmental fund type when paid with expendable available financial resources. Allocations of costs such as depreciation and amortization are not recognized in the governmental funds.

All proprietary funds and fiduciary funds are accounted for on an economic resources measurement focus. Proprietary funds and fiduciary funds are maintained on the accrual basis of accounting wherein revenues are recognized in the accounting period in which they are earned and become measurable, and expenses are recognized in the period incurred, if measurable. Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place.

d. Budgetary Data

BUDGET POLICIES AND BUDGETARY ACCOUNTING:

The Plan of Government for the City-Parish outlines procedures for adopting a budget for the General, Special Revenue, and Debt Service Funds of the primary government:

The Finance Department compiles for the Mayor-President estimates of revenues and requests for appropriations of the annual budget. No later than November 5, the Mayor-President's budget is submitted to the Metropolitan Council for possible revision and adoption. The Council conducts public hearings on the budget, which must be adopted by December 15, to become effective January 1. In no event shall the total appropriations exceed total anticipated revenues taking into account the estimated surplus or deficit at the end of the current fiscal year.

Budgets for the Capital Projects Fund do not necessarily follow the time schedule for other funds, since capital projects may be started and completed at any time during the year. However, the capital project budget must be submitted to the Council for adequate public hearing and adoption on a project-length basis.

All recurring calendar-year grants are included in the annual budget process. Line-item budgets for grants that do not operate on a calendar-year basis are recorded upon receipt of the grant award for the total amount of the award. All grant budgets are submitted to the Council for adequate public hearing and adoption.

Annual operating budgets are adopted for the following governmental funds: General, Special Revenue, and Debt Service. The General Fund, Library Board of Control and Grants Fund annual budgets are presented in the Required Supplementary Information. Nonmajor governmental fund budget presentations appear in the Combining and Individual Fund Statements and Schedules. The original budget column on all budget presentations include the adjustments necessary to bring forward appropriations for both unspent projects of a continuing nature and legal encumbrances at the end of the last fiscal year.

Budgets of the General, Special Revenue, and Debt Service Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP) except for the following deviations: (1) On the budget basis, encumbrances are considered expendable from current appropriations and are reported as expenditures in order to reserve appropriations. (2) Housing and Urban Development (HUD) loans to program recipients are reported as expenditures on the budget basis to facilitate reporting in accordance with federal regulations.

In accordance with The Plan of Government, appropriations, in addition to those contained in any current expenditure budget, shall be made only on recommendation of the Mayor-President, and only if the Director of Finance certifies that sufficient funds are available to meet such appropriations. Appropriations at year-end normally lapse, except for those projects of a continuing nature which remain open until the projects are completed or abandoned and are shown on the Balance Sheet as Fund Balance-Assigned to Approved Continuing Projects in the General Fund. Such appropriations for continuing projects carried forward from 2024 to 2025 totaled \$20,831,180 for the general fund, and \$3,526,429 (reported as part of restricted fund balance) in the Grants Fund. These amounts are included in the original budget column for 2025. The level of budget control is at the fund, department or project level, and expenditures/encumbrances may not exceed appropriations. Should additional appropriations be required, interdivisional transfers may be authorized by the Mayor-

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

d. Budgetary Data (Continued)

BUDGET POLICIES AND BUDGETARY ACCOUNTING (Continued):

President. Interdepartmental transfers may be made at the request of the Mayor-President with approval of the Council. Additional appropriations from fund balance or increases in estimated revenues must be approved by the Council. In accordance with the Plan of Government, if the Mayor-President shall at any time ascertain that there will not be for the parish, the city, or the districts, sufficient funds to meet total appropriations, it shall be his or her duty to revise appropriations.

Formal budgetary integration is used for management control in the accounting records during the year for the governmental fund types. The Capital Projects Fund project appropriations are initiated by project budgets rather than annual budgets, and accountability is controlled on the project-life basis.

ENCUMBRANCES:

Encumbrances representing purchase orders, contracts or other commitments are recorded in governmental fund-type budgetary funds to reserve portions of applicable appropriations. Encumbrances are part of the budgetary process and are included in actual expenditures when a comparison with budget is necessary. Encumbrances at year-end are not considered expenditures in the financial statements presented on the GAAP basis.

Encumbrances are reported in the governmental fund-type balance sheet in the restricted, committed, or assigned fund balance classifications. Significant encumbrances are included in the “construction work-in-progress” section of the capital asset note disclosure.

e. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Equity

CASH, CASH EQUIVALENTS, AND INVESTMENTS:

Cash and cash equivalents for the primary government includes the payroll cash account, cash for insurance, cash for juror and witness fees, cash on hand, petty cash, cash for East Baton Rouge Sewerage Commission, cash for all sinking funds and debt service reserve funds on all City and Parish Public Improvement Sales Tax Revenue Bonds, and each individual fund’s share of the consolidated cash account.

A single consolidated bank account has been established in a local bank into which monies are deposited and from which most disbursements are made. In addition, investment purchases are charged and maturities are deposited to the consolidated bank account. The purpose of this consolidation is to reduce administrative costs and provide a single cash balance available for the maximization of investment earnings. Each fund shares in the investment earnings according to its average cash and investments balance, prorated between funds. Cash is transferred from those funds with available cash resources to cover any negative cash balances in other funds at year-end. In addition, an imprest bank account is used for disbursements of payrolls, and separate accounts have been established for certain restricted funds as required by the bond indentures for related bond issues.

The investment policies of the City-Parish are governed by State Statutes and bond covenants. Additional details on authorized investments of City-Parish primary government and component unit funds are disclosed in Note 3(b).

Cash, Cash Equivalents and Investments for the Employees’ Retirement System are not included in the City-Parish’s consolidated bank account. This retirement system is a blended component unit of the City-Parish primary government and operates a separate bank account and controls its own disbursements and investments.

For purposes of the Statement of Cash Flows, cash equivalents for each fund include demand deposit account balances, repurchase agreements, certificates of deposit and U.S. government securities with maturities of three months or less from date purchased.

Investments are reported in accordance with GASB Statements No. 72, *Fair Value Measurement and Application*. Short-term and money market investments, consisting primarily of U.S. Treasury or Agency obligations with a maturity of one

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

e. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Equity (Continued)

CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued):

year or less at time of purchase are reported at amortized cost. The Louisiana Asset Management Pool (LAMP) investment, which is an external investment pool administered by a non-profit corporation organized under State of Louisiana law, is stated at fair value and the value of the position in the external investment pool is the same as the net asset value of the pooled shares.

Securities traded in a national or international exchange are valued at the last reported sales price at current exchange rates. Unrealized gains and losses on investments recorded at fair value are included in investment income.

RESTRICTED ASSETS:

Certain bond proceeds and debt service sinking funds of the Comprehensive Sewerage System and the Greater Baton Rouge Airport District Enterprise Funds are legally restricted as to purpose. These assets have been classified as restricted assets on the Statement of Net Position since the use of these funds is limited by applicable bond resolutions. In addition, the Greater Baton Rouge Airport District Fund shows restricted assets for unappropriated passenger facility charges.

INVENTORIES AND PREPAID ITEMS:

Inventories are stated at cost using the average price method. In the primary government's governmental fund types, inventoried items are recorded as expenditures when consumed, rather than when purchased.

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. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

INTERFUND RECEIVABLES AND PAYABLES:

Short-term cash borrowing between funds bears interest at the prevailing consolidated cash rate of return and is considered temporary in nature. These amounts 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."

Long-term advances between funds are reported as advances to/from other funds.

ACCOUNTS RECEIVABLE:

Accounts receivable are reported net of an allowance for uncollectibles in business-type activities. Major accounts receivable are recorded for: (1) sewer user fees in the Comprehensive Sewerage System Enterprise Fund; (2) airline landing fees, rentals (excluding rentals recorded as GASB 87 Leases receivable), and miscellaneous charges for services in the Greater Baton Rouge Airport Authority Enterprise Fund; and (3) waste disposal fees at the landfill recorded in the Solid Waste Collection and Disposal Enterprise Fund. Uncollectible revenues are normally estimated at approximately ½ percent for the sewer user and solid waste collection fees with uncollectibles written off on a monthly basis. At December 31, 2025, an uncollectible allowance has been recorded for the Greater Baton Rouge Airport District (10.5 percent), the Sewerage System (11.3 percent) and Solid Waste Collection and Disposal (4.7 percent).

Accounts receivable reported at the governmental fund level and entity-wide level include receivables for third-party billings of emergency transport fees accounted for in the Emergency Medical Services non-major special revenue fund. This entity-wide receivable is accrued net of a varying uncollectible percentage, based upon past trends of collection, by number of months outstanding.

Accounts receivable reported at the governmental fund level and entity-wide level include receivables for legal settlements accounted for in the Opioid Settlement non-major special revenue fund. This receivable is accrued net of a varying uncollectible percentage based on an analysis of the settling entities ability to pay the settlements.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

e. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Equity (Continued)

CAPITAL ASSETS:

Capital assets, which include land and land improvements, buildings, equipment, noise mitigation costs, and infrastructure assets (streets, roads, bridges, canals and sewer and drainage systems) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Capitalization thresholds are defined by the City-Parish in the official accounting policies and procedures as follows:

- Movable capital assets with a cost of \$5,000 or more per unit and a useful life of at least two years.
- Land, land improvements and intangible assets purchased with a minimal value of \$50,000.
- Buildings and building improvements with a value of \$100,000 that extend the useful life of a building.
- Individual purchased infrastructure improvements with a value of \$100,000.
- Donated infrastructure systems with a value of \$500,000.

All assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value. The costs of normal maintenance and repairs that do not add value to the asset or materially extend its useful life are not capitalized. Major outlays for capital assets and improvements are capitalized at substantial completion of construction projects. Transfer of capital assets between governmental and business-type activities are recorded at the carrying value at the time of transfer. Costs associated with construction in progress are accumulated in the construction work-in-progress account and are not depreciated. Projects are considered substantially complete when approximately 80% of the construction is complete and the asset is placed into service for its intended use. At that time, the accumulated costs are reclassified from construction work-in-progress to the appropriate capital asset category, and depreciation begins.

Depreciation on all capital assets, excluding land and improvements, is calculated on the straight-line method over the following estimated useful lives:

<u>Type of Capital Assets</u>	<u>Number of Years</u>
Buildings and Building Improvements	25-40
Runways and Improvements	25
Land Improvements-Structure	10
Furniture	10
Machinery and Equipment	5-10
Automobiles	3
Infrastructure	25-40

All infrastructure assets purchased by the primary government since 1960 are recorded as capital assets and depreciated accordingly. All donated infrastructure accepted into the City-Parish's maintenance program since 1980 has been capitalized and depreciated in accordance with the above capitalization policy.

LEASES:

The City-Parish enters into noncancellable lease agreements and records them in accordance with GASB Statement No. 87, *Leases*.

Lessee Leases

The City-Parish recognizes a lease liability and intangible right-to-use leased asset in the financial statements. Lease liabilities are recorded for lease contracts with lease periods greater than one year. At the commencement of a lease, the City-Parish initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life. Key estimates and judgments related to leases include (1) the discount rate used to determine the present value of the expected lease payments, (2) lease term, and (3) lease payments.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

e. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Equity (Continued)

LEASES (Continued):

Lessee Leases (Continued)

The City-Parish uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City-Parish generally applies its estimated incremental borrowing rate as the discount rate for leases. The lease terms include the noncancellable period of the lease and optional renewal periods. Lease payments included in the measurement of the lease liability are composed of fixed payments through the noncancellable term of the lease and renewal periods that management considers reasonably certain to be exercised.

The City-Parish monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with capital assets and lease liabilities are reported with long-term debt on the Statement of Net Position. As of December 31, 2025, the City-Parish has no lessee leases meeting the criteria for reporting under GASB No. 87.

Lessor Leases

The City-Parish recognizes a lease receivable and a deferred inflow of resources in the financial statements for those lease contracts whose terms call for a lease period greater than one year. The lease receivable is measured at the commencement of the lease at the present value of fixed payments expected to be received during the non-cancellable lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term. Key estimates and judgments include (1) the discount rate used to determine the present value of the expected lease receipts, (2) lease term, and (3) lease receipts.

The City-Parish applies the interest rate in the agreement, if stated, or its own estimated incremental borrowing rate as the discount rate for measurement of the lease receivables.

The lease term includes the noncancellable period of the lease plus any renewal periods that management has determined are reasonably certain of renewal. Management monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the receivable.

SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITA):

GASB Statement No. 96, *Subscription Based Information Technology Arrangements*, defines a SBITA as a contract that transfers the right to use another entity's subscription asset for a specific period of time in an exchange or exchange-like transaction. The City-Parish has entered into various SBITA agreements. Under these contracts, the City-Parish recognizes a subscription liability and a subscription asset (intangible right-to-use asset) at the commencement of the subscription term. The subscription liability is measured at the present value of payments expected to be made during the subscription term (less any SBITA incentives). The subscription asset is measured at the amount of the initial measurement of the subscription liability, plus any payments made to the vendor at or before the commencement of the subscription term and any capitalizable initial implementation costs. Subscription assets are reported with capital assets, and subscription liabilities are reported with long-term debt in the government-wide Statement of Net position. Subscription assets are amortized on a straight-line basis over the useful life of the related subscription.

An amendment to the SBITA contract is considered a SBITA modification unless the City-Parish's right to use the underlying asset decreases, in which case it is considered a full or partial SBITA termination. A SBITA termination is accounted for by reducing the carrying value of the subscription liability and subscription asset by the City-Parish, with any difference being recognized as a gain or loss.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

e. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Equity (Continued)

SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITA) (Continued):

The future SBITA payments are discounted using the interest rate stated or implicit in the SBITA contract. If the interest rate is not available, the City-Parish uses its incremental borrowing rate. The subscription term is determined by the sum of the non-cancellable periods, plus renewal options when they are reasonably certain of being exercised or early termination options when they are reasonably certain of not being exercised.

As of December 31, 2025, the City-Parish has no SBITAs that have a significant impact meeting the criteria for reporting under GASB No. 96.

PUBLIC-PRIVATE AND PUBLIC-PUBLIC PARTNERSHIPS (PPP):

The City-Parish, as the transferor, recognizes a PPP receivable and a deferred inflow of resources in the financial statement for contracts whose terms are considered a PPP. The PPP receivable is measured at the present value of fixed payments expected to be received during the contract term. The deferred inflow of resources is initially measured as the amount of the PPP receivable. Subsequently, the PPP receivable and deferred inflow of resources are reduced by the payments received.

The City-Parish recognizes a capital asset and a deferred inflow of resources in the financial statements for contracts whose terms are considered a PPP and includes improvements to an underlying PPP asset by the operator. The capital asset and the deferred inflow of resources is measured at acquisition value when the improvements are placed into service. Subsequently, the deferred inflow of resources is amortized on a straight-line basis and recognized as revenue over the life of the contract term.

LONG-TERM DEBT:

In the government-wide Statement of Net Position and in the proprietary fund types' financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond issuance costs, excluding any prepaid bond insurance, are reported as expense in the year of debt issuance. Bonded debt premiums, discounts, and gains (losses) on refundings are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable is reported net of the applicable bond premium or discount. Gains (losses) on refundings are reported as deferred outflows/inflows of resources.

In the fund financial statements, governmental fund types recognize bond premiums, discounts, and bond issuance costs during the current financial reporting period. The face amount of the debt issue is reported as "other financing sources." Premiums received on debt issuances are reported as "other financing sources" and discounts on debt are reported as "other financing uses."

Excess revenue contracts, loans, and notes are obligations of the general government and payment of these debts are normally provided by transfers from the General Fund to a debt service fund. However, if the debt is intended to be repaid by an enterprise fund it is recorded as a proprietary long-term debt.

Sales tax revenue bonds are secured by sales tax revenues. For those issues not associated with enterprise fund operations, payment of the debt is provided by sales tax revenue recognized in the appropriate debt service fund. Sales tax revenue bond issues expected to be repaid with enterprise fund resources are accounted for in the relevant enterprise fund.

COMPENSATED ABSENCES:

All City-Parish primary government classified and non-classified regular employees earn vacation leave in varying amounts according to the employee's number of years of continuous service up to a maximum of five year's accrual. All City-Parish primary government classified and non-classified regular employees hired before April 4, 2015, earn sick leave in varying amounts according to the employee's number of years of continuous service and accumulate sick leave without time limitations. Employees hired on or after April 4, 2015, earn sick leave in varying amounts according to the employee's work week in hours, up to a maximum of 480 hours. Sick leave is payable as leave is taken or upon death or retirement.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

e. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Equity (Continued)

COMPENSATED ABSENCES (Continued):

City-Parish's payments for accumulated sick and vacation leave are limited to a combined 120 days under all circumstances except death. Upon death, the maximum accumulated leave payable is 120 days of accumulated vacation and 168 days sick leave minus the accumulated vacation payable.

Vacation and sick leave may also be converted into time worked for retirement purposes. Per Metropolitan Council Ordinance 85011 effective January 1, 1988, the Employees' Retirement System assumed partial liability for separation benefits (accumulated sick and vacation leave) for employees who retire or who die. The Retirement System would also pay the maximum accumulated leave as explained above for employees who choose 2 for 1. At December 31, 2025, the City-Parish retains approximately 32.27% of the total liability for accumulated sick and vacation leave per calculations performed by an actuary consultant.

City-Parish employees of certain job classifications may accumulate compensatory time in lieu of overtime payment up to 30 days for regular employees and 60 days for public safety employees. Compensatory leave is paid by the City-Parish upon termination, resignation, retirement or death, up to the maximum accrual amounts. City-Parish retains 100% of the compensatory leave liability as of December 31, 2025.

GASB Statement No. 101, *Compensated Absences*, requires governments to accrue a liability for compensated leave that has not been used if all of the following are true:

- a. The leave is attributable to services already rendered.
- b. The leave accumulates.
- c. The leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

The City-Parish has recorded the following liabilities, including the salary-related benefits associated with the payment of compensated absences as of December 31, 2025:

1. The actuarially determined percentage of accumulated vacation and sick leave for each employee valued at the employees' current rate of pay.
2. A total of 100% of the compensatory leave for each employee valued at the employees' current rate of pay.
3. Applicable percentages of social security and Medicare have been added to the above accumulated leave.

In the government-wide financial statements and the proprietary fund types fund statements, the total compensated absences liability is recorded as an expense and a long-term obligation and allocated on a functional basis. A current liability is recorded for the value of the average prior accumulated leave taken in a year using the LIFO method in the proprietary funds fund statements. In accordance with GASB Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*, (issued in March of 2000), *no compensated absences liability is recorded at December 31, 2025, in the governmental fund financial statements.*

Details of the compensated absences liability for the City-Parish discrete component units can be found in the separately issued audit reports of each component unit.

MUNICIPAL SOLID WASTE LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS:

Municipal Solid Waste Landfill (MSWLF) Closure and Postclosure Care Costs are accounted for in accordance with guidelines recommended by Section L10 of the GASB *Codification of Governmental Accounting and Financial Reporting Standards*.

The Solid Waste Collection and Disposal Enterprise Fund recognizes (based on MSWLF use) that portion of the estimated total current cost of MSWLF closure and postclosure care as an expense and as a liability in each period that it accepts solid waste. A complete explanation of the liability and its calculation is referenced in Note 18.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

e. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Equity (Continued)

FUND BALANCE POLICY FOR GOVERNMENTAL FUND TYPES:

The City-Parish reports governmental fund equity in accordance with Metropolitan Council 2025 Budget Ordinance 19432, adopted December 10, 2024, and 2026 Budget Ordinance 19725 adopted December 9, 2025, which set the following fund balance policy for all governmental fund types of the consolidated government:

- a. Governmental fund balance classification will consist of “nonspendable”, “restricted”, “committed”, “assigned”, and “unassigned”.
- b. When an expenditure is incurred for purposes for which restricted, committed, assigned and unassigned fund balance are available, as a general rule, the City-Parish will apply expenditures first to restricted, committed, and assigned fund balances-in that order, with the remainder to unassigned fund balance.
- c. Restricted fund balance will be reported for all funds that reflect constraints on spending due to legal restrictions stipulated by external parties, enabling legislation of the state or federal governments, and grant requirements placed on funds to be used for specific purposes.
- d. Committed fund balance will be reported for the amount of fund balance that reflects the constraints that the City-Parish has imposed upon itself by formal action (adoption of an ordinance) of the Metropolitan Council. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation. Committed fund balance will include amounts set aside in the Insurance Reserve Account and the Budget Stabilization Account as included in the government’s financial policies of the “Understanding the Budget” section of the annual adopted operating budget.
- e. All encumbered contracts or outstanding obligations made by the City-Parish at year-end that are not part of restricted or committed funds will be shown as “assigned” fund balance.
- f. Assigned fund balance includes amounts that are constrained by the City-Parish’s intent to be used for specific purposes, but are neither restricted nor committed. By adoption of an ordinance, the Metropolitan Council authorizes the director of Finance or Deputy Director of Finance to assign fund balance for other specific purposes at year-end.

A Budget Stabilization Account was originally authorized in the General Fund operating budget of 1999. The Metropolitan Council officially committed to maintain the budget stabilization account in an amount equal to at least five percent and not greater than ten percent of the following year’s general fund appropriation in the 2025 Annual Operating Budget adopted by Ordinance 19432 dated December 10, 2024. Per ordinance, *the budget stabilization account shall be calculated annually by the Finance Department and included in the Annual Comprehensive Financial Report as committed fund balance. The stabilization account may be used with Metropolitan Council approval to balance the current year general fund budget or immediate subsequent year budget when projected current year tax revenue falls below the budgeted growth rate by more than one percent or in the event the government faces an unanticipated extraordinary expenditure increase that cannot be rectified in a single budget year. The stabilization account shall not be used for revenue shortfalls or expenditure increases deemed permanent, but rather allows the government time to transition without undue disruption to governmental services. When the budget stabilization account falls below the minimum five percent level, the Mayor-President shall present the Metropolitan Council with a plan to restore the minimum level with a goal of 36 months after the year of use.*

The Insurance Reserve Account was established as a general fund reservation (or designation) by the City-Parish in 1972. Since that date, the managerial fund has been used to pay for risk management activities of the general government. Metropolitan Council Ordinance 18372 of December 7, 2021, confirmed the policy and use of the insurance reserve account as follows: *The City-Parish will maintain a managerial fund entitled “Insurance Reserve” as part of committed General Fund-Fund Balance for the purpose of minimizing the financial impact of potential costs that cannot be covered by the City-Parish’s risk management program annual budget. The managerial fund will be increased by any balance remaining in the General Fund Risk Management operating budget at each year-end. The City-Parish shall seek restitution from companies and individuals when negligence results in the unexpected use of funding in accordance with applicable laws.*

The committed insurance reserve account may be used as a source for any risk purposes, including costs associated with purchased insurance or self-insurance programs. The account can also be used for major costs associated with disaster and other events which may not be reimbursable from insurance or federal or state government sources.

Details of restricted, committed, and assigned fund balances at year-end are presented in Note 16(b).

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

e. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Equity (Continued)

NET POSITION:

Net position represents the difference between assets plus deferred outflows of resources, less liabilities, less deferred inflows of resources. The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any debt proceeds used for the acquisition, construction, or improvements of those assets.

The *restricted* component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those restricted assets. The restricted component of net position is used when there are limitations imposed on their use of an asset by external parties such as creditors, grantors, laws or regulations of other governments.

The *unrestricted* component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

When both restricted and unrestricted resources are available for use for a particular project or purpose, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed. Details of the restricted component of net position at year-end are presented in Note 16(a).

DEFERRED OUTFLOWS/INFLOWS OF RESOURCES:

The Statement of Net Position will often report a separate section for deferred outflows and (or) deferred inflows of financial resources. *Deferred outflows* of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. *Deferred inflows* of resources represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

The primary government's deferred inflows and outflows of resources on the Statement of Net Position are a result of deferrals concerning bonded debt, postemployment benefits, pensions and leases. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. Deferred amount on refunding of debt is reported in the deferred inflows or deferred outflows sections of the Statement of Net Position.

Note 7 presents detailed information concerning the amounts related to pensions, reported in the deferred inflows and deferred outflows sections of the Statement of Net Position.

Note 8 presents detailed information concerning the amounts related to postemployment benefits, reported in the deferred inflows and deferred outflows sections of the Statement of Net Position.

Note 11 presents detailed information concerning the amounts related to leases, reported in the deferred inflows and deferred outflows sections of the Statement of Net Position.

Note 12 presents information concerning the amounts related to PPPs, reported in the deferred inflows and deferred outflows sections of the Statement of Net Position.

The governmental funds report unavailable revenues from three sources: property taxes, legal settlements and Federal, State and local financial assistance. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

ACCOUNTING ESTIMATES:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make certain estimates and assumptions. Those estimates affect the reported amounts of assets and liabilities and disclosure of assets and liabilities at the date of the financial statements. They may also affect

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 1 – Summary of Significant Accounting Policies (Continued)

e. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Equity (Continued)

ACCOUNTING ESTIMATES (Continued):

the reported amounts of revenues and expenses of proprietary funds and the government-wide financial statements during the reporting period. Actual results could differ from these estimates.

f. Implementation of New Accounting Standards

The following statement was implemented during the current fiscal year:

GASB Statement No. 102, *Certain Risk Disclosures*, requires disclosures of certain concentrations or constraints that may affect the government's ability to continue to provide services. The City-Parish evaluated whether it is exposed to a concentration or constraint that could raise substantial doubt about its ability to continue to provide services within 12 months of the financial statement date. No concentrations or constraints meeting the criteria were identified.

NOTE 2 – Accounting Changes and Error Corrections

a. Adjustments to and Restatements of Beginning Balances

The following tables provide a summary of adjustments and restatements to beginning fund balances/net positions for the year ended December 31, 2025.

<u>Component Units</u>	Nineteenth Judicial District Court
December 31, 2024, as previously reported	\$(22,145,564)
Implementation of GASB Statement No. 101	(109,283)
Error corrections	<u>53,857</u>
Total net position, December 31, 2024, restated	<u>\$(22,200,990)</u>

b. Change in Accounting Principle

Component Units

The implementation of GASB Statement No. 101, *Compensated Absences* resulted in changes to beginning net position.

c. Change to or within the Financial Reporting Entity

Harveston Economic Development District was previously reported as a discretely presented component unit because the primary government appointed a voting majority of the District's governing board and a financial benefit/burden relationship existed. During 2025, the municipal general sales tax rebated to the District became a municipal tax of the City of St. George. As a result, the financial benefit/burden relationship no longer exists, and the District no longer meets the criteria for reporting as a discretely presented component unit as of December 31, 2025.

Since the ending fund balance as of December 31, 2024 for Harveston Economic Development District was zero, there is no financial impact to the beginning fund balance or net position that will need to be restated or adjusted.

d. Error Corrections - Component Units

The Nineteenth Judicial District Court statements have been restated to reflect the correction of errors in previously issued financial statements, due to accounting entries made associated with stale checks and accounts payable recorded in previous years that were never reversed. The error corrections resulted in a net decrease of \$53,857, to the beginning Net Position deficit.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 3 – Cash, Cash Equivalents, and Investments

The City-Parish maintains a consolidated cash management pool that is available for use by all funds except the Employees' Retirement System Pension Trust Fund. Each fund type's portion of the consolidated cash pool is displayed on the Statement of Net Position as "Cash and cash equivalents" or "Investments."

a. Deposits – Primary Government

Deposits (including demand deposit accounts and certificates of deposits) at December 31, 2025, for the City-Parish primary government are summarized as follows:

1. Primary government excluding Employees' Retirement System Pension Trust Funds:

Carrying Amount	Bank Balance
\$72,214,530	\$80,287,175

The carrying amount of \$72,214,530 is classified on the Statement of Net Position as "Cash and cash equivalents."

The City-Parish's bank balance of deposits at December 31, 2025, is not exposed to any custodial credit risk. Custodial credit risk is the risk that in the event of a bank failure, the City-Parish's deposits may not be returned. The carrying amount of deposits does not include a cash on hand balance of \$6,002,605 which is not on deposit with a financial institution. Cash on hand includes petty cash and cash received but not yet deposited at year-end.

2. Employees' Retirement System Pension Trust Funds:

At December 31, 2025, the carrying amount of the Retirement System's deposits was \$18,007,087 and the bank balance was \$17,946,939. The Retirement System's deposits at December 31, 2025, are not exposed to any custodial credit risk.

b. Cash Equivalents and Investments – Primary Government

The City-Parish is authorized by LRS 39:1211-1245 and 33:2955 to invest temporarily idle monies in the following:

1. United States Treasury Bonds.
2. United States Treasury Notes.
3. United States Treasury Bills.
4. Obligations of U.S. Government Agencies, including such instruments as Federal Home Loan Bank bonds, Government National Mortgage Association bonds, or a variety of "Federal Farm Credit" bonds.
5. Fully collateralized certificates of deposit issued by qualified commercial banks and savings and loan associations located within the State of Louisiana.
6. Fully collateralized repurchase agreements.
7. Fully collateralized interest-bearing checking accounts.
8. Mutual or Trust Fund institutions which are registered with the Securities and Exchange Commission under the Security Act of 1933 and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the United States Government or its agencies.
9. Any other investment allowed by state statute for local governments.
10. Louisiana Asset Management Pool (LAMP).

Proceeds from the issuance of sales tax revenue bonds for the City of Baton Rouge and Parish of East Baton Rouge are invested according to guidelines set forth in the bond resolutions. Authorized investments from the proceeds of the issuance of the City's 2010A (GO Zone), 2010B, 2016A-1, 2016A-2 (Taxable), 2016A-3 and 2018 Public Improvement Sales Tax Revenue Bonds and the Parish's 2019 Public Improvement Bonds are government securities, certificates of deposit collateralized by government securities, and bonds issued by any state or political subdivision, provided that the bonds are rated in one of Moody's Investors Service or Standard and Poor's Corporation's two highest rating categories. All of the qualified investments must have maturities of five years or less at the time of investment.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 3 – Cash, Cash Equivalents, and Investments (Continued)

b. Cash Equivalents and Investments – Primary Government (Continued)

Proceeds from the issuance of the East Baton Rouge Sewerage Commission’s 2019A, 2019B, 2020A, 2020B (Taxable), 2021A, 2023, 2024 and 2025A; the Road and Street Improvement 2015, 2020 and 2025 Sales Tax Revenue Bonds and the MOVEBR 2019 and 2024 Sales Tax Revenue Bonds are authorized to be invested in direct obligations of the United States of America, time certificates of deposit secured by direct obligations of the United States of America, and obligations issued or guaranteed by the federal government.

City-Parish investments for the primary government at December 31, 2025, are itemized as follows:

1. Primary Government excluding Employees’ Retirement System Pension Trust Funds:

	<u>Total Value</u>
<u>Investments Measured at Amortized Cost</u>	
U.S. Government Obligations	\$ 487,894,085
<u>Investments Measured at Net Asset Value</u>	
Louisiana Asset Management Pool (LAMP)	<u>901,169,951</u>
Total	<u>\$1,389,064,036</u>

Investments with a maturity of less than 90 days (\$901,169,951) are classified on the Statement of Net Position as “Cash and cash equivalents,” \$476,532,390 is classified on the Statement of Net Position as “Investments.” The remaining amount of \$11,361,695 is included in “Receivables-net” on the Statement of Net Position. In accordance with Section 150, paragraph 123 of the GASB *Codification of Governmental Accounting and Financial Reporting Standards*, investments in U.S. Treasury or Agency obligations that have a remaining maturity at time of purchase of one year or less, are stated at amortized cost. All U.S. Government and Agency Obligations held at December 31, 2025, had a remaining maturity at time of purchase of one year or less and are therefore reported at amortized cost.

As a means of limiting its exposure to fair value losses arising from interest rates, the City-Parish’s investment policy limits investments to securities with maturities less than one year from the date of purchase unless the investment is matched to a specific cash flow. The City-Parish may collateralize its repurchase agreements using longer dated investments not to exceed 10 years to maturity. Reserve funds may be invested in securities with maturities exceeding one year if the maturity of such investments are made to coincide as nearly as practicable with the expected use of the funds.

Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City-Parish has a written policy for credit risk. The City-Parish’s investment policy requires the application of the prudent-person rule. The policy states, *all investments made shall be 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. However, under all circumstances, the overriding concern shall be safety of the principal amounts invested.* The City-Parish’s investment policy limits investments to those discussed earlier in this section. The City-Parish’s investment policy requires that investments be diversified by security type and institution. With the exception of U.S. Treasury securities and authorized pools, no more than 50% of the City-Parish total investment portfolio will be invested in a single security type or with a single financial institution. LAMP has a Standard & Poor’s Rating of AAAM.

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City-Parish 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-Parish’s investment policy requires that all repurchase agreement investments be fully collateralized and held by an independent third party in the name of the City-Parish. Also, the investment policy requires that all security transactions entered into will seek to be fully collateralized and not subject to custodial credit risk. Investments in external investment pools, mutual funds, and other pooled investments are not exposed to custodial credit risk because they are not evidenced by securities that exist in physical or book entry form.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 3 – Cash, Cash Equivalents, and Investments (Continued)

b. Cash Equivalents and Investments – Primary Government (Continued)

1. Primary Government excluding Employees' Retirement System Pension Trust Funds (Continued):

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. 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 and shall not generally exceed 60 days, and consists of no securities with a maturity in excess of 397 days. For purposes of determining participants' shares, investments are valued at fair value. The fair value of the participant's 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. The \$901,169,951 invested in LAMP is held by the Parish's Consolidated Cash pool (\$873,591,447), the East Baton Rouge Sewerage Commission (\$22,066,499), Road and Street Sales Tax Bonds Debt Service Fund (\$1,492,025), and MOVEBR Sales Tax Bonds Debt Service Fund (\$4,019,980).

2. Employees' Retirement System Pension Trust Funds:

Section 9.15 of The Plan of Government of the Parish of East Baton Rouge and the City of Baton Rouge authorizes the Retirement Board to have custody of, and invest the assets of the Pension Trusts. As fiduciaries of the Pension Trusts, the Board developed and adopted *The Total Plan Statement of Investment Policies and Objectives*, in which are set forth the guidelines for investing the Retirement System's assets. The System historically has invested in the following types of securities:

Cash Equivalent Investments-	US Treasury Bills, Commercial Paper, Repurchase Agreements, Money Market Funds, Custodian STIF and STEP Funds.
Currency Investments-	Foreign Exchange Futures, Forwards, Swaps (applies to global or non-US managers for hedging purposes).
Equity Investments-	US and Foreign Common and Preferred Stocks, Convertible Bonds, American Depositary Receipts (ADR's), Equity Real Estate and 144a Securities and Commingled Funds holding such investments.
Fixed Income Investments-	Bonds (Treasury, Corporate, Yankee), Mortgage-Backed Securities (CMO and CMB), Asset-Backed Securities, Trust Preferred Securities, Medium Term Notes, and 144a Securities and Commingled Funds holding such investments.
Real Assets, Private Markets and Hedge Funds	

Investment in derivative instruments, reverse repurchase agreements and other non-traditional types of investments are not specifically authorized under the Board's investment policy. However, in the case of commingled or pooled/mutual accounts, the provisions of the prospectus or Declaration of Trust takes precedence.

All investments of the Retirement System are registered in the System's name, or held by the custodian bank, Bank of New York/Mellon, Everett, MA, or its intermediaries in the System's name. The System utilized a Short Term Investment Fund (STIF) administered by the custodian bank, BNY/Mellon, in which all uninvested cash balances of CPERS and CPERS-PGT and its full discretionary investment managers are automatically swept by the custodian into the BNY/Mellon Collective Trust Government Short Term Investment Fund, which is an unrated fund that invests in high-quality, short-term securities issued or guaranteed by the US government or by US government agencies and instrumentalities. Deposits in this fund are not insured by the FDIC.

Equity securities shall not exceed 5% of cost and 7% of fair value in any one company, and fixed income shall not exceed 2.5% of cost and 3% of fair value. However, the direct debt of the federal government shall not be restricted as a percentage of the portfolio.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 3 – Cash, Cash Equivalents, and Investments (Continued)

b. Cash Equivalents and Investments – Primary Government (Continued)

2. Employees' Retirement System Pension Trust Funds (Continued):

No investments in any one organization shall represent 5% or more of the assets held in trust for pension benefits and no single company's securities shall represent more than 5% of the cost basis or 7% of the fair value of any manager's portfolio. There are no investments in loans to, or leases with, parties related to the Plan. Although the Board continued its contractual relationships with outside third party investment managers during 2025, final oversight of investments and investment performance for both the original CPERS trust and CPERS-PGT remains with the Board.

Purchases and sales of investments are recorded on a trade date basis. The Retirement System's Statement of Investment Policies and Objectives prohibits the use of securities that use any form of leverage, or in which interest or principal position is tied to any prohibited type of investment.

CPERS and CPERS-PGT utilize various investment instruments, which by nature are exposed to a variety of risk levels and risk types, such as interest rate, credit and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of securities will occur in the near term, and that such changes could materially affect the amounts reported in the Statement of Fiduciary Net Position.

The Retirement System categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles and as set forth in GASB Statement No. 72, *Fair Value Measurement and Application*. The System has the following fair value measurements as of December 31, 2025:

		Fair Value Measurements Using		
		Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
	December 31, 2025			
<u>Investments by Fair Value Level:</u>				
Equity Securities:				
Domestic Small Cap Growth	\$ 74,419,156	\$74,419,156	\$ --	\$ --
Total Investments at Fair Value Level	<u>74,419,156</u>	<u>\$74,419,156</u>	<u>\$ --</u>	<u>\$ --</u>
Investments Measured at NAV:				
Commingled Funds:				
Fixed Income – Domestic	275,558,748			
Fixed Income – International	21,744,418			
Domestic Equity	337,144,725			
International Equity	227,937,832			
Real Estate	141,117,648			
Alternative Investments	<u>357,202,127</u>			
Total Investments at NAV	<u>1,360,705,498</u>			
Total Investments at Fair Value	<u>1,435,124,654</u>			
Investments at Cost				
Cash Equivalents	<u>13,304,061</u>			
Total Investments	<u>\$1,448,428,715</u>			

Investments of \$1,435,124,654 is classified on the Statement of Fiduciary Net Position as "Investments." \$13,304,061 is classified on the Statement of Fiduciary Net Position as "Cash and Cash Equivalents."

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 3 – Cash, Cash Equivalents, and Investments (Continued)

b. Cash Equivalents and Investments – Primary Government (Continued)

2. Employees' Retirement System Pension Trust Funds (Continued):

Equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. Investments classified in Level 3 of the fair value hierarchy are valued using unobservable inputs and are not directly corroborated with market data.

The unfunded commitments and redemption terms for investments measured at the net asset value (NAV) per share (or its equivalent) as of December 31, 2025, are presented in the following table.

	Fair Value December 31, 2025	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Commingled Funds:				
Fixed Income – Domestic	\$ 275,558,748	\$ --	Daily, Monthly	2 – 30 Days
Fixed Income – International	21,744,418	--	Daily, Monthly	2 – 30 Days
Domestic Equity	337,144,725	--	Daily, Monthly	0 – 5 Days
International Equity	227,937,832	--	Daily, Monthly	0 – 7 Days
Real Estate	141,117,648	--	Quarterly	90 Days
Alternative Investments	<u>357,202,127</u>	<u>105,180,058</u>	Qtrly, Illiquid	90 Days
Total Investments at NAV	<u>\$1,360,705,498</u>	<u>\$105,180,058</u>		

For detailed descriptions of the individual investments, see the Retirement System's separately issued financial statements.

Interest rate risk is the risk applicable to debt instruments with fair values that are sensitive to changes in interest rate. One indicator of the measure of interest rate risk is the dispersion of maturity dates for debt instruments. The System does not have a formal policy relating to interest rate risk. The System's Core, Core-Plus and Multi-Asset Credit fixed income strategies are managed in pooled accounts. For these contractual relationships, each Declaration of Trust takes precedence over the System's investment policy, and the custodian bank does not have custody of the assets in these accounts. Assets in the Core-Plus fund had a December 31, 2025, fair value of \$116,952,821 (CPERS) and \$3,226,860 (PGT) with an average duration of 5.88 years (CPERS) and 5.22 (PGT), while the Multi-Asset Credit fund had a fair value of \$66,529,363 with an average duration of 1.7 years and Core fund had a fair value of \$102,433,910 (CPERS) and \$8,159,640 (PGT) with an average duration of 5.99 (CPERS) and 5.83 (PGT) years.

Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The standardized rating systems are a good tool with which to assess credit risk on debt obligations. The Retirement System requires that debt obligations be investment grade at time of purchase (BBB/Baa or higher as rated by Standard & Poor's and/or Moody's respectively). Securities that are later downgraded below investment grade are required to be liquidated unless the investment manager and the investment consultant deem it in the System's best interest to continue to hold the securities. At December 31, 2025, the System's fixed income securities were managed only in commingled or pooled accounts.

The System's Core, Core-Plus and Multi-Asset Credit fixed-income strategies are managed in pooled accounts. Assets in the Core-Plus fund had a December 31, 2025, fair value of \$116,952,821 (CPERS) and \$3,226,860 (PGT) and carried a rating of A+ (CPERS) and BB (PGT), while the Multi-Asset Credit fund had a fair value of \$66,529,363 and carried a rating of B2 and the Core fund had a fair value of \$102,433,910 (CPERS) and \$8,159,640 (PGT) and carried a rating of Aa3 (CPERS) and Non-Rated (PGT).

During 2025, the Retirement System invested monies with Louisiana Asset Management Pool, Inc. (LAMP). At December 31, 2025, the Retirement System's balance in LAMP was \$8,352,515. These balances are classified on the Statement of Fiduciary Net Position as "cash and cash equivalents."

The Retirement System's *Total Plan Statement of Investment Policies and Objectives* limits the concentration in any one issuer to 7% of fair value. At December 31, 2025, the System had exposure of less than 5% in any single investment issuer.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 3 – Cash, Cash Equivalents, and Investments (Continued)

b. Cash Equivalents and Investments – Primary Government (Continued)

2. Employees' Retirement System Pension Trust Funds (Continued):

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or deposit. The Retirement System's investment policy restricts equity investments to securities that are US dollar denominated and are registered with the SEC. Although foreign exchange futures, forward and swaps are permissible for those managers with non-US or global mandates, at December 31, 2025, CPERS and CPERS-PGT had no investments allocated in foreign currencies in non-pooled accounts of either fixed income or equity managers.

The annual money-weighted rate of return on pension plan investments is the calculated internal rate of return on pension plan investments, net of pension plan investment expense, and adjusted for changing amounts actually invested. It employs the accrual basis of accounting and is the result in aggregate of the monthly internal rates of return for the year. The annual money-weighted rate of return on the CPERS Original Trust and the CPERS-PGT Trust were 14.26% and 15.10% respectively at December 31, 2025.

c. Deposits – Discretely Presented Component Units

The discretely presented component unit agencies are required to invest idle funds within the same state statute as the primary government. Component unit deposits (including demand deposit accounts and certificates of deposits) at their respective year ends, are categorized in the following table:

	<u>Carrying Amount</u>	<u>Bank Balance</u>
District Attorney of the Nineteenth Judicial District	\$ 972,948	\$ 1,683,538
Nineteenth Judicial District Court	6,607,480	6,722,557
Nineteenth Judicial District Court Building Commission	18,941,251	18,941,251
E.B.R. Parish Family Court	436,427	436,427
E.B.R. Parish Juvenile Court	543,039	564,141
The Bridge Center for Hope	5,385,760	5,385,760
E.B.R. Redevelopment Authority (d/b/a Build Baton Rouge)	2,354,573	1,870,710
Capitol House Economic Development District	93,970	93,970
Bluebonnet Convention Hotel Taxing District	490,126	490,126
EBRATS Building Special Taxing District	5,480	5,480
Old LNB Building Redevelopment Taxing District	295,248	295,248
Cortana Corridor Economic Development District	940,284	945,284
E.B.R. Parish Communications District	11,050,061	11,050,061
Capital Area Transit System	<u>126,869</u>	<u>1,077,629</u>
Total Component Units	<u>\$48,243,516</u>	<u>\$49,562,182</u>

The following component unit deposits were exposed to custodial credit risk as explained in section (a) of this note above:

Uninsured and collateral held by pledging bank's trust department not in the agency's name:

E.B.R. Parish Juvenile Court	\$487,958
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Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the component unit agency that the fiscal agent has failed to pay deposited funds upon demand.

At December 31, 2025, there were no certificates of deposit with a maturity of 90 days or more are classified on the Statement of Net Position as "Investments". The carrying amount of \$48,243,516 is classified as "Cash and cash equivalents."

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 3 – Cash, Cash Equivalents, and Investments (Continued)

d. Investments – Discretely Presented Component Units

Investments for component units include a fair value amount of \$10,376,077 in securities held by Nineteenth Judicial District Court Building Commission.

e. Cash, Cash Equivalents and Investments Summary

1. The following is a reconciliation of the carrying amount of deposits and investments to restricted and unrestricted “Cash and cash equivalents” and “Investments” on the Financial Statements.

A. Primary government excluding Employees’ Retirement System Pension Trust Funds

Cash and cash equivalents:	
Deposits	\$ 72,214,530
Cash on hand	6,002,605
Louisiana Asset Management Pool	<u>901,169,951</u>
Sub-total cash and cash equivalents	<u>979,387,086</u>
Investments:	
Investments	<u>476,532,390</u>
Cash, cash equivalents and investments, December 31, 2025	<u>\$1,455,919,476</u>

Summary of “Cash and cash equivalents” and “Investments” for the Primary Government on the Statement of Net Position and Custodial Funds on the Statement of Fiduciary Net Position.

Statement of Net Position – Primary Government:	
Cash and cash equivalents	\$ 905,035,114
Restricted Assets – Cash and cash equivalents	52,944,954
Statement of Fiduciary Net Position – Custodial Funds	
Cash and cash equivalents	<u>21,404,631</u>
Total cash and cash equivalents	<u>979,384,699</u>
Statement of Net Position – Primary Government:	
Investments	450,453,350
Restricted Assets – Investments	<u>26,081,427</u>
Total investments	<u>476,534,777</u>
Total cash and cash equivalents and investments	<u>\$1,455,919,476</u>

B. Component units:

Cash and cash equivalents, December 31, 2025	
Deposits	\$48,243,516
Investments:	
Investments	<u>10,376,077</u>
Cash, cash equivalents and investments, December 31, 2025	<u>\$58,619,593</u>

Summary of “Cash and cash equivalents” and “Investments” for Component Units on the Statement of Net Position:

Cash and cash equivalents	\$31,118,323
Restricted Assets – Cash and cash equivalents	<u>17,125,193</u>
Total cash and cash equivalents	<u>48,243,516</u>
Restricted Assets – Investments	<u>10,376,077</u>
Total cash and cash equivalents and investments	<u>\$58,619,593</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 3 – Cash, Cash Equivalents, and Investments (Continued)

e. Cash, Cash Equivalents and Investments Summary (Continued)

2. The following is a reconciliation of the carrying amount of deposits and investments to “Cash and cash equivalents” and “Investments” for CPERS and CPERS-PGT pension trust funds on the Statement of Fiduciary Net Position.

Cash and cash equivalents:	
Deposits	\$ 18,007,087
Investments	<u>13,304,061</u>
Sub-total cash and cash equivalents	31,311,148
Investments	<u>1,435,124,654</u>
Cash, cash equivalents and investments, December 31, 2025	<u>\$1,466,435,802</u>

NOTE 4 – Property Taxes

The 1974 Louisiana Constitution (Article 7 Section 18) provided that land and improvements for residential purposes be assessed at 10% of fair market value; other property and electric cooperative properties, excluding land, are to be assessed at 15%; and public service properties, excluding land, are to be assessed at 25% of fair market value. Fair market value is determined by the elected assessor of the parish on all property subject to taxation except public service properties, which are valued by the Louisiana Tax Commission (LRS 47:1957). The correctness of assessments by the assessor is subject to review and certification by the Louisiana Tax Commission. The assessor is required to reappraise all property subject to taxation at intervals of not more than four years.

The Sheriff of East Baton Rouge Parish, as provided by State Law (LRS 33:1435), is the official tax collector of general property taxes levied by the Parish and Parish Special Districts. By agreement, the Sheriff is also the tax collector for City property taxes for which he receives a commission of 4.5% of total taxes collected for the City. December tax collections remitted to the City-Parish by the Sheriff in January are reported as “Due From Other Governments.”

The 2025 property tax calendar is as follows:

Levy date	December 10, 2024
Millage rates adopted	December 10, 2024
Tax bills mailed	November 24, 2025
Due date	December 31, 2025
Lien date	January 1, 2026

State Law requires the Sheriff to collect property taxes in the calendar year in which the levy is made. Property taxes become delinquent January 1 of the following year. If taxes are not paid by the due date, taxes bear interest at the rate of one and one-fourth percent per month until the taxes are paid (LRS 47:2101). After notice is given to the delinquent taxpayers, the Sheriff is required by the Constitution of the State of Louisiana to sell the least quantity of property necessary to settle the taxes and interest owed (LRS 47:2181).

Property taxes are considered measurable each year following the filing of the tax rolls by the Assessor with the Louisiana Tax Commission. Accordingly, the entire tax roll less an estimate for uncollectible taxes is recorded as taxes receivable in the current budgeted year. Uncollectible taxes are those taxes which based on past experience will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll.

At the governmental fund level, property taxes that are measurable and available (receivable within the current period and collected within the current period or within 60 days thereafter to be used to pay liabilities of the current period) are recognized as revenue in the year of levy. Property taxes that are measurable, but not available, are recorded, net of estimated uncollectible amounts, as deferred inflows of resources in the year of levy. Such unavailable revenues are recognized as revenue in the fiscal year in which they become available.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 4 – Property Taxes (Continued)

At the entity-wide level, property taxes are recognized in the year of the levy net of uncollectible amounts.

Property taxes receivable by fund type for the Primary Government are as follows:

	Property Taxes Receivable	Estimated Uncollectible Property Taxes	Net Property Taxes Receivable
General Fund	\$10,628,445	\$ 492,824	\$10,135,621
Library Board of Control Fund	20,234,453	824,807	19,409,646
Nonmajor Governmental Funds	<u>21,664,384</u>	<u>1,023,594</u>	<u>20,640,790</u>
Total	<u>\$52,527,282</u>	<u>\$2,341,225</u>	<u>\$50,186,057</u>

NOTE 5 – Federal and State Financial Assistance

a. Grants From Other Governments and Private Developers

Federal and State grant programs represent an important source of funding to finance housing, employment, construction, and social programs which are beneficial to the City and the Parish. These funds are recorded in the General, Special Revenue, Capital Projects, Nonmajor Governmental and Enterprise Funds. A grant appropriation is recorded when an approved contract is authorized with the funding agency through the “Grants Review Process.” Receivables are established when eligible expenditures are incurred. The grants normally specify the purpose for which funds may be used and federal grants are audited annually in accordance with Office of Management and Budget Circular A-133 under the “Single Audit Concept” for grants awarded prior to December 26, 2014, and in accordance with 2 CFR Part 200 Uniform Administrative Requirements, Cost Principles and Audit Requirements, for grants awarded on or after December 26, 2014. The grant programs are also subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any material contingent liability for reimbursement which may arise as the result of these audits is recorded in accordance with generally accepted accounting principles. During 2025, the following amounts under various grants and entitlements are recorded as revenues, subsidies, or contributions in the accompanying fund financial statements:

	Federal and State Operating Grants and Capital Contributions	Private Capital Contributions
Primary Government:		
Governmental Activities:		
General Fund	\$ 1,100,601	\$ --
Grants Fund	81,492,829	--
Capital Projects Fund	33,019,642	740,231
Nonmajor governmental funds	5,919,741	--
Business-type activities:		
Greater Baton Rouge Airport District	17,191,648	--
Comprehensive Sewerage System Fund	875,156	9,910,214
Solid Waste Collection and Disposal Fund	126,000	--
Nonmajor business-type funds	<u>1,393,486</u>	<u>--</u>
Total primary government	<u>\$141,119,103</u>	<u>\$10,650,445</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 5 – Federal and State Financial Assistance (Continued)

b. On-Behalf Payments for Salaries and Benefits

GASB Statement No. 24, *Accounting and Financial Reporting For Certain Grants and Other Financial Assistance* requires the City-Parish to report and disclose in the financial statements on-behalf salary and fringe benefit payments made by the State of Louisiana to certain groups of City-Parish employees.

Supplementary salary payments are made by the state directly to the fire department public safety employees. For all other public safety employees for law enforcement employees, city court judges, and employees of the Registrar of Voters' Office, the state pays City-Parish monthly for the supplementary salary payments and employees are paid semi-monthly through the payroll process. City-Parish is not legally responsible for these salaries. Therefore, the basis for recognizing the revenue and expenditure (expense) payments is the actual contributions made by the state.

LRS 33:7392 provides for a percentage of property taxes collected in East Baton Rouge Parish to be remitted to the State Municipal Employees' Retirement System (MERS). The statute further provides for MERS to distribute a pro-rata share of these funds back to the City-Parish Employees' Retirement System. On-behalf payments recorded as revenues and expenditures (expenses) in the 2025 financial statements are as follows:

	State Supplemental Salaries	MERS Contribution	Total 2025 On-Behalf Payments
Primary Government:			
Governmental activities	\$8,153,470	\$1,645,632	\$9,799,102
Business type-activities	<u>122,440</u>	<u>--</u>	<u>122,440</u>
Total on-behalf payments	<u>\$8,275,910</u>	<u>\$1,645,632</u>	<u>\$9,921,542</u>

NOTE 6 – Capital Assets

a. Primary government capital asset activity for the year ended December 31, 2025, was as follows:

	Balance 1/1/2025	Increases	Decreases	Adjustments	Balance 12/31/2025
Governmental Activities:					
Capital assets not being depreciated:					
Land and right-of-way	\$ 263,657,736	\$ 6,075,625	\$ --	\$ 1,544,622	\$ 271,277,983
Construction work in progress	<u>238,422,047</u>	<u>94,404,176</u>	<u>(1,745,369)</u>	<u>(10,905,083)</u>	<u>320,175,771</u>
Total capital assets not being depreciated	<u>502,079,783</u>	<u>100,479,801</u>	<u>(1,745,369)</u>	<u>(9,360,461)</u>	<u>591,453,754</u>
Capital assets being depreciated:					
Buildings	368,051,532	3,726,599	--	3,050,710	374,828,841
Improvements (other than buildings) and infrastructure	1,252,595,095	9,118,277	--	14,659,055	1,276,372,427
Equipment	<u>225,415,446</u>	<u>8,600,162</u>	<u>(5,464,478)</u>	<u>--</u>	<u>228,551,130</u>
Total capital assets being depreciated	<u>1,846,062,073</u>	<u>21,445,038</u>	<u>(5,464,478)</u>	<u>17,709,765</u>	<u>1,879,752,398</u>
Less accumulated depreciation for:					
Buildings	(223,000,327)	(7,997,671)	--	--	(230,997,998)
Improvements (other than buildings) and infrastructure	(756,012,424)	(38,205,706)	--	--	(794,218,130)
Equipment	<u>(173,108,218)</u>	<u>(14,887,441)</u>	<u>5,356,362</u>	<u>--</u>	<u>(182,639,297)</u>
Total accumulated depreciation	<u>(1,152,120,969)</u>	<u>(61,090,818)</u>	<u>5,356,362</u>	<u>--</u>	<u>(1,207,855,425)</u>
Total capital assets being depreciated, net	<u>693,941,104</u>	<u>(39,645,780)</u>	<u>(108,116)</u>	<u>17,709,765</u>	<u>671,896,973</u>
Total governmental activities capital assets, net	<u>\$1,196,020,887</u>	<u>\$ 60,834,021</u>	<u>\$ (1,853,485)</u>	<u>\$ 8,349,304</u>	<u>\$1,263,350,727</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 6 – Capital Assets (Continued)

a. Primary government capital asset activity (Continued):

	Balance 1/1/2025	Increases	Decreases	Adjustments	Balance 12/31/2025
Business-Type Activities:					
Capital assets not being depreciated:					
Land and right-of-way	\$ 102,330,480	\$ 106,494	\$ --	\$ 108,933	\$ 102,545,907
Noise mitigation	58,676,432	--	--	--	58,676,432
Construction work in progress	<u>49,913,648</u>	<u>18,720,596</u>	<u>--</u>	<u>(19,287,752)</u>	<u>49,346,492</u>
Total capital assets not being depreciated	<u>210,920,560</u>	<u>18,827,090</u>	<u>--</u>	<u>(19,178,819)</u>	<u>210,568,831</u>
Capital assets being depreciated:					
Buildings	294,210,814	2,661,407	--	723,667	297,595,888
Improvements (other than buildings) and infrastructure	2,853,130,669	9,246,940	--	21,157,993	2,883,535,602
Equipment	<u>10,841,186</u>	<u>348,233</u>	<u>(304,890)</u>	<u>--</u>	<u>10,884,529</u>
Total capital assets being depreciated	<u>3,158,182,669</u>	<u>12,256,580</u>	<u>(304,890)</u>	<u>21,881,660</u>	<u>3,192,016,019</u>
Less accumulated depreciation for:					
Buildings	(208,078,847)	(7,217,250)	--	--	(215,296,097)
Improvements (other than buildings) and infrastructure	(1,438,563,116)	(79,132,294)	--	--	(1,517,695,410)
Equipment	<u>(8,243,006)</u>	<u>(530,398)</u>	<u>304,890</u>	<u>--</u>	<u>(8,468,514)</u>
Total accumulated depreciation	<u>(1,654,884,969)</u>	<u>(86,879,942)</u>	<u>304,890</u>	<u>--</u>	<u>(1,741,460,021)</u>
Total capital assets being depreciated, net	<u>1,503,297,700</u>	<u>(74,623,362)</u>	<u>--</u>	<u>21,881,660</u>	<u>1,450,555,998</u>
Total business-type activities capital assets, net	<u>\$1,714,218,260</u>	<u>\$(55,796,272)</u>	<u>\$ --</u>	<u>\$ 2,702,841</u>	<u>\$1,661,124,829</u>

The adjustments column includes the capitalization of \$8,349,304 in governmental activities and \$2,702,841 in business-type activities of donated assets from private sources. Adjustments of \$10,905,083 in governmental activities and \$19,287,752 in business-type activities were for prior year construction work in progress that was placed into service as assets during 2025.

b. Depreciation expense was charged to functions of the primary government as follows:

Governmental Activities:

Governmental fund-types:

General government	\$ 936,074
Public safety	10,772,549
Transportation	35,571,996
Health and welfare	4,781,602
Culture and recreation	4,380,045
Conservation and development	1,760,597

Internal service fund capital assets are charged to the
various functions based on their usage of the assets 2,887,955

Total depreciation expense – governmental activities \$61,090,818

Business-Type Activities:

Airport	\$12,488,266
Sewer	71,628,502
Solid Waste Collection and Disposal	319,476
Nonmajor business-type activities	<u>2,443,698</u>
Total depreciation expense – business-type activities	<u>\$86,879,942</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 6 – Capital Assets (Continued)

- c. **Construction work in progress for the governmental activities of the primary government is composed of the following:**

	Project Authorization	Placed in Service to Date	Balance in Construction Work In Progress 12/31/2025	Encumbered Capital Projects	Estimated Required Future Financing
<u>Capital Projects Fund:</u>					
Miscellaneous Capital Improvements	\$ 49,308,490	\$ 9,936,998	\$ 15,803,353	\$ 8,737,698	None
Capital Improvement Roads, Streets, Drainage, Other	20,332,585	2,834,522	11,266,434	3,451,597	None
State Capital Outlay Expand, Repair and Modify Drainage	16,615,437	3,365	2,577,880	2,647,205	
Parish Transportation – Capital Projects	12,126,258	364,974	2,550,231	1,737,705	None
Road and Street Improvement Pay-As-You-Go Dedicated Tax	292,301,308	7,770,138	95,009,630	88,997,377	None
Bonded Dedicated Sales Tax	220,199,199	12,574,350	115,658,949	49,282,902	None
LA DOTD Grants Capital Projects	56,785,471	12,414,471	16,892,842	12,697,572	None
Bus Rapid Transit Project	28,251,684	--	26,375,959	1,875,725	None
Downtown Signage/Visitors Amenities/ Riverfront Improvement	884,293	8,117	164,595	2,500	None
General Capital Expenditures	4,008,085	2,073,876	1,342,993	171,010	None
<u>Other Governmental Funds:</u>					
Parish Beautification	7,406,022	4,030,524	453,960	35,097	None
Terrace Street Pump Station	1,166,396	1,166,396	71,073	29,290	None
Baton Rouge Junior High Waterproofing	103,325	--	103,325	--	None
Storm Water Management Plan	15,620,000	--	15,620,000	--	None
Emergency Operations Center First Responder Safe Room	440,286	430,672	9,614	--	None
Hazard Mitigation Grant Program-Bridge and Drainage Upgrades	5,137,501	3,707,401	901,517	--	
Louisiana Watershed Initiative	15,790,718	--	1,224,001	--	
City Hall Building Upgrades	2,732,945	--	409,466	--	
Elevation and Acquisition Programs	33,852,747	7,433,505	9,882,441	--	
Generator Program	2,601,097	2,557,330	235	28,373	None
Brownsfield Fire Station Rehabilitation	350,000	318,437	--	--	
State of Louisiana Recovery Act	124,947	--	124,947	--	
American Rescue Plan	6,565,839	2,821,736	3,732,326	11,778	None
Total	\$792,704,633	\$70,446,812	\$320,175,771	\$169,705,829	

- d. **Construction work in progress at December 31, 2025, for primary government enterprise funds is composed of the following:**

	Project Authorization	Expended to Date	Placed in Service	Balance in Construction Work in Progress 12/31/25
<u>Greater Baton Rouge Airport District:</u>				
Runways and apron improvements	\$103,619,865	\$54,117,125	\$14,038,140	\$40,078,985
Miscellaneous project costs	10,489,263	5,996,442	3,318,049	2,678,393
Total	114,109,128	60,113,567	17,356,189	42,757,378

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 6 – Capital Assets (Continued)

d. Construction work in progress at December 31, 2025, for primary government enterprise funds (Continued):

	Project Authorization	Expended to Date	Placed in Service	Balance in Construction Work in Progress 12/31/25
<u>Comprehensive Sewerage System Fund:</u>				
North wastewater treatment plant	\$ 2,843,058	\$ 1,282,350	\$ --	\$ 1,282,350
Rehabilitation construction	590,000	421,040	--	421,040
Sewer line extensions	13,164,257	7,601,744	4,299,465	3,302,279
Rehabilitation of pump stations	9,920,995	3,016,239	1,663,565	1,352,674
Force Main	2,701,535	230,771	--	230,771
Total	<u>29,219,845</u>	<u>12,552,144</u>	<u>5,963,030</u>	<u>6,589,114</u>
Total-all enterprise funds	<u>\$143,328,973</u>	<u>\$72,665,711</u>	<u>\$23,319,219</u>	<u>\$49,346,492</u>

NOTE 7 – Employees’ Retirement Systems

a. Primary Government

1. Plan Description

CPERS and CPERS-PGT

The City of Baton Rouge and Parish of East Baton Rouge Employees’ Retirement System, a separate legal entity, administers two separate trusts. The City-Parish Employees’ Retirement System regular trust (CPERS) is a cost-sharing multiple-employer defined benefit pension plan to provide benefits to any person who becomes a regular full-time employee of one of the member employers, except in the case of newly hired employees of certain participating employers who are mandated to enroll in a statewide retirement system. The CPERS – Police Guarantee Trust (CPERS-PGT), is a single employer, defined benefit plan, which was established as part of the City-Parish Employee’s Retirement System on February 26, 2000, as the result of the voluntary transfer of 637 public safety employees from CPERS to the Municipal Police Employees’ Retirement System (MPERS). The local government employers participating in the CPERS trust include:

City of Baton Rouge, Parish of East Baton Rouge
District Attorney of the Nineteenth Judicial District
E.B.R. Parish Family Court
E.B.R. Parish Juvenile Court
St. George Fire Protection District*
Eastside Fire Protection District*
East Baton Rouge Recreation and Park Commission (BREC)*

*Not City-Parish component units

The City-Parish Retirement Plan, including both trusts, is reported as a blended component unit of City-Parish as defined in Section 2100 of the GASB *Codification of Governmental Accounting and Financial Reporting Standards*. Since the Retirement System is part of the City-Parish’s reporting entity, its financial statements are included as a Fiduciary Fund (pension trust fund) in the basic financial statements of the primary government.

The Retirement System was created by The Plan of Government and is governed by a seven member Board of Trustees (the Board). The Board is responsible for administering the assets of the system and for making policy decisions regarding investments. The trustees are members of the Retirement System, except as noted below, and are selected in the following manner: 1) two are elected from non-police and non-fire department employees; 2) one trustee each is elected from the Police and Fire Departments; 3) two people with business and accounting experience are appointed by the Metropolitan

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 7 – Employees’ Retirement Systems (Continued)

a. Primary Government (Continued)

1. Plan Description (Continued)

CPERS and CPERS-PGT (Continued)

Council; 4) one is appointed by the Mayor-President. The two trustees appointed by the Metropolitan Council and the one appointed by the Mayor-President may or may not be members of the Retirement System. This is dependent on whether or not the appointees are City-Parish employees. All administrative expenses of the Retirement System are paid from funds of the system.

The Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. All trust accounts are administered by the Retirement System Board of Trustees. The financial report may be obtained by writing to the following address or downloading from www.brla.gov/dept/ERS:

Aisha Mirza, Interim Retirement Administrator
City-Parish Employees’ Retirement System
P.O. Box 1471
Baton Rouge, LA 70821-1471

The Retirement System reports its financial activities under the provisions of Section Pe5 of the GASB *Codification of Governmental Accounting and Financial Reporting Standards*. GASB Statement No. 67, *Financial Reporting for Pension Plans – An Amendment of GASB Statement No. 25*, provides for financial reporting for pension plans that are administered through trust or equivalent arrangements. All required disclosures are included in their separately issued report. The primary government (City-Parish), as stated previously, reports the Retirement System as a Pension Trust Fund and has adopted the reporting requirements for an employer under Section P20 of the GASB *Codification of Governmental Accounting and Financial Reporting Standards*.

The CPERS-PGT was established as a separate legal trust fund on February 26, 2000, to provide for payment of certain guaranteed lifetime benefits for eligible police employees who transferred membership to the Municipal Police Employees’ Retirement System of Louisiana (MPERS) while retaining certain rights in CPERS. When established, the Trust was funded from the original CPERS trust through a trustee-to-trustee transfer, for the full actuarially determined amount necessary to pay all present and future contractually guaranteed benefits to eligible members and their survivors. As a part of the transfer agreement, each officer signed a “Police Guarantee Agreement” with CPERS whereby each officer receives the same benefit he/she would have received if they had remained with CPERS. The Retirement System Board of Trustees established a Police Guarantee Trust to administer benefits to the transferred officers and their survivors. The benefits paid from the trust will equal the difference between the benefit the employee would have received from CPERS if the transfer had not taken place, and the benefit actually paid by MPERS. The CPERS-PGT was closed to new members effective February 26, 2000 – the date of its inception.

As of December 31, 2024, the measurement date, the following employees were covered by the CPERS-PGT benefit terms:

Inactive plan members and beneficiaries currently receiving benefits, and deferred retirement plan participants	264
Inactive plan members entitled to but not yet receiving benefits	1
Active plan members	<u>6</u>
	<u>271</u>

MPERS

The City-Parish contributes to the Municipal Police Employees’ Retirement System (MPERS) Pension Plan, a cost sharing multiple-employer defined benefit pension plan established by Act 189 of 1973 to provide retirement, disability and survivor benefits to municipal police officers in Louisiana, administered by the MPERS Board of Trustees. MPERS covers any full-time public safety officer employed by a participating municipality of the State of Louisiana and engaged in law enforcement, empowered to make arrests, providing said officer does not have to pay social security. The paragraph above describes the transfer of 637 public safety officers from CPERS to MPERS, effective February 26, 2000. All new public safety officers hired by the City-Parish after February 26, 2000, are required to join MPERS as a condition of employment.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 7 – Employees’ Retirement Systems (Continued)

a. Primary Government (Continued)

1. Plan Description (Continued)

MPERS (Continued)

MPERS benefits are established by state statutes and may be amended at the discretion of the State Legislature. 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, 7722 Office Park Blvd., Suite 200, Baton Rouge, Louisiana 70809-7601 or downloading from www.lampers.org.

LASERS

The City-Parish contributes to the Louisiana State Employees’ Retirement System (LASERS) Pension Plan, a cost sharing multiple-employer defined benefit plan administered by the LASERS Board of Trustees. LASERS is a statewide public retirement system for the benefit of eligible state employees. All elected City Court Judges are participating members. The system provides retirement and disability benefits, an annual cost-of-living adjustment, and death benefits to plan members and beneficiaries. The system was established and provided for within Louisiana Revised Statute Title 11 Chapter 401. LASERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to Louisiana State Employees’ Retirement System, P.O. Box 44213, Baton Rouge, Louisiana 70804-4213 or downloading from www.lasersonline.org.

2. Benefit Terms

CPERS

Any person who becomes a regular full-time employee of one of the member employers becomes a member of the Retirement system as a condition of employment, except in the case of newly hired employees of certain participating employers who are mandated to enroll in a statewide retirement system. An employee’s benefit rights vest after the employee has been a member of the Retirement System for 10 years (Ordinance 10779).

Benefit payments are classified into two distinct categories which are full retirement benefits and minimum eligibility benefits. For members hired before September 1, 2015, the service requirements and benefits granted for each category are:

1. Full retirement benefits-
 - a. Granted with 25 years of service, regardless of age.
 - b. Defined as 3% of average compensation times the number of years of service.
2. Minimum eligibility benefits –
 - a. Granted with 20 years of service regardless of age, or at age 55 with 10 years of service.
 - b. Defined as 2.5% of average compensation times the number of years of service.

Average compensation is determined by the highest average compensation in 36 successive months. In the case of interrupted service, the periods immediately before and after the interruption may be joined to produce 36 successive months. In the cases of 20 or more and less than 25 years of service, the computed benefit amount is reduced by 3% for each year below age 55. Benefits paid to employees shall not exceed 90% of average compensation.

The Retirement System has no true cost of living benefit, but did implement the Supplemental Benefit Payment in 2006, which is a non-recurring non-guaranteed lump sum payment to qualifying retirees, and which must be declared for payment by the Board each year.

The Metropolitan Council maintains the authority to establish and amend plan benefits. On August 12, 2015, the Council approved Ordinance 16039 to make the following changes for members hired on or after September 1, 2015.

1. Full retirement benefits-
 - a. Granted with 25 years of service, minimum age 50 for public safety and 55 for non-public safety.
 - b. Defined as 3% of average compensation times the number of years of service.

**CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025**

EXHIBIT A-14
(Continued)

NOTE 7 – Employees' Retirement Systems (Continued)

a. Primary Government (Continued)

2. Benefit Terms (Continued)

CPERS (Continued)

2. Minimum eligibility benefits –

- a. Granted with 20 years of service, under age 50 for public safety and 55 for non-public safety.
Defined as 2.5% of average compensation for each year of service, less an actuarially computed age penalty.
- b. Granted with 10 years of service or more, minimum age 55 for public safety and 60 for non-public safety.
Defined as 2.5% of average compensation for each year of service.
- c. Granted with 10 years, under age 55 for public safety and under age 60 for non-public safety.
Defined as 2.5% of average compensation for each year of service upon attaining age 55 or 60.

Average compensation is determined by the highest average compensation in 60 successive months. Benefits paid to employees shall not exceed 90% of average compensation.

CPERS-PGT

With the creation of the CPERS-PGT, each officer that elected to transfer from CPERS to MPERS effective February 26, 2000, receives the same benefit he/she would have received if they had remained with CPERS. The benefits paid from the CPERS-PGT trust will equal the difference between the benefit the employee would have received from CPERS if the transfer had not taken place, and the benefit actually paid by MPERS.

MPERS

Members of MPERS hired prior to January 1, 2013, are eligible for normal retirement after they have been a member of the plan and have 25 years of creditable service at any age or they have 20 years of creditable service and are age 50 or have 12 years creditable service and are age 55. A member is eligible for early retirement after 20 years of creditable service at any age with an actuarially reduced benefit. Benefit provisions are authorized within Act 189 of 1973 and amended by LRS 11:2211-11:2233. Benefit rates are 3-1/3% of average monthly earnings during the highest 36 consecutive months per number of years of creditable service not to exceed 100% of final salary. Retirement benefits are payable monthly to the retiree, and upon the death of the retiree, under certain conditions outlined in the statutes, an amount is payable to the surviving spouse and minor children.

Members of MPERS hired on or after January 1, 2013, are eligible for regular retirement, early retirement, disability and survivor benefits based on Hazardous Duty and Non Hazardous Duty sub plans. Under the Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of the plan and has 25 years of creditable service at any age or has 12 years of creditable service at age 55. Under the Non Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of the plan and has 30 years of creditable service at any age, 25 years of creditable service at age 55, or 10 years of creditable service at age 60. Under both sub plans, a member is eligible for early retirement after he has been a member for 20 years of creditable service at any age, with an actuarially reduced benefit from age 55. Under the Hazardous and Non Hazardous Duty sub plans, the benefit rates are 3% and 2.5%, respectively, of average monthly earnings during the highest 60 consecutive months per number of years of creditable service not to exceed 100% of final salary. Retirement benefits are payable monthly to the retiree, and upon death of the retiree, under certain conditions outlined in the statutes, an amount is payable to the surviving spouse and minor children. If deceased member had less than ten years of service, beneficiary will receive a refund of employee contributions only.

The Board of Trustees is authorized to provide annual cost-of-living adjustments computed on the amount of the current benefit, not to exceed 3% in any given year.

LASERS

The age and years of creditable service required in order for a member to retire with full benefits are established by statute, and vary depending on the member's hire date. The maximum annual retirement benefit cannot exceed the lesser of 100% of average compensation or a certain dollar amount of actuarially determined monetary limits, which vary depending upon the member's age at retirement. Judges receive a 3.5% accrual rate plus an additional annual retirement benefit equal to 1.0% of average compensation multiplied by the number of years of creditable service in their capacity. For members of LASERS hired prior to July 1, 2006, average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment. For members hired July 1, 2006, or later, average compensation is

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 7 – Employees’ Retirement Systems (Continued)

a. Primary Government (Continued)

2. Benefit Terms (Continued)

LASERS (Continued)

based on the member’s average annual earned compensation for the highest 60 consecutive months of employment. Members hired prior to January 1, 2011, may either retire with full benefits at any age upon completing 30 years of creditable service or at age 60 upon completing five to ten years of creditable service. Members hired on or after January 1, 2011, are eligible to retire at age 60 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. Members hired on or after July 1, 2015, are eligible to retire at age 62 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. The extra 1.0% accrual rate for each year of service for court officers employed after January 1, 2011, was eliminated. The System allows for the payment of permanent benefit increases that are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature.

3. Contributions

CPERS

The City-Parish provides annual contributions to the Plan as required by Section 9.15 of The Plan of Government, which requires that the Retirement System be funded on an actuarially sound basis. Contribution rates are established and may be amended by the Retirement System’s Board of Trustees, with approval by the Metropolitan Council. Under the current plan, both employee and employer contributions are set by the retirement system board on an annual basis to properly fund the system. In 2025, employees made a mandatory contribution of 9.5% of gross earnings, which was the maximum rate under Part IV, Subpart 2, Sec. 1:264A1(b), while the employer contributed 35.5% of active payroll. The total employer contribution to CPERS from the City-Parish for the year ended December 31, 2025, was \$54,187,851 and was equal to the retirement board required contributions for the year. The City-Parish recognized \$1,310,337 in revenue from non-employer contributions in 2025.

CPERS-PGT

Employer and employee contributions to CPERS-PGT are at the rates established for CPERS. Total employer contributions to CPERS-PGT for the year ended December 31, 2025 was \$5,050,192.

MPERS

Contributions for all members and employers are established by state statute and may be amended by state statute when necessary. MPERS employee members hired prior to January 1, 2013, contributed 10.0% of earned compensation for the year ended December 31, 2025. For the same members, employer contributions were 35.60% from January through June, and 33.475% for July through December 2025. All employees hired on or after January 1, 2013, become members of either the Hazardous Duty Sub-plan, or the Nonhazardous Duty Sub-plan. Employee and employer contribution rates for the Hazardous Duty Sub-plan are the same as for those hired prior to January 1, 2013. For employees belonging to the Nonhazardous Duty Sub-plan, the contribution rate was 8.0%, and the employer rate was 35.60% from January through June and 33.475% for July through December 2025. Earned compensation in the MPERS system excludes certain overtime, but includes state supplemental pay. The City-Parish’s contribution to MPERS for the year ended December 31, 2025, was \$15,603,638 and was equal to the statutorily required contribution for the year. The City-Parish recognized \$3,687,272 in revenue from non-employer contributions in 2025.

LASERS

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer’s portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems’ Actuarial Committee. Contributions for all members and employers are established by state statute and may be amended by state statute when necessary. During 2025, Judges’ Plan members hired prior to January 1, 2011, contributed 11.50% of earned compensation while employers contributed 40.17% from January through June and 36.68% from July through December. For Judges hired on or after July 1, 2015, the

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 7 – Employees’ Retirement Systems (Continued)

a. Primary Government (Continued)

3. Contributions (Continued)

LASERS (Continued)

contribution rate was 13.0%, and the employer rate was 38.31% from January through June and 35.24% for July through December 2025. The City-Parish’s contribution to LASERS for the year ended December 31, 2025, was \$201,889 and was equal to the statutorily required contribution for the year.

4. Net Pension Liability

Net pension liability at December 31, 2025, (\$774,734,989) is comprised of the City-Parish’s proportional share of the net pension liability relating to each of the cost-sharing plans in which the City-Parish is a participating employer (CPERS, MPERS and LASERS) and the entire net pension liability relating to the CPERS-PGT single-employer plan. The net pension liability for CPERS and CPERS-PGT were measured as of December 31, 2024, rolled forward from the actuarial valuation date of January 1, 2024. MPERS and LASERS were measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City-Parish’s proportion of the net pension liability for each of the cost-sharing plans in which it participates was based on the City-Parish’s required contributions in proportion to total required contributions for all participating employers, actuarially determined. As of the most recent measurement date for each plan, the City-Parish’s proportion for each cost-sharing plan and the change in proportion from the prior measurement date were as follows:

	<u>CPERS</u>	<u>MPERS</u>	<u>LASERS</u>
Proportion (amount) of net pension liability	\$662,995,480	\$85,857,983	\$859,538
Proportion (%) of net pension liability	81.43%	12.43%	0.02%
Increase/(Decrease) from prior measurement	(0.67)%	(0.93)%	(0.01)%

The following table presents the CPERS-PGT changes in net pension liability measured as of the year ended December 31, 2024:

	<u>CPERS-PGT</u>
Total pension liability:	
Service cost	\$ 47,023
Interest	2,740,760
Differences between expected and actual experience	(311,810)
Changes in other assumptions	400,712
Benefit payments	<u>(3,661,828)</u>
Net change in total pension liability	(785,143)
Total pension liability – beginning	<u>49,470,231</u>
Total pension liability – ending	<u>\$48,685,088</u>
Plan fiduciary net position:	
Contributions – employer	\$ 5,088,346
Contributions – employee	3,823
Net investment income	1,826,621
Benefit payments	(3,661,828)
Administrative expenses	<u>(365,144)</u>
Net change in fiduciary net position	2,891,818
Plan fiduciary net position – beginning	<u>20,771,282</u>
Plan fiduciary net position – ending	<u>\$23,663,100</u>
Net pension liability	<u>\$25,021,988</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 7 – Employees’ Retirement Systems (Continued)

a. Primary Government (Continued)

5. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Changes in the net pension liability are either reported in pension expense in the year the change occurred or recognized as a deferred outflow of resources or a deferred inflow of resources in the year the change occurred and amortized into pension expense over a number of years. For the year ended December 31, 2025, the City-Parish recognized \$94,346,135 in pension expense related to the defined benefit plans in which it participates (CPERS \$85,245,255; CPERS-PGT \$2,114,192; MPERS \$7,188,912 and LASERS \$(202,224)). Revenue was recognized in the amount of \$4,997,609 in ad valorem taxes and insurance premium taxes collected from non-employer contributing entities. At December 31, 2025, the City-Parish reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources				
	<u>CPERS</u>	<u>CPERS-PGT</u>	<u>MPERS</u>	<u>LASERS</u>	<u>Total</u>
Differences between expected and actual experience	\$ 21,306,090	\$ --	\$ 4,162,970	\$ 11,944	\$ 25,481,004
Changes in assumptions	24,300,610	--	--	--	24,300,610
Net difference between projected and actual earnings on pension plan investments	56,542,856	--	--	--	56,542,856
Changes in proportion and differences between actual contributions and proportionate share of contributions	292,827	--	938,006	40,361	1,271,194
Employer contributions to the pension plans subsequent to the measurement date of the net pension liability	<u>54,187,851</u>	<u>5,050,432</u>	<u>8,410,551</u>	<u>94,257</u>	<u>67,743,091</u>
Total	<u>\$156,630,234</u>	<u>\$5,050,432</u>	<u>\$13,511,527</u>	<u>\$146,562</u>	<u>\$175,338,755</u>

	Deferred Inflows of Resources				
	<u>CPERS</u>	<u>CPERS-PGT</u>	<u>MPERS</u>	<u>LASERS</u>	<u>Total</u>
Differences between expected and actual experience	\$ --	\$ --	\$ 2,271,499	\$ --	\$ 2,271,499
Changes in assumptions	--	--	3,943,304	--	3,943,304
Net difference between projected and actual earnings on pension plan investments	--	103,352	6,763,111	147,258	7,013,721
Changes in proportion and differences between actual contributions and proportionate share of contributions	<u>3,949,630</u>	<u>--</u>	<u>6,801,913</u>	<u>251,104</u>	<u>11,002,647</u>
	<u>\$ 3,949,630</u>	<u>\$ 103,352</u>	<u>\$19,779,827</u>	<u>\$398,362</u>	<u>\$ 24,231,171</u>

The \$67,743,091 of deferred outflows of resources resulting from the employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability during the year ending December 31, 2026. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions to be recognized in pension expense are as follows:

<u>Year</u>	<u>CPERS</u>	<u>CPERS-PGT</u>	<u>MPERS</u>	<u>LASERS</u>	<u>Total</u>
2026	\$38,825,404	\$ 171,665	\$ 5,775,770	\$(191,999)	\$44,580,840
2027	50,637,325	266,235	(9,911,942)	(72,820)	40,918,798
2028	9,442,323	(420,922)	(7,709,471)	(56,083)	1,255,847
2029	<u>(412,299)</u>	<u>(120,330)</u>	<u>(2,833,208)</u>	<u>(25,155)</u>	<u>(3,390,992)</u>
Total	<u>\$98,492,753</u>	<u>\$(103,352)</u>	<u>\$(14,678,851)</u>	<u>\$(346,057)</u>	<u>\$83,364,493</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 7 – Employees’ Retirement Systems (Continued)

a. Primary Government (Continued)

6. Discount Rate

The discount rate used to measure the City-Parish’s total pension liability for each plan and the significant assumptions used in the determination of the discount rate for each plan are included below:

	<u>CPERS</u>	<u>CPERS-PGT</u>	<u>MPERS</u>	<u>LASERS</u>
Discount rate	7.00%	5.75%	6.75%	7.25%
Change in discount rate from prior measurement date	0.00%	0.00%	0.00%	0.00%
Plan cash flow assumptions*	(1)	(2)	(3)	(3)
Rates incorporated in the discount				
Long-term rate of return	7.00%	5.75%	8.12%	8.30%
Period applied*	All periods	All periods	All periods	All periods
Municipal bond rate	N/A	N/A	N/A	N/A

Sensitivity of the net pension liability to the discount rate:

Net pension liability	\$662,995,480	\$25,021,988	\$ 85,857,983	\$ 859,538
Net pension liability assuming a decrease of 1% in the discount rate	\$817,533,423	\$25,352,451	\$140,836,283	\$1,308,929
Net pension liability assuming an increase of 1% in the discount rate	\$532,921,647	\$24,734,951	\$ 39,815,741	\$ 560,882

*Plan Cash Flow Assumptions:

1. Plan member contributions will be made at the current contribution rate and employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate.
2. Plan member contributions will be made at the current contribution rate and sponsor contributions will be \$5.0 million each year, not to exceed the sponsor contribution requirement for the year.
3. Plan member contributions will be made at the current contribution rates and contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System’s actuary.

The long-term expected rate of return for each plan was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These expected future real rates of return are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic or geometric real rates of return for each major asset class included in each pension plan’s target asset allocation are summarized in the following tables:

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 7 – Employees’ Retirement Systems (Continued)

a. Primary Government (Continued)

6. Discount Rate (Continued)

<u>Asset Class</u>	<u>CPERS*</u>		<u>CPERS-PGT*</u>		<u>LASERS**</u>
	Target Allocation	Long-term expected real rate of return	Target Allocation	Long-term expected real rate of return	Long-term expected real rate of return
Domestic Fixed Income	--	--	--	--	2.53%
Domestic Equity	34.5%	7.50%	29.5%	7.50%	4.42%
Domestic Bonds	25.0%	2.50%	31.0%	2.50%	--
International Fixed Income	--	--	--	--	5.37%
International Equity	15.5%	8.50%	17.0%	8.50%	5.22%
International Bonds	5.0%	3.50%	10.0%	3.50%	--
Real Estate	15.0%	4.50%	--	--	--
Alternative Investments/Assets	5.0%	5.66%	12.5%	5.47%	7.43%
Cash	--	--	--	--	0.85%
Total	<u>100.0%</u>		<u>100.0%</u>		

<u>Asset Class</u>	<u>MPERS*</u>	
	Target Allocation	Long-term expected real rate of return
Equity	51.0%	3.20%
Fixed Income	35.0%	1.21%
Alternative Investments	14.0%	1.04%
Total	<u>100.0%</u>	<u>5.45%</u>
Inflation		<u>2.67%</u>
Expected Arithmetic Return		<u>8.12%</u>

*Arithmetic

**Geometric

7. Actuarial Assumptions

CPERS and CPERS-PGT

Valuation Date	January 1, 2024
Actuarial cost method	Entry Age Normal
Inflation	2.40%
Mortality rates (healthy and disabled)	Healthy Active Lives – General PubG-2010 Male (X 1.038) Female (X 1.237) Healthy Active Lives – Public Safety PubS-2010 (Below Median) Male (X 1.057) Female (X 1.000) Healthy Inactive Lives – General PubG-2010 Healthy Retirees Male (X 1.191) Female (X 1.171) Healthy Inactive Lives – Public Safety PubS-2010 (Below Median) Healthy Retirees Male (X 1.040) Female (X 1.332) Disabled Lives – General PubG-2010 Disabled Retirees Male (X 1.087) Female (X 0.977) Disabled Lives – Public Safety PubS-2010 (Below Median) Disabled Retirees Male (X 1.062) Female (X 1.000) The current mortality rates are projected generationally with MP-2021 using a base year of 2019
Ad-hoc cost-of-living increases	None
Experience study	April 24, 2025

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 7 – Employees’ Retirement Systems (Continued)

a. Primary Government (Continued)

7. Actuarial Assumptions (Continued)

CPERS and CPERS-PGT (Continued)

Salary increases				
Age	Service < 1 year		Service + 1 year	
	Regular	Fire/Police	Regular	Fire/Police
22	7.6%	15.5%	7.60%	6.50%
27	4.9%	15.5%	3.50%	3.50%
32	4.9%	15.5%	3.50%	3.25%
37	3.4%	15.5%	3.25%	3.00%
42	3.4%	15.5%	2.55%	2.75%
47	3.4%	15.5%	1.85%	2.00%
52-62	3.4%	15.5%	1.55%	2.00%
67	1.5%	15.5%	0.75%	2.00%

Retirement rates							
Before 25 Years of Creditable Service				After 25 Years of Creditable Service			
Age	Regular	Fire/Police		Service	Age	Regular	Fire/Police
< 55	5.0%	1.5%		25	<55	50%	22%
55-60	15.0%	10.0%		25	55+	50%	45%
61-63	20.0%	15.0%		26	<55	55%	22%
64	25.0%	20.0%		26	55+	55%	75%
65-69	25.0%	100.0%		27	<55	90%	80%
70+	100.0%	100.0%		27	55+	90%	80%
				28+	<65	20%	100%
				28+	65-69	25%	100%
				28+	70+	100%	100%

MPERS

Valuation Date

June 30, 2025

Actuarial cost method

Entry Age Normal Cost

Inflation

2.50%

Mortality rates

For annuitants and beneficiaries, the Pub-2016 Public Retirement Plan Mortality Table for Safety Below-Median Healthy Retirees multiplied by 125% for males and 125% for females, each with full Generational projection using the MP2021 scale

For disabled retirees, the Pub-2016 Public Retirement Plans Mortality Table Total Dataset for Safety Disabled Retirees multiplied by 125% for males and 125% for females each with full generational projection using the MP 2021 scale

For active members, the Pub-2016 Public Retirement Plans Mortality Table for Safety Below-Median Employees multiplied by 125% for males and 125% for females, each with full generational projection using the MP2021 scale

Ad-hoc cost-of-living increases

The present value of future retirement benefits is based on benefits currently being paid by the system and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.

Experience study

Last performed for the period
July 1, 2019 to June 30, 2024

Salary increases, including inflation and merit

<u>Years of Service</u>	<u>Salary Growth</u>
1-2	13.00%
Above 2	4.75%

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 7 – Employees’ Retirement Systems (Continued)

a. Primary Government (Continued)

7. Actuarial Assumptions (Continued)

LASERS

Valuation Date	June 30, 2025
Actuarial cost method	Entry Age Normal
Inflation	2.4%
Mortality rates	Non-disabled members – The Pub G-2010 Healthy Retiree on a fully generational basis by Mortality Improvement Scale MP-2021
	Disabled members – Mortality rates based on the RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement
Ad-hoc cost-of-living increases	The present value of future retirement benefits is based on benefits currently being paid by the system and includes previously granted cost of living increases. The projected benefit payments do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.
Experience study	Last performed for the period July 1, 2019 to June 30, 2023

Salary increase range

<u>Lower Range</u>	<u>Upper Range</u>
2.4%	4.8%

8. Payables to the Pension Plan

At December 31, 2025, the City-Parish recorded total payables of \$2,247,013 to the CPERS (\$2,245,879) and CPERS-PGT (\$1,134) retirement plans.

b. Component Units

1. Capital Area Transit System Pension Plan

Employees of Capital Area Transit System (CATS) are members of the Capital Area Transit System Employees’ Pension Trust Fund (“Plan”), a defined-benefit single employer pension plan. See separately issued financial statements for more detailed information and terms of the Plan. CATS’s financial reports may be obtained by writing to: Capital Area Transit System, Theo Richards, Chief Executive Officer 2250 Florida Boulevard, Baton Rouge, LA 70802-3125.

For the year ended December 31, 2025, the following amounts are recorded related to pensions:

Net pension asset	\$6,483,890
Deferred outflow for pensions	2,305
Deferred inflow for pensions	2,612,008
Pension benefit	458,636

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 7 – Employees’ Retirement Systems (Continued)

b. Component Units (Continued)

2. District Attorney of the Nineteenth Judicial District Defined-Benefit Pension Plans

The District Attorney is a participating employer in two cost-sharing defined benefit pension plans. These plans are administered by two public employee retirement systems, the City of Baton Rouge and Parish of East Baton Rouge Employees’ Retirement System (CPERS) and the District Attorneys’ Retirement System (DARS). See separately issued financial statements for more detailed information and terms of each plan. The DARS issues a publicly available financial report that includes financial statements and required supplementary information for the DARS. That report may be obtained by writing to the District Attorneys’ Retirement System, 1645 Nicholson Drive, Baton Rouge, Louisiana 70802, or by calling (225) 267-4824. See Note 7(a) for more detailed information and terms of the CPERS Plan.

For the year ended December 31, 2025, the following amounts are recorded related to pensions:

	DARS	CPERS	Total
Net pension liability	\$ 893,951	\$19,127,943	\$20,021,894
Deferred outflow for pensions	251,623	4,268,185	4,519,808
Deferred inflow for pensions	1,012,828	970,921	1,983,749
Pension expense	702,315	1,850,609	2,552,924

3. Nineteenth Judicial District Court Pension Plans

The Nineteenth Judicial District Court is a participating employer in three cost-sharing, multiple employer defined benefit pension plans administered by three public employee retirement systems, the Louisiana Clerks’ of Court Retirement and Relief Fund (COC), the Louisiana School Employees’ Retirement System (LSERS) and the Louisiana State Employees’ Retirement System (LASERS). See separately issued financial statements for more detailed information and terms of each plan. The COC report may be obtained by writing to Clerks’ of Court Retirement and Relief Fund, 10202 Jefferson Highway Building A, Baton Rouge, Louisiana 70809, or by calling (225) 293-1162. The LSERS report may be obtained by writing to the Louisiana School Employees’ Retirement System, 8660 United Plaza Blvd., Baton Rouge, Louisiana 70804, or by calling (225) 925-6484. The LASERS report may be obtained by writing to Louisiana State Employees’ Retirement System, P.O. Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 925-0185.

For the fiscal year ended June 30, 2025, the following amounts are recorded related to pensions:

	COC	LSERS	LASERS	Total
Net pension liability	\$1,542,288	\$ --	\$7,988,527	\$9,530,815
Deferred outflow for pensions	213,721	--	1,466,487	1,680,208
Deferred inflow for pensions	779,426	16,612	987,796	1,783,834
Pension expense	(13,691)	(39,153)	820,679	767,835

4. East Baton Rouge Parish Family Court Defined-Benefit Pension Plan

The East Baton Rouge Parish Family Court is a participating employer in the City of Baton Rouge and Parish of East Baton Rouge Employees’ Retirement System (CPERS) cost-sharing defined benefit pension plan. See Note 7(a) for more detailed information and terms of this plan.

For the year ended December 31, 2025, the following amounts are recorded related to pensions:

Net pension liability	\$5,279,563
Deferred outflow for pensions	2,109,825
Deferred inflow for pensions	108,023
Pension expense	722,159

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 7 – Employees’ Retirement Systems (Continued)

b. Component Units (Continued)

5. East Baton Rouge Parish Juvenile Court Defined-Benefit Pension Plan

The East Baton Rouge Parish Juvenile Court is a participating employer in the City of Baton Rouge and Parish of East Baton Rouge Employees’ Retirement System (CPERS) cost-sharing defined benefit pension plan. See Note 7(a) for more detailed information and terms of this plan.

For the year ended December 31, 2025, the following amounts are recorded related to pensions:

Net pension liability	\$4,314,447
Deferred outflow for pensions	1,319,993
Deferred inflow for pensions	47,096
Pension expense	569,575

NOTE 8 – Other Postemployment Benefits (OPEB)

All classified and unclassified employees of the City-Parish primary government, and certain employees of the District Attorney of the Nineteenth Judicial District, the Nineteenth Judicial District Court, EBR Parish Family Court and EBR Parish Juvenile Court discretely presented component units may at their option participate in the employees’ group life, health, and dental insurance programs sponsored by the government and administered by the City-Parish Human Resources Department along with outside third-party insurance providers or administrative agents. Both employee/retiree premiums and the employer contribution toward the premiums are set each year in the Metropolitan Council approved budget.

Plan description:

The City-Parish OPEB Plan is a single-employer defined benefit plan. The OPEB plan does not issue a stand-alone financial report.

Retirees may continue personal health and dental insurance coverage in accordance with Parish Resolution 10179 adopted by the Parish Council on December 13, 1972, and amended by Metropolitan Council Resolution 42912 adopted November 12, 2003. Based on current practices, upon retirement, a totally vested employee may continue his coverage paying the same premiums and receiving the same benefits as active employees.

The government pays the following percentages of the employer portion of scheduled premiums on employees hired after January 1, 2004.

<u>Years of Service</u>	<u>Vested Percentage</u>
Fewer than 10	25%
10-15 years	50%
15-20 years	75%
Over 20 years	100%

Current Funding policy:

The contribution requirements of the employees/retirees and the participating City-Parish employers are established in the annual operating budget and may be amended in subsequent years. During the measurement period, the dental plan was funded with employees and retirees contributing 44% - 48% of the dental premium and the City-Parish contributing 52% - 56% of the dental premium. One hundred percent of required premiums on the \$5,000 retiree life insurance policy is funded by the employer. The government’s health plan is a self-insured program with a third party administrator. During the measurement period, employees and retirees contributed 9.6% - 35.8% of the annually adopted premium base, dependent on the type of coverage chosen and the number of family members covered. The government contributed the corresponding 64.2% - 90.4% of the premium base. Effective January 1, 2004, the employer portion of pay-as-you-go OPEB insurance premiums are allocated over all employers and funds that participate in the OPEB Plan. There are no assets accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement 75.

As of December 31, 2024, the measurement date, 2,931 active employees and 3,283 retirees along with applicable dependents were covered by the plan.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 8 – Other Postemployment Benefits (OPEB) (Continued)

Total OPEB Liability:

The City-Parish's proportional share (94.45%) of Total OPEB Liability (\$1,092,407,410) was measured as of December 31, 2024, from the actuarial valuation date of December 31, 2024. The City-Parish's proportion of the Total OPEB liability was based on a percentage of enrolled participants in proportion to total enrolled for all participating employers. There was a change of (0.48%) to the City-Parish's proportionate share since the prior measurement period. Total OPEB Liability for the Pension Trust Funds (blended component unit) was \$4,123,190 as of the measurement date.

Actuarial Assumptions:

Inflation		2.50%
Salary Increases		3.27%-18.39% (includes inflation)
Discount rate		4.08% based on the Bond Buyer's 20-year bond general obligation index as of the measurement date.
Mortality -	CPERS	RP2006 Blue Collar base tables projected back to 2001 using the Scale MP-2018 mortality improvement rates and projected beyond 2016 using the Scale MP-2018 mortality improvement rates.
	MPERS	PubS-2010(B) base tables multiplied by 115% for males and 125% for females, projected beyond 2010 using the Scales MP-2019 mortality improvement rates.
Health cost trend rates		
Medical		6.00% for FY26 to FY31 decreasing 0.50% per year to an ultimate rate of 4.50% for FY34 and later years for medical, 4.50% for FY26 and later for dental.
Dental		4.50% for FY24 and later years.
Retirement Rates		CPERS participants assumed to retire as follows: Non-Fire – the earlier of 25.5 years of service or age 61 and 11 years of service Fire – the earlier of 26 years of service or age 61 and 11 years of service

Sample rates for MPERS participants are as follows:

Age	Rate	Age	Rate
47 – 49	20.5%	56	22.5%
50	22.5	57 – 58	17.0
51	20.0	59	19.0
52 – 53	22.0	60 – 65	26.0
54	23.5	66+	100.0
55	42.5		

Changes to the Total OPEB Liability of the City-Parish OPEB Plan:

	Primary Government*	Component Units
Balance as of December 31, 2024	\$1,102,865,295	\$54,135,547
Changes for the year:		
Service cost	23,634,352	1,276,949
Interest	36,061,334	1,948,372
Differences between expected and actual experience	32,228,607	1,534,871
Changes in assumptions	(63,547,686)	(3,373,495)
Changes in proportion	(5,882,991)	6,029,143
Benefit payments	(28,828,311)	(1,557,577)
Net change in total OPEB liability	(6,334,695)	5,858,263
Balance as of December 31, 2025	\$1,096,530,600	\$59,993,810

* Includes amount for Pension Trust Funds (Blended Component Unit)

Changes in assumptions reflect an increase of 0.82 percent in the discount rate from 3.26 percent to 4.08 percent.

Changes were made to the OPEB plan between the measurement date of the Net OPEB liability and December 31, 2025.

1. The Medicare Part B credit will be discontinued effective January 1, 2026, and 2. Participants with Medicare as their primary insurance will be transitioned to the Medicare Advantage Plan. Plan participants have the option to opt out of Medicare Advantage and select HMO, POS, or HDHP coverage instead during the 2025 Open Enrollment and the 2026 Special Open Enrollment. It is estimated that these changes would decrease the Net OPEB liability for the Primary Government to approximately \$830 million as of December 31, 2024, using the current discount rate of 4.08 percent.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 8 – Other Postemployment Benefits (OPEB) (Continued)

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate:

The following table presents the Total OPEB Liability of the City-Parish calculated using the discount rate of 4.08%, as well as what the City-Parish's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.08%) or 1 percentage point higher (5.08%) than the current rate.

	1% Decrease 3.08%	Discount Rate 4.08%	1% Increase 5.08%
Primary Government*	\$1,279,817,380	\$1,096,530,600	\$951,786,980
Component Units	70,058,561	59,993,810	52,101,829

* Includes amount for Pension Trust Funds (Blended Component Unit)

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate:

The following table presents the Total OPEB Liability of the City-Parish calculated using the current healthcare cost trend rates, as well as what the City-Parish's total OPEB liability would be if it were calculated using trend rates that are 1 percentage point lower or 1 percentage point higher than the current rates.

	1% Decrease	Current Trend Rate	1% Increase
Primary Government*	\$990,205,955	\$1,096,530,600	\$1,231,300,047
Component Units	54,204,925	59,993,810	67,402,671

* Includes amount for Pension Trust Funds (Blended Component Unit)

OPEB Expense and Deferred Outflows or Resources and Deferred Inflows of Resources Related to OPEB:

Changes in Total OPEB Liability are either reported in OPEB expense in the year the change occurred or recognized as a deferred outflow of resources or a deferred inflow of resources in the year the change occurred and amortized into OPEB expense over a number of years. For the year ended December 31, 2025, the City-Parish recognized (\$38,042,016) in OPEB expense. At December 31, 2025, the City-Parish reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources Primary Government*	Component Units	Deferred Inflows of Resources Primary Government*	Component Units
<u>Deferred Outflows/Inflows of Resources</u>				
Differences between expected and actual experience	\$22,579,323	\$1,377,776	\$ 3,664,160	\$ 198,141
Changes in assumptions	32,691,580	1,611,032	92,243,623	4,990,125
Changes in proportion and differences between actual contributions and proportionate share of contributions	205,363	4,138,408	7,620,154	1,081,101
Employer payments for OPEB as benefits come due subsequent to the measurement date of the total OPEB liability	<u>26,752,053</u>	<u>1,121,959</u>	<u>--</u>	<u>--</u>
Total	<u>\$82,228,319</u>	<u>\$8,249,175</u>	<u>\$103,527,937</u>	<u>\$6,269,367</u>

* Includes amount for Pension Trust Funds (Blended Component Unit)

Benefit payments due within one year are \$24,976,507 for Governmental Activities and \$1,611,221 for Business-Type Activities and \$164,325 for Pension Trust Funds (Blended Component Unit) of the Primary Government. Deferred outflows of resources resulting from benefit payments subsequent to the measurement date of \$26,752,053 for the Primary Government and \$1,121,959 for Component Units will be recognized as a reduction of the Total OPEB liability during the year ending December 31, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 8 – Other Postemployment Benefits (OPEB) (Continued)

OPEB Expense and Deferred Outflows or Resources and Deferred Inflows of Resources Related to OPEB (Continued):

Year	Primary Government*	Component Units
2026	\$ (43,890,260)	\$ 1,777
2027	(262,451)	730,925
2028	(3,898,960)	125,147
Total	<u>\$(48,051,671)</u>	<u>\$857,849</u>

* Includes amount for Pension Trust Funds (Blended Component Unit)

NOTE 9 – Risk Management

a. Types of Risk

The City-Parish is self-insured for unemployment compensation, workers' compensation, general liability, automobile liability, and police liability, including liability for probation officers and constables.

For fire and extended coverage, the City-Parish is self-insured for buildings and contents owned by the City-Parish with a combined value of less than \$1,000,000 and carries an insurance policy for losses with a combined \$1,000,000 deductible. There were no settlements that exceeded insurance coverage for the past three years. Certain grant funded programs carry outside insurance coverage.

b. Accounting for Risk

In accordance with Section C50 of the GASB *Codification of Governmental Accounting and Financial Reporting Standards*, the City-Parish accounts for and reports risk management activities in the General Fund within the constraints of the modified accrual basis of accounting.

Claims paid under the City-Parish self-insurance risk program are recorded as expenditures against the General Fund. Annual fees based on reduced market premiums are charged to special revenue funds and proprietary fund types, with corresponding credits to General Fund expenditures. Long-term obligations that are not expected to be liquidated with expendable available financial resources are reported in the Government-wide Statement of Net Position under governmental activities. In order to provide for a method of paying judgments and claims in a manner to permit reasonably current payments, encourage compromise, reduce or eliminate interest and court costs, and permit budgeting without risk of reducing funds needed for necessary services and programs, the City-Parish Metropolitan Council adopted a compromised judgments "only" policy on November 26, 2002. The policy was designed to minimize the effect of increasing judgments against the City of Baton Rouge and Parish of East Baton Rouge, to balance the claims of each individual against the needs of the public interest and common good of the parish, and to avoid overburdening the local economy and its taxpaying citizens with new or increased taxes that are already needed for essential programs and service.

There were no major changes in outside insurance coverage for the year ended December 31, 2025.

c. Contingent Liabilities – Claims and Judgments

The City-Parish is a defendant in various tort claims and lawsuits involving general liability, automobile liability, personnel suits, and contractual matters. Litigation and other claims against the City-Parish for which there is at least a reasonable possibility of loss are estimated by the Parish Attorney as of the balance sheet date.

The estimated amount of liability is based on current Louisiana laws and judgments rendered in similar matters. Paragraph 110 of Section C50 GASB *Codification of Governmental Accounting and Financial Reporting Standards*, requires the accrual of a loss contingency if it is probable that an asset has been impaired or a liability incurred, whether or not it has been reported, and that the amount of loss can be reasonably estimated. Claims liabilities are based on an estimated ultimate cost of settling the claims, considering the effects of inflation, recent claim settlement trends and other social and economic factors, including the effects of specific incremental claim adjustment expenses, salvage and subrogation.

An amount of \$32,903,512 has been recorded as long-term obligation on the Government-wide Statement of Net Position for estimated claims and judgments for risk management purposes. Incremental claim costs account for approximately 2%

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 9 – Risk Management (Continued)

c. Contingent Liabilities – Claims and Judgments (Continued)

of that total. Subject to the aforementioned policy, it is the government's practice to pay claims and judgments against the City-Parish from available financial resources of the General Fund.

d. Employee Benefits

The City-Parish maintains a premium plan for the group health program, providing medical and prescription drug coverage to those City-Parish employees/retirees who choose to participate. During 2025, the minimum premium plan was funded with employees and retirees contributing 10% - 36% of the premium and the City-Parish contributing 64% - 90% of the premium, dependent upon the number of family members covered.

The government's health plan is a self-insured program with a third party administrator. The government's share of the health premium in the self-insured program is charged to individual budget accounts. Claims paid by the government in excess of the premium base for any given year are covered 100% by the General Fund. Any surplus of premiums over claims within a single fiscal year are recognized as "transfers in" to the General Fund and increase fund balance committed for self-insurance purposes.

The value of self-insured claims incurred but not reported or paid as of December 31, 2025, is \$6,107,716, for group health are estimated by the government's third party health care provider. This amount has been included in the Government-wide Statement of Net Position for December 31, 2025.

e. Changes in Liabilities for Claims

The following is a reconciliation of changes in long-term claims payable for the years ended December 31, 2025, 2024, and 2023:

	2025	2024	2023
<u>Governmental Activities:</u>			
<u>Claims and judgments payable:</u>			
Beginning balance	\$ 23,810,912	\$ 28,883,597	\$ 24,249,796
Plus: Claims incurred and new estimates	11,671,775	4,272,523	10,679,702
Less: Claims paid	(5,867,507)	(6,744,300)	(6,686,487)
Less: Claims dismissed and changes in estimates	<u>3,288,332</u>	<u>(2,600,908)</u>	<u>640,586</u>
Ending balance	<u>\$ 32,903,512</u>	<u>\$ 23,810,912</u>	<u>\$ 28,883,597</u>
<u>Employee benefits payable:</u>			
Beginning balance	\$ 4,986,096	\$ 5,361,651	\$ 5,502,763
Plus: Claims incurred	82,122,172	76,758,356	80,774,173
Less: Claims paid	<u>(81,000,552)</u>	<u>(77,133,911)</u>	<u>(80,915,285)</u>
Ending balance	<u>\$ 6,107,716</u>	<u>\$ 4,986,096</u>	<u>\$ 5,361,651</u>
<u>Business-Type Activities:</u>			
Beginning balance	\$ --	\$ --	\$ 301,853
Plus: Claims incurred and new estimates	--	--	--
Less: Claims paid	<u>--</u>	<u>--</u>	<u>(301,853)</u>
Ending balance	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

f. Fund Balance Committed to Self-insurance purposes

The City-Parish Metropolitan Council maintains a practice of committing a portion of General Fund's fund balance for self-insurance purposes. The amount committed for insurance at December 31, 2025, was determined as follows:

Fund balance committed to self-insurance, January 1, 2025	\$39,214,139
Less: Appropriations from self-insurance commitment for risk management purposes	(2,772,286)
Plus: Amount reserved for risk management purposes in subsequent years	875,000
Plus: Self-insurance commitment increased for risk management surplus	2,030,184
Plus: Federal government subsidies for employee/retiree insurance purposes	872,403
Interest earned on designated funds during 2025	<u>1,945,604</u>
Insurance Commitment, December 31, 2025	<u>\$42,165,044</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt

a. Primary Government

1. Summary of Changes in Long-Term Debt

Following is a summary of changes in long-term debt for the primary government for year 2025:

	Balance <u>1/1/25</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>12/31/25</u>	Due Within <u>One Year</u>
<u>Governmental Activities:</u>					
Excess revenue contracts, loans and notes	\$ 52,902,913	\$ --	\$ 24,310,400	\$ 28,592,513	\$ 6,593,600
Deferred premium on bonds	48,502,591	--	7,821,371	40,681,220	--
Revenue bonds payable, gross	399,795,000	--	58,850,000	340,945,000	17,640,000
Direct borrowings and direct placements:					
Limited Tax General Obligation Bonds	370,062	215,000	118,000	467,062	147,000
Revenue Bonds payable, gross	23,380,000	50,905,000	3,080,000	71,205,000	11,385,000
Compensated absences payable	29,333,617	11,329,189	7,906,322	32,756,484	1,892,856
Claims and judgments payable (Note 9)	23,810,912	11,680,559	2,587,959	32,903,512	1,708,391
Employee benefits payable (Note 9)	4,986,096	82,122,172	81,000,552	6,107,716	4,986,096
Arbitrage payable for governmental fund types	190,745	3,043,332	--	3,234,077	--
Total other postemployment benefit liability	1,014,162,746	20,847,293	26,510,755	1,008,499,284	24,976,507
Net pension liability	<u>709,100,693</u>	<u>68,776,431</u>	<u>68,764,543</u>	<u>709,112,581</u>	<u>--</u>
 Total governmental activities	 <u>\$2,306,535,375</u>	 <u>\$248,918,976</u>	 <u>\$280,949,902</u>	 <u>\$2,274,504,449</u>	 <u>\$69,329,450</u>
<u>Business-Type Activities:</u>					
Excess revenue contracts, loans and notes	\$ 489,440,000	\$ --	\$ 65,240,000	\$ 424,200,000	\$10,390,000
Revenue bonds payable	821,210,000	123,205,000	128,200,000	816,215,000	30,145,000
Deferred premiums	74,620,026	15,889,375	7,971,319	82,538,082	--
Direct borrowings and direct placements:					
Revenue bonds payable	52,326,000	--	4,503,000	47,823,000	4,581,000
Landfill closure and postclosure care liability (Note 18)	20,837,404	1,782,881	--	22,620,285	--
Compensated absences payable	1,528,128	636,585	460,592	1,704,121	97,379
Total other postemployment benefit liability	84,279,793	1,363,815	1,735,482	83,908,126	1,605,831
Net pension liability	<u>63,762,884</u>	<u>6,406,771</u>	<u>4,547,247</u>	<u>65,622,408</u>	<u>--</u>
 Total business-type activities	 <u>\$1,608,004,235</u>	 <u>\$149,284,427</u>	 <u>\$212,657,640</u>	 <u>\$1,544,631,022</u>	 <u>\$46,819,210</u>

Internal service funds serve predominantly the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year end, \$200,270 of compensated absences for internal service funds is included in the above amount. The compensated absences liability and net pension liability attributable to governmental activities has been liquidated primarily by the General Fund in prior years with any remainder liquidated in the governmental and internal service funds in which the liability occurred. Claims and judgments payable, employee benefits payable, and total other post-employment benefits liability are liquidated by the General Fund.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt (Continued)

a. Primary Government (Continued)

2. Schedule of Bonds Payable

The following is a schedule of bonds payable for the primary government at December 31, 2025:

	Interest Dates	Issue Date	Final Maturity Date	Original Authorized and Issued	Outstanding
Governmental Activities:					
<u>Limited tax obligation bonds</u>					
Parish of East Baton Rouge:					
Pride Fire Protection District *	02/01-08/01	04/20/2018	08/01/2027	\$ 500,000	\$ 171,762
2018 Chaneyville Fire Protection District *	02/01-08/01	08/21/2018	08/01/2027	320,000	80,300
2025 Chaneyville Fire Protection District *	08/01	11/21/2025	08/01/2034	<u>215,000</u>	<u>215,000</u>
Total limited tax obligation bonds				<u>1,035,000</u>	<u>467,062</u>
<u>Excess revenue contracts, loans and notes</u>					
City of Baton Rouge:					
2021 Taxable Refunding *	01/15-07/15	06/17/2021	01/15/2029	29,325,000	16,510,000
LA Community Development 2000A Program					
Visit Baton Rouge	Monthly	09/01/2007	11/30/2029	750,000	205,600
Parish of East Baton Rouge:					
LA Community Development 2000A Program	Monthly	09/01/2007	11/30/2029	264,713	81,913
2015 LCDA Road Improvements Project	02/01-08/01	04/09/2015	08/01/2030	34,415,000	--
2020 LCDA Refunding Road Improvements	02/01-08/01	09/18/2020	08/01/2030	<u>19,335,000</u>	<u>11,795,000</u>
Total excess revenue contracts, loans and notes				<u>84,089,713</u>	<u>28,592,513</u>
<u>Revenue bonds</u>					
City of Baton Rouge:					
2010B Public Improvement Sales Tax	02/01-08/01	09/28/2010	08/01/2026	19,045,000	1,355,000
2018 Public Improvement Sales Tax *	02/01-08/01	05/23/2018	08/01/2033	18,000,000	10,695,000
Parish of East Baton Rouge:					
Road and Street Improvement:					
2015 Refunding Sales Tax Bonds	02/01-08/01	04/09/2015	08/01/2030	59,430,000	--
2020 Refunding Sales Tax Bonds	02/01-08/01	09/18/2020	08/01/2030	74,365,000	37,615,000
2025 Refunding Sales Tax Bonds*	02/01-08/01	10/30/2025	08/01/2030	50,905,000	50,905,000
MOVEBR:					
2019 Sales Tax Bonds	02/01-08/01	12/04/2019	08/01/2048	129,950,000	108,970,000
2024 Sales Tax Bonds	02/01-08/01	10/29/2024	08/01/2048	196,595,000	193,005,000
2013A Public Improvement Sales Tax *	02/01-08/01	06/13/2013	02/01/2028	11,000,000	2,625,000
2014A Public Improvement Sales Tax *	02/01-08/01	06/27/2014	02/01/2026	4,600,000	495,000
2019 Public Improvement Sales Tax *	02/01-08/01	11/22/2019	02/01/2034	<u>10,000,000</u>	<u>6,485,000</u>
Total revenue bonds				<u>573,890,000</u>	<u>412,150,000</u>
Total governmental activities				<u>659,014,713</u>	<u>441,209,575</u>

*Bonds from direct borrowings and direct placements

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt (Continued)

a. Primary Government (Continued)

2. Schedule of Bonds Payable (Continued)

	Interest Dates	Issue Date	Final Maturity Date	Original Authorized and Issued	Outstanding
Business-Type Activities:					
<u>Excess revenue contracts, loans and notes</u>					
Sewerage Commission:					
2020A LCDA Refunding Sewer Commission	02/01-08/01	08/18/2020	02/01/2048	\$ 361,325,000	\$ 213,480,000
2023 LCDA Refunding Sewer Commission	02/01-08/01	11/16/2023	02/01/2046	62,405,000	62,405,000
2024 LCDA Refunding Sewer Commission	02/01-08/01	09/17/2024	02/01/2041	<u>149,920,000</u>	<u>148,315,000</u>
Total excess revenue contracts, loans and notes				<u>573,650,000</u>	<u>424,200,000</u>
<u>Revenue bonds</u>					
City of Baton Rouge:					
Airport:					
2010A Public Improvement Sales Tax (GO Zone)	02/01-08/01	01/28/2010	08/01/2039	6,000,000	3,795,000
2016A-1 Public Improvement Sales Tax	02/01-08/01	04/28/2016	08/01/2037	40,765,000	31,890,000
2016A-2 Public Improvement Sales Tax (Taxable)	02/01-08/01	04/28/2016	08/01/2029	1,315,000	440,000
2016A-3 Public Improvement Sales Tax	02/01-08/01	04/28/2016	08/01/2041	4,915,000	3,595,000
Sewerage Commission:					
2010 Revenue Bonds (DEQ) *	02/01-08/01	04/29/2010	02/01/2031	8,300,000	2,811,000
2013A Taxable Revenue Bonds (DEQ) *	02/01-08/01	03/06/2013	02/01/2034	45,000,000	24,103,000
2014A Taxable Revenue Refunding Bonds	02/01-08/01	12/17/2014	02/01/2031	127,455,000	--
2014B Tax-Exempt Revenue Refunding Bonds	02/01-08/01	12/17/2014	02/01/2039	205,435,000	--
2015A Taxable Revenue Bonds (DEQ) *	02/01-08/01	10/08/2015	02/01/2036	20,000,000	12,737,000
2016A Taxable Revenue Bonds (DEQ) *	02/01-08/01	05/17/2016	02/01/2038	12,000,000	8,172,000
2019A Revenue Refunding Bonds	02/01-08/01	10/29/2019	02/01/2045	305,340,000	290,080,000
2019B Revenue Refunding Bonds	02/01-08/01	10/29/2019	02/01/2032	79,410,000	49,865,000
2020A Revenue Refunding Bonds	02/01-08/01	08/18/2020	02/01/2031	61,385,000	61,385,000
2020B Taxable Revenue Refunding Bonds	02/01-08/01	08/18/2020	02/01/2039	224,900,000	127,250,000
2021A Revenue Refunding Bonds	02/01-08/01	03/17/2021	02/01/2041	137,210,000	124,710,000
2025A Revenue Refunding Bonds	02/01-08/01	12/04/2025	02/01/2039	<u>123,205,000</u>	<u>123,205,000</u>
Total revenue bonds				<u>1,402,635,000</u>	<u>864,038,000</u>
Total business-type activities				<u>1,976,285,000</u>	<u>1,288,238,000</u>
Total all bonds, contracts, loans and notes				<u>\$2,635,299,713</u>	<u>\$1,729,447,575</u>

*Bonds from direct borrowings and direct placements

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt (Continued)

a. Primary Government (Continued)

3. Changes in Bonds Payable

	Outstanding January 1, 2025	Issued	Retired	Outstanding December 31, 2025
Governmental Activities:				
<u>Limited tax obligation bonds</u>				
Parish of East Baton Rouge:				
Pride Fire Protection District *	\$ 251,762	\$ --	\$ 80,000	\$ 171,762
2018 Chaneyville Fire Protection District *	118,300		38,000	80,300
2025 Chaneyville Fire Protection District *	<u>--</u>	<u>215,000</u>	<u>--</u>	<u>215,000</u>
Total limited tax obligation bonds	<u>370,062</u>	<u>215,000</u>	<u>118,000</u>	<u>467,062</u>
<u>Excess revenue contracts, loans and notes</u>				
City of Baton Rouge:				
2021 Taxable Refunding *	20,675,000	--	4,165,000	16,510,000
LA Community Development 2000A Program				
Visit Baton Rouge	252,500	--	46,900	205,600
Parish of East Baton Rouge:				
LA Community Development 2000A Program	100,413	--	18,500	81,913
2015 LCDA Road Improvements Project	17,820,000	--	17,820,000	--
2020 LCDA Refunding Road Improvements	<u>14,055,000</u>	<u>--</u>	<u>2,260,000</u>	<u>11,795,000</u>
Total excess revenue contracts, loans and notes	<u>52,902,913</u>	<u>--</u>	<u>24,310,400</u>	<u>28,592,513</u>
<u>Revenue bonds</u>				
City of Baton Rouge:				
2010B Public Improvement Sales Tax	2,655,000	--	1,300,000	1,355,000
2018 Public Improvement Sales Tax *	11,855,000	--	1,160,000	10,695,000
Parish of East Baton Rouge:				
Road and Street Improvement:				
2015 Refunding Sales Tax Bonds	42,825,000	--	42,825,000	--
2020 Refunding Sales Tax Bonds	44,330,000	--	6,715,000	37,615,000
2025 Refunding Sales Tax Bonds*	--	50,905,000	--	50,905,000
MOVEBR:				
2019 Sales Tax Bonds	113,390,000	--	4,420,000	108,970,000
2024 Sales Tax Bonds	196,595,000	--	3,590,000	193,005,000
2013A Public Improvement Sales Tax *	3,450,000	--	825,000	2,625,000
2014A Public Improvement Sales Tax *	965,000	--	470,000	495,000
2019 Public Improvement Sales Tax *	<u>7,110,000</u>	<u>--</u>	<u>625,000</u>	<u>6,485,000</u>
Total revenue bonds	<u>423,175,000</u>	<u>50,905,000</u>	<u>61,930,000</u>	<u>412,150,000</u>
Total governmental activities	<u>476,447,975</u>	<u>51,120,000</u>	<u>86,358,400</u>	<u>441,209,575</u>
Business-Type Activities:				
<u>Excess revenue contracts, loans and notes</u>				
Sewerage Commission:				
2020A LCDA Refunding Sewer Commission	277,115,000	--	63,635,000	213,480,000
2023 LCDA Refunding Sewer Commission	62,405,000	--	--	62,405,000
2024 LCDA Refunding Sewer Commission	<u>149,920,000</u>	<u>--</u>	<u>1,605,000</u>	<u>148,315,000</u>
Total excess revenue contracts, loans and notes	<u>489,440,000</u>	<u>--</u>	<u>65,240,000</u>	<u>424,200,000</u>
<u>Revenue bonds</u>				
City of Baton Rouge:				
2010A Public Improvement Sales Tax(GO Zone)	3,990,000	--	195,000	3,795,000

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt (Continued)

a. Primary Government (Continued)

3. Changes in Bonds Payable (Continued)

	Outstanding January 1, 2025	Issued	Retired	Outstanding December 31, 2025
Business-Type Activities (Continued):				
<u>Revenue bonds (Continued)</u>				
City of Baton Rouge (Continued):				
2016A-1 Public Improvement Sales Tax	\$ 33,870,000	\$ --	\$ 1,980,000	\$ 31,890,000
2016A-2 Public Improvement Sales Tax (Taxable)	545,000	--	105,000	440,000
2016A-3 Public Improvement Sales Tax	3,765,000	--	170,000	3,595,000
Sewerage Commission:				
2010 Revenue Bonds (DEQ) *	3,264,000	--	453,000	2,811,000
2013A Taxable Revenue Bonds (DEQ) *	26,471,000	--	2,368,000	24,103,000
2014A Taxable Revenue Refunding Bonds	10,165,000	--	10,165,000	--
2014B Tax-Exempt Revenue Refunding Bonds	3,910,000	--	3,910,000	--
2015A Taxable Revenue Bonds (DEQ) *	13,831,000	--	1,094,000	12,737,000
2016A Taxable Revenue Bonds (DEQ) *	8,760,000	--	588,000	8,172,000
2019A Revenue Refunding Bonds	293,030,000	--	2,950,000	290,080,000
2019B Revenue Refunding Bonds	55,940,000	--	6,075,000	49,865,000
2020A Revenue Refunding Bonds	61,385,000	--	--	61,385,000
2020B Taxable Revenue Refunding Bonds	224,900,000	--	97,650,000	127,250,000
2021A Revenue Refunding Bonds	129,710,000	--	5,000,000	124,710,000
2025A Revenue Refunding Bonds	--	123,205,000	--	123,205,000
Total revenue bonds	<u>873,536,000</u>	<u>123,205,000</u>	<u>132,703,000</u>	<u>864,038,000</u>
Total business-type activities	<u>1,362,976,000</u>	<u>123,205,000</u>	<u>197,943,000</u>	<u>1,288,238,000</u>
Total all bonds, contracts, loans and notes	<u>\$1,839,423,975</u>	<u>\$174,325,000</u>	<u>\$284,301,400</u>	<u>\$1,729,447,575</u>

*Bonds from direct borrowings and direct placements

4. Interest Requirements to Maturity

The following is a summary of bonded debt at December 31, 2025, and interest requirements to maturity:

	Debt Payable 12/31/2025	Interest Requirements to Maturity	Total
Governmental Activities:			
<u>Limited tax obligation bonds</u>			
Parish of East Baton Rouge:			
Pride Fire Protection District **	\$ 171,762	\$ 7,391	\$ 179,153
2018 Chaneyville Fire Protection District **	80,300	4,528	84,828
2025 Chaneyville Fire Protection District **	215,000	62,192	277,192
Total limited tax obligation bonds	<u>467,062</u>	<u>74,111</u>	<u>541,173</u>
<u>Excess revenue contracts, loans and notes</u>			
City of Baton Rouge:			
2021 Taxable Refunding **	16,510,000	544,000	17,054,000
LA Community Development 2000A Program			
Visit Baton Rouge	205,600	20,991	226,591
Parish of East Baton Rouge:			
LA Community Development 2000A Program	81,913	8,346	90,259
2015 LCDA Road Improvements Project	--	--	--
2020 LCDA Refunding Road Improvements Project	11,795,000	658,122	12,453,122
Total excess revenue contracts, loans and notes	<u>28,592,513</u>	<u>1,231,459</u>	<u>29,823,972</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt (Continued)

a. Primary Government (Continued)

4. Interest Requirements to Maturity (Continued)

	Debt Payable 12/31/2025	Interest Requirements to Maturity	Total
Governmental Activities (Continued):			
<u>Revenue bonds</u>			
City of Baton Rouge:			
2010B Public Improvement Sales Tax (3.02%)*	\$ 1,355,000	\$ 47,425	\$ 1,402,425
2018 Public Improvement Sales Tax **	10,695,000	1,575,418	12,270,418
Parish of East Baton Rouge:			
Road and Street Improvement:			
2020 Refunding Sales Tax Bonds (1.05%)*	37,615,000	5,781,250	43,396,250
2025 Refunding Sales Tax Bonds **	50,905,000	4,895,938	55,800,938
MOVEBR:			
2019 Sales Tax Bonds (3.18%)*	108,970,000	63,414,450	172,384,450
2024 Sales Tax Bonds (3.93%)*	193,005,000	136,094,500	329,099,500
2013A Public Improvement Sales Tax **	2,625,000	83,339	2,708,339
2014A Public Improvement Sales Tax **	495,000	5,519	500,519
2019 Public Improvement Sales Tax **	6,485,000	845,189	7,330,189
Total revenue bonds	<u>412,150,000</u>	<u>212,743,028</u>	<u>624,893,028</u>
Total governmental activities	<u>441,209,575</u>	<u>214,048,598</u>	<u>655,258,173</u>
Business-Type Activities:			
<u>Excess revenue contracts, loans and notes</u>			
Sewerage Commission:			
2020A LCDA Refunding Sewerage Commission Projects	213,480,000	75,353,925	288,833,925
2023 LCDA Refunding Sewerage Commission Projects	62,405,000	32,515,125	94,920,125
2024 LCDA Refunding Sewerage Commission Projects	148,315,000	78,114,625	226,429,625
Total excess revenue contracts, loans and notes	<u>424,200,000</u>	<u>185,983,675</u>	<u>610,183,675</u>
<u>Revenue bonds</u>			
City of Baton Rouge:			
2010A Public Improvement Sales Tax (GO Zone) (4.36%)*	3,795,000	1,387,446	5,182,446
2016A-1 Public Improvement Sales Tax (2.86%)*	31,890,000	8,737,100	40,627,100
2016A-2 Public Improvement Sales Tax (Taxable) (2.92%)*	440,000	37,490	477,490
2016A-3 Public Improvement Sales Tax (2.97%)*	3,595,000	1,009,681	4,604,681
Sewerage Commission:			
2010 Revenue Bonds (DEQ) **	2,811,000	38,306	2,849,306
2013A Taxable Revenue Bonds (DEQ) **	24,103,000	505,569	24,608,569
2015A Taxable Revenue Bonds (DEQ) **	12,737,000	323,414	13,060,414
2016A Taxable Revenue Bonds (DEQ) **	8,172,000	243,905	8,415,905
2019A Revenue Refunding Bonds (3.14%)*	290,080,000	171,429,450	461,509,450
2019B Revenue Refunding Bonds (1.75%)*	49,865,000	9,114,875	58,979,875
2020A Revenue Refunding Bonds (0.99%)*	61,385,000	9,649,125	71,034,125
2020B Taxable Revenue Refunding Bonds (2.19%)*	127,250,000	25,806,520	153,056,520
2021A Revenue Refunding Bonds (1.65%)*	124,710,000	24,448,575	149,158,575
2025A Revenue Refunding Bonds (3.09%)*	123,205,000	46,544,373	169,749,373
Total revenue bonds	<u>864,038,000</u>	<u>299,275,829</u>	<u>1,163,313,829</u>
Total business-type activities	<u>1,288,238,000</u>	<u>485,259,504</u>	<u>1,773,497,504</u>
Total all bonds, contracts, loans and notes	<u>\$1,729,447,575</u>	<u>\$699,308,102</u>	<u>\$2,428,755,677</u>

* True interest cost (TIC)

**Bonds from direct borrowings and direct placements

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt (Continued)

a. Primary Government (Continued)

5. Debt Service Requirements to Maturity

The annual requirements to amortize all bonded debt outstanding, including principal and interest, are as follows:

Governmental Activities:

<u>Year</u>	<u>Limited Tax Bonds</u>		<u>Excess Revenue Contracts, Loans and Notes</u>			
	<u>Direct Placements</u>		<u>Direct Placements and Borrowings</u>			
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2026	\$147,000	\$16,435	\$ 2,353,600	\$218,487	\$ 4,240,000	\$244,630
2027	146,362	15,185	2,390,300	181,922	4,330,000	171,785
2028	20,800	10,056	2,432,500	142,325	4,405,000	97,537
2029	22,000	8,851	2,471,113	96,025	3,535,000	30,048
2030	23,300	7,578	2,435,000	48,700	--	--
2031-2035	<u>107,600</u>	<u>16,006</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total	<u>\$467,062</u>	<u>\$74,111</u>	<u>\$12,082,513</u>	<u>\$687,459</u>	<u>\$16,510,000</u>	<u>\$544,000</u>

Year	Revenue Bonds				Total
	Direct Placements and Borrowings				Governmental Activities
	Principal	Interest	Principal	Interest	
2026	\$ 17,640,000	\$ 16,515,175	\$11,385,000	\$1,836,910	\$ 54,597,237
2027	16,995,000	15,653,500	12,865,000	1,903,381	54,652,435
2028	17,755,000	14,803,750	13,330,000	1,491,016	54,487,984
2029	17,725,000	13,916,000	12,875,000	1,073,322	51,752,359
2030	16,875,000	13,029,750	13,345,000	650,392	46,414,720
2031-2035	50,925,000	56,119,950	7,405,000	450,382	115,023,938
2036-2040	64,165,000	42,887,500	--	--	107,052,500
2041-2045	80,555,000	26,486,500	--	--	107,041,500
2046-2049	<u>58,310,000</u>	<u>5,925,500</u>	<u>--</u>	<u>--</u>	<u>64,235,500</u>
Total	\$340,945,000	\$205,337,625	\$71,205,000	\$7,405,403	\$655,258,173

Business-Type Activities:

Year	Excess Revenue Contracts, Loans and Notes		Revenue Bonds				Total
			Direct Placements and Borrowings				Business-Type
	Principal	Interest	Principal	Interest	Principal	Interest	Activities
2026	\$ 10,390,000	\$ 15,732,367	\$ 30,145,000	\$ 27,196,499	\$4,581,000	\$ 204,897	\$ 88,249,763
2027	9,155,000	15,485,450	33,235,000	27,991,055	4,661,000	184,102	90,711,607
2028	8,050,000	15,286,599	34,315,000	26,897,906	4,743,000	162,942	89,455,447
2029	8,150,000	15,051,888	39,060,000	25,684,912	4,827,000	141,410	92,915,210
2030	14,365,000	14,618,942	39,420,000	24,064,703	4,911,000	119,500	97,499,145
2031-2035	104,965,000	62,873,059	212,825,000	94,146,820	20,910,000	279,460	495,999,339
2036-2040	154,045,000	34,947,309	240,175,000	54,209,140	3,190,000	18,883	486,585,332
2041-2045	63,405,000	9,649,996	187,040,000	17,973,600	--	--	278,068,596
2046-2049	<u>51,675,000</u>	<u>2,338,065</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>54,013,065</u>
Total	\$424,200,000	\$185,983,675	\$816,215,000	\$298,164,635	\$47,823,000	\$1,111,194	\$1,773,497,504

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt (Continued)

a. Primary Government (Continued)

6. Future Year Obligations

Principal and interest requirements of various bond issues for the year 2026 are as follows:

	Principal	Interest	Total Requirements
Governmental Activities:			
<u>Limited tax obligation bonds</u>			
Parish of East Baton Rouge:			
Pride Fire Protection District *	\$ 86,000	\$ 4,930	\$ 90,930
2018 Chaneyville Fire Protection District *	39,400	3,000	42,400
2025 Chaneyville Fire Protection District *	21,600	8,505	30,105
Total limited tax obligation bonds	<u>147,000</u>	<u>16,435</u>	<u>163,435</u>
<u>Excess revenue contracts, loans and notes</u>			
City of Baton Rouge:			
2021 Taxable Refunding *	4,240,000	244,630	4,484,630
LA Community Development 2000A Program			
Visit Baton Rouge	49,200	9,079	58,279
Parish of East Baton Rouge:			
LA Community Development 2000A Program	19,400	3,626	23,026
2015 LCDA Road Improvements Project	--	--	--
2020 LCDA Refunding Road Improvements Project	<u>2,285,000</u>	<u>205,782</u>	<u>2,490,782</u>
Total excess revenue contracts, loans and notes	<u>6,593,600</u>	<u>463,117</u>	<u>7,056,717</u>
<u>Revenue bonds</u>			
City of Baton Rouge:			
2010B Public Improvement Sales Tax	1,355,000	47,425	1,402,425
2018 Public Improvement Sales Tax *	1,195,000	337,962	1,532,962
Parish of East Baton Rouge:			
Road and Street Improvement:			
2015 Refunding Sales Tax Bonds	--	--	--
2020 Refunding Sales Tax Bonds	6,985,000	1,880,750	8,865,750
2025 Refunding Sales Tax Bonds*	8,205,000	1,276,062	9,481,062
MOVEBR:			
2019 Sales Tax Bonds	4,640,000	4,936,750	9,576,750
2024 Sales Tax Bonds	4,660,000	9,650,250	14,310,250
2013A Public Improvement Sales Tax *	850,000	45,980	895,980
2014A Public Improvement Sales Tax *	495,000	5,519	500,519
2019 Public Improvement Sales Tax *	<u>640,000</u>	<u>171,387</u>	<u>811,387</u>
Total revenue bonds	<u>29,025,000</u>	<u>18,352,085</u>	<u>47,377,085</u>
Total governmental activities	<u>35,765,600</u>	<u>18,831,637</u>	<u>54,597,237</u>
Business-Type Activities:			
<u>Excess revenue contracts, loans and notes</u>			
Sewerage Commission:			
2020A LCDA Refunding Sewerage Commission Projects	7,765,000	5,261,992	13,026,992
2023 LCDA Refunding Sewerage Commission Projects	1,900,000	3,072,750	4,972,750
2024 LCDA Refunding Sewerage Commission Projects	<u>725,000</u>	<u>7,397,625</u>	<u>8,122,625</u>
Total excess revenue contracts, loans and notes	<u>10,390,000</u>	<u>15,732,367</u>	<u>26,122,367</u>
<u>Revenue bonds</u>			
City of Baton Rouge:			
2010A Public Improvement Sales Tax (GO Zone)	205,000	166,412	371,412
2016A-1 Public Improvement Sales Tax	2,075,000	1,310,737	3,385,737
2016A-2 Public Improvement Sales Tax (Taxable)	105,000	14,540	119,540
2016A-3 Public Improvement Sales Tax	<u>175,000</u>	<u>111,237</u>	<u>286,237</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt (Continued)

a. Primary Government (Continued)

6. Future Year Obligations (Continued)

Business-Type Activities (Continued):	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
<u>Revenue bonds (Continued)</u>			
Sewerage Commission:			
2010 Revenue Bonds (DEQ) *	\$ 457,000	\$ 11,621	\$ 468,621
2013A Taxable Revenue Bonds (DEQ) *	2,426,000	103,005	2,529,005
2014A Taxable Revenue Refunding Bonds	--	--	--
2014B Tax-Exempt Revenue Refunding Bonds	--	--	--
2015A Taxable Revenue Bonds (DEQ) *	1,104,000	54,833	1,158,833
2016A Taxable Revenue Bonds (DEQ) *	594,000	35,438	629,438
2019A Revenue Refunding Bonds	3,090,000	11,935,050	15,025,050
2019B Revenue Refunding Bonds	6,315,000	2,335,375	8,650,375
2020A Revenue Refunding Bonds	9,005,000	2,844,125	11,849,125
2020B Taxable Revenue Refunding Bonds	8,175,000	2,605,295	10,780,295
2021A Revenue Refunding Bonds	1,000,000	1,818,230	2,818,230
2025A Revenue Refunding Bonds	--	4,055,498	4,055,498
Total revenue bonds	<u>34,726,000</u>	<u>27,401,396</u>	<u>62,127,396</u>
Total business-type activities	<u>45,116,000</u>	<u>43,133,763</u>	<u>88,249,763</u>
Total all bonds, contracts, loans and notes	<u>\$80,881,600</u>	<u>\$61,965,400</u>	<u>\$142,847,000</u>

*Bonds from direct borrowings and direct placements

Amounts related to other post-employment benefits liability due within one year for Governmental Activities and Business-Type Activities are \$24,976,507 and \$1,605,831 respectively.

7. Default Consequences

Events of default of the 2% Sales Tax Revenue Bonds, ½% Road and Street Sales Tax Revenue Bonds, ½% MOVEBR Sales Tax Revenue Bonds, and East Baton Rouge Sewerage Commission Bonds, which are outlined in the transcripts of the respective Bonds, include principal and interest delinquencies or failure to comply with the performance of any of the other covenants, agreements or conditions. A written notice of the default will be sent to the bondholder and if the failure shall continue for a period of 45 days after written notice is sent and the aggregate outstanding principal is above 25%, the Paying Agent or bondholder shall be entitled to exercise all rights and powers for which provisions is made in the related resolution or in any provision of law.

8. Louisiana Community Development Authority Loans (LCDA)

Chapter 10-D of Title 33 of the Louisiana Revised Statutes created the Louisiana Community Development Authority for the purpose of assisting political subdivisions of the state. The LCDA issues long-term bonds and then loans the proceeds to local governments for acquiring, financing and constructing certain infrastructure facilities of local government and other economic development projects.

- a. The interest rate on the City's and the Parish's 2000A LCDA program loans fluctuate weekly with changes in the Securities Industry and Financial Markets Association (SIFMA) Municipal Swap Index. Principal and interest payments on all loans are paid monthly.

In 2008, the City borrowed additional funds on the 2000A LCDA program to provide funds to Visit Baton Rouge, in order to finance the costs of renovating, equipping and improving the new headquarters building. A total of \$750,000 has been loaned to the City at December 31, 2025. A total of \$544,400 has been repaid, leaving an outstanding debt balance of \$205,600. Future debt service is budgeted over a 5 year period at 4.96%. This loan is serviced by the Excess Revenue and Limited Tax Debt Service Fund and is shown as a governmental activities debt in the entity-wide Statement of Net Position. Visit Baton Rouge is reimbursing the City for these debt payments.

**CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025**

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt (Continued)

a. Primary Government (Continued)

8. Louisiana Community Development Authority Loans (LCDA) (Continued)

a. The City's and the Parish's 2000A LCDA program (Continued)

In 2012, the Parish borrowed additional funds on the 2000A LCDA program to provide funds to the Pride Fire Protection District, in order to purchase a fire truck and related equipment. A total of \$264,713 has been loaned to the Parish at December 31, 2025. A total of \$182,800 has been repaid, leaving an outstanding debt balance of \$81,913. Future debt service is budgeted over a 4 year period at 4.96%. This loan is serviced by the Pride Fire Protection District Fund and is shown as a governmental activities debt in the entity-wide Statement of Net Position.

- b. In 2015, LCDA issued \$34,415,000 Revenue Bonds (Parish of East Baton Rouge Road Improvements Project), Series 2015. The proceeds of the bonds were loaned by LCDA to the Parish of East Baton Rouge pursuant to a Loan Agreement, to finance the construction of new public roads and streets and/or the widening of existing public roads and streets within the Parish. The payments under the loan agreement are payable and secured on a junior and subordinate lien basis by a pledge and dedication of seventy percent (70%) of the net proceeds of the ½% Road and Street Sales Tax. If these pledged revenues are insufficient, payments will be made from lawfully available funds of the City-Parish. This loan is serviced by the LCDA Road and Street Improvement Project Debt Service Fund and is shown as a governmental activities debt in the entity-wide Statement of Net Position. On October 30, 2025, The Parish of East Baton Rouge issued \$50,905,000 Subordinate Lien Sales Tax Revenue Refunding Bonds, Series 2025 to current refund the 2015 Bonds.
- c. In 2020, LCDA issued \$361,325,000 Subordinate Lien Revenue Refunding Bonds (East Baton Rouge Sewerage Commission Projects), Series 2020A. The proceeds of the bonds were loaned by LCDA to the East Baton Rouge Sewerage Commission pursuant to a Loan Agreement, to advance refund all of the outstanding amounts for the 2013A bonds and 2014A bonds. The payments under the loan agreement are payable and secured on a junior and subordinate lien basis by a pledge and dedication of Pledged Revenues of the Commission which consists of Sewer User Fees and one-half of one percent (1/2%) sewer sales and use tax. This loan is serviced and recorded in the Comprehensive Sewerage System Fund. On November 16, 2023, \$84,210,000 was refunded with the issuance of the 2023 LCDA Revenue Refunding Bonds. Then on December 4, 2025, \$63,635,000 was refunded with the issuance of the 2025A East Baton Rouge Sewerage Commission Revenue Refunding Bonds. As of December 31, 2025, the outstanding debt balance is \$213,480,000.
- d. In 2020, LCDA issued \$19,335,000 Revenue Refunding Bonds (Parish of East Baton Rouge Road Improvements Project), Series 2020. The proceeds of the bonds were loaned by LCDA to the Parish of East Baton Rouge pursuant to a Loan Agreement, to advance refund \$17,440,000 of the 2012 bonds. The payments under the loan agreement are payable and secured on a junior and subordinate lien basis by a pledge and dedication of seventy percent (70%) of the net proceeds of the ½% Road and Street Sales Tax. If these pledged revenues are insufficient, payments will be made from lawfully available funds of the City-Parish. This loan is serviced by the LCDA Road and Street Improvement Project Debt Service Fund and is shown as a governmental activities debt in the entity-wide Statement of Net Position. As of December 31, 2025, a total of \$7,540,000 has been repaid, leaving an outstanding debt balance of \$11,795,000.
- e. In 2023, LCDA issued \$62,405,000 Subordinate Lien Revenue Refunding Bonds (East Baton Rouge Sewerage Commission Projects), Series 2023. The proceeds of the bonds were loaned by LCDA to the East Baton Rouge Sewerage Commission pursuant to a Loan Agreement, to current refund \$84,210,000 of the 2020A bonds that were tendered pursuant to the Tender Offer. The payments under the loan agreement are payable and secured on a junior and subordinate lien basis by a pledge and dedication of Pledged Revenues of the Commission which consists of Sewer User Fees and one-half of one percent (1/2%) sewer sales and use tax. This loan is serviced and recorded in the Comprehensive Sewerage System Fund. As of December 31, 2025, the outstanding debt balance is \$62,405,000.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt (Continued)

a. Primary Government (Continued)

8. Louisiana Community Development Authority Loans (LCDA) (Continued)

- f. In 2024, LCDA issued \$149,920,000 Subordinate Lien Revenue Refunding Bonds (East Baton Rouge Sewerage Commission Projects), Series 2024. The proceeds of the bonds were loaned by LCDA to the East Baton Rouge Sewerage Commission pursuant to a Loan Agreement, to current refund the outstanding amount of the 2020B bonds. The payments under the loan agreement are payable and secured on a junior and subordinate lien basis by a pledge and dedication of Pledged Revenues of the Commission which consists of Sewer User Fees and one-half of one percent (1/2%) sewer sales and use tax. This loan is serviced and recorded in the Comprehensive Sewerage System Fund. As of December 31, 2025, a total of \$1,605,000 has been repaid, leaving an outstanding debt balance of \$148,315,000.

9. Governmental Activities Taxable Bonds

On June 17, 2021, the City of Baton Rouge issued \$29,325,000 Taxable Refunding Bonds, Series 2021 for the purpose of advance refunding the City's \$58 million Series 2012 Taxable Refunding Bonds maturing January 15, 2023, through January 15, 2029, and paying the cost of issuance. The Bonds were issued with mandatory principal payments to be made on January 15 of each year, beginning 2022 through 2029. These bonds are payable at a fixed rate of 1.7% over the 8 year period.

As a result of the refunding, the City-Parish recognized a deferred loss on refunding of \$1,855,003 on the entity-wide financial statements. As of December 31, 2025, \$1,403,212 (\$262,498 in 2025 and \$1,140,714 in prior years) of the deferred amount on refunding was amortized, resulting in a deferred amount on refunding of \$451,791 on the entity-wide Statement of Net Position for governmental activities as of December 31, 2025.

10. Refunding of Road and Street Series 2015 Revenue Refunding Bonds and Series 2015 LCDA Revenue Bonds

On October 30, 2025, the Parish of East Baton Rouge issued \$50,905,000 Revenue Refunding Bonds, Series 2025, to current refund the Parish's \$59.4 million Series 2015 Revenue Refunding Bonds, (original True Interest cost 3.10%; principal refunded - \$36,525,000) and to current refund the \$34.4 million Series 2015 LCDA Revenue Bonds (original true interest cost 2.87%; principal refunded - \$15,300,000) and paying the cost of issuance. The Bonds mature on August 1, of each year beginning 2026 through 2030 with interest rate of 3.33 percent.

Sources and uses of the refunding issue are summarized as follows:

	<u>Series 2025 Refunding</u>
<u>Sources:</u>	
Principal proceeds	\$ 50,905,000
Sinking fund contribution	<u>1,979,042</u>
Total Sources	<u>\$ 52,884,042</u>
<u>Uses:</u>	
Deposit to Escrow Agent	\$ 52,535,740
Issuance costs	<u>348,302</u>
Total Uses	<u>\$ 52,884,042</u>
<u>Cash Flow Difference:</u>	
Old debt service cash flows	\$ 59,873,500
Less: New debt service cash flows	(55,800,938)
Less: Contribution from sinking	<u>(1,979,042)</u>
Cash Flow Difference	<u>\$ 2,093,520</u>
<u>Economic Gain:</u>	
Present value of old debt service cash flows	\$ 54,310,575
Less: Present value of new debt service cash flows	(50,556,697)
Less: Contribution from sinking	<u>(1,979,042)</u>
Economic gain (loss)	<u>\$ 1,774,836</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt (Continued)

a. Primary Government (Continued)

10. Refunding of Road and Street Series 2015 Revenue Refunding Bonds and Series 2015 LCDA Revenue Bonds (Continued)

As a result of the refunding, the City-Parish recognized a deferred gain on refunding of \$551,916 on the Series 2025 bonds. As of December 31, 2025, \$43,155 of the deferred gain on refunding was amortized, resulting in a net deferred amount on refunding of \$508,761 on the entity wide Statement of Net Position for governmental activities.

11. Refunding of Sewerage Commission Series 2020B Revenue Refunding Bonds and Series 2020A LCDA Revenue Refunding Bonds

On December 4, 2025, the East Baton Rouge Sewerage Commission issued \$123,205,000 Revenue Refunding Bonds, Series 2025A, to current refund certain bonds of the Commission's \$361.3 million Series 2020A LCDA Revenue Refunding Bonds, (original true interest cost 2.56%; principal refunded - \$63,635,000) and to current refund certain bonds of the Commission's \$224.9 million Series 2020B Taxable Revenue Refunding Bonds tendered pursuant to the tender offer (original true interest cost 2.19%; principal refunded - \$93,560,000) and paying the cost of issuance. The Bonds mature on February 1, of each year beginning 2027 through 2039 with interest rate of 5.0 percent.

Sources and uses of the refunding issue are summarized as follows:

	<u>Series 2025A Refunding</u>
<u>Sources:</u>	
Principal proceeds	\$ 123,205,000
Premium	15,889,375
Sinking fund contribution	<u>1,161,693</u>
Total Sources	<u>\$ 140,256,068</u>
<u>Uses:</u>	
Deposit to Escrow Agent	\$ 138,803,733
Issuance costs	<u>1,452,335</u>
Total Uses	<u>\$ 140,256,068</u>
<u>Cash Flow Difference:</u>	
Old debt service cash flows	\$ 189,551,907
Less: New debt service cash flows	(169,749,373)
Less: Contribution from sinking	<u>(1,161,693)</u>
Cash Flow Difference	<u>\$ 18,640,841</u>
<u>Economic Gain:</u>	
Present value of old debt service cash flows	\$ 148,047,993
Less: Present value of new debt service cash flows	(137,642,040)
Less: Contribution from sinking	<u>(1,161,693)</u>
Economic gain (loss)	<u>\$ 9,244,260</u>

As a result of the refunding, the City-Parish recognized a deferred gain on refunding of \$5,763,405 on the Series 2025A bonds. The 2025A bonds were issued at a premium of \$15,889,375. As of December 31, 2025, \$10,065 of the deferred gain on refunding and \$27,748 of the premium was amortized, resulting in a net premium of \$21,614,967 in the Comprehensive Sewer System Fund.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt (Continued)

a. Primary Government (Continued)

12. Arbitrage Liability

Section 148 of the Internal Revenue Code of 1986, as amended, requires that issuers of tax exempt debt make arbitrage calculations annually on bond issues issued after August 31, 1986, to determine whether an arbitrage rebate liability exists between the issuer and the U.S. Department of the Treasury. Arbitrage is the difference (or profit) earned from borrowing funds at tax exempt rates and investing the proceeds in higher yielding taxable securities.

Arbitrage rebate calculations made on December 31, 2025, for the City-Parish show arbitrage rebate payable to the U.S. Department of Treasury. The liability for the governmental activities bonds is reflected as a non-current liability on the government-wide statement of net assets. The arbitrage rebate liability on December 31, 2025, was \$3,234,077. The balance of the arbitrage liability is detailed as follows:

<u>Governmental Activities:</u>	
Parish of East Baton Rouge:	
\$ 10,000,000; Series 2019 (Parish)	\$ 114,241
\$129,950,000; Series 2019 (MOVEBR)	768,383
\$196,595,000; Series 2024 (MOVEBR)	<u>2,351,453</u>
	\$3,234,077

13. Conduit Debt Obligations

The Parish and Parish Special Districts have issued industrial development revenue bonds and industrial pollution control revenue bonds. These bonds are limited obligations of the Parish or District payable from revenues of the projects. The bonds are not a charge upon other income of the Parish or District, nor are they a charge against the credit or taxing power of the District, the Parish of East Baton Rouge, or the City of Baton Rouge. As of December 31, 2025, there were five conduit bond obligations outstanding, with an aggregate principal amount payable of approximately \$537,000,000.

b. Component Units Long-Term Debt

A summary of the long-term obligations for component units of the City-Parish is as follows:

	Balance Beginning of Year (Restated)	Additions	Reductions	Balance End of Year	Due within one year
<u>District Attorney of the Nineteenth Judicial District</u>					
Compensated absences payable	\$ 2,146,010	\$ --	\$ 463,179	\$ 1,682,831	\$ 951,299
Total other postemployment benefit liability	32,256,985	3,150,576	--	35,407,561	966,000
Net pension liability	<u>20,270,264</u>	<u>1,400,426</u>	<u>1,648,796</u>	<u>20,021,894</u>	<u>--</u>
Total	<u>54,673,259</u>	<u>4,551,002</u>	<u>2,111,975</u>	<u>57,112,286</u>	<u>1,917,299</u>
<u>Nineteenth Judicial District Court</u>					
Compensated absences payable	782,768	551,895	169,802	1,164,861	382,093
Total other postemployment benefit liability	14,789,584	4,196,659	1,933,990	17,052,253	--
Net pension liability	<u>10,450,380</u>	<u>318,347</u>	<u>1,237,912</u>	<u>9,530,815</u>	<u>--</u>
Total	<u>26,022,732</u>	<u>5,066,901</u>	<u>3,341,704</u>	<u>27,747,929</u>	<u>382,093</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 10 – Long-Term Debt (Continued)

b. Component Units Long-Term Debt (Continued)

	Balance Beginning of Year (Restated)	Additions	Reductions	Balance End of Year	Due within one year
<u>Nineteenth Judicial District Court Building Commission</u>					
Bonds and notes payable	\$ 94,380,000	\$ --	\$ 2,185,000	\$ 92,195,000	\$2,260,000
Deferred discount on bonds	(444,398)	--	(16,271)	(428,127)	(16,271)
Total	93,935,602	--	2,168,729	91,766,873	2,243,729
<u>E.B.R. Parish Family Court</u>					
Compensated absences payable	251,088	50,938	--	302,026	12,000
Total other postemployment benefit liability	4,246,085	--	1,520,999	2,725,086	--
Lease liability	6,325	--	2,630	3,695	2,750
Net pension liability	4,135,883	1,143,680	--	5,279,563	--
Total	8,639,381	1,194,618	1,523,629	8,310,370	14,750
<u>E.B.R. Parish Juvenile Court</u>					
Compensated absences payable	117,710	40,705	--	158,415	76,323
Total other postemployment benefit liability	2,842,893	2,371,149	405,132	4,808,910	--
Net pension liability	4,007,381	307,066	--	4,314,447	--
Total	6,967,984	2,718,920	405,132	9,281,772	76,323
<u>E.B.R. Redevelopment Authority (d/b/a Build Baton Rouge)</u>					
Right-of-use lease liability	96,230	--	56,718	39,512	39,512
Bonds and notes payable	409,747	--	15,852	393,895	393,895
Total	505,977	--	72,570	433,407	433,407
<u>E.B.R. Communications District</u>					
Right-of-use lease liability	1,288,418	--	42,407	1,246,011	47,845
Subscription (SBITAs) liability	--	3,774,344	548,075	3,226,269	642,660
Total	1,288,418	3,774,344	590,482	4,472,280	690,505
<u>Capital Area Transit System</u>					
Compensated absences payable	817,612	54,309	--	871,921	871,921
Claims and judgments payable	3,235,066	985,814	1,096,041	3,124,839	497,173
Lease liability	70,159	262,185	70,159	262,185	92,759
Total	4,122,837	1,302,308	1,166,200	4,258,945	1,461,853
Total component units long-term debt	\$196,156,190	\$18,608,093	\$11,380,421	\$203,383,862	\$7,219,959

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 11 – Leases

The Greater Baton Rouge Airport District leases land, hangars, and other various airport property to outside parties. The terms and conditions of the leases do not contain any variable payments, residual value guarantees, or any other special provisions. The Airport recognized \$4,819,623 in lease revenue and \$982,487 in interest revenue during the current fiscal year. As of December 31, 2025, the lease receivable balance for lease payments is \$48,526,702. The Airport has a deferred inflow of resources associated with these leases that will be recognized as a revenue over the lease term. As of December 31, 2025, the balance of the deferred inflow of resources is \$47,085,141.

Principal and Interest Expected to Maturity
Business-Type Activities

<u>Fiscal Year</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total Payments</u>
2026	\$ 4,561,605	\$ 880,407	\$ 5,442,012
2027	4,331,401	778,654	5,110,055
2028	4,384,391	677,975	5,062,366
2029	3,674,110	572,735	4,246,845
2030	1,919,553	521,822	2,441,375
2031 – 2035	8,283,751	2,182,295	10,466,046
2036 – 2040	7,522,578	1,550,989	9,073,567
2041 – 2045	3,341,682	1,067,012	4,408,694
2046 – 2050	2,684,578	800,485	3,485,063
2051 – 2055	2,701,159	556,027	3,257,186
2056 – 2060	2,869,822	315,269	3,185,091
2061 – 2065	2,169,660	91,123	2,260,783
2066	<u>82,412</u>	<u>200</u>	<u>82,612</u>
Total	<u>\$48,526,702</u>	<u>\$9,994,993</u>	<u>\$58,521,695</u>

NOTE 12 – Public-Private and Public-Public Partnerships

The City-Parish is the transferor in a public-private partnership (PPP) for the North Landfill's gas. The agreement, which was effective in August 2007, for a term of 20 years, provides for the construction of additional gas wells, operation, and maintenance of the project by the private entity in exchange for up to \$1,050,000 of construction costs of the project and a percentage of the gas sales to the private entity's customers. The private entity has exclusive rights to the project site and the gas. The total construction costs of the project were \$1,760,000 and were placed in service in 2010.

The City-Parish has recognized an infrastructure asset of the gas wells. As of December 31, 2025, the balance of the deferred inflow of resources is \$252,000 that is related to the private entity's infrastructure costs.

NOTE 13 – Interfund and Intergovernmental Receivables and Payables

a. Balances due to/from other funds at December 31, 2025:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$21,216,403	\$ --
Library board of control major fund	--	43,563,147
Capital Projects Fund	47,923,275	--
Nonmajor governmental funds	<u>--</u>	<u>25,576,531</u>
Totals Balance Sheet	<u>\$69,139,678</u>	<u>\$69,139,678</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 13 – Interfund and Intergovernmental Receivables and Payables (Continued)

- b. Due From Other Governments by governmental agencies for the Primary Government consists of the following at year-end:**

	Federal	State	School Board	Sheriff	Other	Total
<u>Governmental Activities:</u>						
General Fund	\$ --	\$ 533,473	\$163,471	\$ 26,904,807	\$78,915	\$ 27,680,666
Library Board of Control	--	--	--	40,110,630	--	40,110,630
Grants Fund	5,931,862	9,697,561	--	59,020	--	15,688,443
Capital Projects Fund	12,983,537	86,485	--	--	--	13,070,022
Nonmajor governmental funds	--	287,687	--	49,334,485	--	49,622,172
Adjustment to full accrual basis of accounting	905,673	--	--	--	--	905,673
<u>Business-type Activities:</u>						
Greater Baton Rouge Airport District	4,542,034	1,803,501	--	--	--	6,345,535
Comprehensive Sewerage System	--	772,469	--	--	--	772,469
Solid waste collection and disposal	--	--	--	14	--	14
Nonmajor enterprise funds	--	20,801	--	--	--	20,801
Totals	<u>\$24,363,106</u>	<u>\$13,201,977</u>	<u>\$163,471</u>	<u>\$116,408,956</u>	<u>\$78,915</u>	<u>\$154,216,425</u>

NOTE 14 – Interfund Transfers

- a. Interfund transfers for the year ended December 31, 2025 were as follows:**

	Transfers Out						
	General Fund	Library Board of Control	Grants Fund	Nonmajor Governmental Funds	Comprehensive Sewerage System Fund	Solid Waste Collection and Disposal	Internal Service Funds
<u>Transfers In:</u>							
<u>Governmental Activities:</u>							
General Fund	\$ --	\$ --	\$1,340,148	\$1,095,108	\$ --	\$ --	\$ --
Library Board of Control	--	--	25,118	--	--	--	--
Grants Fund	850,075	1,002	--	--	68	88	--
Capital Projects Fund	2,017,408	9,512,900	--	2,160,199	--	--	--
Nonmajor governmental funds	4,802,840	--	99,501	1,046,170	--	--	--
Internal Service Funds	--	--	--	--	--	--	600,000
<u>Business-type Activities:</u>							
Greater Baton Rouge Airport District	--	--	49,683	--	--	--	--
Solid Waste Collection and Disposal	34,907	--	48	--	--	--	--
Nonmajor enterprise funds	1,607,310	--	--	--	--	--	--
Totals	<u>\$9,312,540</u>	<u>\$9,513,902</u>	<u>\$1,514,498</u>	<u>\$4,301,477</u>	<u>\$68</u>	<u>\$88</u>	<u>\$600,000</u>

- The capital projects major fund was subsidized \$13,690,507 during 2025 toward non-recurring capital improvements from the General Fund, Library Board of Control, and non-major governmental funds.
- The General Fund subsidized the normal operations of non-major governmental funds in the amount of \$321,017 in 2025.
- The General Fund subsidized the Baton Rouge River Center (non-major enterprise convention center) \$1,607,310 in 2025.
- The General Fund also transferred \$4,481,823 to non-major governmental funds in 2025 to service debt.
- Internal Service Funds had a transfer in and transfer out between the Fleet Rental and Replacement Fund and the Fleet Management Fund of \$600,000 in 2025.
- During 2025, \$851,233 was transferred to the Grants Fund, including \$668,103 for local match and operations for grant programs and \$183,130 from various funds for local match on the federal grants for the COVID-19 and Hurricanes Laura, Ida, and Francine disasters.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 14 – Interfund Transfers (Continued)

- b. The following exchange of funds between the Primary Government and its discretely presented component units during 2025 are classified as external transactions on the Government-wide Statement of Activities:

	Operating Exchanges (To)/From Primary Government	Operating Exchanges (To)/From Component Units
<u>Primary Government:</u>		
General Fund (operating subsidies)	\$ --	\$(22,744,959)
<u>Nonmajor Special Revenue Fund:</u>		
Parish Transportation Fund (to Capital Area Transit-operating subsidy)	--	(550,000)
Mental Health and Substance Abuse Services (to The Bridge Center for Hope-operating subsidy)	--	(8,087,253)
<u>Component Units:</u>		
District Attorney of the Nineteenth Judicial District	9,519,975	--
Nineteenth Judicial District Court	9,658,340	--
E.B.R. Parish Family Court	1,613,881	--
E.B.R. Parish Juvenile Court	1,952,763	--
The Bridge Center for Hope	8,087,253	--
Capital Area Transit System	<u>550,000</u>	<u>--</u>
	<u>\$31,382,212</u>	<u>\$(31,382,212)</u>

NOTE 15 – Other Receivables

Receivables as of year-end for the government's individual major funds, and nonmajor and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Library Board of Control Fund	Grants Fund	Capital Projects Fund	Nonmajor Governmental Funds	Internal Service Funds	Total
Governmental Activities:							
<u>Receivables:</u>							
Property taxes	\$10,628,445	\$20,234,453	\$ --	\$ --	\$ 21,664,384	\$ --	\$ 52,527,282
Gross receipt business taxes	4,335,133	--	--	--	--	--	4,335,133
Sales taxes	21,314,080	--	--	9,168,249	1,738,193	--	32,220,522
Interest and penalties on taxes	82,051	--	--	--	--	--	82,051
Accounts	2,754,742	3,449	--	--	54,078,173	--	56,836,364
Accrued interest	<u>1,355,893</u>	<u>990,322</u>	<u>403,480</u>	<u>5,010,410</u>	<u>1,380,071</u>	<u>110,036</u>	<u>9,250,212</u>
Gross receivables	40,470,344	21,228,224	403,480	14,178,659	78,860,821	110,036	155,251,564
Less: allowance for uncollectibles	<u>(4,787,824)</u>	<u>(824,807)</u>	<u>--</u>	<u>(1,832,600)</u>	<u>(19,166,714)</u>	<u>--</u>	<u>(26,611,945)</u>
Net receivables-governmental funds	<u>\$35,682,520</u>	<u>\$20,403,417</u>	<u>\$403,480</u>	<u>\$12,346,059</u>	<u>\$ 59,694,107</u>	<u>\$110,036</u>	<u>\$128,639,619</u>

Governmental activities also includes a receivable for Housing and Urban Development (HUD) loans to program recipients in the amount of \$5,480,926 on the Statement of Net Position, net of an allowance for uncollectable of \$21,923,704.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 15 – Other Receivables (Continued)

	Greater Baton Rouge Airport District	Comprehensive Sewerage System	Solid Waste Collection and Disposal Fund	Nonmajor Enterprise Funds	Total
Business-type Activities:					
<u>Receivables:</u>					
Sales taxes	\$ --	\$ 5,607,854	\$ --	\$ 98,227	\$ 5,706,081
Accounts	788,506	12,646,507	7,344,930	2,219,787	22,999,730
Accrued interest	<u>243,919</u>	<u>1,580,008</u>	<u>373,329</u>	<u>176,356</u>	<u>2,373,612</u>
Gross receivables	1,032,425	19,834,369	7,718,259	2,494,370	31,079,423
Less: allowance for uncollectibles	<u>(82,905)</u>	<u>(2,518,767)</u>	<u>(348,240)</u>	<u>(51,599)</u>	<u>(3,001,511)</u>
Net total receivables	<u>\$ 949,520</u>	<u>\$17,315,602</u>	<u>\$7,370,019</u>	<u>\$2,442,771</u>	<u>\$28,077,912</u>

Summary of other receivables reported on the Statement of Net Position for Business-type activities:

Current assets – receivables	\$27,591,001
Restricted assets – receivables	<u>486,911</u>
Totals	<u>\$28,077,912</u>

NOTE 16 – Detailed Restricted Net Position and Fund Balances

a. Details of restricted Net Position as reported in the entity-wide Statement of Net Position are as follows:

	Governmental Activities	Business Type Activities	Total
Net Position Restricted For:			
Capital projects:			
Federal and state capital grant funds	\$ 1,401,498	\$ --	\$ 1,401,498
Federal forfeited property	338,850	--	338,850
State road funds	12,979,362	--	12,979,362
Bond funds from dedicated road sales taxes	26,207,386	--	26,207,386
Dedicated sales tax for street construction	323,412,619	--	323,412,619
Dedicated property taxes authorized by the electorate for specific special revenue funds	47,677,434	--	47,677,434
Dedicated hotel-motel taxes for Riverfront improvements	270,658	17,929,699	18,200,357
Volunteer fire districts service charges authorized by the electorate	<u>1,149,036</u>	<u>--</u>	<u>1,149,036</u>
Total Net Position restricted for capital projects	<u>413,436,843</u>	<u>17,929,699</u>	<u>431,366,542</u>
Debt service:			
2% City sales tax revenue bonds	1,062,499	--	1,062,499
½% Road sales tax revenue bonds	4,662,333	--	4,662,333
LCDA road and street improvement projects	952,083	--	952,083
MOVEBR	7,895,937	--	7,895,937
Sewerage commission debt service	--	41,933,149	41,933,149
Greater Baton Rouge Airport District debt service	<u>--</u>	<u>984,606</u>	<u>984,606</u>
Total Net Position restricted for debt service	<u>14,572,852</u>	<u>42,917,755</u>	<u>57,490,607</u>
Passenger facility charge:			
Greater Baton Rouge Airport District	<u>--</u>	<u>1,254,198</u>	<u>1,254,198</u>
External legal constraints:			
Dedicated property taxes authorized by the electorate to specific special revenue funds and purposes	24,770,960	--	24,770,960
Dedicated sales tax for street maintenance and beautification	63,447,283	--	63,447,283

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 16 – Detailed Restricted Net Position and Fund Balances (Continued)

a. Details of restricted Net Position as reported in the entity-wide Statement of Net Position (Continued):

	Governmental Activities	Business Type Activities	Total
Net Position Restricted For (Continued):			
External legal constraints (Continued):			
Court fees for juror compensation and judicial buildings	\$ 2,045,113	\$ --	\$ 2,045,113
State road funds dedicated for transportation	9,213,870	--	9,213,870
Public, Educational and Governmental programming fees	3,697,052	--	3,697,052
Volunteer fire districts service charges authorized by the electorate	276,095	--	276,095
Grant funds restricted to specific programs	5,480,926	--	5,480,926
Opioid Settlement	39,875,775	--	39,875,775
Federal forfeited property	<u>2,652,606</u>	--	<u>2,652,606</u>
Total Net Position restricted for external legal constraints	<u>151,459,680</u>	--	<u>151,459,680</u>
Total Restricted Net Position	<u>\$579,469,375</u>	<u>\$62,101,652</u>	<u>\$641,571,027</u>

b. Details of nonspendable, restricted, committed, assigned, and unassigned fund balances at year-end are as follows:

	General Fund	Library Board of Control	Grants	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
Fund balances:						
Nonspendable:						
Inventory	\$ 829,793	\$ --	\$ --	\$ --	\$ --	\$ 829,793
Restricted for:						
Dedicated property taxes:						
Library services and construction	--	128,946,329	--	43,563,146	--	172,509,475
Mosquito abatement and rodent	--	--	--	587,225	26,384,931	26,972,156
Downtown development	--	--	--	--	1,127,791	1,127,791
Mental Health	--	--	--	--	7,797,176	7,797,176
Emergency medical services	--	--	--	999,159	24,096,854	25,096,013
Fire department pay enhancement	--	--	--	--	7,862,113	7,862,113
Volunteer fire districts	--	--	--	1,087,966	2,134,109	3,222,075
Road lighting	--	--	--	--	2,452,592	2,452,592
Dedicated sales taxes:						
Street improvement/beautification	--	--	--	317,188,569	11,846,381	329,034,950
Street maintenance	--	--	--	--	52,633,726	52,633,726
Dedicated hotel-motel taxes for						
Riverfront improvement	--	--	--	1,149,036	--	1,149,036
Bond funds for capital improvements	--	--	--	260,618,860	--	260,618,860
Debt Service	--	--	--	--	18,016,877	18,016,877
Court fees for juror compensation	--	--	--	--	101	101
Court fees for judicial buildings	--	--	--	--	733,192	733,192
Court fees for sobriety court	--	--	--	--	190,513	190,513
Court fees for technology	--	--	--	--	1,041,860	1,041,860
Court fees for witness fees	--	--	--	--	97,455	97,455
State Road funds for transportation	--	--	--	12,979,362	9,298,941	22,278,303
Public, educational and governmental						
Programs	3,691,052	--	--	6,000	--	3,697,052
Volunteer fire districts service charges	--	--	--	270,658	417,689	688,347
Federal and state grant programs	--	--	10,844,252	501,895	--	11,346,147
Opioid Settlement	--	--	--	--	9,378,280	9,378,280
Federal forfeited property	--	--	--	<u>338,850</u>	<u>2,708,064</u>	<u>3,046,914</u>
Total Restricted	<u>3,691,052</u>	<u>128,946,329</u>	<u>10,844,252</u>	<u>639,290,726</u>	<u>178,218,645</u>	<u>960,991,004</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
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EXHIBIT A-14
(Continued)

NOTE 16 – Detailed Restricted Net Position and Fund Balances (Continued)

b. Details of restricted, committed, and assigned fund balances at year-end (Continued):

	General Fund	Library Board of Control	Grants	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
Fund balances (Continued):						
Committed to:						
Self-insurance purposes	\$ 42,165,044	\$ --	\$ --	\$ --	\$ --	\$ 42,165,044
Budget stabilization	29,911,890	--	--	--	--	29,911,890
General capital improvements	--	--	--	48,088,079	--	48,088,079
City constable court costs	--	--	--	--	260,124	260,124
Gaming enforcement	--	--	--	--	60,869	60,869
Emergency medical services	--	--	--	--	44,755,282	44,755,282
Total Committed	<u>72,076,934</u>	<u>--</u>	<u>--</u>	<u>48,088,079</u>	<u>45,076,275</u>	<u>165,241,288</u>
Assigned to:						
Next year's adopted budget	4,000,000	--	--	--	--	4,000,000
Approved continuing projects	16,446,649	--	--	--	--	16,446,649
Police	4,237,900	--	--	--	--	4,237,900
Community centers	213,021	--	--	--	--	213,021
Sales tax refunds	2,554,912	--	--	--	--	2,554,912
Stormwater	2,484,754	--	--	--	--	2,484,754
Animal control	742,681	--	--	--	--	742,681
Federal and state grant programs	--	--	6,130,913	--	--	6,130,913
Other purposes	3,145,511	--	--	--	--	3,145,511
Total Assigned	<u>33,825,428</u>	<u>--</u>	<u>6,130,913</u>	<u>--</u>	<u>--</u>	<u>39,956,341</u>
Unassigned	<u>19,244,703</u>	<u>--</u>	<u>--</u>	<u>(186,457)</u>	<u>--</u>	<u>19,058,246</u>
Total fund balances	<u>\$129,667,910</u>	<u>\$128,946,329</u>	<u>\$16,975,165</u>	<u>\$687,192,348</u>	<u>\$223,294,920</u>	<u>\$1,186,076,672</u>

c. Governmental Fund existing resources will be used to satisfy encumbrances. The following encumbered amounts are already included in the above restricted, committed, or assigned fund balance classifications at December 31, 2025:

General fund	\$ 3,632,492
Library board of control	1,853,364
Grants fund	43,965,422
Capital projects fund	173,035,073
Nonmajor governmental funds	<u>20,801,321</u>
Total governmental fund encumbrances	<u>\$243,287,672</u>

NOTE 17 – Restricted Assets

The balances of the restricted asset accounts in the enterprise funds are as follows:

	Greater Baton Rouge Airport District	Comprehensive Sewerage System	Other Enterprise Total	Total
Revenue bonds construction accounts	\$ 144,724	\$ 23,826	\$ --	\$ 168,550
Hotel-motel tax construction accounts	--	--	17,956,227	17,956,227
Passenger facility charges (PFC) account	609,207	--	--	609,207
Revenue bonds debt service accounts	2,111,427	58,279,197	--	60,390,624
Accounts receivable – PFC	245,558	--	--	245,558
Accrued interest receivable - sales tax revenue bonds	1,159	--	--	1,159
Accrued interest receivable - hotel-motel tax	--	--	141,967	141,967
Total restricted assets	<u>\$3,112,075</u>	<u>\$58,303,023</u>	<u>\$18,098,194</u>	<u>\$79,513,292</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 18 – Solid Waste Disposal Facility Closure and Postclosure Care Liability

The City-Parish North Landfill opened in October 1993. The North Landfill is permitted by the U.S. Environmental Protection Agency (EPA) and the Louisiana Department of Environmental Quality (DEQ) to dispose of municipal solid waste and non-hazardous industrial waste from East Baton Rouge Parish and from surrounding cities, towns, and parishes. Regulations issued by the EPA and the DEQ require the City-Parish to perform certain closing functions and postclosure monitoring and maintenance functions for the North Landfill.

Municipal Solid Waste Landfill (MSWLF) Closure and Postclosure Care Costs are accounted for in accordance with guidelines in Section L10 of the GASB *Codification of Governmental Accounting and Financial Reporting Standards*. Section L20 of *the code* states that a portion of the estimated total current cost of MSWLF closure and postclosure care is required to be recognized as an expense and as a liability in each period that the MSWLF accepts solid waste. Recognition should begin on the date the MSWLF begins accepting solid waste, continue in each period that it accepts waste, and be completed by the time it stops accepting waste. The estimated total current cost of closure and postclosure care includes the cost of equipment expected to be installed and facilities expected to be constructed near or after the date that the Solid Waste Disposal Facility stops accepting solid waste and any equipment installed during the 30 year postclosure period. Included in the total current cost is the cost of final cover expected to be applied near or after the date the facility stops accepting solid waste, and the cost of monitoring and maintaining the expected usable landfill area during the postclosure period.

The estimated cost of the closure and postclosure care costs is \$41,827,701, a change from prior year estimate of \$40,413,238. Total estimated capacity is 30,600,000 cubic yards and the projected life is 48 years from the opening date of the landfill. The estimated cost will be adjusted on an annual basis as deemed necessary by the management of the Department of Environmental Services to reflect the effect of inflation, changes in technology or changes in applicable laws or regulations.

The Solid Waste Collection and Disposal Enterprise Fund recognizes a portion of the current estimated cost of MSWLF closure and postclosure care as an expense and as a liability in each period that it accepts solid waste. The expense and liability are based on the number of cubic yards of waste received at the landfill during the period rather than on the passage of time. The projections assume that the current solid waste generation trends will continue and that no waste will be diverted to alternative disposal facilities.

The liability for closure and postclosure care at December 31, 2025, totals \$22,620,285, representing a net increase of \$1,782,881, as a result of the change in total estimated closure and postclosure costs. The liability is based on the landfill capacity used to date of 16,548,381 cubic yards or 54.08% of the landfill capacity. The liability will be financed by the Solid Waste Collection and Disposal Enterprise Fund. The remaining estimated cost of closure and postclosure care of \$19,207,416 will be recognized as the remaining estimated capacity is filled. The estimated remaining useful life of the landfill as of December 31, 2025, is 17 years.

NOTE 19 – State Required Disclosures

a. Council Members Compensation

Each Metropolitan Council Member receives monthly compensation in accordance with The Plan of Government. Compensation is currently \$1,000 a month for council members. In addition, members of the Metropolitan Council receive \$800 per month combined travel and auto allowance. (LRS 33:1233(B)) Following is a list of Council Members with gross wages, including auto allowance, that was reported as paid in year 2025:

District 1	Brandon Noel	
	Council	\$30,000
	Mayor ProTem	18,000
District 2	Anthony Kenney	30,000
District 3	Rowdy Gaudet	30,000
District 4	Aaron Moak	30,000
District 5	Darryl Hurst	30,000
District 6	Cleve Dunn Jr.	30,000
District 7	Twahna Harris	30,000
District 8	Denise Amoroso	30,000

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 19 – State Required Disclosures (Continued)

a. Council Members Compensation (Continued)

District 9	Dwight Hudson	\$30,000
District 10	Carolyn Coleman	30,000
District 11	Laurie Adams	30,000
District 12	Jennifer Racca	30,000

b. Summary of City-Parish Sales Tax Collections remitted to Other Taxing Authorities

Act 711 of the 2010 Louisiana Legislative Session amended LRS 24:513 (B) to provide required footnote disclosure in the financial statements for local governments that collect tax for other taxing jurisdictions. Listed below are sales tax collections and distributions to other parish governmental agencies during calendar year 2025.

	Total Collections	Collection Cost	CEA Services*	Final Distribution
City of Baker	\$ 6,019,672	\$ 48,132	\$ --	\$ 5,971,540
Baker School	4,654,016	37,213	--	4,616,803
Baker Hotel District	44,903	359	--	44,544
City of Zachary	11,854,848	94,790	--	11,760,058
Zachary School District	12,438,882	99,459	--	12,339,423
Zachary Hotel	226,092	1,809	--	224,283
City of Central	9,475,635	75,766	--	9,399,869
Central School District	12,502,561	99,969	--	12,402,592
City of St. George	36,747,627	202,734	6,405,852	30,139,041
EBRP School District	224,336,484	1,793,957	--	222,542,527
Visit Baton Rouge	7,422,116	6,000	--	7,416,116
North Baton Rouge Economic Development District	241,525	6,000	--	235,525
Southern University Economic Development District	167,547	1,675	--	165,872
Harveston Economic Development District	19,645	9,551	--	10,094
	<u>\$326,151,553</u>	<u>\$2,477,414</u>	<u>\$6,405,852</u>	<u>\$317,268,287</u>

*Cooperative Endeavor Agreement between City of St. George and the City-Parish for services provided by the City-Parish

NOTE 20 – Tax Abatement

a. Restoration Tax Abatement Program:

The City of Baton Rouge - Parish of East Baton Rouge Metro-Council enters into ad valorem property tax abatement agreements on an individual basis as referred by the Louisiana Economic Development Restoration Tax Abatement Program. The abatements are permissible in accordance with the Louisiana Administrative Code, Title 13, Part I, Chapter 9:

General

A. Intent of Law. To encourage the expansion, restoration, improvement, and development of existing commercial structures and owner-occupied residences in downtown, historic, and economic development districts. To provide for the development and improvement of local communities, encourage the fullest use of underutilized resources, and enhancement of the tax base.

B. Program Description. The Restoration Tax Abatement Program provides to commercial property owners and homeowners who expand, restore, improve or develop an existing structure in a downtown development district, economic development district or historic district (the "project"), the right for five years after completion of the work, to pay ad valorem taxes based on the assessed valuation of the property for the year prior to the commencement of the project. The application is subject to approval by the local governing authority, the state Board of Commerce and Industry, and the governor. Assessment of the improvements, made by the project to the property, is deferred for five years by a contract entered into with the Board of Commerce and Industry. The contract may be eligible for renewal, subject to the same conditions, for an additional five years. The tax abatement is now available

**CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025**

EXHIBIT A-14
(Continued)

NOTE 20 – Tax Abatement (Continued)

a. Restoration Tax Abatement Program (Continued):

if property taxes have been paid on the improvements made by the project. If the property is sold, the contract may be transferred, subject to local government and board approval.

For the fiscal year ended December 31, 2025, ad valorem property taxes otherwise due to the City-Parish and its components totaling \$703,483 were abated.

More information is available at: <https://www.opportunitylouisiana.com/business-incentives/restoration-tax-abatement>

b. Tax Increment Financing Tax Abatements:

The City of Baton Rouge – Parish of East Baton Rouge Metro-Council considers tax abatement agreements on an individual basis. These abatements are permissible in accordance with Louisiana Revised Statutes Chapter 27 of Title 33. These abatements are provided through the use of Tax Increment Financing (TIF) whereby separate legal entities (districts) are formed for the purpose of governing the use of incremental tax revenue generated within the district. Tax abatements under this program currently include Sales and/or Occupancy tax where a portion of taxes collected by the district are rebated to the district. The goal of the TIF Tax Abatement program is to develop abandoned and/or underperforming properties for long term economic development.

For the fiscal year ended December 31, 2025, there were eight active TIF programs for a total of \$1,565,222.

c. Enterprise Zones

The City-Parish enters in to Enterprise Zone contracts as permitted by Louisiana Revised Statute 51:1787 and approved by the Louisiana Department of Economic Development Board of Commerce & Industry.

The Enterprise Zone, or EZ program is a jobs incentive program that provides tax credits to a new or existing business located in Louisiana creating permanent net new full-time jobs, and hiring at least 20% of those net new jobs from one of four targeted groups. The benefit provides:

- *Either a one-time \$3,500 or \$1,000 tax credit for each net new job created.*
- *A rebate of sales and use taxes paid on qualifying materials, machinery, furniture, and/or equipment purchased or a 1.5% refundable investment tax credit on the total capital investment, excluding tax exempted items. The rebate shall not exceed \$100,000 per net new job.*

The portion of rebates funded by the City-Parish is derived from 1.9% of the 2.0% City-Parish general sales tax. During the 2025 fiscal year no sales tax was abated as a result of this program.

d. Industrial Tax Exemption Program

The Louisiana Industrial Ad Valorem Tax Exemption Program (ITEP) is an original state incentive program which offers an attractive tax incentive for manufacturers within the state. With local approval, the program provides up to an 80% property tax abatement for an initial term of up to five years and the option to renew for up to five additional years at up to 80% property tax abatement on a manufacturer's qualifying capital investment related to the manufacturing process.

Businesses must be classified as a manufacturer or related to the manufacturing project in order to receive the benefits of the ITEP program. ITEP is only available for activities related to manufacturers.

This program is administered by Louisiana Economic Development. More information on this program can be found in the Louisiana Administrative Code Title 13, Part I, Chapter 5.

For the fiscal year ended December 31, 2025, approximately \$5,522,890 in Ad Valorem Property Taxes were abated as a result of this program.

More information is available at: <https://www.opportunitylouisiana.com/business-incentives/industrial-tax-exemption>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 21 – New Accounting Standards Not Yet Effective

The Governmental Accounting Standards Board (GASB) has issued the following statements which were not required to be implemented by City-Parish during the current fiscal year:

1. GASB Statement No. 103, *Financial Reporting Model Improvements*, establishes new accounting and financial reporting requirements – or modifies existing requirements – related to the following: (a) Management’s discussion and analysis (MD&A), (b) Unusual or infrequent items, (c) Presentation of the Proprietary fund statement of revenues, expenses, and changes in fund net position, (d) Information about major component units in basic financial statements, (e) Budgetary comparison information and (f) Financial trends information in the statistical section. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.
2. GASB Statement No. 104, *Disclosure of Certain Capital Assets*, establishes requirements for certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*. It also establishes requirements for capital assets held for sale, including additional disclosures for those capital assets. This statement is effective for fiscal years beginning after June 15, 2025.
3. GASB Statement No. 105, *Subsequent Events*, defines subsequent events as transactions of other events that occur after the date of the financial statements but before the date the financial statements are available to be issued. This Statement describes the date the financial statements are available to be issued as the date at which (1) the financial statements are complete in a form and format that complies with generally accepted accounting principles, and (2) approvals necessary for issuance have been obtained. That definition modifies the subsequent events time frame throughout the GASB literature. This Statement also requires the date through which subsequent events have been evaluated to be disclosed. This Statement clarifies the subsequent events that constitute recognized and nonrecognized events and establishes specific note disclosure requirements for nonrecognized events. This statement is effective for fiscal years beginning after June 15, 2026.

The City-Parish is currently evaluating potential changes to the financial statements as a result of the implementation of these statements.

NOTE 22 – Other Significant Events

- a. On June 8, 2025, the Governor of Louisiana signed into law Senate Bill 176, which authorized the creation of the Baton Rouge Regional Airport Authority as a legally independent entity. This legislation provides for the transfer of management and operational responsibilities of the Baton Rouge Metropolitan Airport from the City-Parish government to the newly formed authority, contingent upon the adoption of articles of incorporation by the Metropolitan Council and approval by the Federal Aviation Administration (FAA).

Upon satisfying these conditions the Airport Authority will assume full operational control, including responsibility for employment, budgeting, contracts, capital development, and regulatory compliance. The City-Parish will convey or lease all airport assets, associated revenues, and obligations to the Authority. While the enabling legislation is effective immediately, the transition to full operational independence is expected to occur over an extended implementation period. This period will involve coordination among local, state, and federal entities to ensure compliance with FAA requirements, continuity of services, and the orderly transfer of assets and obligations.

This legislative change represents a significant subsequent event that will materially affect the future governance, financial reporting structure, and operational oversight of the airport. As of the date of this report, the Authority’s operational commencement is anticipated to occur following FAA certification and the formal organizational actions by the Metropolitan Council. The transfer to and commencement of operations under the new Authority is expected to occur in October of 2026.

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

EXHIBIT A-14
(Continued)

NOTE 22 – Other Significant Events (Continued)

- b. In March of 2018, a petition was filed with the Louisiana Secretary of State for the incorporation of the City of St. George within the Parish of East Baton Rouge, Louisiana in accordance with LA. Revised Statutes, Title 33, Section 1, et seq.

The Parish's Registrar of Voters certified in February of 2019, that proponents had gathered enough petition signatures to bring the issue to a vote. An election was held on the incorporation for voters registered within the geographical boundaries of the proposed city on October 12, 2019, and the proposition was approved by a majority of the voters in that area. A legal action challenging the incorporation was filed on November 4, 2019.

In May of 2022, following a trial on the merits, a Judge pro tem for the 19th Judicial District Court denied the incorporation of the City of St. George citing that it is unreasonable in accordance with LA. Revised Statute 33:4(E)(2)(a). The incorporation organizers filed an appeal in July of 2022 to the Louisiana Court of Appeal for the First Circuit, who upheld the District Court decision. Shortly after that decision, an appeal was filed to the Louisiana Supreme Court.

In April of 2024, the Louisiana Supreme Court overturned two lower court rulings that prohibited the incorporation of the municipality of St. George, La., from the current boundaries of the consolidated City-Parish of East Baton Rouge (City-Parish) government. However, the effective date of the incorporation and the boundaries of the proposed City of St. George have not been determined by the court system. Based on the proposed boundaries for the City of St. George, excluding the areas incorporated into the City of Baton Rouge, the sales and use tax collections within that area are approximately \$50 million annually. These sales tax revenues have historically been accounted for in the City-Parish's general fund and are currently being collected and remitted to the City of St. George. The City-Parish is no longer required to provide certain services within the City of St. George, which has reduced the impact of lost operating revenue within the General Fund.

On December 7, 2024, the voters within the City of St. George authorized a 2% municipal sales and use tax effective April 1, 2025. The Metropolitan Council approved the intergovernmental agreement between the City-Parish and the City of St. George on April 23, 2025, that transferred a portion of the 2% Parish sales and use tax, effective July 2024, to the City of St. George and defined the services that the City-Parish would continue to perform until St. George assumed full responsibility. As of July 1, 2025, the City-Parish and St. George entered into a Traffic Signal Maintenance Agreement to provide services which St. George reimburses the City-Parish. There are still remaining issues that need to be addressed in future amendments that identify assets to be transferred, and payments for other liabilities including legacy costs for other post-employment benefits. The City of St. George has no court ordered incorporation date which may have fiscal implications that are unidentifiable at this time. In 2026, the sales and use tax collections will reflect a full year of transitioning from the revenue loss of St. George's incorporation.

NOTE 23 – Subsequent Events

- a. On June 27, 2026, voters of the Parish approved the renewal of the East Baton Rouge Parish Library System dedicated ad valorem tax. The proposition authorizes the continued levy of a 9.50 mill property tax for a ten-year period beginning with the 2026 tax year and continuing through 2035. Proceeds of the tax are dedicated to the maintenance and operation of the parish public library system and its branches, including improvements to library services, acquisition of land, and construction and renovation of library facilities.
- b. In August of 2026, the Metropolitan Council authorized the Mayor-President, on behalf of the Baton Rouge Police Department (BRPD), to enter into a long-term Operating Services Agreement with Axon Enterprises, Inc. for the continued provision and enhancement of public safety technology systems. The agreement includes cloud-based storage and management services for in-car and body-worn camera systems, conducted electrical weapon (Taser) services, a records management system, upgraded vehicle communication modems, and related implementation services. The agreement has a term of ten years beginning September 1, 2026, and expiring August 31, 2036, with total payments not to exceed approximately \$31.2 million over the life of the agreement. The first year of the agreement is estimated not to exceed \$1.9 million, with annual payments thereafter not to exceed approximately \$3.3 million, subject to annual appropriations by the Metropolitan Council. Funding for the first year is expected to be provided through the 2026 Police General Fund operating budget.

REQUIRED SUPPLEMENTARY INFORMATION

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT A - 15

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 33,219,630	\$ 34,719,630	\$ 35,780,874	\$ 1,061,244
Gross receipts business taxes	22,300,000	27,581,685	27,995,079	413,394
General sales and use taxes	206,269,250	211,694,048	210,867,726	(826,322)
Occupancy taxes	1,870,000	1,870,000	1,865,102	(4,898)
Occupational taxes	8,720,300	8,720,300	8,460,342	(259,958)
Insurance premiums taxes	4,015,000	4,015,000	4,776,245	761,245
Gaming admissions taxes	10,290,000	10,290,000	11,117,241	827,241
Interest and penalties - delinquent taxes	1,032,000	1,032,000	1,348,680	316,680
Total taxes	287,716,180	299,922,663	302,211,289	2,288,626
Licenses and permits:				
Use of streets:				
Public conveyances	280,000	280,000	391,981	111,981
Occupational and professional:				
Garbage collectors	50,000	50,000	66,600	16,600
Classified employees	150,000	150,000	186,960	36,960
Retail clerks	95,250	95,250	93,585	(1,665)
Entertainers	3,000	3,000	3,240	240
Liquor and beer	615,500	615,500	611,635	(3,865)
Restaurant	35,240	35,240	34,680	(560)
Construction permits:				
Air conditioning and heating	149,500	149,500	124,907	(24,593)
Electrical	292,500	292,500	283,970	(8,530)
Building	2,827,500	2,827,500	2,495,895	(331,605)
Plumbing and gas	214,500	214,500	254,628	40,128
Fence	100	100	--	(100)
SW wireless facility permits	26,000	26,000	39,775	13,775
Special events	18,000	18,000	19,440	1,440
Hotel/Motel permits	25,000	25,000	32,114	7,114
Alarm user	16,250	16,250	5,625	(10,625)
Animal control and rescue center licenses	680,000	655,000	641,462	(13,538)
Other permits	41,600	41,600	40,132	(1,468)
Total licenses and permits	5,519,940	5,494,940	5,326,629	(168,311)
Intergovernmental revenues:				
State grants:				
Public safety:				
Traffic signal maintenance	431,880	431,880	412,360	(19,520)
Department of Military Affairs	100,000	100,000	137,150	37,150

The notes to required supplementary information are an integral part of this schedule.

Continued

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT A - 15
(Continued)

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES (continued)				
Intergovernmental revenues (continued):				
State grants (continued):				
Public safety (continued):				
Louisiana Department of Public Safety	\$ --	\$ 31,893	\$ 188,736	\$ 156,843
Transportation:				
Street maintenance	518,970	518,970	551,091	32,121
Culture and recreation:				
Hotel/motel sales tax	1,034,470	1,034,470	1,043,758	9,288
State shared revenues:				
Beer taxes	300,000	300,000	290,076	(9,924)
Insurance company taxes	1,525,000	1,525,000	1,595,587	70,587
Louisiana revenue sharing	1,051,020	1,051,020	997,450	(53,570)
Mineral royalties	2,000	2,000	7,909	5,909
Severance taxes	310,000	310,000	213,023	(96,977)
On-behalf payments for salaries and benefits	9,485,070	9,899,950	9,772,102	(127,848)
Retiree drug subsidy	--	--	872,403	872,403
Total intergovernmental revenues	<u>14,758,410</u>	<u>15,205,183</u>	<u>16,081,645</u>	<u>876,462</u>
Charges for services:				
General government:				
City court civil fees	1,632,000	1,632,000	1,608,004	(23,996)
Judiciary court costs	350,000	350,000	285,311	(64,689)
City court school fees	77,000	77,000	67,283	(9,717)
City court bench warrant fees	350,000	350,000	330,038	(19,962)
City court miscellaneous fees	126,000	126,000	72,198	(53,802)
City court expungement	9,000	9,000	7,800	(1,200)
City court home incarceration monitoring	100	100	--	(100)
City court mortgage recordation fees	4,500	4,500	3,060	(1,440)
City court pre-trial administrative fee	45,000	45,000	37,061	(7,939)
City court electronic disposition extracting fee	108,000	108,000	12,000	(96,000)
City court public tag agent service fee	15,000	15,000	14,874	(126)
City constable civil fees	650,000	650,000	859,702	209,702
19th JDC Civil juror fees	--	--	4,408	4,408
City prosecutor bond posting fee	6,000	6,000	--	(6,000)
Central services support	10,008,020	10,008,020	9,978,729	(29,291)
Central services support - inventory	20,000	20,000	(3,484)	(23,484)
Central services support - auction facility	30,000	30,000	75,426	45,426
Sales tax collection charges	3,291,000	3,291,000	3,841,188	550,188
Occupancy tax collection charges	55,000	55,000	58,879	3,879
NSF check fees	500	500	2,157	1,657
Online permitting technology fees	150,000	150,000	115,605	(34,395)
Bench advertising	--	--	9,630	9,630
St. George Service Fee	--	5,388,224	7,190,068	1,801,844
Board of adjustment fees	2,000	2,000	2,360	360
Sale of construction codes and plans	1,000	1,000	100	(900)
Adult DWI pretrial fees	35,000	35,000	36,600	1,600
Pre-trial diversion fees	285,000	285,000	249,197	(35,803)
Pre-trial alcohol awareness	--	--	1,000	1,000

The notes to required supplementary information are an integral part of this schedule.

Continued

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT A - 15
(Continued)

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES (continued)				
Charges for services (continued):				
General government (continued):				
Notice of intent	\$ 60,000	\$ 60,000	\$ 62,736	\$ 2,736
Adjudicated property	110,000	110,000	112,420	2,420
Zoning fees	100,000	100,000	126,470	26,470
Planning assistance	100,000	100,000	66,240	(33,760)
Planning advertising fees	20,000	20,000	30,590	10,590
Miscellaneous	26,960	26,960	17,550	(9,410)
Public safety:				
Subdivision inspection, testing and plan review	40,000	40,000	20,985	(19,015)
Flood determination fees	23,100	23,100	14,160	(8,940)
Commercial and residential plan review	539,000	539,000	479,308	(59,692)
Sale of reports and photos	215,020	215,020	355,867	140,847
Sobriety test	10,000	10,000	10,370	370
False alarm fees	200,000	200,000	173,583	(26,417)
Reimbursements for overtime	600,000	600,000	734,531	134,531
Traffic safety fees	1,750,000	1,750,000	1,894,697	144,697
Code enforcement fees	230,000	230,000	437,087	207,087
Weed cutting charges	30,000	30,000	65,510	35,510
Prison medical charges	40,000	40,000	22,850	(17,150)
Coroners fees	390,000	358,920	363,887	4,967
Miscellaneous	26,000	26,000	16,920	(9,080)
Health and welfare:				
Animal control center enforcement income	55,000	55,000	61,529	6,529
Animal control services to governments	526,710	331,710	321,412	(10,298)
Culture and recreation:				
Summer programs:				
Jewel J. Newman Community Center	--	14,010	14,010	--
Riverfront docking fees	5,000	5,000	1,000	(4,000)
Conservation and development:				
Rent/utilities/donations:				
Leo S. Butler Community Center	19,000	19,000	27,105	8,105
Jewel J. Newman Community Center	27,690	31,150	39,491	8,341
Dr. Martin Luther King, Jr. Community Center	21,600	21,600	21,556	(44)
Chaneyville Community Center	--	3,760	8,350	4,590
Charles R. Kelly Community Center	9,000	40,000	39,927	(73)
Total charges for services	<u>22,424,200</u>	<u>27,638,574</u>	<u>30,399,335</u>	<u>2,760,761</u>
Fines and forfeits:				
City court criminal fines and forfeitures	45,000	45,000	40,545	(4,455)
City court forfeitures	20,000	20,000	7,427	(12,573)
City court traffic fines	540,000	540,000	481,972	(58,028)
Alcoholic Beverage Control Board fines	130,000	130,000	251,503	121,503
Total fines and forfeits	<u>735,000</u>	<u>735,000</u>	<u>781,447</u>	<u>46,447</u>
Investment earnings	<u>656,410</u>	<u>656,410</u>	<u>6,119,911</u>	<u>5,463,501</u>

The notes to required supplementary information are an integral part of this schedule.

Continued

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT A - 15
(Continued)

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES (continued)				
Miscellaneous revenues:				
Rentals	\$ 72,280	\$ 72,280	\$ 74,645	\$ 2,365
Oil, gas and mineral royalties	10,000	10,000	2,915	(7,085)
Subrogation recovery and restitution	3,000	3,000	19,578	16,578
Condemnations	200,000	200,000	202,662	2,662
Confiscated funds - police	120,000	150,287	150,287	--
Police - miscellaneous revenues	10,000	10,000	48,385	38,385
LCLE-CVR reimbursement	185,000	185,000	194,400	9,400
Juvenile detention reimbursement	50,000	50,000	224,519	174,519
Donations and contributions	--	5,000	5,000	--
Animal control and rescue center contributions	--	--	355	355
Other	11,000	42,320	113,965	71,645
Total miscellaneous revenues	661,280	727,887	1,036,711	308,824
Total revenues	332,471,420	350,380,657	361,956,967	11,576,310
EXPENDITURES				
Current:				
General government:				
Metropolitan council	1,866,249	2,779,806	2,468,567	311,239
Council administrator	2,032,411	2,459,719	2,343,524	116,195
Council budget office	224,074	241,344	199,721	41,623
Parish attorney	9,397,828	10,228,967	9,176,599	1,052,368
Public information office	629,542	689,542	573,524	116,018
Planning commission	1,662,715	1,503,715	1,446,868	56,847
City court - administration	11,385,603	11,125,603	9,339,521	1,786,082
City constable	3,926,785	3,622,170	3,413,783	208,387
Justice of peace and ward constables	69,610	69,610	63,056	6,554
E.B.R. Parish Clerk of Court	462,650	687,650	684,076	3,574
Sheriff - costs of court	126,350	126,350	110,432	15,918
Registrar of voters	754,676	814,676	582,375	232,301
Mayor - President	5,282,572	5,454,010	4,946,554	507,456
Finance	11,790,139	11,680,738	10,640,370	1,040,368
Collection of funds	3,581,180	3,563,130	3,611,717	(48,587)
Information services	7,903,314	7,988,405	7,525,373	463,032
Purchasing	1,887,621	1,789,224	1,782,913	6,311
Human resources	3,393,923	3,273,923	3,095,856	178,067
Risk management	5,781,720	7,179,006	5,248,657	1,930,349
Municipal fire and police civil service board	112,064	163,634	161,940	1,694
Public works - business operations and capital program	2,850,784	3,031,234	2,896,245	134,989
Public works - transportation and drainage	1,100,000	983,097	--	983,097
Public works - department of buildings and grounds	15,120,216	15,788,583	14,943,475	845,108
EBR parish office of public defender	--	275,000	275,000	--
Municipal associations	159,980	159,980	98,260	61,720
Total general government	91,502,006	95,679,116	85,628,406	10,050,710

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT A - 15
(Continued)

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (continued)				
Current (continued):				
Public safety:				
Fire protection districts	\$ 144,480	\$ 144,610	\$ 144,600	\$ 10
Sheriff - correctional institution	11,081,306	13,391,436	12,245,993	1,145,443
E.B.R. Parish Coroner	3,709,037	4,117,564	4,030,290	87,274
Police	100,608,775	101,939,749	101,085,237	854,512
Fire	58,360,991	63,920,022	63,080,531	839,491
Prison medical services	7,353,779	7,353,779	6,873,440	480,339
Juvenile services	5,969,988	5,755,370	5,206,910	548,460
Emergency preparedness	1,167,032	1,166,982	1,043,892	123,090
Public works - department of development	11,353,109	11,353,109	10,122,938	1,230,171
Total public safety	<u>199,748,497</u>	<u>209,142,621</u>	<u>203,833,831</u>	<u>5,308,790</u>
Transportation:				
Public works - department of transportation and drainage	17,684,892	17,731,442	14,624,213	3,107,229
Public works - department of maintenance	25,167,608	25,122,158	23,864,092	1,258,066
Public works - department of environmental services	5,794,259	5,894,259	4,350,452	1,543,807
Street maintenance	<u>331,510</u>	<u>331,510</u>	<u>331,510</u>	<u>--</u>
Total transportation	<u>48,978,269</u>	<u>49,079,369</u>	<u>43,170,267</u>	<u>5,909,102</u>
Health and welfare:				
Health unit	511	511	--	511
Animal control and rescue center	3,282,401	3,036,034	2,947,761	88,273
CJCC-Pre-Trial Release	--	25,000	25,000	--
Total health and welfare	<u>3,282,912</u>	<u>3,061,545</u>	<u>2,972,761</u>	<u>88,784</u>
Culture and recreation:				
Community Centers Summer Programs	--	131,510	119,255	12,255
United States Bowling Congress	<u>--</u>	<u>--</u>	<u>(125,000)</u>	<u>125,000</u>
Total culture and recreation	<u>--</u>	<u>131,510</u>	<u>(5,745)</u>	<u>137,255</u>
Conservation and development:				
Economic development program	1,308,286	1,187,286	544,667	642,619
Baton Rouge Film Commission	187,000	187,000	186,767	233
Office of Neighborhood Revitalization	450,000	413,000	212,833	200,167
Community centers	1,650,583	1,868,159	1,702,192	165,967
Human Development and Services	1,091,645	1,170,445	1,144,509	25,936
East Baton Rouge Redevelopment Authority	--	200,000	200,000	--

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT A - 15
(Continued)

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (continued)				
Current (continued):				
Conservation and development (continued):				
CAFC/Children's Coalition	\$ 200	\$ 200	\$ --	\$ 200
Total conservation and development	4,687,714	5,026,090	3,990,968	1,035,122
Capital outlay	--	26,367	26,367	--
Intergovernmental expenditures:				
Equivalent three mills on industrial area assessment	447,000	495,000	476,161	18,839
District Attorney of the Nineteenth Judicial District	8,269,410	9,545,210	9,519,975	25,235
Nineteenth Judicial District Court	9,011,856	9,678,049	9,670,983	7,066
E.B.R. Parish Family Court	1,613,600	1,648,600	1,613,881	34,719
E.B.R. Parish Juvenile Court	2,067,189	2,140,939	1,963,397	177,542
City of St. George	--	4,500,000	4,500,000	--
Total intergovernmental expenditures	21,409,055	28,007,798	27,744,397	263,401
Total expenditures	369,608,453	390,154,416	367,361,252	22,793,164
Excess (deficiency) of revenues over (under) expenditures	(37,137,033)	(39,773,759)	(5,404,285)	34,369,474
OTHER FINANCING SOURCES (USES)				
Transfers in:				
Emergency Medical Services Fund	90,000	1,095,108	1,095,108	--
Grants Fund	--	1,340,148	1,340,148	--
Total transfers in	90,000	2,435,256	2,435,256	--
Transfers out:				
Grants Fund	(722,000)	(851,534)	(850,075)	1,459
Capital Projects Fund	--	(2,017,408)	(2,017,408)	--
Downtown Development District	(125,790)	(125,790)	(125,790)	--
Civil Juror Compensation Fund	--	(71,117)	(71,117)	--
Brownsfield Fire Protection District	(14,340)	(14,340)	(14,340)	--
Chaneyville Fire Protection District	(31,650)	(31,650)	(31,650)	--
Pride Fire Protection District	(56,490)	(56,490)	(56,490)	--
Alsen-St. Irma Lee Fire Protection District	(21,630)	(21,630)	(21,630)	--
Taxable Refunding Bonds Fund	(4,481,830)	(4,481,830)	(4,481,823)	7
Solid Waste Collection and Disposal Fund	(77,350)	(77,350)	(34,907)	42,443
Baton Rouge River Center	(1,400,000)	(1,607,310)	(1,607,310)	--
Total transfers out	(6,931,080)	(9,356,449)	(9,312,540)	43,909
Proceeds of capital asset disposition	210,000	210,000	1,057,278	847,278
Total other financing sources and uses	(6,631,080)	(6,711,193)	(5,820,006)	891,187
Net change in fund balances	(43,768,113)	(46,484,952)	(11,224,291)	35,260,661
Fund balances, January 1	137,259,709	137,259,709	137,259,709	--
Fund balances, December 31	\$ 93,491,596	\$ 90,774,757	\$ 126,035,418	\$ 35,260,661

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
LIBRARY BOARD OF CONTROL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT A - 16

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 60,553,000	\$ 60,553,000	\$ 61,749,594	\$ 1,196,594
Charges for services:				
Library - copy machine	25,000	25,000	32,499	7,499
Fines and forfeits:				
Fines	20,000	20,000	17,582	(2,418)
Investment earnings	500,000	500,000	5,801,875	5,301,875
Miscellaneous revenues:				
Donations	500	500	3,442	2,942
Other income	20,000	20,000	28,138	8,138
Total miscellaneous revenues	20,500	20,500	31,580	11,080
Total revenues	61,118,500	61,118,500	67,633,130	6,514,630
EXPENDITURES				
Current:				
Culture and recreation:				
Operations	58,625,200	58,625,200	51,703,382	6,921,818
Capital outlay	1,492,725	1,492,725	631,377	861,348
Total expenditures	60,117,925	60,117,925	52,334,759	7,783,166
Excess (deficiency) of revenues over (under) expenditures	1,000,575	1,000,575	15,298,371	14,297,796
OTHER FINANCING SOURCES (USES)				
Transfers in:				
Grants Fund	--	25,118	25,118	--
Transfers out:				
Grants Fund	--	(1,002)	(1,002)	--
Capital Projects Fund	(9,512,900)	(9,512,900)	(9,512,900)	--
Total transfers out	(9,512,900)	(9,513,902)	(9,513,902)	--
Proceeds of capital asset disposition	--	--	10,305	10,305
Total other financing sources and uses	(9,512,900)	(9,488,784)	(9,478,479)	10,305
Net change in fund balances	(8,512,325)	(8,488,209)	5,819,892	14,308,101
Fund balances, January 1	121,273,073	121,273,073	121,273,073	--
Fund balances, December 31	\$ 112,760,748	\$ 112,784,864	\$ 127,092,965	\$ 14,308,101

The notes to required supplementary information are an integral part of this schedule.

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GRANTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT A - 17

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental revenues:				
Federal grants:				
Department of Justice	\$ 3,181,040	\$ 2,874,849	\$ 660,335	\$ (2,214,514)
Department of Health and Human Services	22,028,455	22,151,833	17,653,798	(4,498,035)
Department of Housing and Urban Development	33,906,957	30,751,243	9,048,371	(21,702,872)
Environmental Protection Agency	461,058	461,058	136,812	(324,246)
Department of Treasury	53,806,608	53,806,608	22,782,058	(31,024,550)
State grants:				
Department of Health and Hospitals	163,144	163,144	1,122	(162,022)
Highway Safety Commission	2,246,377	2,237,492	950,452	(1,287,040)
Commission on Law Enforcement	239,321	238,615	52,042	(186,573)
Governor's Office of Homeland Security and Emergency Preparedness	67,480,959	67,104,125	11,859,649	(55,244,476)
Department of Public Safety and Corrections	(348,854)	(348,854)	120,267	469,121
Louisiana State Supreme Court	264,202	260,803	154,893	(105,910)
Louisiana Housing Corporation	8,279,190	8,523,197	4,506,628	(4,016,569)
Louisiana Recovery Authority	2,222,619	--	--	--
Department of Culture, Recreation and Tourism	46,410	45,860	43,385	(2,475)
Louisiana Department of Treasury	2,428,377	2,428,377	1,306,549	(1,121,828)
Louisiana Workforce Commission	9,580,046	9,586,505	5,397,762	(4,188,743)
Louisiana Department of Education	1,231,609	946,532	545,135	(401,397)
Louisiana Department of Economic Development	3,500,000	3,500,000	2,998,856	(501,144)
Louisiana Division of Administration Office of Community Development Disaster Recovery Unit	39,930,755	39,643,391	3,083,794	(36,559,597)
Other grants:				
Entergy	319,479	319,479	35,252	(284,227)
East Baton Rouge Parish Sheriff	244,941	242,320	69,583	(172,737)
Jefferson Parish Sheriff	163,140	163,140	77,465	(85,675)
National League of Cities	4,261	4,261	--	(4,261)
Internet Archives	2,278	2,278	590	(1,688)
Baton Rouge Area Foundation	10,387	10,387	--	(10,387)
AKC Reunite	7,500	7,500	7,500	--
National Association of VOCA Assistance Administrators	4,740	3,645	3,645	--
Capital Area United Way	19,363	11,845	(3,115)	(14,960)
Visit Baton Rouge	100,000	100,000	--	(100,000)
Capital One	1	1	1	--
Walmart	227	227	--	(227)
American Health Association	2,500	2,500	--	(2,500)
Total intergovernmental revenues	<u>251,527,090</u>	<u>245,242,361</u>	<u>81,492,829</u>	<u>(163,749,532)</u>
Investment earnings	<u>(10,891,329)</u>	<u>(2,473,580)</u>	<u>1,779,559</u>	<u>4,253,139</u>
Miscellaneous revenues:				
Sobriety Court fees	(24,918)	(15,969)	23,330	39,299
Program income (Housing and Urban Development)	1,212,808	1,246,766	464,881	(781,885)
Headstart - in kind contributions	8,597,277	7,246,011	1,731,003	(5,515,008)
Other	1,423,871	1,415,114	318,213	(1,096,901)
Total miscellaneous revenues	<u>11,209,038</u>	<u>9,891,922</u>	<u>2,537,427</u>	<u>(7,354,495)</u>
Total revenues	<u>251,844,799</u>	<u>252,660,703</u>	<u>85,809,815</u>	<u>(166,850,888)</u>

The notes to required supplementary information are an integral part of this schedule.

Continued

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GRANTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT A - 17
(Continued)

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES				
Current:				
General government:				
Hands On Our Children	\$ 1,814	\$ 1,814	\$ 1,814	\$ --
Mayor's Healthy City Initiative	100,000	100,000	--	100,000
Safe Hopeful Healthy Baton Rouge	850,000	850,000	850,000	--
Juvenile Services State Appropriations	420,000	420,000	296,412	123,588
United States Bowling Congress	3,375,000	3,487,001	2,985,857	501,144
National League of Cities	4,261	4,261	--	4,261
Community Development State Appropriations	579,900	1,025,000	328,868	696,132
Total general government	5,330,975	5,888,076	4,462,951	1,425,125
Public safety:				
FEMA - Flood August 2016	9,434,146	9,434,146	--	9,434,146
FEMA - Hurricane Barry	285,886	285,886	432	285,454
FEMA - Hurricane Laura	66,439	66,439	--	66,439
FEMA - Hurricane Delta	132,432	132,432	--	132,432
FEMA - Hurricane Ida	4,157,052	4,157,052	--	4,157,052
FEMA - Hurricane Francine	282,763	282,763	246,904	35,859
FEMA - Winter Storm	77,191	77,191	--	77,191
FEMA - Excessive Rain Event	75,255	75,255	21,085	54,170
FEMA - COVID-19	721,186	95,306	94,424	882
FEMA - COVID-19 Vaccination Site	487,441	--	--	--
FEMA - COVID-19 PSA Campaign	63,885	--	--	--
American Rescue Plan	43,392,517	43,392,517	43,308,375	84,142
Reduce Underage Drinking	228,024	223,017	127,154	95,863
Baton Rouge City Court DWI Court	209,047	231,396	97,537	133,859
Drug Abuse Resistance Education	87,468	86,898	52,042	34,856
Community Based Violence Intervention and Prevention	1,940,602	1,940,602	850,599	1,090,003
Police Department Year-Round Overtime Grant:				
Occupant Protection and Speeding	732,009	727,157	315,583	411,574
DWI and Juvenile Underage Drinking Enforcement	1,110,786	1,117,036	471,605	645,431
Edward Byrne Memorial Justice Assistance Grant	930,042	621,370	368,987	252,383
Project Safe Neighborhoods	368,089	368,089	--	368,089
IBM Wildfire Consulting Services	10,387	10,387	--	10,387
High Intensity Drug Trafficking Areas Program	163,140	163,140	77,465	85,675
Louisiana Enforcement Mental Health and Wellness Act	108,000	108,000	89,408	18,592
AKC Reunite	12,000	12,000	12,000	--
National Crime Victims Rights	4,740	3,645	3,645	--
Provider Relief Fund	222,850	--	--	--
Title IV-E Reimbursements	123,484	123,484	32,774	90,710
Families in Need of Services	261,065	195,348	115,022	80,326
State Homeland Security Program	62,554	120,310	21,148	99,162
Hazard Mitigation Planning Grants	1,353,443	1,336,243	475,841	860,402
Flood Mitigation Assistance Grant	8,532,711	7,120,511	2,665,745	4,454,766
Emergency Preparedness Entergy Grant	319,479	319,479	35,252	284,227
Louisiana Watershed Initiative	484,600	519,600	237,000	282,600
Non-grant funds:				
American Rescue Local Funds	--	6,838,169	5,611,316	1,226,853
Total public safety	76,440,713	80,184,868	55,331,343	24,853,525

The notes to required supplementary information are an integral part of this schedule.

Continued

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GRANTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT A - 17
(Continued)

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (continued)				
Health and welfare:				
American Heart Association	\$ 2,500	\$ 2,500	\$ 2,315	\$ 185
Cities Readiness Initiative	135,644	136,029	1,122	134,907
Low Income Housing Energy Assistance Program	8,279,190	8,523,197	4,506,628	4,016,569
Federal Emergency Management Agency				
Emergency Shelter	4,403	885	885	--
Non-grant funds:				
Temporary Assistance to Needy Families	61,315	61,315	--	61,315
Total health and welfare	<u>8,483,052</u>	<u>8,723,926</u>	<u>4,510,950</u>	<u>4,212,976</u>
Culture and recreation:				
Community Webs	2,278	2,278	590	1,688
Riverfront Enhancement & Visitor Amenities	25,000	25,000	20,050	4,950
Interstate Speciality Lighting	100,000	100,000	--	100,000
Baton Rouge Spanish Town Historic	60,775	33,360	33,360	--
Total culture and recreation	<u>188,053</u>	<u>160,638</u>	<u>54,000</u>	<u>106,638</u>
Conservation and development:				
TeenWorkPrepBR Grant	4,460	4,460	--	4,460
Community Centers Community Outreach	227	227	--	227
Brownsfield Technical Assistance	461,057	461,057	456,487	4,570
Louisiana Recovery Act	1,953,487	9,072	9,072	--
Headstart	16,864,114	12,400,560	11,504,710	895,850
Ryan White HIV/AIDS Treatment Grant	1,742,588	5,458,237	4,889,234	569,003
Headstart Food Program	1,231,609	946,532	548,160	398,372
Community Services Block Grant	2,576,243	2,582,702	1,622,278	960,424
Capital Area United Way - VITA Grant	10,500	6,500	(4,000)	10,500
Ryan White Ending the Epidemic	2,789,766	3,948,163	3,228,408	719,755
Workforce Investment Act:				
Adult Program	2,176,367	2,576,367	1,210,059	1,366,308
Youth Program	2,479,317	2,479,317	1,590,506	888,811
Dislocated Workers Program	2,348,119	1,948,119	984,579	963,540
Capital One Impact Initiative	2	2	1	1
Emergency Solutions Grant	809,862	780,058	220,722	559,336
Community Development Block Grant	11,124,325	11,124,325	6,443,396	4,680,929
Community Development Block Grant				
Disaster Recovery Funds	7,585,693	7,585,693	957,311	6,628,382
HOME Investment Partnerships Program	13,613,124	13,613,124	4,250,216	9,362,908
Housing Opportunities for Persons with AIDS	6,453,444	6,303,430	3,860,428	2,443,002
HUD Lead	4,475,896	1,500,000	247,346	1,252,654
Emergency Rental Assistance Program	7,361,311	7,361,311	7,082,825	278,486
Non-grant funds:				
Headstart programs	3,744,346	2,393,079	1,731,003	662,076
Rental rehabilitation local funds	224,623	258,581	75,798	182,783
Office of Community Development local funds	1,679,962	1,680,304	1,799,316	(119,012)
Total conservation and development	<u>91,710,442</u>	<u>85,421,220</u>	<u>52,707,855</u>	<u>32,713,365</u>
Capital outlay	<u>84,956,729</u>	<u>86,559,469</u>	<u>14,243,205</u>	<u>72,316,264</u>
Total expenditures	<u>267,109,964</u>	<u>266,938,197</u>	<u>131,310,304</u>	<u>135,627,893</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(15,265,165)</u>	<u>(14,277,494)</u>	<u>(45,500,489)</u>	<u>(31,222,995)</u>

The notes to required supplementary information are an integral part of this schedule.

Continued

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GRANTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT A - 17
(Continued)

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
OTHER FINANCING SOURCES (USES)	Original	Final		
Transfers in:				
General Fund	\$ 804,900	\$ 850,075	\$ 850,075	\$ --
Library Board of Control Fund	--	1,002	1,002	--
Comprehensive Sewerage System	--	68	68	--
Solid Waste Collection and Disposal	--	88	88	--
Total transfers in	<u>804,900</u>	<u>851,233</u>	<u>851,233</u>	<u>--</u>
Transfers out:				
General Fund	(125,000)	(1,340,148)	(1,340,148)	--
Library Board of Control Fund	--	(25,118)	(25,118)	--
Mosquito Abatement and Rodent Control Fund	--	(327)	(327)	--
Gaming Enforcement Division	--	(2,085)	(2,085)	--
Emergency Medical Services Fund	--	(76,652)	(76,652)	--
City Constable Court Costs Fund	--	(4,868)	(4,868)	--
B.R. Fire Department Pay Enhancement Fund	--	(15,441)	(15,441)	--
Brownsfield Fire Protection District	--	(128)	(128)	--
Solid Waste Collection and Disposal Fund	--	(48)	(48)	--
Greater Baton Rouge Airport District	--	(49,683)	(49,683)	--
Total transfers out	<u>(125,000)</u>	<u>(1,514,498)</u>	<u>(1,514,498)</u>	<u>--</u>
Proceeds of capital asset disposition	--	881	1,140	259
Total other financing sources and uses	<u>679,900</u>	<u>(662,384)</u>	<u>(662,125)</u>	<u>259</u>
Net change in fund balances	(14,585,265)	(14,939,878)	(46,162,614)	(31,222,736)
Fund balances, January 1	<u>19,172,357</u>	<u>19,172,357</u>	<u>19,172,357</u>	<u>--</u>
Fund balances, December 31	<u>\$ 4,587,092</u>	<u>\$ 4,232,479</u>	<u>\$ (26,990,257)</u>	<u>\$ (31,222,736)</u>

The notes to required supplementary information are an integral part of this schedule.

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
BUDGETARY REPORTING
FOR THE YEAR ENDED DECEMBER 31, 2025**

EXHIBIT A-18

- A.** Excess of expenditures and encumbrances over appropriations in individual major funds or departments within the funds occurred as follows:

	Final Budget	Actual Amounts (Budgetary Basis)	Variance With Final Budget Positive (Negative)
General Fund:			
General government:			
Collection of funds	\$3,563,130	\$3,611,708	\$ (48,578)
Grants:			
Conservation and development:			
Non-grant funds:			
Office of Community Development local funds	1,680,304	1,799,316	(119,012)

Property tax and traffic safety fee revenues exceeded projections, resulting in higher collection fees paid to the contractor. This increase led to expenditures and encumbrances exceeding the approved appropriations.

The negative variance in Office of Community Development local funds is attributable to outstanding encumbrances that require closure, reduction, or reallocation to other funding sources with sufficient budget and will be addressed in 2026.

- B.** Budgetary comparisons presented in this report are on the budgetary basis.

Actual budgetary basis Grants Fund revenues and expenditures were less than final budget amounts by \$66.9 million and \$135.6 million, respectively. The variance results from grants being recorded based on the amount of the total award. The budget column includes grant balances carried forward from prior years for multi-year grant programs. Since the entire grant budget is rarely spent in one year, budgeted amounts often exceed expenditures.

As discussed in the Notes to the Financial Statements (Note 1d), certain adjustments are necessary to compare actual data on a GAAP versus budget basis. Adjustments reconciling the excess (deficit) of revenues and other financing sources over (under) expenditures and other uses at year end on the GAAP basis to the budgetary basis are as follows:

	General Fund	Library Board of Control	Grants Fund
Net change in fund balances (Budget Basis)	\$(11,224,291)	\$5,819,892	\$(46,162,614)
Adjustments:			
To adjust for encumbrances	<u>3,632,492</u>	<u>1,853,364</u>	<u>43,965,422</u>
Net change in fund balances (GAAP Basis)	<u>\$ (7,591,799)</u>	<u>\$7,673,256</u>	<u>\$ (2,197,192)</u>

The budgetary basis accounts for encumbrances as expenditures in the year in which the funds are encumbered. However, on the GAAP basis, expenditures for encumbered funds are recognized when the obligation is incurred. Therefore, a timing difference exists between budgetary practices and GAAP.

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY
AND RELATED RATIOS

	2025		2024	
	Primary Government*	Component Units	Primary Government*	Component Units
Total OPEB liability:				
Service cost	\$ 23,634,352	\$ 1,276,949	\$ 20,068,703	\$ 976,380
Interest	36,061,334	1,948,372	37,473,048	1,738,568
Plan Changes	--	--	--	--
Differences between expected and actual experience	32,228,607	1,534,871	(1,248,957)	113,418
Changes in other assumptions	(63,547,686)	(3,373,495)	75,002,259	3,843,660
Changes in proportion	(5,882,991)	6,029,143	(1,226,074)	988,978
Benefit payments	(28,828,311)	(1,557,577)	(31,492,533)	(1,533,788)
Net change in total OPEB liability	(6,334,695)	5,858,263	98,576,446	6,127,216
Total OPEB liability - beginning	1,102,865,295	54,135,547	1,004,288,849	48,008,331
Total OPEB liability - ending	\$ 1,096,530,600	\$ 59,993,810	\$ 1,102,865,295	\$ 54,135,547
 Covered-employee payroll	 \$ 165,881,933	 \$ 11,563,751	 \$ 163,404,343	 \$ 11,997,532
 Total OPEB liability as a percentage of covered-employee payroll	 661.03%	 518.81%	 674.93%	 451.22%

* Includes amount for Pension Trust Funds (Blended Component Unit)

** Includes adjustment to Beginning OPEB liability to correct for certain matters with the prior valuation

Notes to Schedule:

Amounts are determined as of the measurement date of December 31 of the previous fiscal year.

There are no assets accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement 75.

Information on any changes of actuarial assumptions, benefit terms, experience, and plan size or composition which significantly affect trends in the amounts reported are provided as follows:

Changes of assumptions: The discount rate increased from 3.26% to 4.08%; assumed Per Capita Health Benefit Costs and Assumed Health Benefit Cost and Retiree Contribution Trends have been updated to reflect recent experience and its effects on short-term expectations.

Changes of assumptions: The discount rate decreased from 3.72% to 3.26%.

This schedule is intended to report information for 10 years. Additional years will be displayed as they become available.

2023		2022		2021**	
Primary Government*	Component Units	Primary Government*	Component Units	Primary Government*	Component Units
\$ 36,417,149	\$ 1,739,964	\$ 35,285,636	\$ 1,401,479	\$ 40,761,956	\$ 1,565,277
27,937,617	1,334,827	28,073,519	1,115,033	39,934,339	1,533,729
--	--	--	--	--	--
(22,367,998)	(1,068,714)	(6,728,892)	(269,720)	104,128,685	3,961,835
(342,156,450)	(16,347,794)	13,488,854	535,752	(284,538,716)	(10,921,389)
(10,366,498)	10,262,552	(1,693,657)	1,671,105	6,271,566	(6,327,246)
(30,570,920)	(1,437,554)	(27,222,094)	(992,270)	(25,552,588)	(982,585)
(341,107,100)	(5,516,719)	41,203,366	3,461,379	(118,994,758)	(11,170,379)
1,345,395,949	53,525,050	1,304,192,583	50,063,671	1,423,187,341	61,234,050
<u>\$ 1,004,288,849</u>	<u>\$ 48,008,331</u>	<u>\$ 1,345,395,949</u>	<u>\$ 53,525,050</u>	<u>\$ 1,304,192,583</u>	<u>\$ 50,063,671</u>
\$ 159,307,957	\$ 10,239,802	\$ 158,224,226	\$ 9,185,637	\$ 161,365,976	\$ 9,695,163
630.41%	468.84%	850.31%	582.70%	808.22%	516.38%

Changes of assumptions: The discount rate increased from 2.06% to 3.72%; assumed Per Capita Health Benefit Costs and Assumed Health Benefit Cost and Retiree Contribution Trends have been updated to reflect recent experience and its effects on short-term expectations; plan enrollment elections have been updated to reflect recent plan experience; assumed compensation for members with missing compensation has been updated.

Changes of assumptions: The discount rate decreased from 2.12% to 2.06%.

Changes of assumptions: The discount rate decreased from 2.74% to 2.12%; assumed expenses assumed Per Capita Health Benefit Costs and assumed Health Benefit Cost and Retiree Contribution Trends have been updated to reflect recent experience and its effects on short-term expectations.

Continued

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY
AND RELATED RATIOS

EXHIBIT A - 19
(Continued)

	2020		2019	
	Primary Government*	Component Units	Primary Government*	Component Units
Total OPEB liability:				
Service cost	\$ 26,493,996	\$ 1,170,065	\$ 21,391,868	\$ 931,547
Interest	40,701,399	1,797,518	33,163,529	1,444,172
Plan Changes	--	--	41,428,610	1,804,083
Differences between expected and actual experience	--	--	39,802,191	1,733,258
Changes in other assumptions	116,590,622	5,149,037	(112,452,548)	(4,896,948)
Changes in proportion	(578,627)	578,627	11,033,818	(11,033,818)
Benefit payments	(27,178,963)	(1,200,172)	(24,787,978)	(1,079,202)
Net change in total OPEB liability	156,028,427	7,495,075	9,579,490	(11,096,908)
Total OPEB liability - beginning	980,252,974	42,687,111	970,673,484	53,784,019
Total OPEB liability - ending	\$ 1,136,281,401	\$ 50,182,186	\$ 980,252,974	\$ 42,687,111
 Covered-employee payroll	 \$ 162,191,738	 \$ 9,711,293	 \$ 164,126,247	 \$ 8,914,061
 Total OPEB liability as a percentage of covered-employee payroll	 700.58%	 516.74%	 597.26%	 478.87%

* Includes amount for Pension Trust Funds (Blended Component Unit)

** Includes adjustment to Beginning OPEB liability to correct for certain matters with the prior valuation

Notes to Schedule:

Amounts are determined as of the measurement date of December 31 of the previous fiscal year.

There are no assets accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement 75.

Information on any changes of actuarial assumptions, benefit terms, experience, and plan size or composition which significantly affect trends in the amounts reported are provided as follows:

Changes of assumptions: The discount rate
decreased from 4.10% to 2.74%.

Changes of assumptions: The discount rate
increased from 3.44% to 4.10%.

This schedule is intended to report information for 10 years. Additional years will be displayed as they become available.



REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF COST SHARING PLAN PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY

EXHIBIT A - 20

	Proportion of net pension liability (asset)	Proportionate share of net pension liability (asset)	Covered payroll	Proportionate share of the net pension liability as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
<u>CPERS (1)</u>					
2025	81.43%	\$ 662,995,480	\$ 131,493,700	504.20%	61.44%
2024	82.10%	621,645,326	126,676,305	490.74%	62.46%
2023	82.00%	621,825,341	120,007,735	518.15%	61.66%
2022	82.11%	422,207,062	119,677,186	352.79%	73.35%
2021	81.98%	479,086,193	118,913,870	402.89%	68.78%
2020	82.80%	521,058,581	117,160,345	444.74%	65.47%
2019	84.33%	611,142,064	116,678,973	523.78%	59.36%
2018	84.11%	450,343,140	115,687,619	389.28%	68.80%
2017	84.62%	502,832,286	119,349,389	421.31%	64.09%
2016	85.31%	492,062,840	121,186,985	406.04%	63.95%
<u>MPERS (2)</u>					
2025	12.43%	\$ 85,857,983	\$ 46,607,524	184.21%	81.94%
2024	13.36%	121,032,643	47,118,393	256.87%	75.84%
2023	13.55%	143,173,620	45,091,444	317.52%	71.30%
2022	13.15%	134,365,768	40,231,628	333.98%	70.80%
2021	12.89%	68,710,274	39,140,196	175.55%	84.09%
2020	13.71%	126,746,504	42,332,692	299.41%	70.94%
2019	13.33%	121,081,028	41,601,220	291.05%	71.01%
2018	14.88%	125,757,667	43,935,267	286.23%	71.89%
2017	15.55%	135,798,265	46,453,714	292.33%	70.08%
2016	14.85%	139,224,992	41,640,652	334.35%	70.73%
<u>LASERS (2)</u>					
2025	0.02%	\$ 859,538	\$ 622,010	138.19%	79.26%
2024	0.03%	1,486,659	592,845	250.77%	74.59%
2023	0.03%	1,810,456	573,012	315.95%	68.42%
2022	0.03%	2,183,097	500,124	436.51%	63.65%
2021	0.02%	1,230,445	465,237	264.48%	72.78%
2020	0.02%	1,815,971	468,895	387.29%	58.00%
2019	0.03%	1,976,969	520,581	379.76%	62.90%
2018	0.03%	1,914,143	476,624	401.60%	64.30%
2017	0.02%	1,636,340	459,417	356.18%	62.54%
2016	0.02%	1,786,318	292,379	610.96%	57.73%

(1) Amounts determined as of the measurement date of December 31 of the previous fiscal year.

(2) Amounts determined as of the measurement date of June 30 in the current fiscal year.

**REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF COST SHARING PLAN CONTRIBUTIONS**

EXHIBIT A - 21

	Actuarially determined contribution	Contributions in relation to the actuarially determined Contribution	Contribution deficiency/ (excess)	Covered payroll	Contributions as a percentage of covered payroll
<u>CPERS</u>					
2025	\$ 54,187,851	\$ 54,187,851	\$ --	\$ 139,297,455	38.90%
2024	51,371,482	51,371,482	--	131,493,700	39.07%
2023	46,390,234	46,390,234	--	126,676,305	36.62%
2022	44,082,844	44,082,844	--	120,007,735	36.73%
2021	43,611,428	43,611,428	--	119,677,186	36.44%
2020	42,486,083	42,486,083	--	118,913,870	35.73%
2019	38,810,375	38,810,375	--	117,160,345	33.13%
2018	39,160,468	39,160,468	--	116,678,973	33.56%
2017	35,505,618	35,505,618	--	115,687,619	30.69%
2016	34,906,833	34,906,833	--	119,349,389	29.25%
<u>MPERS</u>					
2025	\$ 15,603,638	\$ 15,603,638	\$ --	\$ 44,928,621	34.73%
2024	16,872,323	16,872,323	--	48,005,259	35.15%
2023	15,683,933	15,683,933	--	46,270,118	33.90%
2022	13,235,980	13,235,980	--	42,973,683	30.80%
2021	12,616,510	12,616,510	--	38,708,877	32.59%
2020	13,748,026	13,748,026	--	41,528,740	33.10%
2019	13,650,338	13,650,338	--	41,928,626	32.56%
2018	13,702,767	13,702,767	--	43,340,928	31.62%
2017	13,609,676	13,609,676	--	43,600,843	31.21%
2016	13,503,584	13,503,584	--	43,765,133	30.85%
<u>LASERS</u>					
2025	\$ 201,889	\$ 201,889	\$ --	\$ 538,712	37.48%
2024	274,390	274,390	--	652,885	42.03%
2023	261,390	261,390	--	582,532	44.87%
2022	246,657	246,657	--	563,014	43.81%
2021	192,456	192,456	--	450,166	42.75%
2020	191,805	191,805	--	451,525	42.48%
2019	210,990	210,990	--	517,127	40.80%
2018	205,027	205,027	--	519,020	39.50%
2017	116,639	116,639	--	447,572	26.06%
2016	156,293	156,293	--	405,234	38.57%

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
AND RELATED RATIOS

POLICE GUARANTEE TRUST

	2025	2024	2023	2022
Total pension liability:				
Service cost	\$ 47,023	\$ 121,967	\$ 251,074	\$ 251,074
Interest	2,740,760	2,718,813	2,545,957	2,300,768
Differences between expected and actual experience	(311,810)	1,003,010	3,681,455	4,947,095
Changes in other assumptions	400,712	--	--	--
Benefit payments, including refunds of member contributions	(3,661,828)	(3,220,473)	(3,574,242)	(2,823,307)
Net change in total pension liability	(785,143)	623,317	2,904,244	4,675,630
Total pension liability - beginning	49,470,231	48,846,914	45,942,670	41,267,040
Total pension liability - ending	48,685,088	49,470,231	48,846,914	45,942,670
Plan fiduciary net position				
Contributions - employer	5,088,346	5,557,734	5,492,651	3,724,484
Contributions - member	3,823	15,796	28,715	36,637
Net investment income	1,826,621	2,495,540	(2,408,193)	1,358,449
Benefit payments, including refunds of member contributions	(3,661,828)	(3,220,473)	(3,574,242)	(2,823,307)
Administrative expenses	(365,144)	(326,128)	(375,477)	(287,421)
Net change in plan fiduciary net position	2,891,818	4,522,469	(836,546)	2,008,842
Plan fiduciary net position - beginning	20,771,282	16,248,813	17,085,359	15,076,517
Beginning of the Year Adjustment	--	--	--	--
Plan fiduciary net position - ending	23,663,100	20,771,282	16,248,813	17,085,359
Net pension liability - ending	\$ 25,021,988	\$ 28,698,949	\$ 32,598,101	\$ 28,857,311
 Plan fiduciary net position as a percentage of the total pension liability	 48.60%	 41.99%	 33.26%	 37.19%
 Covered payroll	 \$ 1,018,537	 \$ 2,520,843	 \$ 4,151,000	 \$ 5,481,778
 Net pension liability as a percentage of covered payroll	 2456.66%	 1138.47%	 785.31%	 526.42%

Notes to Schedule:

Amounts are determined as of the measurement date of December 31 of the previous fiscal year.

2024 - Updated the Administrative Expenses assumption from the average of actual expenses incurred in the prior two fiscal years to an average of actual expenses incurred in the prior year and the budgeted expenses for the next fiscal year.

2020 - The assumed investment rate of return was lowered from 7.25% to 5.75%, net of investment related expenses. Liability is now amortized as a level dollar over a 4-year open period, lowered from a 15-year open period.

2019 - Valuation method changed to uniformly spread actuarial investment gains and losses over a 5-year period.

2018 - The Actuarial Cost Method changed from Aggregate to Entry Age Normal, with changes to liability amortized as a level dollar over a 15-year open period.

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 317,445	\$ 380,505	\$ 459,750	\$ 467,379	\$ 477,571	\$ 454,961
1,798,486	2,078,790	2,098,336	2,281,368	2,423,493	2,338,200
(2,217,162)	177,405	2,147,899	163,883	2,243,050	1,721,888
(382,169)	27,828	151,797	287,842	555,501	(979,283)
<u>(2,957,973)</u>	<u>(2,312,226)</u>	<u>(2,371,530)</u>	<u>(2,340,178)</u>	<u>(2,651,397)</u>	<u>(1,853,004)</u>
(3,441,373)	352,302	2,486,252	860,294	3,048,218	1,682,762
<u>44,708,413</u>	<u>44,356,111</u>	<u>41,869,859</u>	<u>41,009,565</u>	<u>37,961,347</u>	<u>36,278,585</u>
<u>41,267,040</u>	<u>44,708,413</u>	<u>44,356,111</u>	<u>41,869,859</u>	<u>41,009,565</u>	<u>37,961,347</u>
3,205,654	1,167,213	778,113	641,699	581,007	951,261
33,241	52,178	54,100	70,460	63,856	99,365
937,018	1,788,104	(849,966)	1,727,482	974,589	(403,640)
(2,957,973)	(2,312,226)	(2,371,530)	(2,340,178)	(2,651,397)	(1,853,004)
<u>(299,516)</u>	<u>(276,209)</u>	<u>(282,942)</u>	<u>(275,799)</u>	<u>(269,510)</u>	<u>(313,560)</u>
918,424	419,060	(2,672,225)	(176,336)	(1,301,455)	(1,519,578)
14,161,288	14,415,588	17,087,813	17,264,149	18,565,604	20,085,182
<u>(3,195)</u>	<u>(673,360)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>15,076,517</u>	<u>14,161,288</u>	<u>14,415,588</u>	<u>17,087,813</u>	<u>17,264,149</u>	<u>18,565,604</u>
<u>\$ 26,190,523</u>	<u>\$ 30,547,125</u>	<u>\$ 29,940,523</u>	<u>\$ 24,782,046</u>	<u>\$ 23,745,416</u>	<u>\$ 19,395,743</u>
36.53%	31.67%	32.50%	40.81%	42.10%	48.91%
\$ 7,584,899	\$ 8,860,834	\$ 10,581,519	\$ 12,773,613	\$ 13,708,300	\$ 14,928,102
345.30%	344.74%	282.95%	194.01%	173.22%	129.93%

**REQUIRED SUPPLEMENTARY INFORMATION
CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF SINGLE EMPLOYER PLAN CONTRIBUTIONS**

POLICE GUARANTEE TRUST

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Actuarially determined contribution	\$ 8,510,926	\$ 9,290,145	\$ 8,970,637	\$ 8,873,645
Contributions in relation to the actuarially determined contribution	<u>5,050,192</u>	<u>5,088,586</u>	<u>5,557,734</u>	<u>5,492,263</u>
Contribution deficiency/(excess)	<u>\$ 3,460,734</u>	<u>\$ 4,201,559</u>	<u>\$ 3,412,903</u>	<u>\$ 3,381,382</u>
Covered payroll	\$ 556,340	\$ 1,018,537	\$ 2,520,843	\$ 4,151,000
Contributions as a percentage of covered payroll	907.75%	499.60%	220.47%	132.31%

Notes to Schedule:

Valuation date: January 1, 2024 January 1, 2023 January 1, 2022 January 1, 2021

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal	Entry age normal	Entry age normal	Entry age normal
Inflation	2.40%	2.25%	2.25%	2.25%
Investment rate of return (net of investment expenses)	5.75%	5.75%	5.75%	5.75%

Salary increases for 2021 - 2024 valuations - 0.75% - 15.5% based on members age and years of service.

Salary increases for 2015 - 2020 valuations - 1.0% - 4.0% based on members age.

Retirement age - 100% at earlier of 25.5 years of service or age 61 with 11 years of service.

Mortality rates for the valuation in 2024 are based on the Pub-2010 Public Retirement Plan Mortality Table for Safety Below-Median Healthy Retirees for annuitants and beneficiaries and Below-Median Employees for employees multiplied by 115% for males and 125% for females, and Disabled Retirees multiplied by 105% for males and 115% for females each with full generational projection using the MP2019 scale.

Mortality rates for valuations in 2019-2023 are based on RP-2006 Blue Collar Employee Projected back to 2001, Generational with MP-2018 (2016 base year); RP-2006 Blue Collar Annuitant Projected back to 2001, Generational with MP-2018 (2016 base year) and RP-2006 Disability Table Projected back to 2001, Generational with MP-2018 (2016 base year).

Asset valuation method - Expected Value Method, with 20% of investment gains (or losses) recognized each year.

Amounts are determined as of the measurement date of December 31 of the previous fiscal year.

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 9,368,113	\$ 8,398,532	\$ 3,169,155	\$ 2,455,093	\$ 3,795,014	\$ 2,752,642
<u>3,724,484</u>	<u>3,202,512</u>	<u>1,167,213</u>	<u>778,113</u>	<u>641,699</u>	<u>581,007</u>
<u>\$ 5,643,629</u>	<u>\$ 5,196,020</u>	<u>\$ 2,001,942</u>	<u>\$ 1,676,980</u>	<u>\$ 3,153,315</u>	<u>\$ 2,171,635</u>
\$ 5,481,778	\$ 7,584,899	\$ 8,860,834	\$ 10,581,519	\$ 12,773,613	\$ 13,708,300
67.94%	42.22%	13.17%	7.35%	5.02%	4.24%

January 1, 2020	January 1, 2019	January 1, 2018	January 1, 2017	January 1, 2016	January 1, 2015
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Entry age normal	Entry age normal	Entry age normal	Entry age normal	Aggregate Actuarial Cost Method	Aggregate Actuarial Cost Method
2.25%	2.25%	2.75%	2.75%	2.75%	2.75%
5.75%	5.75%	7.25%	7.25%	7.25%	7.25%

Mortality rates for valuations in 2015-2018 are based on RP-2000 Combined Healthy Mortality with a projected to 2019 using Scale BB and RP-2000 Disabled Mortality Projected to 2019 using Scale BB.



NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue Funds account for and report the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specific purposes other than debt service or capital projects.

Mosquito Abatement and Rodent Control Fund accounts for the special property tax levy required to cover the cost of controlling mosquitoes and rodents.

Downtown Development District accounts for the special property tax levied within the district for education, planning, traffic, security, promotion and development of the district.

Gaming Enforcement Division Fund accounts for monies collected from the 5% bingo assessment fee collected for the purpose of funding the enforcement and administration of guidelines and regulations relative to the playing of charitable bingo by licensed organizations.

Mental Health and Substance Abuse Services Fund accounts for the special property tax levy required to operate and maintain a treatment center for mental health and substance abuse services.

Opioid Settlement Fund accounts for the proceeds from the national opioid settlements with pharmaceutical companies.

Federal Forfeited Property Fund accounts for the cash proceeds received from federal seizures and forfeitures, as well as any interest earned on these funds, according to accounting guidelines of the U.S. Attorney General's Office.

Emergency Medical Services Fund accounts for the special property tax levy required to maintain emergency medical services and charges for services in East Baton Rouge Parish.

Lafayette-Main Economic Development District accounts for the sales tax increments from the Lafayette-Main Economic Development District dedicated by the City for the purpose of rehabilitating the Hampton Inn and Suites.

Third-Florida Economic Development District accounts for the sales tax increments from the Third-Florida Economic Development District dedicated by the City and a district tax for the construction and development of a hotel.

Criminal Juror Compensation Fund accounts for District Court Cost fees collected from certain criminal defendants restricted for payments to jurors.

City Court Judicial Building Fund accounts for the City Court filing fee imposed on all civil matters and dedicated to the acquisition, leasing, construction, equipping, and maintenance of new and existing City Courts.

Sobriety Court accounts for receipt of fees assessed in traffic matters related to specific alcohol violations. These monies will fund the operations of the Sobriety Court.

City Court Technology Fund accounts for receipt of fees assessed in civil, criminal, and traffic cases where the defendant is convicted after trial or who pleads guilty or forfeits bond. These monies will fund the new case management system.

Continued

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds (Continued)

19th JDC-Off Duty Police Witness Fees accounts for receipt of fees assessed for the purpose of paying witness fees to off duty law enforcement officers.

City Constable Court Costs Fund accounts for City Court cost fees collected from serving the execution of civil papers, garnishment fees and assessments required to maintain the City Constable's office.

Consolidated Road Lighting District No. 1 accounts for the special property tax levy required to provide street and road lights within the district.

Parish Transportation Fund accounts for receipts from the State Shared Revenue-Parish Transportation Fund as authorized by the Louisiana Revised Statute 48:751 to be used primarily for road improvement and mass transit.

Parish Beautification Fund accounts for the portion (3%) of the one-half of one percent sales tax levied for the sole purpose of public road and street beautification within East Baton Rouge Parish.

Parish Street Maintenance Fund accounts for the portion (27%) of the one-half of one percent sales tax levied for the sole purpose of public road and street repair within East Baton Rouge Parish.

B.R. Fire Department Pay Enhancement Fund accounts for the special property tax levied within the City of Baton Rouge to fund increases in salaries and benefits for the City of Baton Rouge Municipal Fire personnel.

District No. 1 Fire Protection District is located in the northwestern part of East Baton Rouge Parish. Services are financed by a property tax in the district and a fire service fee.

Brownsfield Fire Protection District is located in the northwestern part of East Baton Rouge Parish. Services are financed by a property tax in the district, a fire service fee, and state insurance company taxes.

Chaneyville Fire Protection District is located in the northern part of East Baton Rouge Parish. Services are financed by a property tax, a fire service fee, and state insurance company taxes.

Pride Fire Protection District is located in the northeastern part of East Baton Rouge Parish. Services are financed through a fire service fee and state insurance company taxes.

Alsen-St. Irma Lee Fire Protection District is located in the western part of East Baton Rouge Parish. Services are financed by a property tax in the district, a fire service fee, and state insurance company taxes.

Continued

NONMAJOR GOVERNMENTAL FUNDS

Debt Service Funds

Debt Service Funds account for and report financial resources that are restricted or committed for the payment of general long-term debt principal, interest, and paying agent fees.

City Sales Tax Bonds Debt Service Fund accounts for sales tax revenues dedicated for the payment of principal and interest requirements of the 2010B and 2018 Public Improvement Sales Tax Bonds of the City of Baton Rouge. Also accounts for the portion of the bonds issued for the purpose of advance refunding certain outstanding obligations of the City-Parish.

Parish Sales Tax Bonds Debt Service Fund accounts for sales tax revenues dedicated for the payment of principal and interest requirements of the 2013A, 2014A and 2019 Public Improvement Sales Tax Bonds of the Parish of East Baton Rouge.

Taxable Refunding Bonds Debt Service Fund accounts for the payment of principal, interest, and related charges for the 2021 Taxable Refunding Bonds.

Road and Street Improvement Sales Tax Bonds Debt Service Fund accounts for sales tax revenues dedicated for the payment of principal and interest requirements of the 2015 Refunding, 2020 Refunding and 2025 Refunding Road and Street Improvement Sales Tax Bonds of the Parish of East Baton Rouge.

LCDA Road and Street Improvement Project Debt Service Fund accounts for sales tax revenues dedicated for the payment of principal and interest requirements of the 2015 and 2020 Refunding LCDA loans (Road and Street Improvement project) of the Parish of East Baton Rouge.

MOVEBR Debt Service Fund accounts for sales tax revenues dedicated for the payment of principal and interest requirements of the 2019 and 2024 MOVEBR Sales Tax Revenue Bonds of the Parish of East Baton Rouge Capital Improvement District.

Excess Revenue and Limited Tax Fund accounts for transfers from the general fund, special revenue funds, and capital projects funds for payment of interest and principal redemption requirements of capital leases, contracts, loans, notes, and bonds that do not require a vote of the general public.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2025

	Special Revenue			
	Mosquito Abatement and Rodent Control	Downtown Development District	Gaming Enforcement Division	Mental Health and Substance Abuse Services
ASSETS				
Cash and cash equivalents	\$ 12,569,150	\$ 468,099	\$ 62,477	\$ --
Investments	6,190,776	--	--	--
Property taxes receivable - net	2,767,245	248,767	--	2,610,221
Sales taxes receivable - net	--	--	--	--
Accounts receivable	--	--	--	--
Accrued interest receivable	156,909	4,689	489	--
Due from other governments	5,718,856	486,365	--	5,393,936
Total assets	<u>\$ 27,402,936</u>	<u>\$ 1,207,920</u>	<u>\$ 62,966</u>	<u>\$ 8,004,157</u>
LIABILITIES				
Accounts and contracts payable	\$ 145,343	\$ 19,443	\$ 322	\$ --
Due to other funds	587,224	--	--	2,294
Due to other governments	--	--	--	--
Accrued salaries payable	68,436	16,344	1,775	--
Total liabilities	<u>801,003</u>	<u>35,787</u>	<u>2,097</u>	<u>2,294</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	217,002	44,342	--	204,687
Unavailable revenue - revenue sharing	--	--	--	--
Unavailable revenue - legal settlements	--	--	--	--
Total deferred inflows of resources	<u>217,002</u>	<u>44,342</u>	<u>--</u>	<u>204,687</u>
FUND BALANCES:				
Restricted	26,384,931	1,127,791	--	7,797,176
Committed	--	--	60,869	--
Total fund balances	<u>26,384,931</u>	<u>1,127,791</u>	<u>60,869</u>	<u>7,797,176</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 27,402,936</u>	<u>\$ 1,207,920</u>	<u>\$ 62,966</u>	<u>\$ 8,004,157</u>

Continued

Special Revenue				
Opioid Settlement	Federal Forfeited Property	Emergency Medical Services	Lafayette- Main Economic Development District	Third- Florida Economic Development District
\$ 6,668,723	\$ 2,027,375	\$ 33,351,582	\$ 7,292	\$ 16,888
3,284,595	998,558	16,426,898	--	--
--	--	6,142,798	--	--
--	--	--	4,141	11,437
30,497,495	--	5,410,216	--	--
75,412	20,981	418,763	--	--
--	--	12,693,607	--	--
<u>\$ 40,526,225</u>	<u>\$ 3,046,914</u>	<u>\$ 74,443,864</u>	<u>\$ 11,433</u>	<u>\$ 28,325</u>
\$ 650,450	\$ --	\$ 1,020,862	\$ 11,433	\$ 28,325
--	338,850	3,434,054	--	--
--	--	--	--	--
--	--	655,113	--	--
<u>650,450</u>	<u>338,850</u>	<u>5,110,029</u>	<u>11,433</u>	<u>28,325</u>
--	--	481,699	--	--
--	--	--	--	--
30,497,495	--	--	--	--
<u>30,497,495</u>	<u>--</u>	<u>481,699</u>	<u>--</u>	<u>--</u>
9,378,280	2,708,064	24,096,854	--	--
--	--	44,755,282	--	--
<u>9,378,280</u>	<u>2,708,064</u>	<u>68,852,136</u>	<u>--</u>	<u>--</u>
<u>\$ 40,526,225</u>	<u>\$ 3,046,914</u>	<u>\$ 74,443,864</u>	<u>\$ 11,433</u>	<u>\$ 28,325</u>

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2025

	Special Revenue			
	Criminal Juror Compensation	City Court Judicial Building	Sobriety Court	City Court Technology
ASSETS				
Cash and cash equivalents	\$ --	\$ 739,349	\$ 199,213	\$ 1,032,779
Investments	--	--	--	--
Property taxes receivable - net	--	--	--	--
Sales taxes receivable - net	--	--	--	--
Accounts receivable	--	--	--	--
Accrued interest receivable	--	5,969	1,525	9,081
Due from other governments	4,034	--	--	--
Total assets	<u>\$ 4,034</u>	<u>\$ 745,318</u>	<u>\$ 200,738</u>	<u>\$ 1,041,860</u>
LIABILITIES				
Accounts and contracts payable	\$ 532	\$ 12,126	\$ 10,225	\$ --
Due to other funds	3,401	--	--	--
Due to other governments	--	--	--	--
Accrued salaries payable	--	--	--	--
Total liabilities	<u>3,933</u>	<u>12,126</u>	<u>10,225</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	--	--	--	--
Unavailable revenue - revenue sharing	--	--	--	--
Unavailable revenue - legal settlements	--	--	--	--
Total deferred inflows of resources	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
FUND BALANCES:				
Restricted	101	733,192	190,513	1,041,860
Committed	--	--	--	--
Total fund balances	<u>101</u>	<u>733,192</u>	<u>190,513</u>	<u>1,041,860</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,034</u>	<u>\$ 745,318</u>	<u>\$ 200,738</u>	<u>\$ 1,041,860</u>

Continued

Special Revenue				
19th JDC- Off Duty Police Witness Fees	City Constable Court Costs	Consolidated Road Lighting District No. 1	Parish Transpor- tation	Parish Beautification
\$ 96,347	\$ 279,230	\$ 1,433,044	\$ 5,944,222	\$ 7,828,908
--	--	705,828	2,927,751	3,856,030
--	--	115,606	--	--
--	--	--	--	120,697
--	192	--	--	--
762	1,325	17,427	173,514	90,646
446	--	283,475	287,687	--
<u>\$ 97,555</u>	<u>\$ 280,747</u>	<u>\$ 2,555,380</u>	<u>\$ 9,333,174</u>	<u>\$ 11,896,281</u>
\$ 100	\$ 20,570	\$ 60,721	\$ 34,233	\$ 49,900
--	--	--	--	--
--	--	--	--	--
--	53	--	--	--
<u>100</u>	<u>20,623</u>	<u>60,721</u>	<u>34,233</u>	<u>49,900</u>
--	--	28,784	--	--
--	--	13,283	--	--
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>42,067</u>	<u>--</u>	<u>--</u>
97,455	--	2,452,592	9,298,941	11,846,381
--	260,124	--	--	--
<u>97,455</u>	<u>260,124</u>	<u>2,452,592</u>	<u>9,298,941</u>	<u>11,846,381</u>
<u>\$ 97,555</u>	<u>\$ 280,747</u>	<u>\$ 2,555,380</u>	<u>\$ 9,333,174</u>	<u>\$ 11,896,281</u>

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2025

	Special Revenue			
	Parish Street Maintenance	B. R. Fire Department Pay Enhancement	District No. 1 Fire Protection District	Brownsfield Fire Protection District
ASSETS				
Cash and cash equivalents	\$ 35,242,742	\$ --	\$ 389,803	\$ --
Investments	17,358,365	--	--	--
Property taxes receivable - net	--	7,990,542	138,155	245,200
Sales taxes receivable - net	1,601,918	--	--	--
Accounts receivable	--	27,150	--	--
Accrued interest receivable	398,216	--	3,127	--
Due from other governments	--	21,834,899	433,580	1,134,970
Total assets	<u>\$ 54,601,241</u>	<u>\$ 29,852,591</u>	<u>\$ 964,665</u>	<u>\$ 1,380,170</u>
LIABILITIES				
Accounts and contracts payable	\$ 1,446,628	\$ 443,132	\$ 11,600	\$ 41,478
Due to other funds	--	19,900,917	--	452,821
Due to other governments	511,519	--	--	--
Accrued salaries payable	9,368	549,501	--	--
Total liabilities	<u>1,967,515</u>	<u>20,893,550</u>	<u>11,600</u>	<u>494,299</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	--	1,096,928	8,067	47,292
Unavailable revenue - revenue sharing	--	--	--	41,389
Unavailable revenue - legal settlements	--	--	--	--
Total deferred inflows of resources	<u>--</u>	<u>1,096,928</u>	<u>8,067</u>	<u>88,681</u>
FUND BALANCES:				
Restricted	52,633,726	7,862,113	944,998	797,190
Committed	--	--	--	--
Total fund balances	<u>52,633,726</u>	<u>7,862,113</u>	<u>944,998</u>	<u>797,190</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 54,601,241</u>	<u>\$ 29,852,591</u>	<u>\$ 964,665</u>	<u>\$ 1,380,170</u>

Continued

Special Revenue			
Chaneyville Fire Protection District	Pride Fire Protection District	Alsen- St. Irma Lee Fire Protection District	Total
\$ --	\$ --	\$ --	\$ 108,357,223
--	--	--	51,748,801
86,233	75,122	220,901	20,640,790
--	--	--	1,738,193
--	--	--	35,935,053
--	--	--	1,378,835
459,318	521,628	369,371	49,622,172
<u>\$ 545,551</u>	<u>\$ 596,750</u>	<u>\$ 590,272</u>	<u>\$ 269,421,067</u>
\$ 19,039	\$ 11,398	\$ 1,881	\$ 4,039,741
342,613	384,952	128,169	25,575,295
--	--	--	511,519
--	--	--	1,300,590
<u>361,652</u>	<u>396,350</u>	<u>130,050</u>	<u>31,427,145</u>
17,495	12,558	4,858	2,163,712
--	--	--	54,672
--	--	--	30,497,495
<u>17,495</u>	<u>12,558</u>	<u>4,858</u>	<u>32,715,879</u>
166,404	187,842	455,364	160,201,768
--	--	--	45,076,275
<u>166,404</u>	<u>187,842</u>	<u>455,364</u>	<u>205,278,043</u>
<u>\$ 545,551</u>	<u>\$ 596,750</u>	<u>\$ 590,272</u>	<u>\$ 269,421,067</u>

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2025

	Debt Service			
	City Sales Tax Bonds	Parish Sales Tax Bonds	Taxable Refunding Bonds	Road and Street Improvement
ASSETS				
Cash and cash equivalents	\$ 1,223,078	\$ --	\$ --	\$ 5,803,057
Investments	--	--	--	--
Property taxes receivable - net	--	--	--	--
Sales taxes receivable - net	--	--	--	--
Accounts receivable	--	1,236	--	--
Accrued interest receivable	--	--	--	--
Due from other governments	--	--	--	--
Total assets	<u>\$ 1,223,078</u>	<u>\$ 1,236</u>	<u>\$ --</u>	<u>\$ 5,803,057</u>
LIABILITIES				
Accounts and contracts payable	\$ --	\$ --	\$ --	\$ --
Due to other funds	--	1,236	--	--
Due to other governments	--	--	--	--
Accrued salaries payable	--	--	--	--
Total liabilities	<u>--</u>	<u>1,236</u>	<u>--</u>	<u>--</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	--	--	--	--
Unavailable revenue - revenue sharing	--	--	--	--
Unavailable revenue - legal settlements	--	--	--	--
Total deferred inflows of resources	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
FUND BALANCES:				
Restricted	1,223,078	--	--	5,803,057
Committed	--	--	--	--
Total fund balances	<u>1,223,078</u>	<u>--</u>	<u>--</u>	<u>5,803,057</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,223,078</u>	<u>\$ 1,236</u>	<u>\$ --</u>	<u>\$ 5,803,057</u>

Debt Service				
LCDA Road and Street Improvement Project	MOVEBR	Excess Revenue and Limited Tax	Total	Total Nonmajor Governmental Funds
\$ 1,037,826	\$ 9,952,916	\$ --	\$ 18,016,877	\$ 126,374,100
--	--	--	--	51,748,801
--	--	--	--	20,640,790
--	--	--	--	1,738,193
--	--	--	1,236	35,936,289
--	--	--	--	1,378,835
--	--	--	--	49,622,172
<u>\$ 1,037,826</u>	<u>\$ 9,952,916</u>	<u>\$ --</u>	<u>\$ 18,018,113</u>	<u>\$ 287,439,180</u>
\$ --	\$ --	\$ --	\$ --	\$ 4,039,741
--	--	--	1,236	25,576,531
--	--	--	--	511,519
--	--	--	--	1,300,590
<u>--</u>	<u>--</u>	<u>--</u>	<u>1,236</u>	<u>31,428,381</u>
--	--	--	--	2,163,712
--	--	--	--	54,672
--	--	--	--	30,497,495
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>32,715,879</u>
1,037,826	9,952,916	--	18,016,877	178,218,645
--	--	--	--	45,076,275
<u>1,037,826</u>	<u>9,952,916</u>	<u>--</u>	<u>18,016,877</u>	<u>223,294,920</u>
<u>\$ 1,037,826</u>	<u>\$ 9,952,916</u>	<u>\$ --</u>	<u>\$ 18,018,113</u>	<u>\$ 287,439,180</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Special Revenue			
	Mosquito Abatement and Rodent Control	Downtown Development District	Gaming Enforcement Division	Mental Health and Substance Abuse Services
REVENUES				
Taxes:				
Property	\$ 8,804,166	\$ 775,924	\$ --	\$ 8,299,831
Sales	--	--	--	--
TIF district tax	--	--	--	--
Intergovernmental revenues	--	--	5,400	--
Charges for services	--	--	85,354	--
Fines and forfeits	--	--	--	--
Investment earnings	899,304	35,120	2,518	20,552
Miscellaneous revenues	19,269	--	--	--
Total revenues	<u>9,722,739</u>	<u>811,044</u>	<u>93,272</u>	<u>8,320,383</u>
EXPENDITURES				
Current:				
General government	--	--	88,541	--
Public safety	--	--	--	--
Transportation	--	--	--	--
Health and welfare	6,545,053	--	--	--
Conservation and development	--	965,466	--	--
Debt service:				
Principal retirement	--	--	--	--
Interest and fiscal charges	--	--	--	--
Bond issuance costs	--	--	--	--
Capital outlay	600,370	--	--	--
Intergovernmental	--	--	--	8,087,253
Total expenditures	<u>7,145,423</u>	<u>965,466</u>	<u>88,541</u>	<u>8,087,253</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,577,316</u>	<u>(154,422)</u>	<u>4,731</u>	<u>233,130</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	327	125,790	2,085	--
Transfers out	--	(33,982)	--	--
Refunding bonds issued	--	--	--	--
Payment to refunded bond escrow agent	--	--	--	--
Proceeds of capital asset disposition	47,400	--	--	--
Total other financing sources and uses	<u>47,727</u>	<u>91,808</u>	<u>2,085</u>	<u>--</u>
Net change in fund balances	2,625,043	(62,614)	6,816	233,130
Fund balances, January 1	<u>23,759,888</u>	<u>1,190,405</u>	<u>54,053</u>	<u>7,564,046</u>
Fund balances, December 31	<u>\$ 26,384,931</u>	<u>\$ 1,127,791</u>	<u>\$ 60,869</u>	<u>\$ 7,797,176</u>

Continued

Special Revenue				
Opioid Settlement	Federal Forfeited Property	Emergency Medical Services	Lafayette- Main Economic Development District	Third- Florida Economic Development District
\$ --	\$ --	\$ 19,502,659	\$ --	\$ --
--	--	--	104,256	189,169
--	--	--	--	43,558
--	--	2,850,000	--	--
--	--	30,992,012	--	--
3,690,589	689,513	--	--	--
335,806	115,421	2,302,141	--	--
--	--	78,293	--	--
<u>4,026,395</u>	<u>804,934</u>	<u>55,725,105</u>	<u>104,256</u>	<u>232,727</u>
--	--	--	--	--
--	42,342	42,141,025	--	--
--	--	--	--	--
1,176,865	--	--	--	--
--	--	--	104,256	232,727
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
54,512	181,698	1,698,629	--	--
--	--	--	--	--
<u>1,231,377</u>	<u>224,040</u>	<u>43,839,654</u>	<u>104,256</u>	<u>232,727</u>
<u>2,795,018</u>	<u>580,894</u>	<u>11,885,451</u>	<u>--</u>	<u>--</u>
--	--	76,652	--	--
--	--	(1,598,778)	--	--
--	--	--	--	--
--	--	--	--	--
--	4,675	25,460	--	--
<u>--</u>	<u>4,675</u>	<u>(1,496,666)</u>	<u>--</u>	<u>--</u>
2,795,018	585,569	10,388,785	--	--
<u>6,583,262</u>	<u>2,122,495</u>	<u>58,463,351</u>	<u>--</u>	<u>--</u>
<u>\$ 9,378,280</u>	<u>\$ 2,708,064</u>	<u>\$ 68,852,136</u>	<u>\$ --</u>	<u>\$ --</u>

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Special Revenue			
	Criminal Juror Compensation	City Court Judicial Building	Sobriety Court	City Court Technology
REVENUES				
Taxes:				
Property	\$ --	\$ --	\$ --	\$ --
Sales	--	--	--	--
TIF district tax	--	--	--	--
Intergovernmental revenues	--	--	--	--
Charges for services	115,691	203,731	14,375	205,602
Fines and forfeits	--	--	--	--
Investment earnings	(1,521)	29,163	7,759	45,938
Miscellaneous revenues	--	--	--	--
Total revenues	<u>114,170</u>	<u>232,894</u>	<u>22,134</u>	<u>251,540</u>
EXPENDITURES				
Current:				
General government	185,069	175,878	14,200	228,688
Public safety	--	--	--	--
Transportation	--	--	--	--
Health and welfare	--	--	--	--
Conservation and development	--	--	--	--
Debt service:				
Principal retirement	--	--	--	--
Interest and fiscal charges	--	--	--	--
Bond issuance costs	--	--	--	--
Capital outlay	--	--	--	--
Intergovernmental	--	--	--	--
Total expenditures	<u>185,069</u>	<u>175,878</u>	<u>14,200</u>	<u>228,688</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(70,899)</u>	<u>57,016</u>	<u>7,934</u>	<u>22,852</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	71,117	--	--	--
Transfers out	--	--	--	--
Refunding bonds issued	--	--	--	--
Payment to refunded bond escrow agent	--	--	--	--
Proceeds of capital asset disposition	--	--	--	--
Total other financing sources and uses	<u>71,117</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net change in fund balances	218	57,016	7,934	22,852
Fund balances, January 1	<u>(117)</u>	<u>676,176</u>	<u>182,579</u>	<u>1,019,008</u>
Fund balances, December 31	<u>\$ 101</u>	<u>\$ 733,192</u>	<u>\$ 190,513</u>	<u>\$ 1,041,860</u>

Continued

Special Revenue				
19th JDC- Off Duty Police Witness Fees	City Constable Court Costs	Consolidated Road Lighting District No. 1	Parish Transpor- tation	Parish Beautification
\$ --	\$ --	\$ 385,820	\$ --	\$ --
--	--	--	--	1,684,799
--	--	--	--	--
--	--	22,357	3,069,741	--
11,059	581,296	--	--	--
--	3,713	--	--	--
3,750	5,964	94,126	862,494	457,210
--	1,464	--	--	--
<u>14,809</u>	<u>592,437</u>	<u>502,303</u>	<u>3,932,235</u>	<u>2,142,009</u>
1,150	561,284	--	--	--
--	--	--	--	--
--	--	769,041	483,673	90,600
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	928,275
--	--	--	550,000	--
<u>1,150</u>	<u>561,284</u>	<u>769,041</u>	<u>1,033,673</u>	<u>1,018,875</u>
<u>13,659</u>	<u>31,153</u>	<u>(266,738)</u>	<u>2,898,562</u>	<u>1,123,134</u>
--	4,868	--	--	--
--	--	--	(1,650,000)	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>4,868</u>	<u>--</u>	<u>(1,650,000)</u>	<u>--</u>
13,659	36,021	(266,738)	1,248,562	1,123,134
<u>83,796</u>	<u>224,103</u>	<u>2,719,330</u>	<u>8,050,379</u>	<u>10,723,247</u>
<u>\$ 97,455</u>	<u>\$ 260,124</u>	<u>\$ 2,452,592</u>	<u>\$ 9,298,941</u>	<u>\$ 11,846,381</u>

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025**

	Special Revenue			
	Parish Street Maintenance	B. R. Fire Department Pay Enhancement	District No. 1 Fire Protection District	Brownsfield Fire Protection District
REVENUES				
Taxes:				
Property	\$ --	\$ 30,839,536	\$ 533,925	\$ 1,339,167
Sales	20,966,860	--	--	--
TIF district tax	--	--	--	--
Intergovernmental revenues	--	--	47,692	149,348
Charges for services	--	--	76,228	101,698
Fines and forfeits	--	--	--	--
Investment earnings	2,122,631	(340,672)	24,152	9,523
Miscellaneous revenues	--	--	--	28,662
Total revenues	<u>23,089,491</u>	<u>30,498,864</u>	<u>681,997</u>	<u>1,628,398</u>
EXPENDITURES				
Current:				
General government	--	--	--	--
Public safety	--	27,099,574	618,077	1,612,134
Transportation	20,195,409	--	--	--
Health and welfare	--	--	--	--
Conservation and development	--	--	--	--
Debt service:				
Principal retirement	--	--	--	--
Interest and fiscal charges	--	--	--	--
Bond issuance costs	--	--	--	--
Capital outlay	--	--	--	--
Intergovernmental	--	--	--	--
Total expenditures	<u>20,195,409</u>	<u>27,099,574</u>	<u>618,077</u>	<u>1,612,134</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,894,082</u>	<u>3,399,290</u>	<u>63,920</u>	<u>16,264</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	--	489,111	--	14,468
Transfers out	--	--	--	--
Refunding bonds issued	--	--	--	--
Payment to refunded bond escrow agent	--	--	--	--
Proceeds of capital asset disposition	--	--	--	9,901
Total other financing sources and uses	<u>--</u>	<u>489,111</u>	<u>--</u>	<u>24,369</u>
Net change in fund balances	2,894,082	3,888,401	63,920	40,633
Fund balances, January 1	<u>49,739,644</u>	<u>3,973,712</u>	<u>881,078</u>	<u>756,557</u>
Fund balances, December 31	<u>\$ 52,633,726</u>	<u>\$ 7,862,113</u>	<u>\$ 944,998</u>	<u>\$ 797,190</u>

Continued

Special Revenue			
Chaneyville Fire Protection District	Pride Fire Protection District	Alsen- St. Irma Lee Fire Protection District	Total
\$ 539,707	\$ 574,044	\$ 600,115	\$ 72,194,894
--	--	--	22,945,084
--	--	--	43,558
27,236	28,196	7,934	6,207,904
44,752	54,561	12,508	32,498,867
--	--	--	4,383,815
(1,648)	9,202	6,311	7,045,244
15,263	10,139	494	153,584
<u>625,310</u>	<u>676,142</u>	<u>627,362</u>	<u>145,472,950</u>
--	--	--	1,254,810
619,158	666,671	607,677	73,406,658
--	--	--	21,538,723
--	--	--	7,721,918
--	--	--	1,302,449
38,000	98,500	--	136,500
4,420	10,844	--	15,264
--	--	--	--
--	--	--	3,463,484
--	--	--	8,637,253
<u>661,578</u>	<u>776,015</u>	<u>607,677</u>	<u>117,477,059</u>
<u>(36,268)</u>	<u>(99,873)</u>	<u>19,685</u>	<u>27,995,891</u>
31,650	56,490	21,630	894,188
(3,365)	(442,852)	--	(3,728,977)
--	--	--	--
--	--	--	--
17,000	--	425	104,861
<u>45,285</u>	<u>(386,362)</u>	<u>22,055</u>	<u>(2,729,928)</u>
9,017	(486,235)	41,740	25,265,963
<u>157,387</u>	<u>674,077</u>	<u>413,624</u>	<u>180,012,080</u>
<u>\$ 166,404</u>	<u>\$ 187,842</u>	<u>\$ 455,364</u>	<u>\$ 205,278,043</u>

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Debt Service			
	City Sales Tax Bonds	Parish Sales Tax Bonds	Taxable Refunding Bonds	Road and Street Improvement
REVENUES				
Taxes:				
Property	\$ --	\$ --	\$ --	\$ --
Sales	2,895,109	2,178,202	--	17,126,504
TIF district tax	--	--	--	--
Intergovernmental revenues	--	--	--	--
Charges for services	--	--	--	--
Fines and forfeits	--	--	--	--
Investment earnings	36,854	--	--	213,418
Miscellaneous revenues	--	14,832	--	--
Total revenues	<u>2,931,963</u>	<u>2,193,034</u>	<u>--</u>	<u>17,339,922</u>
EXPENDITURES				
Current:				
General government	--	--	--	--
Public safety	--	--	--	--
Transportation	--	--	--	--
Health and welfare	--	--	--	--
Conservation and development	--	--	--	--
Debt service:				
Principal retirement	2,460,000	1,920,000	4,165,000	13,015,000
Interest and fiscal charges	468,018	273,034	316,823	4,358,600
Bond issuance costs	--	--	--	343,671
Capital outlay	--	--	--	--
Intergovernmental	--	--	--	--
Total expenditures	<u>2,928,018</u>	<u>2,193,034</u>	<u>4,481,823</u>	<u>17,717,271</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,945</u>	<u>--</u>	<u>(4,481,823)</u>	<u>(377,349)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	--	--	4,481,823	572,500
Transfers out	--	--	--	--
Refunding bonds issued	--	--	--	50,905,000
Payment to refunded bond escrow agent	--	--	--	(52,535,740)
Proceeds of capital asset disposition	--	--	--	--
Total other financing sources and uses	<u>--</u>	<u>--</u>	<u>4,481,823</u>	<u>(1,058,240)</u>
Net change in fund balances	3,945	--	--	(1,435,589)
Fund balances, January 1	<u>1,219,133</u>	<u>--</u>	<u>--</u>	<u>7,238,646</u>
Fund balances, December 31	<u>\$ 1,223,078</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 5,803,057</u>

Debt Service				
LCDA Road and Street Improvement Project	MOVEBR	Excess Revenue and Limited Tax	Total	Total Nonmajor Governmental Funds
\$ --	\$ --	\$ --	\$ --	\$ 72,194,894
4,984,788	23,875,733	--	51,060,336	74,005,420
--	--	--	--	43,558
--	--	--	--	6,207,904
--	--	--	--	32,498,867
--	--	--	--	4,383,815
70,822	211,500	--	532,594	7,577,838
--	--	55,868	70,700	224,284
<u>5,055,610</u>	<u>24,087,233</u>	<u>55,868</u>	<u>51,663,630</u>	<u>197,136,580</u>
--	--	--	--	1,254,810
--	--	--	--	73,406,658
--	--	--	--	21,538,723
--	--	--	--	7,721,918
--	--	--	--	1,302,449
4,780,000	8,010,000	46,900	34,396,900	34,533,400
1,124,773	12,587,522	8,968	19,137,738	19,153,002
--	--	--	343,671	343,671
--	--	--	--	3,463,484
--	--	--	--	8,637,253
<u>5,904,773</u>	<u>20,597,522</u>	<u>55,868</u>	<u>53,878,309</u>	<u>171,355,368</u>
<u>(849,163)</u>	<u>3,489,711</u>	<u>--</u>	<u>(2,214,679)</u>	<u>25,781,212</u>
--	--	--	5,054,323	5,948,511
(572,500)	--	--	(572,500)	(4,301,477)
--	--	--	50,905,000	50,905,000
--	--	--	(52,535,740)	(52,535,740)
--	--	--	--	104,861
<u>(572,500)</u>	<u>--</u>	<u>--</u>	<u>2,851,083</u>	<u>121,155</u>
(1,421,663)	3,489,711	--	636,404	25,902,367
<u>2,459,489</u>	<u>6,463,205</u>	<u>--</u>	<u>17,380,473</u>	<u>197,392,553</u>
<u>\$ 1,037,826</u>	<u>\$ 9,952,916</u>	<u>\$ --</u>	<u>\$ 18,016,877</u>	<u>\$ 223,294,920</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MOSQUITO ABATEMENT AND RODENT CONTROL SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 3

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 8,223,740	\$ 8,223,740	\$ 8,804,166	\$ 580,426
Investment earnings	150,000	150,000	899,304	749,304
Miscellaneous revenues:				
Other income	17,520	17,520	19,269	1,749
Total revenues	8,391,260	8,391,260	9,722,739	1,331,479
EXPENDITURES				
Current:				
Health and welfare:				
Operations	7,715,201	7,592,381	6,566,231	1,026,150
Capital outlay	512,804	635,624	615,370	20,254
Total expenditures	8,228,005	8,228,005	7,181,601	1,046,404
Excess (deficiency) of revenues over (under) expenditures	163,255	163,255	2,541,138	2,377,883
OTHER FINANCING SOURCES				
Transfers in:				
Grants Fund	--	327	327	--
Proceeds of capital asset disposition	--	--	47,400	47,400
Total other financing sources	--	327	47,727	47,400
Net change in fund balances	163,255	163,582	2,588,865	2,425,283
Fund balances, January 1	23,759,888	23,759,888	23,759,888	--
Fund balances, December 31	\$ 23,923,143	\$ 23,923,470	\$ 26,348,753	\$ 2,425,283

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DOWNTOWN DEVELOPMENT DISTRICT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 4

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 725,540	\$ 725,540	\$ 775,924	\$ 50,384
Investment earnings	5,000	5,000	35,120	30,120
Total revenues	<u>730,540</u>	<u>730,540</u>	<u>811,044</u>	<u>80,504</u>
EXPENDITURES				
Current:				
Conservation and development Operations	<u>1,169,401</u>	<u>1,169,401</u>	<u>1,007,603</u>	<u>161,798</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(438,861)</u>	<u>(438,861)</u>	<u>(196,559)</u>	<u>242,302</u>
OTHER FINANCING SOURCES (USES)				
Transfers in:				
General Fund	125,790	125,790	125,790	--
Transfers out:				
Grants Fund	<u>--</u>	<u>(33,982)</u>	<u>(33,982)</u>	<u>--</u>
Total other financing sources and uses	<u>125,790</u>	<u>91,808</u>	<u>91,808</u>	<u>--</u>
Net change in fund balances	(313,071)	(347,053)	(104,751)	242,302
Fund balances, January 1	<u>1,190,405</u>	<u>1,190,405</u>	<u>1,190,405</u>	<u>--</u>
Fund balances, December 31	<u>\$ 877,334</u>	<u>\$ 843,352</u>	<u>\$ 1,085,654</u>	<u>\$ 242,302</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GAMING ENFORCEMENT DIVISION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 5

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental revenues:				
State shared revenues:				
On-behalf payments	\$ 7,200	\$ 7,200	\$ 5,400	\$ (1,800)
Charges for services:				
Gaming fees	106,970	79,970	85,354	5,384
Investment earnings	1,000	1,000	2,518	1,518
Total revenues	115,170	88,170	93,272	5,102
EXPENDITURES				
Current:				
General government:				
Operations	111,262	96,262	88,541	7,721
Excess (deficiency) of revenues over (under) expenditures	3,908	(8,092)	4,731	12,823
OTHER FINANCING USES				
Transfers in:				
Grants Fund	--	2,085	2,085	--
Net change in fund balances	3,908	(6,007)	6,816	12,823
Fund balances, January 1	54,053	54,053	54,053	--
Fund balances, December 31	\$ 57,961	\$ 48,046	\$ 60,869	\$ 12,823

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MENTAL HEALTH AND SUBSTANCE ABUSE SERVICES SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 6

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 7,944,570	\$ 8,094,570	\$ 8,299,831	\$ 205,261
Investment earnings	5,000	5,000	20,552	15,552
Total revenues	7,949,570	8,099,570	8,320,383	220,813
EXPENDITURES				
Current:				
Health and welfare:				
Intergovernmental	7,949,570	8,099,570	8,087,253	12,317
Excess (deficiency) of revenues over (under) expenditures	--	--	233,130	233,130
Fund balances, January 1	7,564,046	7,564,046	7,564,046	--
Fund balances, December 31	<u>\$ 7,564,046</u>	<u>\$ 7,564,046</u>	<u>\$ 7,797,176</u>	<u>\$ 233,130</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
OPIOID SETTLEMENT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 7

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Fines and forfeits:				
Legal Settlements	\$ 1,258,530	\$ 3,690,589	\$ 3,690,589	\$ --
Investment earnings	--	(316,774)	335,806	652,580
Total revenues	<u>1,258,530</u>	<u>3,373,815</u>	<u>4,026,395</u>	<u>652,580</u>
EXPENDITURES				
Current:				
Health and welfare:				
Operations	5,485,427	9,900,477	4,249,697	5,650,780
Capital outlay	<u>56,600</u>	<u>56,600</u>	<u>54,512</u>	<u>2,088</u>
Total expenditures	<u>5,542,027</u>	<u>9,957,077</u>	<u>4,304,209</u>	<u>5,652,868</u>
Excess (deficiency) of revenues over (under) expenditures	(4,283,497)	(6,583,262)	(277,814)	6,305,448
Fund balances, January 1	<u>6,583,262</u>	<u>6,583,262</u>	<u>6,583,262</u>	<u>--</u>
Fund balances, December 31	<u><u>\$ 2,299,765</u></u>	<u><u>\$ --</u></u>	<u><u>\$ 6,305,448</u></u>	<u><u>\$ 6,305,448</u></u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FEDERAL FORFEITED PROPERTY SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 8

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Fines and forfeits:				
Forfeited property	\$ 350,000	\$ 350,000	\$ 689,513	\$ 339,513
Investment earnings	--	--	115,421	115,421
Total revenues	350,000	350,000	804,934	454,934
EXPENDITURES				
Current:				
Public safety:				
Dedicated funds	300,000	135,148	42,342	92,806
Capital outlay	1,200,753	1,365,605	181,698	1,183,907
Total expenditures	1,500,753	1,500,753	224,040	1,276,713
Excess (deficiency) of revenues over (under) expenditures	(1,150,753)	(1,150,753)	580,894	1,731,647
OTHER FINANCING SOURCES				
Proceeds of capital asset disposition	--	--	4,675	4,675
Net change in fund balances	(1,150,753)	(1,150,753)	585,569	1,736,322
Fund balances, January 1	2,122,495	2,122,495	2,122,495	--
Fund balances, December 31	\$ 971,742	\$ 971,742	\$ 2,708,064	\$ 1,736,322

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EMERGENCY MEDICAL SERVICES SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025**

EXHIBIT B - 9

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 17,081,910	\$ 17,081,910	\$ 19,502,659	\$ 2,420,749
Intergovernmental revenues:				
East Baton Rouge Parish Communications District	2,850,000	2,850,000	2,850,000	--
Charges for services:				
Emergency transport charges	17,000,000	17,000,000	30,900,010	13,900,010
Medicaid supplemental payments for ambulances	1,000,000	1,000,000	2,335	(997,665)
EMS training fees	--	--	18,895	18,895
CPR card and medical record fees	50,000	50,000	70,772	20,772
Total charges for services	18,050,000	18,050,000	30,992,012	12,942,012
Investment earnings	500,000	500,000	2,302,141	1,802,141
Miscellaneous revenues:				
Other income	25,000	25,000	78,293	53,293
Total revenues	38,506,910	38,506,910	55,725,105	17,218,195
EXPENDITURES				
Current:				
Public safety:				
Operations	43,979,086	45,239,086	42,956,597	2,282,489
Capital outlay	4,614,557	3,995,557	3,072,695	922,862
Total expenditures	48,593,643	49,234,643	46,029,292	3,205,351
Excess (deficiency) of revenues over (under) expenditures	(10,086,733)	(10,727,733)	9,695,813	20,423,546
OTHER FINANCING SOURCES (USES)				
Transfers in:				
Grants Fund	--	76,652	76,652	--
Transfers out:				
General Fund	(90,000)	(1,095,108)	(1,095,108)	--
Capital Projects Fund	--	(30,000)	(30,000)	--
Baton Rouge Fire Department Pay Enhancement Fund	--	(473,670)	(473,670)	--
Total transfers out	(90,000)	(1,598,778)	(1,598,778)	--
Proceeds of capital asset disposition	--	--	25,460	25,460
Total other financing sources and uses	(90,000)	(1,522,126)	(1,496,666)	25,460
Net change in fund balances	(10,176,733)	(12,249,859)	8,199,147	20,449,006
Fund balances, January 1	58,463,351	58,463,351	58,463,351	--
Fund balances, December 31	\$ 48,286,618	\$ 46,213,492	\$ 66,662,498	\$ 20,449,006

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LAFAYETTE-MAIN ECONOMIC DEVELOPMENT DISTRICT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 10

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General sales and use taxes	\$ 106,370	\$ 104,270	\$ 104,256	\$ (14)
EXPENDITURES				
Current:				
Conservation and development:				
Operations	106,370	104,270	104,256	14
Excess (deficiency) of revenues over (under) expenditures	--	--	--	--
Fund balances, January 1	--	--	--	--
Fund balances, December 31	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
THIRD-FLORIDA ECONOMIC DEVELOPMENT DISTRICT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 11

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General sales and use taxes	\$ 103,550	\$ 130,720	\$ 189,169	\$ 58,449
TIF district tax	102,010	102,010	43,558	(58,452)
Total taxes	205,560	232,730	232,727	(3)
EXPENDITURES				
Current:				
Conservation and development:				
Operations	205,560	232,730	232,727	3
Excess (deficiency) of revenues over (under) expenditures	--	--	--	--
Fund balances, January 1	--	--	--	--
Fund balances, December 31	\$ --	\$ --	\$ --	\$ --

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CRIMINAL JUROR COMPENSATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 12

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services:				
Criminal juror fees	\$ 165,000	\$ 114,070	\$ 115,691	\$ 1,621
Investment earnings	<u>--</u>	<u>--</u>	<u>(1,521)</u>	<u>(1,521)</u>
Total revenues	165,000	114,070	114,170	100
EXPENDITURES				
Current:				
General government:				
Juror compensation	<u>165,000</u>	<u>185,070</u>	<u>185,069</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	--	(71,000)	(70,899)	101
OTHER FINANCING SOURCES				
Transfers in:				
General Fund	<u>--</u>	<u>71,117</u>	<u>71,117</u>	<u>--</u>
Net change in fund balances	--	117	218	101
Fund balances, January 1	<u>(117)</u>	<u>(117)</u>	<u>(117)</u>	<u>--</u>
Fund balances, December 31	<u>\$ (117)</u>	<u>\$ --</u>	<u>\$ 101</u>	<u>\$ 101</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CITY COURT JUDICIAL BUILDING SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 13

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services:				
Civil and traffic fees	\$ 200,000	\$ 200,000	\$ 203,731	\$ 3,731
Investment earnings	--	--	29,163	29,163
Total revenues	200,000	200,000	232,894	32,894
EXPENDITURES				
Current:				
General government:				
Judicial	276,232	276,232	175,878	100,354
Excess (deficiency) of revenues over (under) expenditures	(76,232)	(76,232)	57,016	133,248
Fund balances, January 1	676,176	676,176	676,176	--
Fund balances, December 31	<u>\$ 599,944</u>	<u>\$ 599,944</u>	<u>\$ 733,192</u>	<u>\$ 133,248</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SOBRIETY COURT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 14

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services:				
Sobriety court costs	\$ 15,000	\$ 15,000	\$ 14,375	\$ (625)
Investment earnings	2,500	2,500	7,759	5,259
Total revenues	17,500	17,500	22,134	4,634
EXPENDITURES				
Current:				
General government:				
Sobriety court	107,700	107,700	62,275	45,425
Excess (deficiency) of revenues over (under) expenditures	(90,200)	(90,200)	(40,141)	50,059
Fund balances, January 1	182,579	182,579	182,579	--
Fund balances, December 31	<u>\$ 92,379</u>	<u>\$ 92,379</u>	<u>\$ 142,438</u>	<u>\$ 50,059</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CITY COURT TECHNOLOGY FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 15

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services:				
Civil technology fee	\$ 85,000	\$ 85,000	\$ 91,042	\$ 6,042
Traffic technology fee	100,000	100,000	111,645	11,645
Criminal technology fee	3,000	3,000	2,915	(85)
Total charges for services	<u>188,000</u>	<u>188,000</u>	<u>205,602</u>	<u>17,602</u>
Investment earnings	<u>20,000</u>	<u>20,000</u>	<u>45,938</u>	<u>25,938</u>
Total revenues	208,000	208,000	251,540	43,540
EXPENDITURES				
Current:				
General government:				
City court case fees	<u>228,690</u>	<u>228,690</u>	<u>228,688</u>	<u>2</u>
Excess (deficiency) of revenues over (under) expenditures	(20,690)	(20,690)	22,852	43,542
Fund balances, January 1	<u>1,019,008</u>	<u>1,019,008</u>	<u>1,019,008</u>	<u>--</u>
Fund balances, December 31	<u><u>\$ 998,318</u></u>	<u><u>\$ 998,318</u></u>	<u><u>\$ 1,041,860</u></u>	<u><u>\$ 43,542</u></u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
19TH JUDICIAL DISTRICT COURT OFF DUTY POLICE WITNESS SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 16

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services:				
Witness fees	\$ 20,000	\$ 12,900	\$ 11,059	\$ (1,841)
Investment earnings	--	--	3,750	3,750
Total revenues	20,000	12,900	14,809	1,909
EXPENDITURES				
Current:				
General government:				
Court attendance fees	20,000	12,900	1,150	11,750
Excess (deficiency) of revenues over (under) expenditures	--	--	13,659	13,659
Fund balances, January 1	83,796	83,796	83,796	--
Fund balances, December 31	<u>\$ 83,796</u>	<u>\$ 83,796</u>	<u>\$ 97,455</u>	<u>\$ 13,659</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CITY CONSTABLE COURT COSTS SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 17

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services:				
Judiciary court costs	\$ 260,000	\$ 390,000	\$ 436,594	\$ 46,594
Criminal bond posting fees	25,000	25,000	17,517	(7,483)
Constable civil fees	110,000	110,000	121,397	11,397
School security fees	5,500	5,500	4,449	(1,051)
Constable bench warrant fees	6,000	6,000	1,339	(4,661)
Total charges for services	<u>406,500</u>	<u>536,500</u>	<u>581,296</u>	<u>44,796</u>
Fines and forfeits:				
City court forfeitures	<u>17,730</u>	<u>17,730</u>	<u>3,713</u>	<u>(14,017)</u>
Investment earnings	<u>--</u>	<u>--</u>	<u>5,964</u>	<u>5,964</u>
Miscellaneous revenues:				
Other income	<u>--</u>	<u>--</u>	<u>1,464</u>	<u>1,464</u>
Total revenues	<u>424,230</u>	<u>554,230</u>	<u>592,437</u>	<u>38,207</u>
EXPENDITURES				
Current:				
General government:				
Judicial	<u>451,819</u>	<u>581,819</u>	<u>561,335</u>	<u>20,484</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(27,589)</u>	<u>(27,589)</u>	<u>31,102</u>	<u>58,691</u>
OTHER FINANCING SOURCES				
Transfers in:				
General Fund	<u>--</u>	<u>4,868</u>	<u>4,868</u>	<u>--</u>
Net change in fund balances	<u>(27,589)</u>	<u>(22,721)</u>	<u>35,970</u>	<u>58,691</u>
Fund balances, January 1	<u>224,103</u>	<u>224,103</u>	<u>224,103</u>	<u>--</u>
Fund balances, December 31	<u>\$ 196,514</u>	<u>\$ 201,382</u>	<u>\$ 260,073</u>	<u>\$ 58,691</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CONSOLIDATED ROAD LIGHTING DISTRICT NO. 1 SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 18

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 287,290	\$ 387,290	\$ 385,820	\$ (1,470)
Intergovernmental revenues:				
State shared revenues				
Louisiana revenue sharing	23,690	23,690	22,357	(1,333)
Investment earnings	10,000	10,000	94,126	84,126
Total revenues	320,980	420,980	502,303	81,323
EXPENDITURES				
Current:				
Transportation:				
Operations	786,660	786,660	769,041	17,619
Excess (deficiency) of revenues over (under) expenditures	(465,680)	(365,680)	(266,738)	98,942
Fund balances, January 1	2,719,330	2,719,330	2,719,330	--
Fund balances, December 31	<u>\$ 2,253,650</u>	<u>\$ 2,353,650</u>	<u>\$ 2,452,592</u>	<u>\$ 98,942</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARISH TRANSPORTATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 19

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental revenues:				
State shared revenues				
State road fund	\$ 3,000,000	\$ 3,000,000	\$ 3,069,741	\$ 69,741
Investment earnings	100,000	100,000	862,494	762,494
Total revenues	3,100,000	3,100,000	3,932,235	832,235
EXPENDITURES				
Current:				
Transportation:				
Operations	2,384,270	2,384,270	500,810	1,883,460
Intergovernmental	550,000	550,000	550,000	--
Total expenditures	2,934,270	2,934,270	1,050,810	1,883,460
Excess (deficiency) of revenues over (under) expenditures	165,730	165,730	2,881,425	2,715,695
OTHER FINANCING USES				
Transfers out:				
Capital Projects Fund	(1,650,000)	(1,650,000)	(1,650,000)	--
Net change in fund balances	(1,484,270)	(1,484,270)	1,231,425	2,715,695
Fund balances, January 1	8,050,379	8,050,379	8,050,379	--
Fund balances, December 31	\$ 6,566,109	\$ 6,566,109	\$ 9,281,804	\$ 2,715,695

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARISH BEAUTIFICATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 20

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General sales and use taxes	\$ 1,609,400	\$ 1,609,400	\$ 1,684,799	\$ 75,399
Investment earnings	50,000	50,000	457,210	407,210
Total revenues	1,659,400	1,659,400	2,142,009	482,609
EXPENDITURES				
Current:				
Transportation:				
Operations	5,694,185	5,316,605	90,600	5,226,005
Capital outlay	3,472,232	3,849,812	963,372	2,886,440
Total expenditures	9,166,417	9,166,417	1,053,972	8,112,445
Excess (deficiency) of revenues over (under) expenditures	(7,507,017)	(7,507,017)	1,088,037	8,595,054
Fund balances, January 1	10,723,247	10,723,247	10,723,247	--
Fund balances, December 31	\$ 3,216,230	\$ 3,216,230	\$ 11,811,284	\$ 8,595,054

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARISH STREET MAINTENANCE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025**

EXHIBIT B - 21

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General sales and use taxes	\$ 19,784,250	\$ 19,784,250	\$ 20,966,860	\$ 1,182,610
Investment earnings	<u>300,000</u>	<u>300,000</u>	<u>2,122,631</u>	<u>1,822,631</u>
Total revenues	20,084,250	20,084,250	23,089,491	3,005,241
EXPENDITURES				
Current:				
Transportation:				
Street maintenance	<u>64,607,526</u>	<u>64,607,526</u>	<u>35,550,324</u>	<u>29,057,202</u>
Excess (deficiency) of revenues over (under) expenditures	(44,523,276)	(44,523,276)	(12,460,833)	32,062,443
Fund balances, January 1	<u>49,739,644</u>	<u>49,739,644</u>	<u>49,739,644</u>	<u>--</u>
Fund balances, December 31	<u><u>\$ 5,216,368</u></u>	<u><u>\$ 5,216,368</u></u>	<u><u>\$ 37,278,811</u></u>	<u><u>\$ 32,062,443</u></u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BATON ROUGE FIRE DEPARTMENT PAY ENHANCEMENT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 22

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 14,168,070	\$ 27,673,980	\$ 30,839,536	\$ 3,165,556
Investment earnings	(100,000)	(410,000)	(340,672)	69,328
Total revenues	14,068,070	27,263,980	30,498,864	3,234,884
EXPENDITURES				
Current:				
Public safety:				
Operations	12,770,680	27,933,910	27,099,574	834,336
Excess (deficiency) of revenues over (under) expenditures	1,297,390	(669,930)	3,399,290	4,069,220
OTHER FINANCING SOURCES				
Transfers in:				
Grants Fund	--	15,441	15,441	--
Emergency Medical Services Fund	--	473,670	473,670	--
Total transfers in	--	489,111	489,111	--
Net change in fund balances	1,297,390	(180,819)	3,888,401	4,069,220
Fund balances, January 1	3,973,712	3,973,712	3,973,712	--
Fund balances, December 31	\$ 5,271,102	\$ 3,792,893	\$ 7,862,113	\$ 4,069,220

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DISTRICT NO. 1 FIRE PROTECTION DISTRICT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 23

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 546,110	\$ 546,110	\$ 533,925	\$ (12,185)
Intergovernmental revenues:				
Insurance company taxes	49,610	49,610	47,692	(1,918)
Charges for services:				
Fire protection service charges	70,950	71,360	76,228	4,868
Investment earnings	<u>3,010</u>	<u>2,600</u>	<u>24,152</u>	<u>21,552</u>
Total revenues	669,680	669,680	681,997	12,317
EXPENDITURES				
Current:				
Public safety:				
Operations	<u>644,514</u>	<u>644,514</u>	<u>622,977</u>	<u>21,537</u>
Excess (deficiency) of revenues over (under) expenditures	25,166	25,166	59,020	33,854
Fund balances, January 1	<u>881,078</u>	<u>881,078</u>	<u>881,078</u>	<u>--</u>
Fund balances, December 31	<u><u>\$ 906,244</u></u>	<u><u>\$ 906,244</u></u>	<u><u>\$ 940,098</u></u>	<u><u>\$ 33,854</u></u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BROWNSFIELD FIRE PROTECTION DISTRICT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 24

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 1,234,170	\$ 1,300,170	\$ 1,339,167	\$ 38,997
Intergovernmental revenues:				
Insurance company taxes	55,000	55,000	58,346	3,346
Louisiana revenue sharing	77,390	77,390	69,402	(7,988)
On-behalf payments for salaries and benefits	36,000	36,000	21,600	(14,400)
Total intergovernmental revenues	168,390	168,390	149,348	(19,042)
Charges for services:				
Fire protection service charges	98,480	98,480	101,698	3,218
Investment earnings	300	300	9,523	9,223
Miscellaneous revenues:				
Other income	29,740	29,740	28,662	(1,078)
Total revenues	1,531,080	1,597,080	1,628,398	31,318
EXPENDITURES				
Current:				
Public safety:				
Operations	1,545,551	1,611,551	1,612,265	(714)
Excess (deficiency) of revenues over (under) expenditures	(14,471)	(14,471)	16,133	30,604
OTHER FINANCING SOURCES				
Transfers in:				
General Fund	14,340	14,340	14,340	--
Grants Fund	--	128	128	--
Total transfers in	14,340	14,468	14,468	--
Proceeds of capital asset disposition	--	--	9,901	9,901
Total other financing sources	14,340	14,468	24,369	9,901
Net change in fund balances	(131)	(3)	40,502	40,505
Fund balances, January 1	756,557	756,557	756,557	--
Fund balances, December 31	\$ 756,426	\$ 756,554	\$ 797,059	\$ 40,505

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CHANEYVILLE FIRE PROTECTION DISTRICT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 25

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 509,060	\$ 547,425	\$ 539,707	\$ (7,718)
Intergovernmental revenues:				
Insurance company taxes	27,730	27,730	27,236	(494)
Charges for services:				
Fire protection service charges	43,960	43,960	44,752	792
Investment earnings	--	--	(1,648)	(1,648)
Miscellaneous revenues:				
Other income	12,050	12,050	15,263	3,213
Total revenues	592,800	631,165	625,310	(5,855)
EXPENDITURES				
Current:				
Public safety:				
Operations	582,030	634,030	619,158	14,872
Debt service:				
Principal retirement	38,000	38,000	38,000	--
Interest and fiscal charges	4,420	4,420	4,420	--
Total debt service	42,420	42,420	42,420	--
Total expenditures	624,450	676,450	661,578	14,872
Excess (deficiency) of revenues over (under) expenditures	(31,650)	(45,285)	(36,268)	9,017
OTHER FINANCING SOURCES (USES)				
Transfers in:				
General Fund	31,650	31,650	31,650	--
Transfers out:				
Capital Projects Fund	--	(3,365)	(3,365)	--
Proceeds of capital asset disposition	--	17,000	17,000	--
Total other financing sources and uses	31,650	45,285	45,285	--
Net change in fund balances	--	--	9,017	9,017
Fund balances, January 1	157,387	157,387	157,387	--
Fund balances, December 31	\$ 157,387	\$ 157,387	\$ 166,404	\$ 9,017

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PRIDE FIRE PROTECTION DISTRICT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 26

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 535,630	\$ 585,630	\$ 574,044	\$ (11,586)
Intergovernmental revenues:				
Insurance company taxes	28,710	28,710	28,196	(514)
Charges for services:				
Fire protection service charges	51,380	51,380	54,561	3,181
Investment earnings	7,940	7,940	9,202	1,262
Miscellaneous revenues:				
Donations	250	250	--	(250)
Other income	8,540	8,540	10,139	1,599
Total miscellaneous revenues	8,790	8,790	10,139	1,349
Total revenues	632,450	682,450	676,142	(6,308)
EXPENDITURES				
Current:				
Public safety:				
Operations	567,740	672,740	666,671	6,069
Debt service:				
Principal retirement	98,000	98,000	98,500	(500)
Interest and fiscal charges	12,500	12,500	10,844	1,656
Total debt service	110,500	110,500	109,344	1,156
Total expenditures	678,240	783,240	776,015	7,225
Excess (deficiency) of revenues over (under) expenditures	(45,790)	(100,790)	(99,873)	917
OTHER FINANCING SOURCES (USES)				
Transfers in:				
General Fund	56,490	56,490	56,490	--
Transfers out:				
Capital Projects Fund	--	(442,852)	(442,852)	--
Total other financing sources and uses	56,490	(386,362)	(386,362)	--
Net change in fund balances	10,700	(487,152)	(486,235)	917
Fund balances, January 1	674,077	674,077	674,077	--
Fund balances, December 31	\$ 684,777	\$ 186,925	\$ 187,842	\$ 917

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ALSEN-ST. IRMA LEE FIRE PROTECTION DISTRICT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 27

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 516,240	\$ 566,240	\$ 600,115	\$ 33,875
Intergovernmental revenues:				
Insurance company taxes	8,070	8,070	7,934	(136)
Charges for services:				
Fire protection service charges	11,910	11,910	12,508	598
Investment earnings	--	--	6,311	6,311
Miscellaneous revenues:				
Other income	--	--	494	494
Total revenues	536,220	586,220	627,362	41,142
EXPENDITURES				
Current:				
Public safety:				
Operations	566,721	616,721	607,907	8,814
Excess (deficiency) of revenues over (under) expenditures	(30,501)	(30,501)	19,455	49,956
OTHER FINANCING SOURCES				
Transfers in:				
General Fund	21,630	21,630	21,630	--
Proceeds of capital asset disposition	--	--	425	425
Total other financing sources and uses	21,630	21,630	22,055	425
Net change in fund balances	(8,871)	(8,871)	41,510	50,381
Fund balances, January 1	413,624	413,624	413,624	--
Fund balances, December 31	\$ 404,753	\$ 404,753	\$ 455,134	\$ 50,381

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CITY SALES TAX BONDS DEBT SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 28

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General sales and use taxes	\$ 2,911,970	\$ 2,911,970	\$ 2,895,109	\$ (16,861)
Investment earnings	20,000	20,000	36,854	16,854
Total revenues	2,931,970	2,931,970	2,931,963	(7)
EXPENDITURES				
Debt service:				
Principal:				
Bond principal	2,460,000	2,460,000	2,460,000	--
Interest and fiscal charges:				
Bond interest	465,920	465,920	465,918	2
Paying agent fees	2,100	2,100	2,100	--
Total interest and fiscal charges	468,020	468,020	468,018	2
Total expenditures	2,928,020	2,928,020	2,928,018	2
Excess (deficiency) of revenues over (under) expenditures	3,950	3,950	3,945	(5)
Fund balances, January 1	1,219,133	1,219,133	1,219,133	--
Fund balances, December 31	\$ 1,223,083	\$ 1,223,083	\$ 1,223,078	\$ (5)

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARISH SALES TAX BONDS DEBT SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 29

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General sales and use taxes	\$ 2,180,220	\$ 2,180,220	\$ 2,178,202	\$ (2,018)
Miscellaneous revenues:				
Other income	14,830	14,830	14,832	2
Total revenues	2,195,050	2,195,050	2,193,034	(2,016)
EXPENDITURES				
Debt service:				
Principal:				
Bond principal	1,920,000	1,920,000	1,920,000	--
Interest and fiscal charges:				
Bond interest	268,750	268,750	268,734	16
Paying agent fees	6,300	8,300	4,300	4,000
Total interest and fiscal charges	275,050	277,050	273,034	4,016
Total expenditures	2,195,050	2,197,050	2,193,034	4,016
Excess (deficiency) of revenues over (under) expenditures	--	(2,000)	--	2,000
Fund balances, January 1	--	--	--	--
Fund balances, December 31	\$ --	\$ (2,000)	\$ --	\$ 2,000

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TAXABLE REFUNDING BONDS DEBT SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 30

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES				
Debt service:				
Principal:				
Bond principal	\$ 4,165,000	\$ 4,165,000	\$ 4,165,000	\$ --
Interest and fiscal charges:				
Bond interest	316,080	316,080	316,073	7
Paying agent fees	750	750	750	--
Total interest and fiscal charges	316,830	316,830	316,823	7
Total expenditures	4,481,830	4,481,830	4,481,823	7
OTHER FINANCING SOURCES				
Transfers in:				
General Fund	4,481,830	4,481,830	4,481,823	(7)
Net change in fund balances	--	--	--	--
Fund balances, January 1	--	--	--	--
Fund balances, December 31	\$ --	\$ --	\$ --	\$ --

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ROAD AND STREET IMPROVEMENT DEBT SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 31

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General sales and use taxes	\$ 17,246,210	\$ 17,203,545	\$ 17,126,504	\$ (77,041)
Investment earnings	100,000	144,840	213,418	68,578
Total revenues	17,346,210	17,348,385	17,339,922	(8,463)
EXPENDITURES				
Debt service:				
Principal:				
Bond principal	13,015,000	13,015,000	13,015,000	--
Interest and fiscal charges:				
Bond interest	4,357,750	4,357,750	4,357,750	--
Paying agent fees	850	850	850	--
Total interest and fiscal charges	4,358,600	4,358,600	4,358,600	--
Bond issuance costs	--	348,303	343,671	4,632
Total expenditures	17,373,600	17,721,903	17,717,271	4,632
Excess (deficiency) of revenues over (under) expenditures	(27,390)	(373,518)	(377,349)	(3,831)
OTHER FINANCING SOURCES (USES)				
Transfers in				
LCDA Debt Service Fund	--	572,500	572,500	--
Refunding bonds issued	--	50,905,000	50,905,000	--
Payment to refunded bond escrow agent	--	(52,535,740)	(52,535,740)	--
Total other financing sources and uses	--	(1,058,240)	(1,058,240)	--
Net change in fund balances	(27,390)	(1,431,758)	(1,435,589)	(3,831)
Fund balances, January 1	7,238,646	7,238,646	7,238,646	--
Fund balances, December 31	\$ 7,211,256	\$ 5,806,888	\$ 5,803,057	\$ (3,831)

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LCDA ROAD AND STREET IMPROVEMENT PROJECT DEBT SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 32

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General sales and use taxes	\$ 5,881,370	\$ 5,004,800	\$ 4,984,788	\$ (20,012)
Investment earnings	35,000	53,130	70,822	17,692
Total revenues	5,916,370	5,057,930	5,055,610	(2,320)
EXPENDITURES				
Debt service:				
Principal:				
Bond principal	4,780,000	4,780,000	4,780,000	--
Interest and fiscal charges:				
Bond interest	1,122,780	1,122,780	1,122,773	7
Paying agent fees	4,000	4,000	2,000	2,000
Total interest and fiscal charges	1,126,780	1,126,780	1,124,773	2,007
Total expenditures	5,906,780	5,906,780	5,904,773	2,007
Excess (deficiency) of revenues over (under) expenditures	9,590	(848,850)	(849,163)	(313)
OTHER FINANCING SOURCES (USES)				
Transfers out				
Road and Street Debt Service Fund	--	(572,500)	(572,500)	--
Net change in fund balances	9,590	(1,421,350)	(1,421,663)	(313)
Fund balances, January 1	2,459,489	2,459,489	2,459,489	--
Fund balances, December 31	\$ 2,469,079	\$ 1,038,139	\$ 1,037,826	\$ (313)

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MOVEBR DEBT SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT B - 33

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
General sales and use taxes	\$ 22,821,870	\$ 22,821,870	\$ 23,875,733	\$ 1,053,863
Investment earnings	150,000	150,650	211,500	60,850
Total revenues	22,971,870	22,972,520	24,087,233	1,114,713
EXPENDITURES				
Debt service:				
Principal:				
Bond principal	8,010,000	8,010,000	8,010,000	--
Interest and fiscal charges:				
Bond interest	12,584,680	12,584,680	12,584,672	8
Paying agent fees	4,200	6,850	2,850	4,000
Total interest and fiscal charges	12,588,880	12,591,530	12,587,522	4,008
Total expenditures	20,598,880	20,601,530	20,597,522	4,008
Excess (deficiency) of revenues over (under) expenditures	2,372,990	2,370,990	3,489,711	1,118,721
Fund balances, January 1	6,463,205	6,463,205	6,463,205	--
Fund balances, December 31	\$ 8,836,195	\$ 8,834,195	\$ 9,952,916	\$ 1,118,721

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EXCESS REVENUE AND LIMITED TAX DEBT SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2025**

EXHIBIT B - 34

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Miscellaneous revenues:				
Contributions from government agencies	<u>\$ 57,320</u>	<u>\$ 55,930</u>	<u>\$ 55,868</u>	<u>\$ (62)</u>
EXPENDITURES				
Debt service:				
Principal:				
Bond principal	46,900	46,900	46,900	--
Interest and fiscal charges:				
Bond interest	<u>10,420</u>	<u>9,030</u>	<u>8,968</u>	<u>62</u>
Total expenditures	<u>57,320</u>	<u>55,930</u>	<u>55,868</u>	<u>62</u>
Excess (deficiency) of revenues over (under) expenditures	--	--	--	--
Fund balances, January 1	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund balances, December 31	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>



NONMAJOR ENTERPRISE FUNDS

Enterprise funds account for operations: (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Baton Rouge River Center accounts for the operation of a cultural and entertainment center composed of an arena, exhibition hall and theater of performing arts. Principal revenues of the fund are rents, commissions and governmental subsidies.

Greater Baton Rouge Parking Authority accounts for the operation of an off-street parking facility. Principal revenues of the fund are governmental subsidies and automobile parking fees.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2025

EXHIBIT C - 1

	Baton Rouge River Center	Greater Baton Rouge Parking Authority	Total Nonmajor Enterprise Funds
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 3,385,174	\$ 2,838,297	\$ 6,223,471
Investments	--	1,397,967	1,397,967
Accounts receivable - net	2,168,188	--	2,168,188
Accrued interest receivable	--	34,389	34,389
Due from other governments	20,801	--	20,801
Prepaid items	218,930	--	218,930
Inventory	138,522	--	138,522
Total current assets	<u>5,931,615</u>	<u>4,270,653</u>	<u>10,202,268</u>
Noncurrent assets:			
Restricted assets:			
Cash and cash equivalents	11,962,139	--	11,962,139
Investments	5,895,861	--	5,895,861
Sales taxes receivable	98,227	--	98,227
Accrued interest receivable	141,967	--	141,967
Total restricted assets	<u>18,098,194</u>	<u>--</u>	<u>18,098,194</u>
Capital assets:			
Land	1,024,914	1,629,303	2,654,217
Buildings	116,311,017	11,409,991	127,721,008
Improvements (other than buildings)	19,520,012	679,275	20,199,287
Equipment	2,952,060	11,696	2,963,756
Construction work in progress	--	--	--
Total capital assets	<u>139,808,003</u>	<u>13,730,265</u>	<u>153,538,268</u>
Accumulated depreciation	<u>(105,487,809)</u>	<u>(11,137,460)</u>	<u>(116,625,269)</u>
Net capital assets	<u>34,320,194</u>	<u>2,592,805</u>	<u>36,912,999</u>
Total noncurrent assets	<u>52,418,388</u>	<u>2,592,805</u>	<u>55,011,193</u>
Total assets	<u>58,350,003</u>	<u>6,863,458</u>	<u>65,213,461</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows for OPEB	--	8,964	8,964
Deferred outflows for pensions	--	12,668	12,668
Total deferred outflows of resources	<u>--</u>	<u>21,632</u>	<u>21,632</u>

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2025

EXHIBIT C - 1
(Continued)

	Baton Rouge River Center	Greater Baton Rouge Parking Authority	Total Nonmajor Enterprise Funds
LIABILITIES			
Current liabilities:			
Accounts and contracts payable	\$ 3,237,734	\$ 211,937	\$ 3,449,671
Accrued salaries payable	--	1,384	1,384
Unearned revenue	2,078,131	--	2,078,131
Compensated absences payable	--	35	35
Total current liabilities	<u>5,315,865</u>	<u>213,356</u>	<u>5,529,221</u>
Noncurrent liabilities:			
Compensated absences payable	--	272	272
Net pension liability	--	821	821
Total noncurrent liabilities	<u>--</u>	<u>1,093</u>	<u>1,093</u>
Total liabilities	<u>5,315,865</u>	<u>214,449</u>	<u>5,530,314</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflow for pensions	<u>--</u>	<u>3</u>	<u>3</u>
NET POSITION			
Net investment in capital assets	34,320,194	2,592,805	36,912,999
Restricted for capital projects	17,929,699	--	17,929,699
Unrestricted	<u>784,245</u>	<u>4,077,833</u>	<u>4,862,078</u>
Total net position	<u>\$ 53,034,138</u>	<u>\$ 6,670,638</u>	<u>\$ 59,704,776</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT C - 2

	<u>Baton Rouge River Center</u>	<u>Greater Baton Rouge Parking Authority</u>	<u>Total Nonmajor Enterprise Funds</u>
OPERATING REVENUES			
Charges for services	\$ 12,073,428	\$ 1,666,380	\$ 13,739,808
Miscellaneous revenues	<u>2,342,598</u>	<u>654</u>	<u>2,343,252</u>
Total operating revenues	<u>14,416,026</u>	<u>1,667,034</u>	<u>16,083,060</u>
OPERATING EXPENSES			
Personal services	--	34,372	34,372
Employee benefits	--	10,481	10,481
Supplies	2,701,188	113,776	2,814,964
Contractual services	13,497,613	1,417,900	14,915,513
Depreciation	2,221,325	222,373	2,443,698
Management fee	<u>993,569</u>	<u>--</u>	<u>993,569</u>
Total operating expenses	<u>19,413,695</u>	<u>1,798,902</u>	<u>21,212,597</u>
Operating income (loss)	<u>(4,997,669)</u>	<u>(131,868)</u>	<u>(5,129,537)</u>
NONOPERATING REVENUES (EXPENSES)			
Occupancy taxes	1,812,338	--	1,812,338
Federal and State grants	489,972	--	489,972
Investment earnings	809,948	172,169	982,117
Gain (loss) on disposition of capital assets	<u>6,180</u>	<u>--</u>	<u>6,180</u>
Total non-operating revenues (expenses)	<u>3,118,438</u>	<u>172,169</u>	<u>3,290,607</u>
Income (loss) before contributions and transfers	(1,879,231)	40,301	(1,838,930)
Capital contributions	903,514	--	903,514
Transfers in	1,607,310	--	1,607,310
Change in net position	<u>631,593</u>	<u>40,301</u>	<u>671,894</u>
Total net position - January 1	<u>52,402,545</u>	<u>6,630,337</u>	<u>59,032,882</u>
Total net position - December 31	<u><u>\$ 53,034,138</u></u>	<u><u>\$ 6,670,638</u></u>	<u><u>\$ 59,704,776</u></u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT C - 3

	Baton Rouge River Center	Greater Baton Rouge Parking Authority	Total Nonmajor Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers	\$ 14,187,430	\$ 1,667,431	\$ 15,854,861
Cash payments to suppliers for goods and services	(17,643,267)	(1,383,346)	(19,026,613)
Cash payments to employees for services and benefits	--	(61,349)	(61,349)
Net cash provided by (used for) operating activities	<u>(3,455,837)</u>	<u>222,736</u>	<u>(3,233,101)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Operating grants received	489,972	--	489,972
Transfers in from other funds	1,607,310	--	1,607,310
Net cash provided by (used for) noncapital financing activities	<u>2,097,282</u>	<u>--</u>	<u>2,097,282</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Receipts from occupancy taxes	1,747,598	--	1,747,598
Proceeds from sale of capital assets	6,180	--	6,180
Acquisition and construction of capital assets	(276,255)	--	(276,255)
Capital contributed by other governments	1,382,825	--	1,382,825
Net cash provided by (used for) capital and related financing activities	<u>2,860,348</u>	<u>--</u>	<u>2,860,348</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of investments	(5,895,861)	(1,397,967)	(7,293,828)
Proceeds from sales and maturities of investments	4,860,373	1,382,185	6,242,558
Interest received on investments	816,661	174,125	990,786
Net cash provided by (used for) investing activities	<u>(218,827)</u>	<u>158,343</u>	<u>(60,484)</u>
Net increase (decrease) in cash and cash equivalents	1,282,966	381,079	1,664,045
Cash and cash equivalents, January 1	<u>14,064,347</u>	<u>2,457,218</u>	<u>16,521,565</u>
Cash and cash equivalents, December 31	<u><u>\$ 15,347,313</u></u>	<u><u>\$ 2,838,297</u></u>	<u><u>\$ 18,185,610</u></u>
Classified as:			
Current assets	\$ 3,385,174	\$ 2,838,297	\$ 6,223,471
Restricted assets	11,962,139	--	11,962,139
Totals	<u><u>\$ 15,347,313</u></u>	<u><u>\$ 2,838,297</u></u>	<u><u>\$ 18,185,610</u></u>

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT C - 3
(Continued)

	<u>Baton Rouge River Center</u>	<u>Greater Baton Rouge Parking Authority</u>	<u>Total Nonmajor Enterprise Funds</u>
Reconciliation of operating income to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ (4,997,669)	\$ (131,868)	\$ (5,129,537)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	2,221,325	222,373	2,443,698
Increase (decrease) in compensated absences payable	--	307	307
(Increase) decrease in deferred outflows for OPEB	--	(5,390)	(5,390)
Increase (decrease) in net pension liability	--	79	79
(Increase) decrease in deferred outflows for pensions	--	(12,668)	(12,668)
Increase (decrease) in deferred inflows for pensions	--	3	3
Change in assets and liabilities:			
Decrease (increase) in accounts receivable	(783,758)	397	(783,361)
Decrease (increase) in prepaid items	(261,352)	--	(261,352)
Decrease (increase) in inventory	28,979	--	28,979
Increase (decrease) in accounts and contracts payable	(171,038)	148,330	(22,708)
Increase (decrease) in accrued salaries payable	34,849	1,173	36,022
Increase (decrease) in unearned revenue	555,162	--	555,162
Total adjustments	<u>1,624,167</u>	<u>354,604</u>	<u>1,978,771</u>
Net cash provided by (used for) operating activities	<u>\$ (3,373,502)</u>	<u>\$ 222,736</u>	<u>\$ (3,150,766)</u>
Non cash investing, capital, and financing activities:			
Gain in fair value of investments	\$ 141,967	\$ 34,389	\$ 176,356

INTERNAL SERVICE FUNDS

Internal Service Funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost-reimbursement basis.

Fleet Rental and Replacement Fund rents motorized equipment to Public Works divisions and provides for their scheduled replacement at the end of the economic life of the asset.

Fleet Management Fund maintains motorized and heavy equipment and provides motor fuels for all departments.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2025

EXHIBIT D - 1

	<u>Fleet Rental and Replace- ment Fund</u>	<u>Fleet Management</u>	<u>Total</u>
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 8,990,743	\$ 580,778	\$ 9,571,521
Investments	4,428,277	--	4,428,277
Accrued interest receivable	110,036	--	110,036
Inventory	--	316,392	316,392
Total current assets	<u>13,529,056</u>	<u>897,170</u>	<u>14,426,226</u>
Noncurrent assets:			
Capital assets:			
Land	--	47,568	47,568
Buildings	--	2,355,428	2,355,428
Improvements (other than buildings)	--	7,190	7,190
Equipment	57,879,766	224,264	58,104,030
Total capital assets	<u>57,879,766</u>	<u>2,634,450</u>	<u>60,514,216</u>
Accumulated depreciation	<u>(50,476,523)</u>	<u>(2,581,173)</u>	<u>(53,057,696)</u>
Net capital assets	<u>7,403,243</u>	<u>53,277</u>	<u>7,456,520</u>
Total assets	<u>20,932,299</u>	<u>950,447</u>	<u>21,882,746</u>
LIABILITIES			
Current liabilities:			
Accounts and contracts payable	448,176	530,190	978,366
Accrued salaries payable	--	64,763	64,763
Compensated absences payable	--	10,219	10,219
Total current liabilities	<u>448,176</u>	<u>605,172</u>	<u>1,053,348</u>
Noncurrent liabilities:			
Compensated absences payable	<u>--</u>	<u>190,051</u>	<u>190,051</u>
Total liabilities	<u>448,176</u>	<u>795,223</u>	<u>1,243,399</u>
NET POSITION			
Net investment in capital assets	7,403,243	53,277	7,456,520
Unrestricted	<u>13,080,880</u>	<u>101,947</u>	<u>13,182,827</u>
Total net position	<u>\$ 20,484,123</u>	<u>\$ 155,224</u>	<u>\$ 20,639,347</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT D - 2

	<u>Fleet Rental and Replace- ment Fund</u>	<u>Fleet Management</u>	<u>Total</u>
OPERATING REVENUES			
Charges for services:			
Billings to departments	\$ 7,347,698	\$ 14,616,369	\$ 21,964,067
OPERATING EXPENSES			
Personal services	--	1,684,441	1,684,441
Employee benefits	--	1,325,093	1,325,093
Supplies	1,668	136,939	138,607
Contractual services	5,131,846	1,095,223	6,227,069
Cost of materials	--	11,312,320	11,312,320
Depreciation	2,872,840	15,115	2,887,955
Total operating expenses	<u>8,006,354</u>	<u>15,569,131</u>	<u>23,575,485</u>
Operating income (loss)	<u>(658,656)</u>	<u>(952,762)</u>	<u>(1,611,418)</u>
NONOPERATING REVENUES (EXPENSES)			
Investment earnings	550,529	(5,839)	544,690
Gain (loss) on disposition of capital assets	443,123	1,114	444,237
Total non-operating revenues (expenses)	<u>993,652</u>	<u>(4,725)</u>	<u>988,927</u>
Income (loss) before contributions and transfers	334,996	(957,487)	(622,491)
Transfers in	--	600,000	600,000
Transfers out	<u>(600,000)</u>	<u>--</u>	<u>(600,000)</u>
Change in net position	(265,004)	(357,487)	(622,491)
Total net position - January 1, as adjusted or restated	<u>20,749,127</u>	<u>512,711</u>	<u>21,261,838</u>
Total net position - December 31	<u><u>\$ 20,484,123</u></u>	<u><u>\$ 155,224</u></u>	<u><u>\$ 20,639,347</u></u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT D - 3

	Fleet Rental and Replace- ment Fund	Fleet Management	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers	\$ 7,347,698	\$ 14,616,369	\$ 21,964,067
Cash payments to suppliers for goods and services	(5,166,123)	(12,955,474)	(18,121,597)
Cash payments to employees for services and benefits	--	(3,003,781)	(3,003,781)
Net cash provided by (used for) operating activities	<u>2,181,575</u>	<u>(1,342,886)</u>	<u>838,689</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers in from other funds	--	600,000	600,000
Transfers out to other funds	(600,000)	--	(600,000)
Net cash provided by (used for) noncapital financing activities	<u>(600,000)</u>	<u>600,000</u>	<u>--</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from sale of capital assets	448,069	1,114	449,183
Acquisition and construction of capital assets	(1,412,819)	(5,592)	(1,418,411)
Net cash provided by (used for) capital and related financing activities	<u>(964,750)</u>	<u>(4,478)</u>	<u>(969,228)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of investments	(4,428,277)	--	(4,428,277)
Proceeds from sales and maturities of investments	4,403,668	--	4,403,668
Interest received on investments	569,784	(5,839)	563,945
Net cash provided by (used for) investing activities	<u>545,175</u>	<u>(5,839)</u>	<u>539,336</u>
Net increase (decrease) in cash and cash equivalents	1,162,000	(753,203)	408,797
Cash and cash equivalents, January 1	<u>7,828,743</u>	<u>1,333,981</u>	<u>9,162,724</u>
Cash and cash equivalents, December 31	<u><u>\$ 8,990,743</u></u>	<u><u>\$ 580,778</u></u>	<u><u>\$ 9,571,521</u></u>
Reconciliation of operating income to net cash provided by (used for) operating activities:			
Operating income (loss)	<u>\$ (658,656)</u>	<u>\$ (952,762)</u>	<u>\$ (1,611,418)</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	2,872,840	15,115	2,887,955
Increase (decrease) in compensated absences payable	--	162	162
Change in assets and liabilities:			
Decrease (increase) in inventory	--	(20,368)	(20,368)
Increase (decrease) in accounts and contracts payable	(32,609)	(390,624)	(423,233)
Increase (decrease) in accrued salaries payable	--	5,591	5,591
Total adjustments	<u>2,840,231</u>	<u>(390,124)</u>	<u>2,450,107</u>
Net cash provided by (used for) operating activities	<u><u>\$ 2,181,575</u></u>	<u><u>\$ (1,342,886)</u></u>	<u><u>\$ 838,689</u></u>
Non cash investing, capital, and financing activities:			
Gain in fair value of investments	\$ 110,036	\$ --	\$ 110,036
Gain (loss) on disposal of capital assets	(4,946)	--	(4,946)

FIDUCIARY FUNDS

Pension Trust Funds

City-Parish Employees' Retirement System (CPERS) Regular Pension Trust Fund

accounts for a cost-sharing multiple-employer defined benefit pension system established for employees of the City-Parish government, some of the government's discretely presented component agencies and related organizations.

CPERS Police Guarantee Trust Fund accounts for a single-employer special trust set up by CPERS to administer certain benefits to police employees who transferred to the State Municipal Police Employees Retirement System (MPERS) in 2000. This fund covers benefits that were included in the CPERS system that are not covered by the MPERS system.

Custodial Funds

Sales Tax Suspense Fund accounts for the collection of the City-Parish 3% sales tax and distribution thereof to the General Fund, City of Baker, City of Zachary, City of Central and Consolidated School District.

City Court Receipts Suspense Fund accounts for the collections and disbursements of garnishments, court costs, and civil fees for other agencies.

Council on Aging accounts for the collections and disbursements of the special property tax levied to operate and maintain facilities, programs, services, and activities for the elderly citizens of East Baton Rouge Parish.

Indigent Defender Fund accounts for the designated court costs and disbursements to the attorneys of indigent clients.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
DECEMBER 31, 2025

EXHIBIT E - 1

	CPERS Regular Retirement System	CPERS Police Guaranty System	Total Pension Trust Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 30,379,061	\$ 932,087	\$ 31,311,148
Receivables:			
Employee contributions	513,069	11	513,080
Employer contributions	1,303,540	338	1,303,878
Non-employer contributions	2,046,807	--	2,046,807
Interest and dividends	267,026	248	267,274
Pending trades	3,082,912	--	3,082,912
Other contributions	82,928	--	82,928
Total receivables	<u>7,296,282</u>	<u>597</u>	<u>7,296,879</u>
Investments, at fair value			
Fixed income - domestic	267,399,108	8,159,640	275,558,748
Fixed income - international	18,517,558	3,226,860	21,744,418
Equity securities - domestic	403,137,152	8,426,729	411,563,881
Equity securities - international	222,922,166	5,015,666	227,937,832
Real estate investments	141,117,648	--	141,117,648
Alternative investments	353,542,824	3,659,303	357,202,127
Total investments	<u>1,406,636,456</u>	<u>28,488,198</u>	<u>1,435,124,654</u>
Capital assets:			
Land	550,628	--	550,628
Buildings	781,949	--	781,949
Equipment	70,869	--	70,869
Accumulated depreciation	(787,052)	--	(787,052)
Total capital assets	<u>616,394</u>	<u>--</u>	<u>616,394</u>
Total assets	<u>1,444,928,193</u>	<u>29,420,882</u>	<u>1,474,349,075</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows for OPEB	<u>495,610</u>	<u>80,572</u>	<u>576,182</u>
LIABILITIES			
Accrued expenses and benefits payable	1,340,922	156,080	1,497,002
Pending trades payable	370,391	--	370,391
Total other postemployment liabilities	<u>3,428,098</u>	<u>695,092</u>	<u>4,123,190</u>
Total liabilities	<u>5,139,411</u>	<u>851,172</u>	<u>5,990,583</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows for OPEB	<u>492,790</u>	<u>78,051</u>	<u>570,841</u>
NET POSITION			
Net position restricted for pensions	<u>\$ 1,439,791,602</u>	<u>\$ 28,572,231</u>	<u>\$ 1,468,363,833</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT E - 2

	CPERS Regular Retirement System	CPERS Police Guaranty System	Total Pension Trust Funds
ADDITIONS			
Contributions:			
Employee	\$ 15,413,570	\$ 512	\$ 15,414,082
Employer	67,812,596	5,050,433	72,863,029
Non-employer	1,645,632	--	1,645,632
Severance contributions from employee	1,256,618	--	1,256,618
Total contributions	<u>86,128,416</u>	<u>5,050,945</u>	<u>91,179,361</u>
Investment income			
<i>From investment activities:</i>			
Net appreciation (depreciation) in fair value of investments	188,089,433	3,038,900	191,128,333
Interest	5,292,190	978,853	6,271,043
Total investment income (loss)	193,381,623	4,017,753	197,399,376
Less: investment expense	4,797,754	41,076	4,838,830
Net income from investing activities	<u>188,583,869</u>	<u>3,976,677</u>	<u>192,560,546</u>
Total additions (reductions)	<u>274,712,285</u>	<u>9,027,622</u>	<u>283,739,907</u>
DEDUCTIONS			
Benefit payments	126,614,565	3,738,379	130,352,944
Refunds and withdrawals	3,785,712	--	3,785,712
Administrative expenses	1,982,113	380,112	2,362,225
Total deductions	<u>132,382,390</u>	<u>4,118,491</u>	<u>136,500,881</u>
Change in net position	142,329,895	4,909,131	147,239,026
Net position - beginning of year	<u>1,297,461,707</u>	<u>23,663,100</u>	<u>1,321,124,807</u>
Net position - end of year	<u><u>\$ 1,439,791,602</u></u>	<u><u>\$ 28,572,231</u></u>	<u><u>\$ 1,468,363,833</u></u>

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
DECEMBER 31, 2025**

EXHIBIT E - 3

	<u>Sales Tax Suspense</u>	<u>City Court Receipts Suspense</u>	<u>Council on Aging</u>	<u>Indigent Defender</u>	<u>Total Custodial Funds</u>
ASSETS					
Cash and cash equivalents	\$ 20,806,081	\$ 526,970	\$ --	\$ 71,580	\$ 21,404,631
Taxes receivable for other governments	30,221,665	--	8,111,104	--	38,332,769
Other receivables	--	--	--	31,999	31,999
Total assets	<u>51,027,746</u>	<u>526,970</u>	<u>8,111,104</u>	<u>103,579</u>	<u>59,769,399</u>
LIABILITIES					
Accounts payable	--	526,970	3,450	--	530,420
Due to other governments	<u>51,027,746</u>	<u>--</u>	<u>8,107,654</u>	<u>103,579</u>	<u>59,238,979</u>
Total liabilities	<u>51,027,746</u>	<u>526,970</u>	<u>8,111,104</u>	<u>103,579</u>	<u>59,769,399</u>
NET POSITION					
Restricted for:					
Individuals, organizations and other governments	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT E - 4

	<u>Sales Tax Suspense</u>	<u>City Court Receipts Suspense</u>	<u>Council on Aging</u>	<u>Indigent Defender</u>	<u>Total Custodial Funds</u>
ADDITIONS					
Investment income	\$ --	\$ --	\$ --	\$ 4,800	\$ 4,800
Sales tax collections for other governments	317,268,287	--	--	--	317,268,287
Property tax collections for other governments	--	--	10,750,490	--	10,750,490
Court collections for outside parties	--	10,682,023	--	1,131,293	11,813,316
Total additions	<u>317,268,287</u>	<u>10,682,023</u>	<u>10,750,490</u>	<u>1,136,093</u>	<u>339,836,893</u>
DEDUCTIONS					
Payments of sales tax to other governments	317,427,017	--	--	--	317,427,017
Payments of property tax to other governments	--	--	10,750,490	--	10,750,490
Court fees	--	10,682,023	--	1,136,093	11,818,116
Total deductions	<u>317,427,017</u>	<u>10,682,023</u>	<u>10,750,490</u>	<u>1,136,093</u>	<u>339,995,623</u>
Net increase/(decrease) in fiduciary net position	(158,730)	--	--	--	(158,730)
Net position - beginning of year	<u>158,730</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>158,730</u>
Net position - end of year	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>



SUPPLEMENTARY SCHEDULES

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED SCHEDULE OF CASH, CASH EQUIVALENTS
AND INVESTMENTS
DECEMBER 31, 2025**

EXHIBIT F - 1

<u>Description</u>	<u>Interest Rate (%)</u>	<u>Carrying Amount</u>
<u>PRIMARY GOVERNMENT</u>		
<u>Consolidated Cash Account</u>		
Louisiana Asset Management Pool	3.83 - 4.58	\$ 873,591,447
U.S. Government Obligations	3.59 - 4.14	476,532,390
Cash in Bank - Capital One		17,613,585
Total Cash and Investments - Consolidated Cash Account		<u>1,367,737,422</u>
 <u>Other Cash Items</u>		
Petty Cash		14,066
Cash on Hand		5,988,539
Total Other Cash Items		<u>6,002,605</u>
 <u>Baton Rouge River Center</u>		
Cash in Bank - Investar Bank		<u>3,750,691</u>
 <u>East Baton Rouge Sewerage Commission</u>		
Louisiana Asset Management Pool	3.83 - 4.58	22,066,499
Capital One Bank:		
Cash in Bank		36,212,699
Total East Baton Rouge Sewerage Commission		<u>58,279,198</u>
 <u>2010A Public Improvement Sales Tax Revenue Bonds</u>		
Capital One Bank:		
Cash in Bank		<u>529,479</u>
 <u>2010B Public Improvement Sales Tax Revenue Bonds</u>		
Capital One Bank:		
Cash in Bank		<u>585,139</u>
 <u>2016A-1 Public Improvement Sales Tax Revenue Refunding Bonds</u>		
Capital One Bank:		
Cash in Bank		<u>1,412,643</u>
 <u>2016A-2 (Taxable) Public Improvement Sales Tax Revenue Refunding Bonds</u>		
Capital One Bank:		
Cash in Bank		<u>49,876</u>
 <u>2016A-3 Public Improvement Sales Tax Revenue Bonds</u>		
Capital One Bank:		
Cash in Bank		<u>119,429</u>
 <u>2018 Public Improvement Sales Tax Revenue Bonds</u>		
Capital One Bank:		
Cash in Bank		<u>639,602</u>

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED SCHEDULE OF CASH, CASH EQUIVALENTS
AND INVESTMENTS
DECEMBER 31, 2025**

EXHIBIT F - 1
(Continued)

<u>Description</u>	<u>Interest Rate (%)</u>	<u>Carrying Amount</u>
<u>PRIMARY GOVERNMENT (Continued)</u>		
<u>2019 MOVEBR Public Improvement Sales Tax Revenue Bonds</u>		
Louisiana Asset Management Pool	3.83 - 4.58	\$ 1,611,686
Capital One Bank:		
Cash in Bank		<u>2,381,453</u>
Total 2019 MOVEBR Public Improvement Sales Tax Revenue Bonds		<u>3,993,139</u>
<u>2020 Road and Street Improvement Sales Tax Revenue Refunding Bonds</u>		
Louisiana Asset Management Pool	3.83 - 4.58	1,492,025
Capital One Bank:		
Cash in Bank		<u>2,205,312</u>
Total 2020 Road and Street Improvement Sales Tax Revenue Refunding Bonds		<u>3,697,337</u>
<u>2020 LCDA Road Improvements Project Refunding Bonds</u>		
Capital One Bank:		
Cash in Bank		<u>1,039,230</u>
<u>2024 MOVEBR Public Improvement Sales Tax Revenue Bonds</u>		
Louisiana Asset Management Pool	3.83 - 4.58	2,408,294
Capital One Bank:		
Cash in Bank		<u>3,559,128</u>
Total 2024 MOVEBR Public Improvement Sales Tax Revenue Bonds		<u>5,967,422</u>
<u>2025 Road and Street Improvement Sales Tax Revenue Bonds</u>		
Capital One Bank:		
Cash in Bank		<u>2,116,264</u>
 Grand Total Cash, Cash Equivalents and Investments - Primary Government excluding Employees' Retirement System Pension Trust Fund		
		<u><u>\$ 1,455,919,476</u></u>

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
COMBINED SCHEDULE OF CASH, CASH EQUIVALENTS
AND INVESTMENTS
DECEMBER 31, 2025**

EXHIBIT F - 1
(Continued)

<u>Description</u>	<u>Interest Rate (%)</u>	<u>Carrying Amount</u>
<u>Employees' Retirement System Pension Trust Fund</u>		
Cash in Bank		\$ 18,007,087
International Equities and Fixed Income		249,682,249
Domestic Equities and Fixed Income		687,122,628
Short-Term Investment Fund/Cash Equivalents		13,304,063
Equity Real Estate Fund		141,117,648
Alternative Investments		357,202,127
Total Employees' Retirement System Pension Trust Fund		<u>\$ 1,466,435,802</u>

COMPONENT UNITS

District Attorney of the Nineteenth Judicial District	\$ 972,948
Nineteenth Judicial District Court	6,607,480
Nineteenth Judicial District Court Building Commission	29,317,328
E.B.R. Parish Family Court	436,427
E.B.R. Parish Juvenile Court	543,039
The Bridge Center for Hope	5,385,760
E.B.R. Redevelopment Authority (d/b/a Build Baton Rouge)	2,354,573
Capitol House Economic Development District	93,970
Bluebonnet Convention Hotel Taxing District	490,126
EBRATS Building Special Taxing District	5,480
Old LNB Building Redevelopment Taxing District	295,248
Cortana Corridor Economic Development District	940,284
E.B.R. Parish Communications District	11,050,061
Capital Area Transit System	126,869
Grand Total Cash, Cash Equivalents and Investments - Component Units	<u>\$ 58,619,593</u>

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF COMPENSATION, BENEFITS AND OTHER
PAYMENTS TO MAYOR-PRESIDENT
FOR THE YEAR ENDED DECEMBER 31, 2025**

EXHIBIT F - 2

Mayor-President Emile "Sid" Edwards

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 195,000
Benefits - Insurance	18,125
Benefits - Employer Retirement Contributions	66,007
Benefits - Employer Medicare Contributions	2,744
Benefits - Employer OPEB Contributions	41,925
Travel (Conferences & Meetings)	3,245
Cell Phone	943
Special meals	<u>2,436</u>
Total Compensation, Benefits and Other Payments to Mayor-President	<u><u>\$ 330,425</u></u>

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
BALANCE SHEET SCHEDULE
LOUISIANA COMMUNITY DEVELOPMENT BLOCK GRANTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

EXHIBIT F - 3

	Gustav/Ike Disaster Recovery Program	Louisiana Watershed Initiative	FEMA Public Assistance Nonfederal Share Match Program	Hazard Mitigation Grant Program	Total LCDBG Programs
ASSETS					
Cash and cash equivalents	\$ 9,072	\$ --	\$ --	\$ 833,642	\$ 842,714
Due from other governments	--	138,648	--	249,692	388,340
Total assets	<u>\$ 9,072</u>	<u>\$ 138,648</u>	<u>\$ --</u>	<u>\$ 1,083,334</u>	<u>\$ 1,231,054</u>
LIABILITIES					
Accounts and contracts payable	\$ 9,072	\$ --	\$ --	\$ --	\$ 9,072
Unearned revenue	--	--	--	833,642	833,642
Due to other governments	--	138,648	--	249,692	388,340
Total liabilities	<u>9,072</u>	<u>138,648</u>	<u>--</u>	<u>1,083,334</u>	<u>1,231,054</u>
FUND BALANCES					
Restricted	--	--	--	--	--
Total liabilities and fund balances	<u>\$ 9,072</u>	<u>\$ 138,648</u>	<u>\$ --</u>	<u>\$ 1,083,334</u>	<u>\$ 1,231,054</u>

This schedule is provided to comply with grantor oversight reporting requirements.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
LOUISIANA COMMUNITY DEVELOPMENT BLOCK GRANTS
FOR THE YEAR ENDED DECEMBER 31, 2025

EXHIBIT F - 4

	Gustav/Ike Disaster Recovery Program	Louisiana Watershed Initiative	FEMA Public Assistance Nonfederal Share Match Program	Hazard Mitigation Grant Program	Total LCDBG Programs
REVENUES					
Louisiana Division of Administration Office of					
Community Development Disaster Recovery Unit	\$ --	\$ 541,188	\$ 40,539	\$ 2,025,875	\$ 2,607,602
Investment earnings	48	--	--	--	48
Total revenues	48	541,188	40,539	2,025,875	2,607,650
EXPENDITURES					
Current:					
Administrative Services	--	--	--	135,700	135,700
Engineering Services	--	197,651	--	--	197,651
Construction	9,072	343,537	--	1,890,175	2,242,784
Public Services	--	--	40,539	--	40,539
Total expenditures	9,072	541,188	40,539	2,025,875	2,616,674
Excess (deficiency) of revenues over (under) expenditures	(9,024)	--	--	--	(9,024)
OTHER FINANCING SOURCES (USES)					
Transfers in	8,054	--	--	--	8,054
Net change in fund balances	(970)	--	--	--	(970)
Fund balances, January 1	970	--	--	--	970
Fund balances, December 31	\$ --	\$ --	\$ --	\$ --	\$ --

This schedule is provided to comply with grantor oversight reporting requirements.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
JUSTICE SYSTEM FUNDING SCHEDULE
COLLECTIONS AND DISBURSEMENTS
DECEMBER 31, 2025

EXHIBIT F - 5

	Period Ending 06/30/2025	Period Ending 12/31/2025
Beginning Cash Balance	\$ 4,400,160	\$ 4,517,656
Collections		
Civil Fees	6,062,576	7,208,782
Bond Fees	13,768	14,889
Pre-Trial Diversion Program Fees	168,903	153,956
Criminal Court Costs/Fees	513,699	602,293
Criminal Fines - Contempt	196,661	247,415
Criminal Fines - Other	267,025	255,492
Probation/Parole/Supervision Fees	23,660	23,464
Service/Collection Fees	1,194	1,082
Other	524,685	613,186
Total Collected	<u>7,772,171</u>	<u>9,120,559</u>
Deductions: Collections Retained by the City-Parish		
Collection Fee for Collecting/Disbursing to Others Based on Percentage of Collection	288,092	348,756
Amounts Self-Disbursed to Collecting Agency		
Civil Fees	975,467	1,161,727
Bond Fees	13,768	14,889
Pre-Trial Diversion Program Fees	168,903	153,956
Criminal Court Costs/Fees	459,570	550,384
Criminal Fines - Contempt	196,661	247,415
Criminal Fines - Other	267,026	255,492
Probation/Parole/Supervision Fees	12,085	11,953
Service/Collection Fees	1,194	1,082
Other	91	79
Total Collections Retained by the City-Parish	<u>2,382,857</u>	<u>2,745,733</u>
Deductions: Disbursements to Individuals and Entites, Excluding Governements and Nonprofits		
Civil Fee Refunds	<u>4,613,549</u>	<u>5,543,592</u>
Deductions: Disbursements to Governements & Nonprofits		
Acadia Parish Sheriff's Department - Civil Fees	--	45
Ascension Parish Sheriff's Office - Civil Fees	--	2,811
Avoyelles Parish Sheriff's Department - Civil Fees	--	57
Baton Rouge Bar Association - Civil Fees	5,931	6,653
Baton Rouge Crime Stoppers Inc. - Criminal Court Costs/Fees	11,274	14,978
Calcasieu Parish Sheriff - Civil Fees	--	82
Concordia Parish Sheriff's Department - Civil Fees	--	66
Departement of Health & Hospitals - Criminal Court Costs/Fees	7,177	7,986
Disability Affairs Trust Fund - Criminal Court Costs/Fees	3,565	3,150
East Baton Rouge Parish Sheriff's Office - Criminal Court Costs/Fees	3,465	5,725
East Baton Rouge Office of the Public Defender - Other	502,809	670,333
East Feliciana Parish Sheriff's Office - Civil Fees	--	520
Evangeline Parish Sheriff's Department - Civil Fees	--	33
Grant Parish Sheriff's Office - Civil Fees	--	81

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
JUSTICE SYSTEM FUNDING SCHEDULE
COLLECTIONS AND DISBURSEMENTS
DECEMBER 31, 2025

EXHIBIT F - 5
(Continued)

	Period Ending 06/30/2025	Period Ending 12/31/2025
Less: Disbursements to Governements & Nonprofits (Continued)		
Honorable Doug Welborn - Civil Fees	\$ 27,945	\$ 24,840
Iberville Parish Sheriff's Office - Civil Fees	--	521
Lafayette Parish Sheriff's Department - Civil Fees	--	652
Lafourche Parish Sheriff's Office - Civil Fees	--	13
Lincoln Parish Sheriff's Department - Civil Fees	--	31
Livingston Parish Sheriff's Office - Civil Fees	--	3,346
Louis Martinet Legal Society - Civil Fees	2,373	2,493
Louisiana Commission on Law Enforcement - Criminal Court Costs/Fees	12,495	14,978
Louisiana State Treasurer - Civil Fees	66,724	74,552
Louisiana State Treasurer - Criminal Court Costs/Fees	4,640	3,906
Morehouse Parish Sheriff's Department - Civil Fees	--	30
Ouachita Parish Sheriff's Department - Civil Fees	--	323
Pointe Coupee Parish Sheriff's Office - Civil Fees	--	197
Police Training Academy - Criminal Court Costs/Fees	3,940	7,982
Rapides Parish Sheriff's Office - Civil Fees	--	1
Sabine Parish Sheriff's Office - Civil Fees	--	40
Southeast Louisiana Legal Services - Civil Fees	5,931	6,653
St. Bernard Parish Sheriff's Office - Civil Fees	--	34
St. Charles Parish Sheriff's Office - Civil Fees	--	83
St. Helena Parish Sheriff's Department - Civil Fees	--	213
St. James Parish Sheriff's Office - Civil Fees	--	144
St. John The Baptist Parish Sheriff's Office - Civil Fees	--	160
St. Landry Parish Sheriff's Office - Civil Fees	--	97
St. Martin Parish Sheriff's Office - Civil Fees	--	21
Tangipahoa Parish Sheriff's Office - Civil Fees	--	107
Terrebonne Parish Sheriff's Office - Civil Fees	--	17
Vermilion Parish Sheriff's Office - Civil Fees	--	65
Vernon Parish Sheriff's Office - Civil Fees	--	54
Webster Parish Sheriff's Office - Civil Fees	--	100
West Baton Rouge Parish Sheriff's Office - Civil Fees	--	46
West Feliciana Parish Sheriff's Department - Civil Fees	--	306
Winn Parish Sheriff's Office - Civil Fees	--	34
Total Disbursements to Other Governements and Nonprofits	<u>658,269</u>	<u>854,559</u>
Total Amounts Disbursed/Retained	<u>7,654,675</u>	<u>9,143,884</u>
Ending Cash Balance	<u><u>\$ 4,517,656</u></u>	<u><u>\$ 4,494,331</u></u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF COLLECTIONS, DISTRIBUTIONS,
AND COSTS OF COLLECTIONS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2025

EXHIBIT F-6

1	Collections	
a.	Sales and Use Tax	\$ 741,038,945
b.	All Other Taxes	50,675,680
c.	Interest	1,360,848
c.	Penalties	1,513,309
e.	Fees	29,236
	Total Collections Received	<u>794,618,018</u>
f	Less Collections Received and Held in Escrow	<u>6,823,548</u>
	Total Collections Available for Disbursement	<u>787,794,470</u>
2	Amounts Disbursed To Each Local Taxing Authority (Net of Collection Costs)	
	City of Baton Rouge	
	Sales Tax (2%)	150,572,199
	Occupational License Tax	7,065,837
	Insurance Premium Tax	3,208,806
	East Baton Rouge Parish (Unincorporated) (2%)	
	Sales Tax (2%)	75,113,137
	Occupational License Tax	1,645,103
	Insurance Premium Tax	1,591,715
	City of Baker City Tax & Police & Fire (Sales Tax 2.5%)	6,513,576
	Baker School District (Sales Tax 2%)	5,049,456
	City of Zachary (Sales Tax 2%)	11,729,124
	Zachary School District General Fund (Sales Tax 1%)	6,794,451
	Zachary School District EFID (Sales Tax 1%)	5,524,503
	City of Central (Sales Tax 2%)	9,342,103
	Central School District (Sales Tax 2.5%)	12,342,063
	City of St. George (Sales Tax 2%)	31,346,355
	City of St. George IGA Fees	6,326,798
	EBRP School Board General Fund (Sales Tax 1%)	120,479,538
	EBRP School Board EFID #1 - #3 (Sales Tax 1%)	101,561,081
	Sewer Tax (Sales Tax .5%)	62,250,001
	City of Baton Rouge/EBR Parish Street Improvement Tax (Sales Tax 1%)	112,704,919
	City of Baker Street Improvement Tax (Sales Tax 1%)	2,265,283
	City of Zachary Street Improvement Tax (Sales Tax 1%)	5,135,350
	City of Central Street Improvement Tax (Sales Tax 1%)	4,243,723
	Capitol House EDD (10% District Tax)	1,315,202
	King Hotel EDD (2% City Tax Rebate & 3% District Tax)	106,807
	Bluebonnet EDD (2% EBR Tax Rebate & 3% District Tax)	848,149
	Lafayette-Main EDD (2% City Tax Rebate)	98,382
	EBRATS EDD (2% City Tax Rebate & 2% District Tax)	95,114
	Old LNB EDD (2% City Tax Rebate & 3% District Tax)	505,967
	Third-Florida EDD (2% City Tax Rebate & 2% District Tax)	226,398
	Harveston EDD (2% EBR Tax Rebate & 2% District Tax)	12,008
	Cortana Corridor EDD (2% City Tax Rebate)	279,684
	Southern Univ EDD (1% District STX & 1% District Occupancy Tax)	102,829
	LSU EDD (1% District STX & 1% District Occupancy Tax)	280,360
	Baker Hotel Tax (Hotel/Motel Tax 5%)	46,214
	Zachary Hotel Tax (Hotel/Motel Tax 5%)	223,455
	Visit Baton Rouge (Hotel/Motel Tax 4%)	7,365,309
	River Center Fund (Hotel/Motel Tax 2%)	3,622,169
	Baton Rouge North EDD (Hotel/Motel Tax 2%)	375,283
	Public Utility Taxes	25,517,613
	City Court / District Court Fees	27,289
	NSF Transactions	1,947
	Total Amounts Disbursed to Local Taxing Authorities/Rebated	<u>783,855,300</u>
3	Total Amount Retained by the Collector	<u>3,939,170</u>
4	Amounts Disbursed for Costs of Collection	
a.	Collector Employee Salaries & Benefits	2,143,111
b.	Office Supplies	11,832
c.	Contractual Services	155,526
d.	Revenue Division Administration	110,900
e.	Auditing Costs Allocated to Collection Office	1,707,601
f.	Other Department Costs Allocated to Revenue Collection Office	708,863
	Total Amounts Disbursed for Costs of Collection	<u>4,837,833</u>
5	Balance in Excess (Deficiency) of Costs of Collection	<u>\$ (898,663)</u>

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
ADDITIONAL BONDING CAPACITY
DECEMBER 31, 2025
(UNAUDITED)

EXHIBIT F-7

2% Sales Tax Revenue Bonds

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

Act No. 328 of the 1988 Regular Session of the Louisiana Legislature, House Bill No. 1599, Section 8(a) imposes a limit on the debt service obligations that can be outstanding of 40% of the gross avails of the sales and use tax for both the city and the parish 2% sales and use tax. The legal debt calculation as of December 31, 2025, is as follows:

	City	Parish
Actual 2025 Revenues	\$141,843,766	\$ 74,097,271
Debt Capacity Before Outstanding Bonds (40%)	56,737,506	29,638,908
Less: Highest Annual Debt Service on Outstanding Bonds	(7,098,315)	(2,207,886)
Debt Capacity	\$ 49,639,191	\$ 27,431,022
Interest factor for \$1 of debt, 5.00%, 25 years	0.070952457	0.070952457
Additional Bond Capacity (25 Years at 5.00%)	\$699,612,009	\$386,611,305

These bonds are paid through the City Sales Tax Revenue Bonds Debt Service Fund and the Parish Sales Tax Revenue Bonds Debt Service Fund. Sinking fund payments are made monthly with bond interest and/or principal payments due February 1 and August 1 of each year. As of December 31, 2025, the following issues are outstanding:

<u>Bond Issue</u>	<u>Outstanding 12/31/2025</u>	<u>Primary Purpose of Issue</u>
City of Baton Rouge:		
<u>Governmental type activities:</u>		
\$19,045,000; Series 2010B	\$ 1,355,000	Advance refunding parity bond issue
\$18,000,000; Series 2018	10,695,000	Provide funds to renovate the Baton Rouge Theater for the Performing Arts
<u>Business type activities:</u>		
\$ 6,000,000; Series 2010A (GO Zone)	3,795,000	Provide capital improvement funds for airport projects
\$40,765,000; Series 2016A-1	31,890,000	Advance refunding parity bond issue
\$ 1,315,000; Series 2016A-2	440,000	Current refunding parity bond issues
\$ 4,915,000; Series 2016A-3	3,595,000	Provide capital improvement funds for airport projects
Total	<u>\$51,770,000</u>	
Parish of East Baton Rouge:		
<u>Governmental type activities:</u>		
\$11,000,000; Series 2013A	\$ 2,625,000	Provide funds for a Public Safety Complex
\$ 4,600,000; Series 2014A	495,000	Provide funds for a Public Safety Complex renovation
\$10,000,000; Series 2019	6,485,000	Provide funds for drainage improvements within the Parish
Total	<u>\$ 9,605,000</u>	

All of the above sales tax revenue bonds issued by the City of Baton Rouge and Parish of East Baton Rouge are complete parity bonds and are secured by the net revenues from the respective entity's two percent sales and use tax. The business type activity bonds are recorded in the Greater Baton Rouge Airport District Enterprise Fund.

Continued

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
ADDITIONAL BONDING CAPACITY
DECEMBER 31, 2025
(UNAUDITED)

EXHIBIT F-7
(Continued)

½% Road and Street Sales Tax Revenue Bonds

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

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

Anticipated revenues based on 2026 annual operating budget	<u>\$ 39,356,870</u>
Debt Capacity Before Outstanding Bonds (75%)	29,517,653
Less: Highest Annual Debt Service on Outstanding Bonds	<u>(8,865,750)</u>
Debt Capacity	\$ 20,651,903
Interest factor for \$1 of debt, 5.00%, 5 years	0.230974798
Additional Bond Capacity (5 Years at 5.00%)	<u>\$ 89,411,932</u>
Sales Tax Revenues (Remaining 25%)	\$ 9,839,217
Debt Capacity available after satisfying Senior Lien bonds	20,651,903
Less: 2026 Subordinate Lien Debt	<u>(11,971,844)</u>
Balance Available for Capital Improvement Programs	<u>\$ 18,519,276</u>

<u>Bond Issue</u>	<u>Outstanding 12/31/2025</u>	<u>Primary Purpose of Issue</u>
Parish of East Baton Rouge:		
Road and Street Sales Tax Revenue Bonds:		
<u>Senior Lien:</u>		
\$74,365,000; Series 2020	<u>\$ 37,615,000</u>	Current refunding parity bond issue
<u>Subordinate Lien:</u>		
\$19,335,000; Series 2020 LCDA	\$ 11,795,000	Road and Street Capital Improvements Program
\$50,905,000; Series 2025 LCDA	<u>50,905,000</u>	Advance refunding parity bond issue
Total	<u>\$ 62,700,000</u>	

½% MOVEBR Sales Tax Revenue Bonds

On December 8, 2018, East Baton Rouge Parish voters approved a 30 year one-half percent sales and use tax of the Parish of East Baton Rouge Capital Improvements District, a special capital improvements and taxing district within the parish, specifically for the purpose of public road and street repair, drainage and traffic synchronization within East Baton Rouge Parish. The Parish of East Baton Rouge is authorized to issue debt secured by this additional one-half percent MOVEBR sales tax for the purpose of building new roads and improving existing roads, advance refunding outstanding parity bond issues when market rates make it advantageous, providing a debt service reserve when required, for each respective issue, and paying the issuance costs thereof.

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

Continued

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
ADDITIONAL BONDING CAPACITY
DECEMBER 31, 2025
(UNAUDITED)

EXHIBIT F-7
(Continued)

½% MOVEBR Sales Tax Revenue Bonds (Continued)

Anticipated revenues based on 2026 annual operating budget	\$ 56,174,170
Debt Capacity Before Outstanding Bonds (75%)	42,130,628
Less: Highest Annual Debt Service on Outstanding Bonds	<u>(23,887,000)</u>
Debt Capacity	\$ 18,243,628
Interest factor for \$1 of debt, 5.00%, 24 years	0.072470901
Additional Bond Capacity (24 Years at 5.00%)	<u>\$251,737,287</u>

<u>Bond Issue</u>	<u>Outstanding 12/31/2025</u>	<u>Primary Purpose of Issue</u>
Parish of East Baton Rouge:		
MOVEBR Sales Tax Revenue Bonds:		
\$129,950,000; Series 2019	\$108,970,000	MOVEBR Capital Improvements Program
\$196,595,000; Series 2024	<u>193,005,000</u>	MOVEBR Capital Improvements Program
Total	<u>\$301,975,000</u>	

East Baton Rouge Sewerage Commission Bonds

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

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

Louisiana Revised Statute 39:1430(A) requires that the annual debt service of revenue bonds secured by sales tax revenues may not be in excess of seventy-five percent (75%) of the amount of sales tax revenues estimated by the governing authority to be received by it in the calendar year in which the bonds are issued, plus additional funds made available from Sewer User Fees.

Anticipated sales tax revenues based on 2026 annual operating budget	\$ 60,796,870
Debt Capacity Before Outstanding Senior Lien Bonds (75%)	45,597,653
Less: Sales Tax Collection Costs (based on 2026 budget)	<u>(460,000)</u>
Sales Tax Revenue Pledged for E.B.R. Sewerage Commission Revenue Bonds	\$ 45,137,653
Budgeted 2026 Sewer User Fees and Other Revenues	126,031,650
Two year adjustment for 4% annual rate increase which continues in perpetuity	8,652,655
Less: Operating and Maintenance Expense	<u>(76,385,400)</u>
Debt Capacity Before Outstanding Bonds	103,436,558
Highest Annual Debt Service on Outstanding Senior Lien Bonds	<u>(56,351,794)</u>
Debt Capacity	\$ 47,084,764
Interest factor for \$1 of debt, 4.5%, 35 years	0.057270448
Additional Senior Lien Bond Capacity (35 Years at 4.5%)	<u>\$822,147,646</u>
Additional Sales Tax Revenues available for Subordinate Lien Debt (Remaining 25%)	\$ 15,199,217
Debt Capacity available after satisfying Senior Lien Bonds	47,084,764
2026 Debt Service on Outstanding Subordinate Lien Debt	<u>(26,122,367)</u>
Balance Available for Capital Improvement Programs	<u>\$ 36,161,614</u>

Continued

CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
ADDITIONAL BONDING CAPACITY
DECEMBER 31, 2025
(UNAUDITED)

EXHIBIT F-7
(Continued)

East Baton Rouge Sewerage Commission Bonds (Continued)

<u>Bond Issue</u>	<u>Outstanding 12/31/2025</u>	<u>Primary Purpose of Issue</u>
East Baton Rouge Sewerage Commission:		
<u>Senior Lien:</u>		
\$ 8,300,000; Series 2010 DEQ	\$ 2,811,000	Sewerage Capital Improvements Program
\$ 45,000,000; Series 2013A DEQ	24,103,000	Sewerage Capital Improvements Program
\$ 20,000,000; Series 2015A DEQ	12,737,000	Sewerage Capital Improvements Program
\$ 12,000,000; Series 2016A DEQ	8,172,000	Sewerage Capital Improvements Program
\$305,340,000; Series 2019A	290,080,000	Advance refunding parity bond issue
\$ 79,410,000; Series 2019B	49,865,000	Current refunding parity bond issue
\$ 61,385,000; Series 2020A	61,385,000	Advance refunding parity bond issue
\$224,900,000; Series 2020B	127,250,000	Advance refunding parity bond issue
\$137,210,000; Series 2021A	124,710,000	Current refunding parity bond issue
\$123,205,000; Series 2025A	<u>123,205,000</u>	Current refunding parity bond issue
Total	<u>\$824,318,000</u>	
<u>Subordinate Lien:</u>		
\$361,325,000; Series 2020A LCDA	\$213,480,000	Advance refunding parity bond issue
\$ 62,405,000; Series 2023 LCDA	62,405,000	Current refunding parity bond issue
\$149,920,000; Series 2024 LCDA	<u>148,315,000</u>	Current refunding parity bond issue
Total	<u>\$424,200,000</u>	

**CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
STATISTICAL SECTION
DECEMBER 31, 2025**

This section which is composed of accounting and non-accounting data is presented in order to provide the reader with additional information as an aid to understanding the financial activities of the governmental unit.

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CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(amounts expressed in thousands)
(UNAUDITED)

	FISCAL YEAR			
	2025	2024	2023	2022
Governmental activities				
Net investment in capital assets	\$ 1,016,711	\$ 945,470	\$ 870,995	\$ 807,679
Restricted	579,469	507,454	450,650	376,896
Unrestricted	(1,246,447)	(1,295,514)	(1,372,965)	(1,475,127)
Total governmental activities net position	<u>349,733</u>	<u>157,410</u>	<u>(51,320)</u>	<u>(290,552)</u>
Business-type activities				
Net investment in capital assets	400,421	417,861	406,796	448,105
Restricted	62,102	53,576	49,597	46,937
Unrestricted	128,570	98,764	95,580	51,304
Total business-type activities net position	<u>591,093</u>	<u>570,201</u>	<u>551,973</u>	<u>546,346</u>
Primary government				
Net investment in capital assets	1,417,132	1,363,331	1,277,791	1,255,784
Restricted	641,571	561,030	500,247	423,833
Unrestricted	(1,117,877)	(1,196,750)	(1,277,385)	(1,423,823)
Total primary government net position	<u>\$ 940,826</u>	<u>\$ 727,611</u>	<u>\$ 500,653</u>	<u>\$ 255,794</u>

Source: Audited Annual Comprehensive Financial Reports

FISCAL YEAR					
2021	2020	2019	2018	2017	2016
\$ 776,378	\$ 765,495	\$ 760,977	\$ 732,715	\$ 719,354	\$ 681,551
311,481	255,540	214,421	179,353	168,597	163,768
(1,541,580)	(1,307,753)	(1,309,265)	(1,194,603)	(757,716)	(706,958)
<u>(453,721)</u>	<u>(286,718)</u>	<u>(333,867)</u>	<u>(282,535)</u>	<u>130,235</u>	<u>138,361</u>
481,877	518,161	556,878	588,422	621,252	603,449
42,489	81,193	125,846	97,539	92,504	125,916
16,359	(16,432)	(49,094)	(4,623)	37,002	45,256
<u>540,725</u>	<u>582,922</u>	<u>633,630</u>	<u>681,338</u>	<u>750,758</u>	<u>774,621</u>
1,258,255	1,283,656	1,317,855	1,321,137	1,340,606	1,285,000
353,970	336,733	340,267	276,892	261,101	289,684
(1,525,221)	(1,324,185)	(1,358,359)	(1,199,226)	(720,714)	(661,702)
<u>\$ 87,004</u>	<u>\$ 296,204</u>	<u>\$ 299,763</u>	<u>\$ 398,803</u>	<u>\$ 880,993</u>	<u>\$ 912,982</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(amounts expressed in thousands)
(UNAUDITED)

	FISCAL YEAR			
	2025	2024	2023	2022
Expenses				
Governmental activities:				
General government	\$ 124,077	\$ 102,597	\$ 102,149	\$ 103,148
Public safety	286,167	272,352	265,498	304,505
Transportation	109,543	96,478	93,165	93,613
Health and welfare	27,909	29,461	23,656	22,714
Culture and recreation	53,147	47,090	45,081	50,486
Conservation and development	44,003	45,938	55,176	66,323
Interest and fiscal charges on long-term debt	17,687	16,775	11,458	12,844
Total governmental activities expenses	<u>662,533</u>	<u>610,691</u>	<u>596,183</u>	<u>653,633</u>
Business-type activities:				
Airport	29,343	30,031	28,360	29,136
Sewer	185,388	183,754	182,060	180,087
Solid waste collection and disposal	78,122	77,532	68,590	37,594
Convention center	19,414	19,037	19,014	15,767
Parking facilities	1,799	1,276	1,271	(1,312)
Total business-type activities	<u>314,066</u>	<u>311,630</u>	<u>299,295</u>	<u>261,272</u>
Total primary government expenses	<u>976,599</u>	<u>922,321</u>	<u>895,478</u>	<u>914,905</u>
Program Revenues				
Governmental activities				
Charges for services:				
General government	27,495	20,741	19,016	18,655
Public safety	41,232	47,961	32,543	37,724
Transportation	--	--	47	36
Health and welfare	18,460	4,255	21,947	1,021
Culture and recreation	97	102	111	4,128
Conservation and development	2,650	2,013	2,139	2,495
Operating grants and contributions	91,727	92,853	108,873	146,983
Capital grants and contributions	53,097	38,512	43,791	44,363
Total governmental activities program revenues	<u>234,758</u>	<u>206,437</u>	<u>228,467</u>	<u>255,405</u>
Business-type activities				
Charges for Services:				
Airport	20,731	20,112	18,674	18,163
Sewer	117,754	115,230	105,773	102,512
Solid waste collection and disposal	73,066	73,334	69,055	51,773
Convention center	14,416	12,715	11,902	9,745
Parking facilities	1,667	1,475	1,364	1,212
Operating grants and contributions	904	2,569	5,486	2,536
Capital grants and contributions	28,592	22,702	19,417	11,815
Total business-type activities program revenues	<u>257,130</u>	<u>248,137</u>	<u>231,671</u>	<u>197,756</u>
Total primary government total revenues	<u>491,888</u>	<u>454,574</u>	<u>460,138</u>	<u>453,161</u>

FISCAL YEAR					
2021	2020	2019	2018	2017	2016
\$ 96,392	\$ 100,171	\$ 115,599	\$ 96,788	\$ 99,348	\$ 108,208
252,932	260,294	334,062	267,250	288,727	314,981
90,225	102,316	94,043	81,787	84,410	79,124
25,239	20,821	24,550	21,449	11,741	10,929
49,398	52,496	52,697	47,393	49,786	49,086
75,324	44,212	48,142	46,067	48,900	47,512
13,781	16,318	13,117	12,178	12,473	13,205
<u>603,291</u>	<u>596,628</u>	<u>682,210</u>	<u>572,912</u>	<u>595,385</u>	<u>623,045</u>
27,428	28,455	31,273	31,769	29,642	29,919
179,188	192,040	202,922	194,938	183,169	168,850
52,651	49,542	43,091	43,467	42,878	40,969
10,263	9,137	13,311	13,836	13,031	13,795
739	786	1,028	1,202	721	784
<u>270,269</u>	<u>279,960</u>	<u>291,625</u>	<u>285,212</u>	<u>269,441</u>	<u>254,317</u>
<u>873,560</u>	<u>876,588</u>	<u>973,835</u>	<u>858,124</u>	<u>864,826</u>	<u>877,362</u>
19,237	17,620	20,041	21,137	19,259	20,789
39,087	34,333	36,959	38,125	39,299	30,512
53	32	88	78	140	194
1,042	958	956	954	929	982
135	95	233	248	267	281
1,850	2,728	4,399	3,277	4,641	4,038
96,073	94,946	53,814	55,737	55,264	83,745
28,212	39,761	31,376	24,837	39,293	26,155
<u>185,689</u>	<u>190,473</u>	<u>147,866</u>	<u>144,393</u>	<u>159,092</u>	<u>166,696</u>
15,711	14,889	19,012	18,447	19,737	19,694
98,214	93,809	90,302	89,873	88,474	80,646
49,821	49,048	49,337	47,999	42,433	41,764
5,239	2,991	6,699	6,512	6,719	6,973
721	469	648	740	746	915
3,103	4,805	6,299	7,426	7,974	8,237
12,048	14,880	11,614	16,084	24,389	12,161
<u>184,857</u>	<u>180,891</u>	<u>183,911</u>	<u>187,081</u>	<u>190,472</u>	<u>170,390</u>
<u>370,546</u>	<u>371,364</u>	<u>331,777</u>	<u>331,474</u>	<u>349,564</u>	<u>337,086</u>

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(amounts expressed in thousands)
(UNAUDITED)

	FISCAL YEAR			
	2025	2024	2023	2022
Net (expense)/revenue:				
Governmental activities	\$ (427,775)	\$ (404,254)	\$ (367,716)	\$ (398,228)
Business-type activities	(56,936)	(63,493)	(67,624)	(63,516)
Total primary government net expense	<u>(484,711)</u>	<u>(467,747)</u>	<u>(435,340)</u>	<u>(461,744)</u>
General Revenues and Other Changes				
in Net Position				
Governmental activities				
Taxes:				
Property	170,659	147,087	141,034	134,212
Gross receipts business	27,995	21,628	22,415	25,501
Sales	340,134	366,595	364,695	365,049
TIF district taxes	44	110	149	124
Occupancy	1,865	1,800	2,860	2,777
Occupational	8,460	11,913	12,048	11,752
Insurance premium	4,776	4,837	4,731	4,580
Gaming admissions	11,117	10,174	10,331	9,852
Interest and penalties - delinquent taxes	1,349	1,497	1,687	1,522
Miscellaneous	15	15	15	14
Unrestricted grants and contributions	5,918	5,872	5,953	6,377
Investment earnings	47,947	46,563	40,186	11,681
Gain (loss) on sale of capital assets	1,512	1,513	1,598	448
Transfers	(1,692)	(7,490)	(755)	(3,494)
Total governmental activities general revenues	<u>620,099</u>	<u>612,114</u>	<u>606,947</u>	<u>570,395</u>
Business-type activities				
Taxes:				
Sales	61,963	59,381	59,282	60,005
Occupancy	1,812	1,678	1,766	1,669
Investment earnings	12,266	12,862	12,071	3,968
Gain (loss) on sale of capital assets	93	160	7	--
Special item-closing of Central Treatment Plant	--	--	--	--
Transfers	1,692	7,490	755	3,494
Total business-type activities general revenues	<u>77,826</u>	<u>81,571</u>	<u>73,881</u>	<u>69,136</u>
Total primary government general revenues	<u>697,925</u>	<u>693,685</u>	<u>680,828</u>	<u>639,531</u>
Change in Net Position				
Governmental activities	192,324	207,860	239,231	172,167
Business-type activities	20,890	18,078	6,257	5,620
Total primary government change in net position	<u>\$ 213,214</u>	<u>\$ 225,938</u>	<u>\$ 245,488</u>	<u>\$ 177,787</u>

Source: Audited Annual Comprehensive Financial Reports

FISCAL YEAR					
2021	2020	2019	2018	2017	2016
\$ (417,602)	\$ (406,155)	\$ (534,344)	\$ (428,519)	\$ (436,293)	\$ (456,349)
(85,412)	(99,069)	(107,714)	(98,131)	(78,969)	(83,927)
(503,014)	(505,224)	(642,058)	(526,650)	(515,262)	(540,276)
128,644	126,922	135,967	122,295	119,187	102,274
22,754	21,242	22,490	22,981	23,275	23,136
336,839	287,150	278,544	241,051	247,571	246,245
97	49	86	2	--	--
2,446	1,424	2,299	2,311	2,218	2,436
10,529	10,905	10,964	11,128	11,173	10,978
4,417	4,505	4,291	4,318	4,156	3,992
9,939	6,755	8,384	8,952	10,366	9,979
1,675	1,474	1,459	1,474	1,680	1,339
15	52	33	18	19	16
4,966	5,002	5,077	5,342	5,894	6,294
1,039	7,001	11,095	7,889	3,572	1,825
892	601	870	143	668	2,190
(8,953)	(10,305)	(2,527)	(1,971)	(1,612)	2,758
515,299	462,777	479,032	425,933	428,167	413,462
54,547	46,120	46,939	46,655	47,924	47,563
1,539	894	1,367	960	282	358
360	2,356	9,168	8,748	5,261	2,992
22	--	5	307	26	14
--	--	--	--	--	(13,468)
8,953	10,305	2,527	1,971	1,612	(2,758)
65,421	59,675	60,006	58,641	55,105	34,701
580,720	522,452	539,038	484,574	483,272	448,163
97,697	56,622	(55,312)	(2,586)	(8,126)	(42,887)
(19,991)	(39,394)	(47,708)	(39,490)	(23,864)	(49,226)
\$ 77,706	\$ 17,228	\$ (103,020)	\$ (42,076)	\$ (31,990)	\$ (92,113)

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(amounts expressed in thousands)
(UNAUDITED)

	<u>General Property Taxes</u>	<u>Gross Receipts Business Taxes</u>	<u>General Sales and Use Taxes</u>	<u>TIF District Taxes</u>	<u>Occupancy Taxes</u>	<u>Occu- pational Taxes</u>
2025	\$ 170,659	\$ 27,995	\$ 340,134	\$ 44	\$ 1,865	\$ 8,460
2024	147,087	21,628	366,595	110	1,800	11,913
2023	141,034	22,415	364,696	149	2,860	12,049
2022	134,212	25,501	365,049	124	2,777	11,752
2021	128,644	22,754	336,839	97	2,446	10,529
2020	126,922	21,242	287,150	49	1,424	10,905
2019	135,967	22,490	278,544	86	2,299	10,964
2018	122,294	22,981	241,051	2	2,311	11,128
2017	119,187	23,275	247,571	--	2,218	11,173
2016	102,274	23,136	246,245	--	2,436	10,978

Source: Audited Annual Comprehensive Financial Reports

<u>Insurance Premiums Taxes</u>	<u>Gaming Admissions Taxes</u>	<u>Interest and Penalties- Delinquent Taxes</u>	<u>Total</u>
\$ 4,776	\$ 11,117	\$ 1,349	\$ 566,399
4,837	10,174	1,497	565,641
4,731	10,331	1,687	559,952
4,580	9,852	1,522	555,369
4,417	9,939	1,675	517,340
4,505	6,755	1,474	460,426
4,291	8,384	1,459	464,484
4,318	8,952	1,474	414,511
4,156	10,366	1,680	419,626
3,992	9,979	1,339	400,379

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(amounts expressed in thousands)
(UNAUDITED)

	FISCAL YEAR			
	2025	2024	2023	2022
General Fund (per GASB 54)				
Nonspendable	\$ 830	\$ 803	\$ 821	\$ 878
Restricted	3,691	3,457	3,194	2,746
Committed	72,077	64,481	76,182	78,464
Assigned	33,825	55,093	55,396	42,353
Unassigned	19,245	13,426	14,074	33,624
Total General Fund	<u>\$ 129,668</u>	<u>\$ 137,260</u>	<u>\$ 149,667</u>	<u>\$ 158,065</u>
All other governmental funds (per GASB 54)				
Restricted	\$ 957,300	\$ 906,230	\$ 653,808	\$ 619,881
Committed	93,164	93,062	83,802	67,802
Assigned	6,131	10,695	7,339	--
Unassigned	(186)	(2,179)	(796)	--
Total all other governmental funds	<u>\$ 1,056,409</u>	<u>\$ 1,007,808</u>	<u>\$ 744,153</u>	<u>\$ 687,683</u>

Source: Audited Annual Comprehensive Financial Reports

FISCAL YEAR					
2021	2020	2019	2018	2017	2016
\$ 876	\$ 873	\$ 759	\$ 806	\$ 738	\$ 726
2,488	2,067	1,637	1,145	751	182
71,380	72,101	64,957	59,672	56,227	51,411
30,830	26,913	20,942	26,694	30,717	30,195
39,547	20,486	8,164	5,663	9,964	12,922
<u>\$ 145,121</u>	<u>\$ 122,440</u>	<u>\$ 96,459</u>	<u>\$ 93,980</u>	<u>\$ 98,397</u>	<u>\$ 95,436</u>
\$ 587,458	\$ 574,102	\$ 564,381	\$ 361,030	\$ 319,677	\$ 324,334
57,482	57,342	50,610	44,437	45,423	36,361
--	--	--	--	--	--
(15,610)	--	--	--	--	--
<u>\$ 629,330</u>	<u>\$ 631,444</u>	<u>\$ 614,991</u>	<u>\$ 405,467</u>	<u>\$ 365,100</u>	<u>\$ 360,695</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(in thousands)
(UNAUDITED)

	FISCAL YEAR			
	2025	2024	2023	2022
REVENUES				
Taxes	\$ 565,465	\$ 566,028	\$ 559,386	\$ 552,468
Licenses and permits	5,327	6,997	7,071	8,700
Intergovernmental	136,802	129,707	147,532	179,977
Charges for services	62,931	62,459	44,571	45,882
Fines and forfeits	5,183	4,518	4,844	1,832
Investment earnings	47,402	45,961	39,766	11,570
Miscellaneous revenues	4,570	4,096	4,410	9,019
Total revenues	<u>827,680</u>	<u>819,766</u>	<u>807,580</u>	<u>809,448</u>
EXPENDITURES				
Current:				
General government	90,034	90,766	93,291	84,743
Public safety	305,662	308,075	295,643	285,391
Transportation	69,115	65,828	63,637	59,350
Health and welfare	15,198	17,848	13,418	12,425
Culture and recreation	50,345	49,018	47,024	47,716
Conservation and development	43,914	47,827	56,969	65,413
Debt service:				
Principal retirement	34,534	29,773	28,539	27,652
Interest and fiscal charges	19,153	12,912	14,022	15,180
Other charges	347	3,602	--	--
Capital outlay	120,077	118,301	119,518	98,851
Intergovernmental	36,358	37,587	28,067	29,338
Total expenditures	<u>784,737</u>	<u>781,537</u>	<u>760,128</u>	<u>726,059</u>
Excess (deficiency) of revenues over (under) expenditures	<u>42,943</u>	<u>38,229</u>	<u>47,452</u>	<u>83,389</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	22,951	35,653	40,320	26,955
Transfers out	(24,642)	(43,131)	(41,075)	(30,451)
Long-term debt proceeds	215	196,595	--	450
Refunding bonds issued	50,905	--	--	--
Premium on debt issuance	--	23,137	--	--
Sale of capital assets	1,173	764	1,375	(49)
Payments to refunded bond escrow agent	<u>(52,536)</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total other financing sources and uses	<u>(1,934)</u>	<u>213,018</u>	<u>620</u>	<u>(3,095)</u>
Net change in fund balances	<u>\$ 41,009</u>	<u>\$ 251,247</u>	<u>\$ 48,072</u>	<u>\$ 80,294</u>
Debt service as a percentage of noncapital expenditures	8.1%	6.4%	6.6%	6.8%

Source: Audited Annual Comprehensive Financial Reports

FISCAL YEAR					
2021	2020	2019	2018	2017	2016
\$ 517,440	\$ 460,609	\$ 463,466	\$ 414,914	\$ 421,288	\$ 398,229
5,433	4,228	4,942	5,054	4,921	5,034
114,093	121,085	83,912	72,413	92,426	110,410
48,530	46,821	49,450	49,095	50,615	43,382
833	857	1,209	1,818	1,945	2,331
1,031	(7,842)	10,777	7,592	3,422	1,755
4,693	6,003	8,436	8,642	8,388	8,166
<u>692,053</u>	<u>631,761</u>	<u>622,192</u>	<u>559,528</u>	<u>583,005</u>	<u>569,307</u>
76,999	66,009	69,501	70,544	69,098	76,089
258,596	237,861	230,047	234,926	235,185	263,867
54,444	64,510	53,904	47,736	46,288	43,420
10,689	16,595	20,301	19,070	9,869	9,465
44,375	41,323	39,706	39,923	40,435	39,119
72,994	37,991	40,694	42,463	43,139	42,200
26,285	22,126	19,678	18,253	18,147	19,529
16,408	16,032	12,710	13,186	14,015	14,395
247	929	1,478	135	--	--
76,475	64,223	62,435	36,408	76,172	48,552
26,032	18,200	18,918	17,961	17,811	17,565
<u>663,544</u>	<u>585,799</u>	<u>569,372</u>	<u>540,605</u>	<u>570,159</u>	<u>574,201</u>
<u>28,509</u>	<u>45,962</u>	<u>52,820</u>	<u>18,923</u>	<u>12,846</u>	<u>(4,894)</u>
23,183	20,331	19,159	31,684	20,143	35,832
(32,131)	(30,608)	(21,686)	(33,655)	(21,755)	(33,028)
--	--	139,950	18,370	--	--
29,325	93,700	--	--	--	--
--	15,617	21,453	--	--	--
260	140	307	628	272	1,987
<u>(28,579)</u>	<u>(93,235)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>(7,942)</u>	<u>5,945</u>	<u>159,183</u>	<u>17,027</u>	<u>(1,340)</u>	<u>4,791</u>
<u>\$ 20,567</u>	<u>\$ 51,907</u>	<u>\$ 212,003</u>	<u>\$ 35,950</u>	<u>\$ 11,506</u>	<u>\$ (103)</u>
7.3%	7.3%	6.4%	6.2%	6.5%	6.5%

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(amounts expressed in thousands)
(UNAUDITED)

	<u>General Property Taxes</u>	<u>Gross Receipts Business Taxes</u>	<u>General Sales and Use Taxes</u>	<u>TIF District Taxes</u>	<u>Occupancy Taxes</u>	<u>Occu- pational Taxes</u>
2025	\$ 169,725	\$ 27,995	\$ 340,134	\$ 44	\$ 1,865	\$ 8,460
2024	147,474	21,628	366,595	110	1,800	11,913
2023	140,467	22,415	364,696	149	2,860	12,049
2022	131,312	25,501	365,049	124	2,777	11,752
2021	128,744	22,754	336,839	97	2,446	10,529
2020	127,105	21,242	287,150	49	1,424	10,905
2019	134,950	22,490	278,544	85	2,299	10,964
2018	122,697	22,981	241,051	2	2,311	11,128
2017	120,849	23,275	247,571	--	2,218	11,173
2016	100,125	23,136	246,245	--	2,436	10,978

Source: Audited Annual Comprehensive Financial Reports

<u>Insurance Premiums Taxes</u>	<u>Gaming Admissions Taxes</u>	<u>Interest and Penalties- Delinquent Taxes</u>	<u>Total</u>
\$ 4,776	\$ 11,117	\$ 1,349	\$ 565,465
4,837	10,174	1,497	566,028
4,731	10,331	1,687	559,385
4,580	9,852	1,522	552,469
4,417	9,939	1,675	517,440
4,505	6,755	1,474	460,609
4,291	8,384	1,459	463,466
4,318	8,952	1,474	414,914
4,156	10,366	1,680	421,288
3,992	9,979	1,339	398,230

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
(amounts expressed in thousands)
(UNAUDITED)

EXHIBIT G - 7

<u>Year</u>	<u>Assessed Value</u>	<u>Less: Tax Exempt Property</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Actual Value</u>	<u>Assessed Value as a Percentage of Actual Value*</u>
<u>City of Baton Rouge</u>						
2025	\$ 2,809,831	\$ --	\$ 2,809,831	6.26	\$ 25,543,918	11.00 %
2024	2,728,236	--	2,728,236	6.26	24,802,145	11.00
2023	2,420,692	--	2,420,692	6.62	22,006,291	11.00
2022	2,340,214	--	2,340,214	6.62	21,274,673	11.00
2021	2,244,466	--	2,244,466	6.62	20,404,236	11.00
2020	2,237,178	--	2,237,178	6.62	20,337,982	11.00
2019	2,075,832	--	2,075,832	6.90	18,871,200	11.00
2018	2,031,877	--	2,031,877	6.90	18,471,609	11.00
2017	2,028,576	--	2,028,576	6.90	18,441,600	11.00
2016	1,950,078	--	1,950,078	6.90	17,727,982	11.00

<u>Parish of East Baton Rouge</u>						
2025	\$ 7,291,706	\$ 1,068,301	\$ 6,223,405	2.96	\$ 66,288,236	11.00 %
2024	7,132,621	1,030,291	6,102,330	2.96	64,842,009	11.00
2023	6,187,039	936,738	5,250,301	3.15	56,245,809	11.00
2022	5,804,879	876,956	4,927,923	3.15	52,771,627	11.00
2021	5,579,146	841,401	4,737,745	3.15	50,719,509	11.00
2020	5,502,066	829,096	4,672,970	3.15	50,018,782	11.00
2019	5,165,231	776,443	4,388,788	3.32	46,956,645	11.00
2018	4,955,735	739,933	4,215,802	3.32	45,052,136	11.00
2017	4,866,291	794,444	4,071,847	3.32	44,239,009	11.00
2016	4,646,527	759,618	3,886,909	3.32	42,241,155	11.00

*Actual Valuation (Market Value) as compared to Assessed Valuation

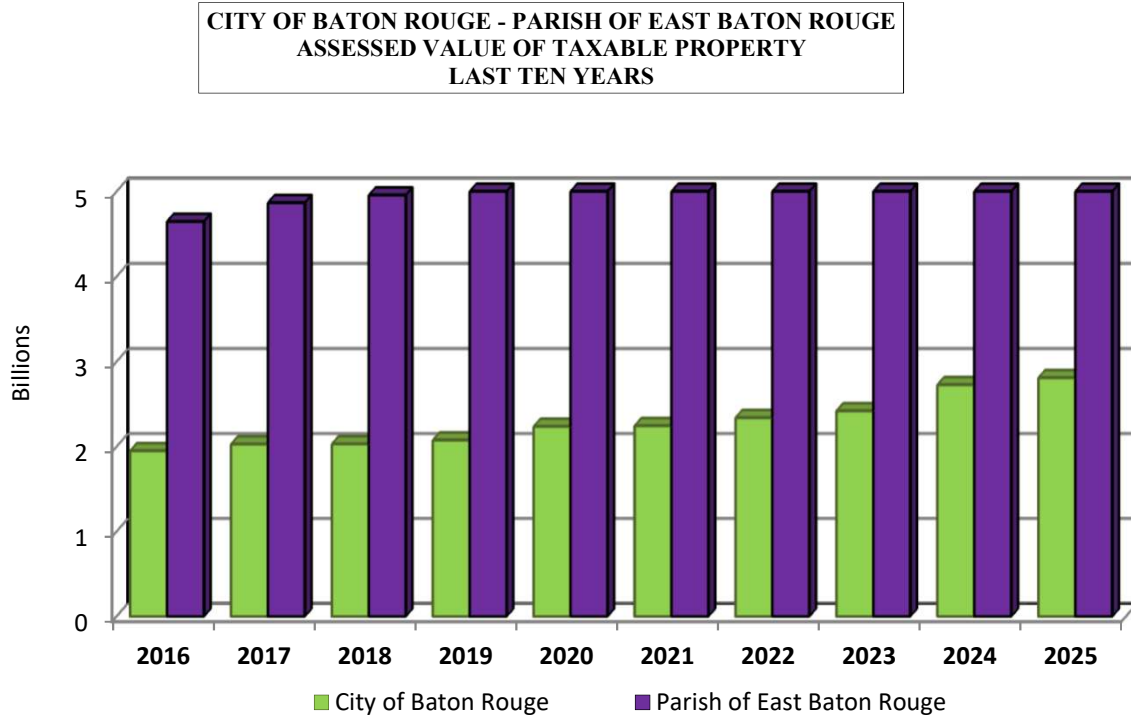
Residential Properties are assessed at 10% of fair market value. Other property and electric cooperative properties, excluding land, are to be assessed at 15%; and public service properties, excluding land, are to be assessed at 25% of fair market value. The overall assessed value is estimated to be 11% of actual market value.

Source: East Baton Rouge Parish Assessor's Grand Recapulation of the Assessment Roll for the Parish of East Baton Rouge.

Continued

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
(UNAUDITED)**

EXHIBIT G - 7
(Continued)



CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
PROPERTY TAX RATES AND TAX LEVIES - DIRECT AND OVERLAPPING GOVERNMENTS (1)
LAST TEN YEARS
(UNAUDITED)

Year	City			Debt Service (2)	Parish		
	Operating	Municipal Fire Salaries and Benefits	Operating		Mosquito and Rodent Tax	East Baton Rouge Council on Aging	Mental Health and Substance Abuse Services
TAX RATES (mills per dollar)							
2025	6.26	11.68	2.96	--	1.41	2.00	1.33
2024	6.26	5.68	2.96	--	1.41	2.00	1.33
2023	6.62	6.00	3.15	--	1.43	2.13	1.42
2022	6.62	6.00	3.15	--	1.71	2.13	1.42
2021	6.62	6.00	3.15	--	1.71	2.13	1.42
2020	6.62	6.00	3.15	--	1.71	2.13	1.42
2019	6.90	6.00	3.32	--	2.12	2.25	1.50
2018	6.90	6.00	3.32	--	2.12	2.25	--
2017	6.90	6.00	3.32	--	2.12	2.25	--
2016	6.90	6.00	3.32	--	1.41	--	--

TAX LEVIES

2025	\$ 17,589,545	\$ 31,931,780	\$ 21,583,450	\$ --	\$ 10,282,096	\$ 14,583,415	\$ 9,698,606
2024	17,078,760	15,068,073	21,112,559	--	10,057,778	14,265,250	9,487,014
2023	16,185,526	14,317,138	19,573,655	--	8,886,046	13,235,599	8,823,372
2022	15,654,173	13,846,716	18,370,521	--	9,972,569	12,421,972	8,281,314
2021	15,021,609	13,267,897	17,660,074	--	9,586,897	11,941,574	7,961,049
2020	14,893,282	13,146,399	17,379,171	--	9,434,407	11,751,630	7,834,420
2019	14,407,920	12,173,029	17,197,837	--	10,981,751	11,655,161	7,770,107
2018	14,019,953	11,851,754	16,453,040	--	10,506,158	11,150,403	--
2017	13,997,176	11,827,998	16,156,087	--	10,316,537	10,949,155	--
2016	13,455,539	11,408,541	15,426,470	--	6,551,603	--	--

The tax levies represent the original levy of the Assessor and include the homestead exemption amount.

All taxes are billed when assessment rolls are filed during the month of November of the current tax year. Taxes become delinquent on January 1 of the following year. Penalty for delinquent taxes is 15% per annum. No discounts are allowed for taxes, and there is no provision for partial payments.

Taxpayers who have not paid their taxes by January 2 of each year are notified by the Sheriff through registered mail that all taxes must be paid within 20 days from the date of notice. After expiration of the 20th day, the Sheriff shall sell the least quantity of property of any debtor which any bidder will buy for the amount of taxes, interest and costs due.

By agreement, the East Baton Rouge Parish Sheriff is the tax collector for City property taxes and receives a commission of 4.5% of total taxes collected for the City. The Sheriff, as provided by State Law, is the official tax collector of general property taxes levied by the Parish and Parish Special Districts.

<u>Emergency Medical Services</u>	<u>Library Board of Control</u>	<u>School District</u>	<u>Recreation and Park</u>	<u>Law Enforcement District</u>	<u>Assessor's Salary and Expense Fund</u>	<u>Total</u>
<u>TAX RATES (mills per dollar)</u>						
3.13	9.89	43.45	13.74	14.99	1.15	111.99
2.94	9.89	43.45	14.46	14.99	1.15	106.52
3.13	10.52	43.45	14.46	14.99	1.22	108.52
3.13	10.52	43.45	14.46	14.99	1.22	108.80
3.13	10.52	41.25	14.46	14.99	1.22	106.60
3.13	10.52	41.25	13.70	14.99	1.22	105.84
3.13	11.10	43.45	14.46	14.99	1.29	110.51
3.13	11.10	43.45	14.46	14.99	1.29	109.01
3.13	11.10	43.45	14.46	14.99	1.29	109.01
3.13	11.10	43.45	14.46	14.99	1.29	106.05

TAX LEVIES

\$ 22,823,621	\$ 72,115,569	\$ 279,885,288	\$ 100,188,802	\$ 109,303,455	\$ 8,386,202	\$ 698,371,829
20,969,921	70,542,230	272,707,484	103,160,420	106,918,783	8,203,263	669,571,535
19,449,210	65,367,219	237,256,730	89,869,064	93,142,956	7,580,627	593,687,142
18,253,883	61,351,709	222,987,067	84,346,936	87,420,354	7,114,932	560,022,146
17,547,946	58,979,040	203,676,925	81,084,968	84,039,526	6,839,775	527,607,280
17,268,827	58,040,912	200,625,300	75,596,633	82,702,783	6,730,980	515,404,744
16,213,623	57,498,792	196,616,839	74,919,372	77,649,269	6,682,292	503,765,992
15,511,450	55,008,657	187,911,174	71,674,793	74,286,465	6,392,898	474,766,745
15,231,492	54,015,833	185,690,729	70,381,170	72,945,706	6,277,516	467,789,399
14,543,630	51,576,450	178,553,748	67,202,720	69,651,440	5,994,020	434,364,161

- (1) Not included are the following: Consolidated Road Lighting District No. 1, St. George Fire Protection District, Chaneyville Fire Protection District, Alsen Fire Protection District, Brownsfield Fire Protection District No. 3, Central Fire Protection District No. 4, Eastside Fire Protection District No. 5, East Baton Rouge Parish Fire Protection District No. 6, Pride Fire District No. 8, Zachary Fire District No. 1, Downtown Development District, Pontchartrain Levee District, City of Baker, City of Zachary, Baker School District, Central School District, Zachary School District and BR Capital Area Transit System. These represent isolated areas that affect less than a majority of City-Parish residents.
- (2) Parish-wide debt

Source: East Baton Rouge Parish Assessor's Grand Recapitulation of the Assessment Roll for the Parish of East Baton Rouge

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

EXHIBIT G - 9

Taxpayer	Type of Business	2025			2016		
		Assessed Valuation (1)	Rank	Percentage of Total Assessed Valuation	Assessed Valuation (1)	Rank	Percentage of Total Assessed Valuation
ExxonMobil Corporation	Petroleum Products	\$753,150,781	1	10.33 %	\$344,032,650	1	7.40 %
Entergy, Inc.	Electric and Gas Utility	148,372,539	2	2.03	105,896,330	2	2.28
Georgia-Pacific Corporation	Pulp and Paper Products	76,696,335	3	1.05	80,847,650	3	1.74
J P Morgan/Chase	Bank	58,091,709	4	0.80	47,292,423	4	1.02
Amazon.com Services	Fulfillment center	49,061,104	5	0.67	--	--	--
Honeywell International	Software Industrial	59,701,291	6	0.82	--	--	--
Formosa Plastics	Plastics Manufacturer	40,579,290	7	0.56	--	--	--
State Farm Insurance	Insurance	34,175,205	8	0.47	24,952,200	6	0.54
Coca-Cola Bottling Company	Beverage Manufacturer	22,452,623	9	0.31	--	--	--
Capital One/Hibernia	Bank	26,815,521	10	0.37	23,537,900	8	0.51
Bellsouth Communications	Telephone Utility	--	--	--	28,229,935	5	0.61
Wal-Mart	Retail Store	--	--	--	24,099,550	7	0.53
Eco Services	Sulfuric Acid Regeneration	--	--	--	20,958,240	9	0.46
Genesis Marine	Import/Export Terminal	--	--	--	18,304,270	10	0.39
		<u>\$1,269,096,398</u>		<u>17.41 %</u>	<u>\$718,151,148</u>		<u>15.48 %</u>

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

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS
(UNAUDITED)

EXHIBIT G - 10

<u>Year</u>	<u>Total Tax Levy</u>	<u>Collections</u>	<u>Percent of Levy Collected</u>	<u>Prior Year Tax Collections</u>	<u>Total Tax Collections</u>	<u>Ratio of Total Collections to Tax Levy</u>
<u>City of Baton Rouge **</u>						
2025 *	\$ 17,444,367					
2024	16,839,618	\$ 16,623,874	98.72 %	\$ 165,815	\$ 16,789,689	99.70 %
2023	16,043,173	15,798,476	98.47	130,938	15,929,414	99.29
2022	15,532,789	15,297,149	98.48	133,461	15,430,610	99.34
2021	14,899,401	14,716,698	98.77	30,308	14,747,006	98.98
2020	14,835,881	14,697,165	99.06	116,906	14,814,071	99.85
2019	14,349,643	14,080,192	98.12	249,713	14,329,905	99.86
2018	14,019,953	13,853,040	98.81	148,898	14,001,938	99.87
2017	13,997,176	13,774,929	98.41	187,824	13,962,753	99.75
2016	13,455,539	13,191,567	98.04	263,012	13,454,579	99.99
<u>Parish of East Baton Rouge **</u>						
2025 *	\$ 18,560,726					
2024	17,983,875	\$ 17,797,203	98.96 %	\$ 116,249	\$ 17,913,452	99.61 %
2023	17,233,046	16,934,645	98.27	75,241	17,009,886	98.71
2022	16,070,881	15,868,803	98.74	75,432	15,944,235	99.21
2021	15,374,660	15,210,929	98.94	18,391	15,229,320	99.05
2020	15,138,509	15,008,483	99.14	54,388	15,062,871	99.50
2019	14,870,192	14,640,161	98.45	327,017	14,967,178	100.65
2018	14,157,236	14,073,779	99.41	98,260	14,172,039	100.10
2017	13,876,659	13,672,976	98.53	110,808	13,783,784	99.33
2016	13,177,704	12,920,330	98.05	133,893	13,054,223	99.06

"Total Tax Levy" represents the taxpayer portion of the original levy of the Assessor and is the amount to be paid by the taxpayer. The amounts to be paid by the taxpayer are ultimately collected in full except for adjustments due to assessment errors or delayed homestead exemptions.

*Final collections for each tax year are not available until July of the following year.

**Property taxes are reported in the General Fund

Source: East Baton Rouge Parish Assessor's Grand Recapitulation of the Assessment Roll for the Parish of East Baton Rouge.

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SALES TAX REVENUES
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(amounts expressed in thousands, except percentages)
(UNAUDITED)

EXHIBIT G - 11

	2% City-Parish General	2% City-Parish Dedicated to Economic Development	1/2 % Roads Improvement and Maintenance	1/2 % Sewerage Improvement and Maintenance	1/2 % MOVEBR Improvement and Maintenance	Total
2025	\$ 215,941	\$ 293	\$ 61,964	\$ 61,964	\$ 61,935	\$ 402,097
2024	247,921	206	59,383	59,380	59,085	425,975
2023	246,024	343	59,125	59,282	59,204	423,978
2022	245,181	334	59,846	60,005	59,688	425,054
2021	227,997	249	54,377	54,547	54,216	391,386
2020	195,300	131	46,126	46,120	45,594	333,271
2019	196,343	279	46,976	46,938	34,946	325,482
2018	192,305	2,088	46,658	46,655	--	287,706
2017	197,523	2,126	47,921	47,924	--	295,494
2016	196,799	1,882	47,564	47,563	--	293,808

The following is a summary by area of sales and use taxes being levied within the Parish of East Baton Rouge as of December 31, 2025.

Entity/Area	Parish	School Board Operating	School Board Capital Improvement	Municipal	State	Total
East Baton Rouge	3.50%	1.00%	1.00%	--	5.00%	10.50%
Baton Rouge	1.50%	1.00%	1.00%	2.00%	5.00%	10.50%
Baker	1.50%	2.00%	--	2.50%	5.00%	11.00%
Zachary	1.50%	1.00%	1.00%	2.00%	5.00%	10.50%
Central	1.50%	1.00%	1.50%	2.00%	5.00%	11.00%



CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
TAXABLE SALES BY CATEGORY - GENERAL SALES AND USE TAX
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(in thousands)
(UNAUDITED)

North American Industry Classification	FISCAL YEAR			
	2025	2024	2023	2022
Agriculture, Forestry, and Fishing	\$ 1,119	\$ 1,246	\$ 1,225	\$ 2,443
Mining	3,357	3,739	4,901	18,322
Construction	138,756	176,997	154,368	174,665
Manufacturing	877,296	1,005,889	1,040,144	1,063,870
Transportation and Public Utilities	49,236	38,640	41,655	41,529
Wholesale Trade	628,878	690,536	683,628	658,353
Other Retail Trade	5,193,279	5,799,755	5,694,451	5,734,637
Vehicle	884,010	1,037,051	1,015,641	1,036,998
Food Stores	579,642	710,479	689,754	668,125
Finance, Insurance, and Real Estate	294,297	330,311	317,311	316,352
Services	<u>2,540,130</u>	<u>2,669,907</u>	<u>2,608,323</u>	<u>2,499,056</u>
Total	<u>\$ 11,190,000</u>	<u>\$ 12,464,550</u>	<u>\$ 12,251,401</u>	<u>\$ 12,214,350</u>

Source: City-Parish Finance Revenue Division
Collector of EBR Parish-wide Sales & Use Taxes
Based on 2% general sales and use tax with no exemptions for food and drugs.

FISCAL YEAR					
2021	2020	2019	2018	2017	2016
\$ 1,128	\$ 974	\$ 977	\$ 960	\$ 1,949	\$ 1,954
57,508	974	2,931	2,881	974	1,954
119,527	131,449	148,513	197,815	155,892	155,379
852,477	877,299	939,932	894,007	855,457	843,345
40,594	35,053	34,197	40,331	52,614	46,907
557,042	505,348	514,911	482,053	435,523	420,207
5,437,360	4,450,760	4,383,091	4,439,304	4,555,944	4,483,508
1,037,406	890,931	793,373	729,801	826,228	1,008,496
632,592	618,296	569,626	575,199	562,186	563,859
264,990	263,871	280,416	270,795	278,657	281,441
<u>2,275,527</u>	<u>1,961,995</u>	<u>2,102,633</u>	<u>1,969,504</u>	<u>2,017,826</u>	<u>1,965,200</u>
<u>\$ 11,276,151</u>	<u>\$ 9,736,950</u>	<u>\$ 9,770,600</u>	<u>\$ 9,602,650</u>	<u>\$ 9,743,250</u>	<u>\$ 9,772,250</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(full accrual basis of accounting)
(in thousands, except per capita amount)
(UNAUDITED)

<u>Year</u>	<u>Governmental Activities</u>			<u>Business - Type Activities</u>	
	<u>Limited Tax Obligation Bonds</u>	<u>Excess Revenue Contracts Loans and Notes</u>	<u>Revenue Bonds</u>	<u>Excess Revenue Contracts Loans and Notes</u>	<u>Revenue Bonds</u>
2025	\$ 467	\$ 28,593	\$ 452,831	\$ 424,200	\$ 946,576
2024	370	52,903	471,678	489,440	948,156
2023	487	61,644	277,174	521,600	973,498
2022	602	70,148	301,837	543,405	1,012,727
2021	259	78,503	326,284	543,405	1,053,298
2020	297	84,570	350,571	543,405	1,042,789
2019	334	89,385	354,656	428,545	1,047,121
2018	370	95,832	208,048	428,545	1,043,501
2017	--	102,099	203,690	429,300	1,029,380
2016	--	108,366	217,322	431,051	1,037,995

Source:

- (1) Long-term debt note disclosures, Audited Annual Comprehensive Financial Reports. See Note 10.
- (2) See the Schedule of Demographic and Economic Statistics for personal income and population data.

(1) Total Primary Government	(2) Percentage of Personal Income	(2) (in dollars) Debt Per Capita
\$ 1,852,667	5.43%	\$ 4,061
1,962,547	6.53%	4,332
1,834,403	6.13%	4,090
1,928,719	7.14%	4,281
2,001,749	7.44%	4,416
2,021,632	8.14%	4,597
1,920,041	8.23%	4,363
1,776,296	7.84%	4,028
1,764,469	8.11%	3,954
1,794,734	8.87%	4,015

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(full accrual basis of accounting)
(in thousands, except per capita amount)
(UNAUDITED)

EXHIBIT G - 14

Year	Limited Tax Obligation Bonds (4)	Excess Revenue Contracts Loans and Notes (1)	Revenue Bonds (5)	Premiums	Less: Amount Available for repayment of principal and Intragovernmental Payable (6)	Total	Percentage of Estimated Actual Value of Property (2)	(in dollars) Debt Per Capita (3)
2025	\$ 467	\$ 28,593	\$ 412,150	\$ 4,680	\$ 14,573	\$ 431,317	1.69%	\$ 945
2024	370	52,903	423,175	4,313	12,754	468,007	1.89%	1,033
2023	487	61,644	247,495	4,744	9,856	304,514	1.38%	679
2022	602	70,148	267,415	5,257	9,404	334,018	1.57%	741
2021	259	78,503	286,605	5,776	9,031	362,112	1.77%	799
2020	297	84,570	305,370	3,447	8,799	384,885	1.89%	875
2019	334	89,385	320,590	2,000	7,092	405,217	2.15%	921
2018	370	95,832	193,835	2,041	6,699	285,379	1.54%	647
2017	--	102,099	187,820	2,118	5,949	286,088	1.55%	641
2016	--	108,366	199,700	1,806	6,299	303,573	1.71%	679

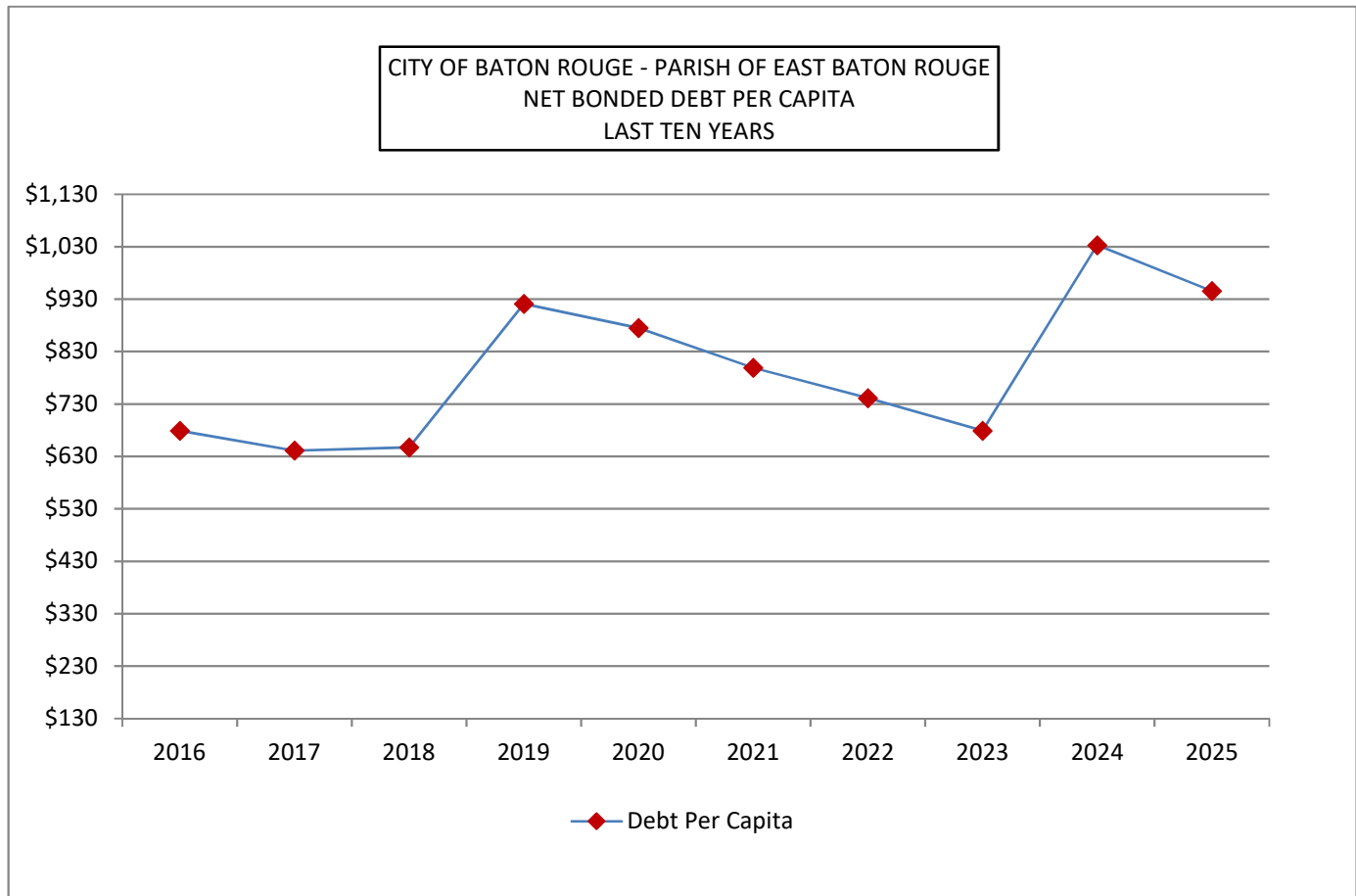
Note: Details regarding outstanding debt can be found in the notes to the financial statements (Note 10).

- (1) Excess revenue contracts, loans and notes of governmental activities.
- (2) See the Schedule of Assessed and Estimated Actual Value of Taxable Property.
- (3) Population data can be found in the Schedule of Demographic and Economic Statistics.
- (4) Limited Tax Obligation Bonds of governmental activities.
- (5) Revenue Bonds of governmental activities.
- (6) Includes only the portion of net position restricted for the repayment of principal of general bonded debt.

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(full accrual basis of accounting)
(in thousands, except per capita amount)
(UNAUDITED)

EXHIBIT G - 14
(Continued)



**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
DECEMBER 31, 2025
(UNAUDITED)**

EXHIBIT G - 15

	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Amount Applicable to Primary Government</u>
<u>Overlapping Debt:</u>			
Central Community School System	\$ 36,835,000	5.00%	\$ 1,841,750
City of Zachary	10,148,450	3.00%	304,454
East Baton Rouge Parish School System	40,000,000	88.00%	35,200,000
Hospital Service District No. 1 (Lane Memorial Hospital)	66,819,191	100.00%	66,819,191
Nineteenth Judicial District Court	92,195,000	100.00%	92,195,000
Zachary Community School Board	28,603,769	6.00%	1,716,226
Total overlapping debt			198,076,621
City of Baton Rouge/Parish of EBR direct debt			481,890,795
Total direct and overlapping debt			<u>\$ 679,967,416</u>

Sources: Assessed value data used to estimate applicable percentages provided by the East Baton Rouge Parish Assessor.

Debt outstanding provided by staff of the separate governmental organizations and their audited financial statements.

Net Overlapping Debt is computed to demonstrate the total burden on the taxpayers within the reporting governments' geographic jurisdiction and the total debt that they will be expected to repay.

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the Municipalities taxable assessed value that is within the Parish's boundaries and dividing it by the Parish's total taxable assessed value.



CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
LEGAL DEBT MARGIN CALCULATION
GENERAL OBLIGATION DEBT
LAST TEN YEARS
(UNAUDITED)

EXHIBIT G - 16

CITY OF BATON ROUGE					
Year	Any One Purpose	Sewerage Purposes	Aggregate All Purposes	Debt Outstanding	Legal Debt Margin
2025	\$280,983,147	\$421,474,721	\$983,441,015	\$ --	\$983,441,015
2024	272,823,642	409,235,463	954,882,748	--	954,882,748
2023	242,069,199	363,103,799	847,242,198	--	847,242,198
2022	234,021,408	351,032,112	819,074,929	--	819,074,929
2021	224,446,635	336,669,952	785,563,221	--	785,563,221
2020	223,717,763	335,576,644	783,012,169	--	783,012,169
2019	207,583,200	311,374,800	726,541,201	--	726,541,201
2018	203,187,731	304,781,597	711,157,059	--	711,157,059
2017	202,857,630	304,286,445	710,001,706	--	710,001,706
2016	195,007,813	292,511,719	682,527,345	--	682,527,345
PARISH OF EAST BATON ROUGE					
Year	Any One Purpose	Sewerage Purposes	Aggregate All Purposes	Debt Outstanding	Legal Debt Margin
2025	\$729,170,608	\$1,093,755,912	no limit	\$ --	\$1,093,755,912
2024	713,262,128	1,069,893,193	no limit	--	1,069,893,193
2023	618,703,905	928,055,857	no limit	--	928,055,857
2022	580,487,897	870,731,845	no limit	--	870,731,845
2021	557,914,570	836,871,855	no limit	--	836,871,855
2020	550,206,618	825,309,928	no limit	--	825,309,928
2019	516,523,104	774,784,656	no limit	--	774,784,656
2018	495,573,483	743,360,225	no limit	--	743,360,225
2017	486,629,124	729,943,686	no limit	--	729,943,686
2016	464,652,700	696,979,050	no limit	--	696,979,050

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

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

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
LEGAL DEBT MARGIN CALCULATION
GENERAL OBLIGATION DEBT
LAST TEN YEARS
(UNAUDITED)

EXHIBIT G - 16
(Continued)

PRIDE FIRE PROTECTION DISTRICT NO. 8 OF EAST BATON ROUGE

On December 10, 2016, East Baton Rouge Parish voters approved a renewal of the levy and collection of a ten (10) mills ad valorem tax, commencing with the tax collection year 2018, and annually thereafter, in perpetuity, for fire purposes in the Pride Fire Protection District No. 8 of the Parish of East Baton Rouge, State of Louisiana (District). The Board of Directors of the District is authorized to issue debt payable solely from a pledge and dedication of the avails or proceeds of the ten (10) mills ad valorem tax levied and collected on all property subject to taxation within the boundaries of the District. The bonds do not constitute a pledge of full faith and credit of the City-Parish but are payable solely from the revenues of the District's ten (10) mills ad valorem tax.

Year	Any One Purpose	Sewerage Purposes	Aggregate All Purposes	Debt Outstanding	Legal Debt Margin
2025	\$3,531,104	no limit	no limit	\$171,762	\$3,359,342
2024	3,453,088	no limit	no limit	251,762	3,201,326
2023	3,091,510	no limit	no limit	331,762	2,759,748
2022	2,952,073	no limit	no limit	411,762	2,540,311
2021	2,891,862	no limit	no limit	34,672	2,857,190
2020	2,770,551	no limit	no limit	40,000	2,730,551
2019	2,523,375	no limit	no limit	45,238	2,478,137
2018	2,424,699	no limit	no limit	50,000	2,374,699

CHANEYVILLE FIRE PROTECTION DISTRICT NO. 7 OF EAST BATON ROUGE

On November 18, 2017, East Baton Rouge Parish voters approved the levy and collection of a ten (10) mills ad valorem tax, commencing with the tax collection year 2018, and annually thereafter, to and including 2027, for fire purposes in the Chaneyville Fire Protection District No. 7 of the Parish of East Baton Rouge, State of Louisiana (District). The Board of Directors of the District is authorized to issue debt payable solely from a pledge and dedication of the avails or proceeds of the ten (10) mills ad valorem tax levied and collected on all property subject to taxation within the boundaries of the District. The bonds do not constitute a pledge of full faith and credit of the City-Parish but are payable solely from the revenues of the District's ten (10) mills ad valorem tax.

Year	Any One Purpose	Sewerage Purposes	Aggregate All Purposes	Debt Outstanding	Legal Debt Margin
2025	\$2,105,340	no limit	no limit	\$295,300	\$1,810,040
2024	2,084,090	no limit	no limit	118,300	1,965,790
2023	1,887,350	no limit	no limit	155,000	1,732,350
2022	1,834,611	no limit	no limit	190,300	1,644,311
2021	1,787,468	no limit	no limit	224,400	1,563,068
2020	1,743,347	no limit	no limit	257,200	1,486,147
2019	1,570,153	no limit	no limit	288,800	1,281,353
2018	1,552,953	no limit	no limit	320,000	1,232,953

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY OF REVENUE BOND COVERAGE
LAST TEN YEARS
(UNAUDITED)

EXHIBIT G - 17

SCHEDULE A - CITY SALES TAX (2%)

<u>Year</u>	<u>Gross Revenue (3)</u>	<u>Expenses (4)</u>	<u>Available for Debt Service</u>	<u>Debt Service Requirements</u>			<u>Coverage</u>
				<u>Principal</u>	<u>Interest (1)</u>	<u>Total</u>	
2025	\$ 141,880,620	\$ --	\$ 141,880,620	\$ 4,910,000	\$ 2,187,591	\$ 7,097,591	19.99
2024	136,422,110	--	136,422,110	4,710,000	2,374,192	7,084,192	19.26
2023	136,246,839	--	136,246,839	4,515,000	2,552,868	7,067,868	19.28
2022	136,626,781	--	136,626,781	4,330,000	2,729,327	7,059,327	19.35
2021	125,102,759	--	125,102,759	4,585,000	2,902,464	7,487,464	16.71
2020	108,105,130	--	108,105,130	4,410,000	3,065,860	7,475,860	14.46
2019	109,113,017	--	109,113,017	4,125,000	3,339,948	7,464,948	14.62
2018	108,487,127	--	108,487,127	3,380,000	2,804,695	6,184,695	17.54
2017	111,616,795	--	111,616,795	3,590,000	2,941,460	6,531,460	17.09
2016	109,938,263	--	109,938,263	5,285,000	2,740,156	8,025,156	13.70

SCHEDULE B - PARISH SALES TAX (2%)

<u>Year</u>	<u>Gross Revenue (3)</u>	<u>Expenses (4)</u>	<u>Available for Debt Service</u>	<u>Debt Service Requirements</u>			<u>Coverage</u>
				<u>Principal</u>	<u>Interest (1)</u>	<u>Total</u>	
2025	\$ 74,112,103	\$ --	\$ 74,112,103	\$ 1,920,000	\$ 273,034	\$ 2,193,034	33.79
2024	111,559,142	--	111,559,142	1,860,000	323,439	2,183,439	51.09
2023	109,824,745	--	109,824,745	1,790,000	364,334	2,154,334	50.98
2022	108,577,382	--	108,577,382	1,735,000	403,771	2,138,771	50.77
2021	102,912,637	--	102,912,637	1,675,000	443,874	2,118,874	48.57
2020	87,253,785	--	87,253,785	1,635,000	397,123	2,032,123	42.94
2019	87,281,105	--	87,281,105	1,040,000	235,113	1,275,113	68.45
2018	83,845,965	--	83,845,965	1,005,000	256,961	1,261,961	66.44
2017	85,933,027	--	85,933,027	970,000	276,059	1,246,059	68.96
2016	86,891,134	--	86,891,134	935,000	296,403	1,231,403	70.56

SCHEDULE C - MOVEBR SALES TAX (1/2%)

<u>Year</u>	<u>Gross Revenue (11)</u>	<u>Expenses (2)</u>	<u>Available for Debt Service</u>	<u>Debt Service Requirements</u>			<u>Coverage</u>
				<u>Principal</u>	<u>Interest (1)</u>	<u>Total</u>	
2025	\$ 70,010,640	\$ 429,904	\$ 69,580,736	\$ 8,010,000	\$ 12,587,522	\$ 20,597,522	3.38
2024	67,968,059	394,228	67,573,831	4,205,000	5,372,100	9,577,100	7.06
2023	66,122,307	341,663	65,780,644	4,005,000	5,571,447	9,576,447	6.87
2022	61,398,666	381,184	61,017,482	3,815,000	5,762,197	9,577,197	6.37
2021	54,316,011	405,524	53,910,487	3,635,000	5,943,867	9,578,867	5.63
2020	46,073,141	415,835	45,657,306	900,000	3,942,179	4,842,179	9.43
2019	35,220,062	231,304	34,988,758	--	--	--	--

Continued

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY OF REVENUE BOND COVERAGE
LAST TEN YEARS
(UNAUDITED)

EXHIBIT G - 17
(Continued)

SCHEDULE D - ROAD AND STREET IMPROVEMENT SALES TAX (1/2%)

<u>Year</u>	<u>Gross Revenue (5)</u>	<u>Expenses (2)</u>	<u>Available for Debt Service</u>	<u>Total Senior Lien Debt Service (6)</u>	<u>Senior Lien Coverage</u>	<u>Total Sub Lien Debt Service</u>	<u>Sub Lien Coverage (10)</u>
2025	\$ 44,027,474	\$ 301,016	\$ 43,726,458	\$ 17,373,600	2.52	\$ 5,904,773	1.88
2024	42,450,232	277,521	42,172,711	17,457,350	2.42	5,870,292	1.81
2023	41,715,283	239,862	41,475,421	17,410,105	2.38	5,838,531	1.78
2022	39,295,423	267,150	39,028,273	17,585,855	2.22	5,817,746	1.67
2021	34,510,594	273,689	34,236,905	17,105,129	2.00	5,773,847	1.50
2020	31,112,336	246,967	30,865,369	17,993,867	1.72	6,159,667	1.28
2019	32,691,973	285,279	32,406,694	18,473,683	1.75	5,821,656	1.33
2018	31,716,040	301,720	31,414,320	18,541,164	1.69	5,786,256	1.29
2017	31,602,182	281,327	31,320,855	18,304,145	1.71	5,757,106	1.30
2016	30,802,061	282,399	30,519,662	17,737,753	1.72	5,758,756	1.30

SCHEDULE E - EAST BATON ROUGE SEWERAGE COMMISSION

<u>Year</u>	<u>Gross Revenue (7)</u>	<u>Expenses (8)</u>	<u>Available for Debt Service</u>	<u>Total Senior Lien Debt Service (9)</u>	<u>Senior Lien Coverage</u>	<u>Total Sub Lien Debt Service</u>	<u>Sub Lien Coverage</u>
2025	\$ 183,458,813	\$ 66,723,154	\$ 116,735,659	\$ 61,810,677	1.89	\$ 17,832,729	1.47
2024	178,534,599	66,257,390	112,277,209	60,977,269	1.84	10,600,453	1.57
2023	168,458,130	64,692,681	103,765,449	59,712,206	1.74	10,370,972	1.48
2022	163,310,856	59,679,668	103,631,188	58,216,953	1.78	10,370,972	1.51
2021	152,400,467	56,284,823	96,115,644	56,114,578	1.71	9,881,397	1.46
2020	140,886,653	54,858,413	86,028,240	49,992,332	1.72	20,014,140	1.23
2019	142,994,725	52,524,444	90,470,281	54,963,689	1.65	20,633,168	1.20
2018	142,236,294	49,035,973	93,200,321	50,601,659	1.84	21,081,993	1.30
2017	139,473,125	45,513,710	93,959,415	49,969,382	1.88	15,947,731	1.43
2016	129,552,440	44,387,591	85,164,849	47,454,341	1.79	10,680,326	1.46

- (1) Fiscal charges included
- (2) Total sales tax collection costs
- (3) Total general sales and use taxes in the general and debt service funds plus interest earnings on sales tax revenues in the City and Parish Sales Tax Bonds Debt Service Funds and operating transfers in
- (4) Refunding bond issuance costs
- (5) Total general sales and use taxes in the Road and Street Improvement capital projects and debt service funds interest earnings and SWAP related revenue - Road and Street pledged revenues
- (6) Includes liquidity fees, remarketing fees and transactions associated with the SWAP on the variable rate bonds
- (7) Total operating revenues plus interest earnings on these revenues, Sewer Sales Tax Revenues pledged from the Parish
- (8) Total operating expenses less depreciation, sales tax collection costs, change in total OPEB liability, and net pension liability.
- (9) Debt service calculations are done on a cash basis rather than the accrual basis used in preparation of the financial statements.
- (10) These Bonds are secured on a junior and subordinate lien basis by the Road and Street pledged revenues. If these pledged revenues are insufficient, payments will be made from lawfully available funds of the City-Parish as defined in the Bond documents.
- (11) Total general sales and use taxes in the MOVEBR capital projects and debt service funds and interest earnings - MOVEBR pledged revenues

The City-Parish is in compliance with all legal debt covenants at December 31, 2025.

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS**

EXHIBIT G - 18

<u>Year</u>	<u>Popu- lation (1)</u>	<u>Personal Income (2)</u>	<u>Per Capita Personal Income (2)</u>	<u>Median Age (1)</u>	<u>Public School Enrollment (3)</u>	<u>EBR Parish Unemploy- ment Rate (4)</u>	<u>Labor Market Area Unemploy- ment Rate (5)</u>
2025	456,180	\$ 34,133,212,320 (6)	\$ 74,824 (6)	34.2 (6)	49,490	4.2	4.1
2024	453,022	30,062,854,000	70,775	34.2	51,129	4.2	4.1
2023	448,467	29,924,408,000	66,726	34.6	51,712	3.4	3.3
2022	450,544	27,024,382,000	59,982	34.3	52,055	3.5	3.3
2021	453,301	26,904,204,000	59,352	34.7	52,758	5.3	4.9
2020	439,729	24,837,630,000	56,484	34.2	52,044	7.8	7.4
2019	440,059	23,324,057,000	53,002	34.5	53,383	4.4	4.4
2018	440,956	22,658,991,000	51,386	34.2	52,698	4.3	4.4
2017	446,268	21,764,720,000	48,771	33.8	52,306	4.4	4.5
2016	447,037	20,227,581,000	45,248	33.3	52,540	5.1	5.2

Source: All information is parish-wide.

- (1) Estimate - U.S. Census
- (2) Estimates - Bureau of Economic Analysis, Regional Economic Accounts
- (3) Louisiana Department of Education
- (4) U.S. Department of Labor, Bureau of Labor Statistics (Estimated figures 2025) average annual unemployment rate, not seasonally adjusted. Figures for East Baton Rouge Parish only.
- (5) U.S. Department of Labor, Bureau of Labor Statistics (Estimated figures 2025) average annual unemployment rate, not seasonally adjusted. Figures for Baton Rouge Metropolitan Statistical Area (MSA).
- (6) Finance Department Estimate

**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

EXHIBIT G - 19

2025*				2016			
<u>Employer</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Parish Employment</u>	<u>Employer</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Parish Employment</u>
Louisiana State Government	22,926	1	8.38 %	Louisiana State Government	19,401	1	7.65 %
Turner Industries	8,572	2	3.13	Turner Industries	9,875	2	3.89
Our Lady of the Lake Regional Medical Center	6,672	3	2.44	Louisiana State University	6,250	3	2.47
ExxonMobile Baton Rouge	6,000	4	2.19	East Baton Rouge Parish School System	6,088	4	2.40
Louisiana State University	5,851	5	2.14	Performance Contractors	5,500	5	2.17
East Baton Rouge Parish School System	5,777	5	2.11	City-Parish Government	5,144	6	2.03
Performance Contractors	5,500	7	2.01	Our Lady of the Lake Regional Medical Center	4,500	7	1.77
City-Parish Government	4,221	8	1.54	ExxonMobil Corporation	4,214	8	1.66
Baton Rouge General	4,100	9	1.50	Baton Rouge General Medical Center	4,000	9	1.58
The Newton Group	2,700	10	0.99	Baton Rouge/Parish Water Company	3,196	10	1.26
	<u>72,319</u>		<u>26.43 %</u>		<u>68,168</u>		<u>26.88 %</u>

* Source 2025: Business Report, July 2025
City of Baton Rouge-Parish of East Baton Rouge
East Baton Rouge Parish School System
Louisiana Department of State Civil Service
Louisiana State University-Baton Rouge
Estimates - U.S. Bureau of Labor Statistics (Annual average data)

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
FULL-TIME EQUIVALENT CITY-PARISH EMPLOYEES
BY FUND/DEPARTMENT
LAST TEN FISCAL YEARS
(UNAUDITED)

	Full-time Equivalent Employees Allotted in Annual Budget			
	2025	2024	2023	2022
<u>GENERAL FUND:</u>				
Building & Grounds	85.00	85.00	85.00	84.00
Business Operations & Capital Programs	32.00	35.00	35.00	35.00
City Constable	48.00	48.00	48.00	43.00
City Court and City Court Judicial	138.65	150.65	154.65	154.65
Community Centers	20.00	21.00	21.00	21.00
Metropolitan Council and Administration	40.00	41.00	41.00	41.00
Emergency Preparedness	7.00	7.00	7.00	7.00
Development	79.00	79.00	79.00	79.00
EMS - Prison Medical Services	--	--	--	--
Finance	110.00	113.00	113.00	113.00
Fire - (City Fire Department Only)	615.00	612.00	610.00	610.00
Human Development & Services	8.05	8.05	8.17	8.17
Human Resources	33.00	37.00	37.00	37.00
Information Services	51.00	60.00	60.00	55.00
Juvenile Services	84.00	89.00	89.00	84.00
Maintenance	273.00	273.00	273.00	268.00
Mayor-President	18.00	18.00	18.00	17.00
Municipal Fire & Police Civil Service	1.00	1.00	--	1.00
Parish Attorney	82.00	85.00	85.00	85.00
Planning Commission	20.00	22.00	22.00	22.00
Police (City Police Only)	889.00	889.00	889.00	888.00
Public Information Office	2.00	2.00	2.00	2.00
Purchasing	18.00	18.00	18.00	18.00
Transportation & Drainage	108.00	108.00	108.00	109.00
TOTAL GENERAL FUND	2,761.70	2,801.70	2,802.82	2,781.82
<u>SPECIAL FUNDS:</u>				
Major Funds:				
Library Board of Control Fund	424.00	419.00	419.00	413.50
Grants Fund	235.83	304.37	295.48	297.28
Comprehensive Sewerage System Fund	168.70	166.70	254.40	245.20
G. B. R. Airport District Fund	86.00	83.00	83.00	81.00
Solid Waste Collection Fund	5.70	5.70	6.00	6.00
Solid Waste Disposal Facility	18.60	23.60	23.60	23.60
Non-Major Funds:				
Animal Control and Rescue Center	22.00	22.00	22.00	22.00
Central Garage	45.00	45.00	45.00	45.00
City Constable Court Costs Fund	--	--	--	5.00
City Court Sobriety Court	1.00	1.00	1.00	1.00
Downtown Development District	5.00	5.00	5.00	5.00
Emergency Medical Services	259.00	248.00	244.00	247.00
Employees' Retirement System	13.00	13.00	13.00	12.00
E.B.R. Parish Communications District	--	--	--	--
Gaming Enforcement Division	2.00	2.00	2.00	2.00
G. B. R. Parking Authority	1.00	1.00	1.00	--
Mosquito Abatement and Rodent Control	43.00	43.00	43.00	42.00
Parish Street Maintenance	3.00	3.00	3.00	3.00
Stormwater	12.00	12.00	12.00	15.20
TOTAL SPECIAL FUNDS	1,344.83	1,397.37	1,472.48	1,465.78
TOTAL ALL FUNDS	4,106.53	4,199.07	4,275.30	4,247.60

Source: City of Baton Rouge-Parish of East Baton Rouge Annual Operating Budget

Full-time Equivalent Employees Allotted in Annual Budget

2021	2020	2019	2018	2017	2016
84.00	100.00	100.00	100.00	100.00	106.00
35.00	36.00	37.00	36.00	36.00	36.00
43.00	43.00	43.00	40.00	40.00	40.00
154.65	154.65	154.65	154.65	154.63	155.63
21.00	21.30	21.30	21.30	21.30	20.55
41.00	41.00	41.00	41.00	41.00	41.00
7.00	7.00	7.00	7.00	7.00	7.00
92.00	101.00	108.00	108.00	108.00	108.00
--	--	--	--	--	36.00
111.00	120.00	120.00	120.00	121.00	121.00
610.00	610.00	610.00	610.00	610.00	610.00
8.17	7.42	7.42	7.62	7.62	8.12
37.00	38.00	38.00	38.00	38.00	38.00
55.00	55.00	55.00	57.00	57.00	57.00
84.00	84.00	84.00	84.00	84.00	84.00
268.00	286.00	286.00	289.00	289.00	319.00
16.00	15.00	15.00	15.00	16.00	16.00
1.00	1.00	1.00	1.00	1.00	1.00
86.00	86.50	86.50	86.50	95.50	95.50
24.00	24.00	24.00	24.00	24.00	24.00
887.00	887.00	882.00	883.00	883.00	881.00
2.00	3.00	3.00	3.00	3.00	3.00
18.00	15.00	15.00	13.00	13.00	13.00
109.00	107.00	107.00	107.00	107.00	110.00
<u>2,793.82</u>	<u>2,842.87</u>	<u>2,845.87</u>	<u>2,846.07</u>	<u>2,857.05</u>	<u>2,930.80</u>
412.50	413.50	414.50	412.50	403.75	402.25
292.28	326.94	328.69	331.57	331.57	357.07
272.40	279.60	282.20	282.20	293.20	315.20
81.00	81.00	81.00	81.00	81.00	81.00
6.00	6.00	6.00	6.00	6.00	6.00
20.60	20.40	20.80	20.80	20.80	20.80
22.00	22.00	22.00	22.00	22.00	22.00
45.00	45.00	45.00	45.00	45.00	45.00
5.00	5.00	5.00	5.00	5.00	5.00
1.00	1.00	1.00	1.00	1.00	1.00
5.00	5.00	5.00	5.00	5.00	5.00
247.00	215.00	215.00	169.00	169.00	169.00
13.00	12.00	12.00	12.00	13.00	13.00
--	--	--	52.00	52.00	52.00
2.00	2.50	2.50	2.50	2.50	2.50
--	--	9.00	9.00	--	9.00
42.00	42.00	42.00	37.00	37.00	37.00
3.00	3.00	3.00	3.00	3.00	3.00
--	--	--	--	--	--
<u>1,469.78</u>	<u>1,479.94</u>	<u>1,494.69</u>	<u>1,496.57</u>	<u>1,490.82</u>	<u>1,545.82</u>
<u>4,263.60</u>	<u>4,322.81</u>	<u>4,340.56</u>	<u>4,342.64</u>	<u>4,347.87</u>	<u>4,476.62</u>

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(UNAUDITED)

	FISCAL YEAR			
	2025	2024	2023	2022
Function:				
Public Safety:				
Police				
Physical arrests	8,267	5,128	5,273	8,659
Parking violations	4,579	4,447	15,891	15,737
Traffic violations (1)	14,779	24,495	22,607	13,878
Fire				
Number of responses	37,885	37,243	34,465	37,225
Inspections	15,565	32,252	23,548	20,748
Emergency Medical Services				
Number of emergency responses	71,413	70,694	60,825	69,489
Number of patient transports	46,012	45,374	42,847	38,663
Communications district				
Number of 911 calls (in thousands)	309,325	310,235	342,504	315,811
Transportation:				
Parish street maintenance program				
Number of miles of new streets	0	0	1	0
Rehab streets and roads	40	9	21	39
Preservation treatment (miles) (5)	0	0	63	62
Number of potholes repaired	3,477	3,009	2,288	2,555
Airport				
Number of enplanements	425,791	422,388	381,313	355,983
Sanitation:				
Wastewater				
Average daily sewerage treatment (millions of gallons)	67,157	24,427	22,859	22,971
Solid Waste Disposal				
Average daily tonnage accepted at Landfill (2)	1,284	1,600	1,585	1,727
Administration Office and Boards				
Construction Permits				
Total Number of Permits issued	7,449	9,529	32,998	34,240
Total Valuation	1,581,364,743	3,078,456,489	833,996,672	2,338,036,752
Culture-Recreation				
Libraries				
Total registered borrowers	309,803	310,879	337,943	335,530
Total items circulated	2,949,160	2,850,940	2,769,116	2,563,812
Total reference questions answered	927,911	894,588	878,095	864,169
New branch libraries opened	1	0	0	0

Sources:

City only:

Baton Rouge Fire Department

Baton Rouge Police Department - Crime Stat & Traffic Records

Parish-wide:

City-Parish Public Works

EBR Parish Communications District

EBR Parish Emergency Medical Services

EBR Parish Library

GBR Airport District

FISCAL YEAR					
2021	2020	2019	2018	2017	2016
7,254	9,443	11,219	11,761	12,829	13,320
8,661	2,492	8,291	7,066	6,613	5,507
15,963	19,818	34,002	23,553	33,198	43,186
42,171	36,797	37,163	35,529	33,157	33,157
21,715	18,539	21,599	21,355	21,241	21,241
67,040	60,664	63,517	63,292	62,749	62,067
35,260	32,490	36,525	35,911	36,001	36,819
350,242	320,026	330,693	332,318	355,343	450,431
0	0	0	0	125	126
32	58	37	17	16	14
64	0	7	0	0	0
2,597	2,071	2,158	2,327	2,567	1,164
281,719	181,795 (4)	412,283	401,558	386,987	373,069
27,145	27,213	23,777	24,372	24,997	26,591
1,878	1,762	1,760	1,703	1,652	1,548
24,528	22,792	23,163	25,859	24,937	28,651
1,103,868,106	669,873,357	702,756,120	866,640,251	994,503,563	902,656,342
323,625	273,355	264,732	251,578	296,417	294,505
2,404,134	2,283,728	3,105,034	2,972,067	2,924,461	2,729,254
881,721	788,952	970,069	1,020,679	1,003,595	847,860
0	1	0	0	0 (3)	0

Notes:

- (1) Moving violations only
- (2) Tonnage without recycling. No adjustment for unscheduled closings of the landfill.
- (3) Greenwell Springs Library reopening not included
- (4) COVID-19
- (5) Treatment for extending service life of roadways

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(UNAUDITED)

Major Programs	FISCAL YEAR			
	2025	2024	2023	2022
General Government				
Number of general government buildings	7	7	7	7
Public Safety				
Number of police stations	5	5	5	5
Police patrol units	746	878	856	760
Number of fire stations	19	19	19	19
Fire trucks	45	45	45	45
Number of EMS stations	14	13	12	11
Ambulances	48	47	46	41
Correction facilities	2	2	2	2
Transportation				
Miles of streets	1,877 (2)	2,236	2,225	2,216
Number of streetlights	47,714	36,800	38,387	38,288
Number of traffic signals	480	482	519	498
Sanitation				
Miles of sanitary sewers	2,174	2,170	2,163	2,157
Miles of storm sewers	1,155	1,149	1,139	1,116
Culture and Recreation				
Number of library branches	15	15	14	14
Number of community centers	5	5	5	5
Conservation and Development				
Number of Headstart centers	7	7	7	7
Health and Welfare				
Number of Health and Welfare buildings	7	7	7	7

- (1) Beginning in 2015, the Geographic Information System (GIS) was utilized to determine the total miles of streets, miles of sanitary sewers and storm (drainage) sewers.
- (2) In 2025, a large number of street miles were transferred to City of St. George.

Sources:

City only:

Baton Rouge Fire Department
Baton Rouge Police Department

Parish-wide:

EBR Parish Emergency Medical Services
City-Parish Information Services
City-Parish Public Works
EBR Parish Library

City Parish Capital Asset Records

FISCAL YEAR					
2021	2020	2019	2018	2017	2016
7	7	7	7	10	10
5	5	5	5	5	5
698	720	729	762	753	632
19	19	19	19	19	19
41	41	41	41	41	41
11	11	11	11	13	13
37	24	25	25	25	24
2	2	2	2	2	2
2,203	2,203	2,192	2,184	2,076	1,997
37,676	36,084	36,146	36,027	36,019	35,423
482	501	505	505	505	502
2,147	2,133	2,132	2,087	2,161	2,036 (1)
1,137	1,041	179	142	117	580 (1)
14	14	14	14	14	14
5	5	5	5	6	6
7	7	7	7	7	7
7	7	7	7	7	7



CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
REPORTS ON COMPLIANCE AND INTERNAL CONTROL
DECEMBER 31, 2025



INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

The Honorable Mayor-President
and Members of the Metropolitan Council
City of Baton Rouge and Parish of East Baton Rouge

We have audited, in accordance with the 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, the 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 Baton Rouge and Parish of East Baton Rouge, Louisiana (City-Parish), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City-Parish's basic financial statements and have issued our report thereon dated August 28, 2026. Our report includes a reference to other auditors who audited the financial statements of certain discretely presented component units, as described in our report on the City-Parish's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City-Parish's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City-Parish's internal control. Accordingly, we do not express an opinion on the effectiveness of the City-Parish's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a certain deficiency in internal control as described in the accompanying schedule of findings and questioned costs as item 2025-001 that we consider to be a significant deficiency.

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Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether City-Parish's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

City Parish's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on the City-Parish's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs under the caption *Views of Responsible Officials*. The City-Parish's response was not subject to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A stylized, handwritten-style signature of "EisnerAmper LLP" in black ink.

EISNERAMPER LLP
Baton Rouge, Louisiana
August 28, 2026



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM
GUIDANCE**

The Honorable Mayor-President
And Members of the Metropolitan Council
City of Baton Rouge and Parish of East Baton Rouge:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited City of Baton Rouge and Parish of East Baton Rouge, Louisiana (City-Parish)'s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of City Parish's major federal programs for the year ended December 31, 2025. City Parish's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

The City-Parish's basic financial statements include the operations of the District Attorney of the Nineteenth Judicial District (the District Attorney) and the Capital Area Transit System (the Transit System), which expended \$1,570,679 and \$19,034,537, respectively, of federal awards during their most recent respective fiscal years ending during 2025, which is not included in the City-Parish's Schedule of Expenditures of Federal Awards for the year ended December 31, 2025. Our compliance audit, described below, does not include the operation and federal award activity of the District Attorney or the Transit System because these component units of the City-Parish separately engaged those audits of compliance in accordance with the Uniform Guidance.

In our opinion, City Parish complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended December 31, 2025.

Basis for Opinion on Major Federal Programs

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of City-Parish and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified opinions on compliance for each major federal program. Our audit does not provide a legal determination of City-Parish's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to City-Parish's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City Parish's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about City-Parish's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding City Parish's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of City Parish's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of City Parish's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance, and which is described in the accompanying schedule of findings and questioned costs as item 2025-002. Our opinion on each major federal program is not modified with respect to this matter.



Government Auditing Standards requires the auditor to perform limited procedures on City-Parish's response to the noncompliance finding identified in our compliance audit described in the accompanying schedule of findings and questioned costs under the caption of *Views of Responsible Officials*. City-Parish's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2025-003 to be a material weakness.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2025-002 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on City-Parish's responses to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs under the caption of *Views of Responsible Officials*. City-Parish's responses were not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



EISNERAMPER LLP
Baton Rouge, Louisiana
August 28, 2026



EisnerAmper LLP
www.eisneramper.com



**CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025**

	<u>FEDERAL EXPENDITURES</u>	<u>AMOUNTS PROVIDED TO SUBRECIPIENTS</u>
<u>FEDERAL AGENCY - SCHEDULE A</u>		
U.S. Department of Housing and Urban Development	\$ 12,654,642	\$ 2,397,874
U.S. Department of Agriculture	545,135	--
U.S. Department of Interior	43,385	--
U.S. Department of Justice	811,028	321,496
U.S. Department of Labor	3,783,870	--
U.S. Department of Transportation	31,474,033	--
U.S. Department of the Treasury	24,006,188	1,489,420
U.S. Institute of Museum and Library Services	590	--
U.S. Department of Environmental Protection Agency	136,812	--
U.S. Department of Health and Human Services	23,799,100	5,465,757
U.S. Department of Homeland Security	8,824,551	--
TOTAL FEDERAL AGENCY - SCHEDULE A	\$ 106,079,334	\$ 9,674,547
<u>FEDERAL AGENCY - SCHEDULE B</u>		
U.S. Federal Aviation Administration	\$ 14,444,220	\$ --
TOTAL FEDERAL AGENCY - SCHEDULE B	\$ 14,444,220	\$ --
TOTAL FEDERAL AGENCY - SCHEDULE A AND B	\$ 120,523,554	\$ 9,674,547

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
GOVERNMENTAL ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

SCHEDULE A

<u>Names of Grants & Sources</u>	<u>Code Numbers</u>	<u>Federal ALN</u>	<u>Grant Numbers</u>	<u>Federal Expenditures</u>	<u>Amounts Provided to Subrecipients</u>
<u>FEDERAL GRANTS</u>					
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>					
<u>Direct Programs</u>	131013				
Emergency Solutions Grant Program	2800..431013	14.231	E-22-MC-22-0002	\$ 21,055	\$ 21,055
Emergency Solutions Grant Program	2850..431013	14.231	E-23-MC-22-0002	34,771	20,411
Emergency Solutions Grant Program	2850..431013	14.231	E-24-MC-22-0002	19,645	--
Emergency Solutions Grant Program	2850..431013	14.231	E-25-MC-22-0002	13,312	--
SUBTOTAL ALN 14.231				88,783	41,466
Home Investment Partnerships Program	2810..431013	14.239	M-17-MC-22-0204	94,693	--
Home Investment Partnerships Program	2810..431013	14.239	M-18-MC-22-0204	232,545	--
Home Investment Partnerships Program	2810..431013	14.239	M-19-MC-22-0204	463,423	--
Home Investment Partnerships Program	2810..431013	14.239	M-20-MC-22-0204	35,130	--
Home Investment Partnerships Program	2810..431013	14.239	M-21-MC-22-0204	365,017	--
Home Investment Partnerships Program	2810..431013	14.239	M-22-MC-22-0204	198,560	--
Home Investment Partnerships Program	2810..431013	14.239	M-23-MC-22-0204	152,528	--
Home Investment Partnerships Program	2810..431013	14.239	M-24-MC-22-0204	171,429	--
Home Investment Partnerships Program	2810..431013	14.239	M-25-MC-22-0204	77,167	--
COVID 19-Home Investment Partnerships Program	2712..431013	14.239	M-21-MP-22-0204	157,033	--
SUBTOTAL ALN 14.239				1,947,525	--
Housing Opportunities for Persons with AIDS	2830..431013	14.241	LAH21F002	28,185	28,185
Housing Opportunities for Persons with AIDS	2830..431013	14.241	LAH22F002	256,863	238,037
Housing Opportunities for Persons with AIDS	2830..431013	14.241	LAH23F002	1,118,769	689,952
Housing Opportunities for Persons with AIDS	2830..431013	14.241	LAH24F002	1,072,111	590,748
SUBTOTAL ALN 14.241				2,475,928	1,546,922
Lead Hazard Reduction Demonstration Grant Program	2500..431013	14.905	LACLB0021-24	65,041	--
Community Development Block Grants/Entitlement Grants	2800..431013	14.218	B-17-MC-22-0002	352	--
Community Development Block Grants/Entitlement Grants	2800..431013	14.218	B-18-MC-22-0002	130,482	9,460
Community Development Block Grants/Entitlement Grants	2800..431013	14.218	B-19-MC-22-0002	404,310	--
Community Development Block Grants/Entitlement Grants	2800..431013	14.218	B-20-MC-22-0002	923,147	382,897
Community Development Block Grants/Entitlement Grants	2800..431013	14.218	B-21-MC-22-0002	1,584,668	250,000
Community Development Block Grants/Entitlement Grants	2800..431013	14.218	B-22-MC-22-0002	1,401,073	--
Community Development Block Grants/Entitlement Grants	2800..431013	14.218	B-23-MC-22-0002	333,330	--
COVID 19-Community Development Block Grants/Entitlement Grants	2707..431013	14.218	B-20-MW-22-0002	216,210	78,289
<u>Passed through Louisiana Office of Community Development Disaster Recovery Unit</u>	132609				
Community Development Block Grants/Entitlement Grants	2500..432609	14.218	B-21-MF-22-0003	91,755	--
Community Development Block Grants/Entitlement Grants	2500..432609	14.218	B-22-MF-22-0003	384,436	88,840
SUBTOTAL ALN 14.218 (1)				5,469,763	809,486
Community Development Block Grants/State's Program	2704..432609	14.228	B-16-DL-22-0001/YEAR 2016	40,539	--
Community Development Block Grants/State's Program	2500..432609	14.228	4277-DR-LA-71	1,631,302	--
Community Development Block Grants/State's Program	2500..432609	14.228	B-18-DP-22-0001 #0113	268,123	--
Community Development Block Grants/State's Program	2500..432609	14.228	B-18-DP-22-0001 #0101	75,413	--
Community Development Block Grants/State's Program	2500..432609	14.228	4277-DR-LA-70	336,573	--
Community Development Block Grants/State's Program	2500..432609	14.228	B-18-DP-22-0001 #0006	197,652	--
Community Development Block Grants/State's Program	2500..432609	14.228	4277-DR-LA-84	28,000	--
Community Development Block Grants/State's Program	2500..432609	14.228	4277-DR-LA-78	30,000	--
SUBTOTAL ALN 14.228				2,607,602	--
Total U. S. Department of Housing and Urban Development				12,654,642	2,397,874
(1) CDBG-Entitlement/Special Purpose Grants Cluster	\$ 5,469,763				
See Notes to Schedule of Expenditures of Federal Awards					

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
GOVERNMENTAL ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

SCHEDULE A
(Continued)

<u>Names of Grants & Sources</u>	<u>Code Numbers</u>	<u>Federal ALN</u>	<u>Grant Numbers</u>	<u>Federal Expenditures</u>	<u>Amounts Provided to Subrecipients</u>
<u>U.S. DEPARTMENT OF AGRICULTURE</u>					
<u>Passed through Louisiana Department of Education</u>	132607				
Child and Adult Care Food Program	2600..432607	10.558	93-188	\$ 334,406	\$ --
Child and Adult Care Food Program	2600..432607	10.558	93-188	210,729	--
Total U. S. Department of Agriculture				545,135	--
<u>U.S. DEPARTMENT OF INTERIOR</u>					
<u>Passed through Louisiana Department of Education</u>	132501				
Historic Preservation Fund Grants-In-Aid	2500..432501	15.904	P24AF02225-00	33,360	--
Heritage Partnership	2500..432501	15.939	ANHAGrant 2022-0007	10,025	--
Total U. S. Department of Interior				43,385	--
<u>U.S. DEPARTMENT OF JUSTICE</u>					
<u>Direct Programs</u>	131003				
Community-Based Violence Intervention and Prevention Initiative	2500..431003	16.045	15PBJA-22-G-04720-CV	254,278	254,278
Public Safety Partnership and Community Policing Grants	2500..431003	16.710	15JCOPS-22-GG-04107-LEMH	62,158	18,750
Byrne Criminal Justice Innovation Program	2500..431003	16.817	2019-BJ-BX-0001	77,562	48,468
Edward Byrne Memorial Justice Assistance Grant Program	2500..431003	16.738	15PBJA-23-GG-04322-BSCI	266,337	--
<u>Passed through East Baton Rouge Parish Sheriff's Office</u>	134007				
Edward Byrne Memorial Justice Assistance Grant Program	2500..434007	16.738	15PBJA-22-GG-02185-JAGX	17,803	--
Edward Byrne Memorial Justice Assistance Grant Program	2500..434007	16.738	15PBJA24GG05295JAX	45,750	--
Edward Byrne Memorial Justice Assistance Grant Program	2500..434007	16.738	2023-DJ-01-8375	6,030	--
SUBTOTAL ALN 16.738				335,920	--
<u>Passed through National Association of VOCA Assistance Administration</u>	134204				
Crime Victim Assistance/Discretionary Grants	2500..434204	16.582	25-1864	3,645	--
<u>Passed through Jefferson Parish Sheriff's Office</u>	134202				
High Intensity Drug Trafficking Areas Program	2500..434202	95.001	G24GC001A-50027	28,917	--
High Intensity Drug Trafficking Areas Program	2500..434202	95.001	HID0725G04720050072	48,548	--
SUBTOTAL ALN 95.001				77,465	--
Total U. S. Department of Justice				811,028	321,496
<u>U.S. DEPARTMENT OF LABOR</u>					
<u>Passed through Louisiana Workforce Commission</u>	132604				
WIOA Adult Program	2610..432604	17.258	24A55AT000089	79,164	--
WIOA Adult Program	2610..432604	17.258	25A55AT000129	7,151	--
WIOA Adult Program	2610..432604	17.258	FY2024	27,241	--
WIOA Adult Program	2610..432604	17.258	24A55AT000089	302,744	--
WIOA Adult Program	2610..432604	17.258	23A55AY00034	39,924	--
WIOA Adult Program	2610..432604	17.258	24A55AT000089	753,531	--
SUBTOTAL ALN 17.258 (2)				1,209,755	--
WIOA Youth Activities	2610..432604	17.259	PY2023	6,210	--
WIOA Youth Activities	2610..432604	17.259	24A55AY000103	897,821	--
WIOA Youth Activities	2610..432604	17.259	25A55AY000144	685,810	--
SUBTOTAL ALN 17.259 (2)				1,589,841	--
(2) WIOA Cluster	\$	3,783,870			

See Notes to Schedule of Expenditures of Federal Awards

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
GOVERNMENTAL ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

SCHEDULE A
(Continued)

<u>Names of Grants & Sources</u>	<u>Code Numbers</u>	<u>Federal ALN</u>	<u>Grant Numbers</u>	<u>Federal Expenditures</u>	<u>Amounts Provided to Subrecipients</u>
<u>U.S. DEPARTMENT OF LABOR (Continued)</u>					
<u>Passed through Louisiana Workforce Commission (Continued)</u>	132604				
WIOA Dislocated Worker Formula Grants	2610..432604	17.278	24A55AW00080	\$ 280,048	\$ --
WIOA Dislocated Worker Formula Grants	2610..432604	17.278	25A55AW000138	27,708	--
WIOA Dislocated Worker Formula Grants	2610..432604	17.278	FY2024	196,861	--
WIOA Dislocated Worker Formula Grants	2610..432604	17.278	24A55AW00080	479,657	--
SUBTOTAL ALN 17.278 (2)				984,274	--
Total U. S. Department of Labor				3,783,870	--
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>					
<u>Federal Transit Administration (FTA)</u>					
<u>Direct Program:</u>	131007				
National Infrastructure Investments	4710..431007	20.933	LA-2022-010-00	12,659,574	--
Federal Transit Formula Grants	4710..431007	20.507	LA-2024-010-00	7,212,606	--
Federal Transit Formula Grants	4710..431007	20.507	LA-2024-030-00	2,414,652	--
Federal Transit Formula Grants	4710..431007	20.507	LA-2025-011-00	2,025,585	--
SUBTOTAL ALN 20.507 (3)				11,652,843	--
<u>Federal Highway Administration (FHWA)</u>					
<u>Passed through Louisiana Department of Transportation and Development-Office of Highways</u>	132100				
Highway Planning and Construction North Sherwood Forest	4650..432100	20.205	H.002301.3	202,161	--
Highway Planning and Construction Dijon Drive Extension	4650..432100	20.205	H.012233	3,571,089	--
Highway Planning and Construction Hanks Drive / Landis Drive	4650..432100	20.205	H.014274	162,973	--
Highway Planning and Construction S Sherwood Multi-Use Path	4650..432100	20.205	H.003047	2,179,662	--
SUBTOTAL ALN 20.205				6,115,885	--
<u>National Highway Traffic Safety Administration (NHTSA)</u>					
<u>Passed through the Louisiana Highway Safety Commission (LHSC)</u>	132101				
State and Community Highway Safety	2500..432101	20.600	2021-30-13	3,472	--
State and Community Highway Safety	2500..432101	20.600	2023-30-13	62,406	--
State and Community Highway Safety	2500..432101	20.600	2025-30-13	302,579	--
State and Community Highway Safety	2500..432101	20.600	2026-30-13	9,532	--
SUBTOTAL ALN 20.600 (4)				377,989	--
Alcohol Open Container Requirements	2500..432101	20.607	2025-30-13	458,817	--
Alcohol Open Container Requirements	2500..432101	20.607	2026-30-13	3,214	--
Alcohol Open Container Requirements	2500..432101	20.607	2025-10-30	66,190	--
Alcohol Open Container Requirements	2500..432101	20.607	2026-10-30	25,380	--
SUBTOTAL ALN 20.607				553,601	--
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	2500..432101	20.608	2021-30-13	3,324	--
National Priority Safety Programs	2500..432101	20.616	2022-30-13	15,538	--
(2) WIOA Cluster	\$ 3,783,870				
(3) Federal Transit Cluster	\$ 11,652,843				
(4) Highway Safety Cluster	\$ 488,806				

See Notes to Schedule of Expenditures of Federal Awards

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
GOVERNMENTAL ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

SCHEDULE A
(Continued)

Names of Grants & Sources	Code Numbers	Federal ALN	Grant Numbers	Federal Expenditures	Amounts Provided to Subrecipients
<u>U.S. DEPARTMENT OF TRANSPORTATION (Continued)</u>					
<u>National Highway Traffic Safety Administration (NHTSA) (Continued)</u>					
Passed through Louisiana Supreme Court & Specialty Court Office	132107				
National Priority Safety Programs	2500..432107	20.616	2025-10-20	\$ 77,354	\$ --
National Priority Safety Programs	2500..432107	20.616	2026-10-20	17,925	--
SUBTOTAL ALN 20.616 (4)				110,817	--
Total U. S. Department of Transportation				31,474,033	--
<u>U.S. DEPARTMENT OF THE TREASURY</u>					
<u>Direct Programs</u>	131020				
COVID 19-Emergency Rental Assistance Program	2712..431020	21.023	N/A	1,756,856	--
COVID 19-Coronavirus State and Local Fiscal Recovery Funds	2712..431020	21.027	N/A	5,860,780	1,007,142
COVID 19-Coronavirus State and Local Fiscal Recovery Funds	2712..431020	21.027	N/A	15,164,422	482,278
Passed through Louisiana Office of Community Development	432609				
COVID 19-Coronavirus State and Local Fiscal Recovery Funds	5490..432609	21.027	LAWSP10902	1,224,130	--
SUBTOTAL ALN 21.027				22,249,332	1,489,420
Total U. S. Department of the Treasury				24,006,188	1,489,420
<u>U.S. INSTITUTE OF MUSEUM AND LIBRARY SERVICES</u>					
<u>Passed through Internet Archive</u>	134026				
Laura Bush 21st Century Librarian Program	2500..434026	45.313	RE-85-17-0060-17	590	--
Total U.S. Intitute of Museum and Library Services				590	--
<u>U.S. DEPARTMENT OF ENVIRONMENTAL PROTECTION AGENCY</u>					
<u>Direct Programs:</u>	131016				
Brownfields Multipurpose, Assessment, Revolving Loan Fund, and Cleanup Cooperative Agreements	2500..431016	66.818	BF-02F17401	136,812	--
Total U.S. Department of Environmental Protection Agency				136,812	--
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>					
<u>Direct Programs</u>	131012				
Head Start	2600..431012	93.600	06CH011554-05	268,153	--
COVID 19-Head Start	2707..431012	93.600	06CH011554-05-C3	30,260	--
Head Start	2600..431012	93.600	06CH011554	5,315,264	--
Head Start	2600..431012	93.600	06CH013291	5,716,881	--
SUBTOTAL ALN 93.600 (5)				11,330,558	--
Ending the HIV Epidemic: A Plan for America	2600..431012	93.686	UT8HA33920-05	1,089,704	894,479
Ending the HIV Epidemic: A Plan for America	2600..431012	93.686	UT8HA33920-06	992,358	940,686
SUBTOTAL ALN 93.686				2,082,062	1,835,165
HIV Emergency Relief Project Grants	2600..431012	93.914	H89HA11432-16	774,643	645,403
HIV Emergency Relief Project Grants	2600..431012	93.914	H89HA11432-17	3,466,536	2,985,189
SUBTOTAL ALN 93.914				4,241,179	3,630,592
<u>Passed through Louisiana Department of Health & Hospital</u>	132001				
Public Health Emergency Preparedness	2500..432001	93.069	2000447342	1,121	--
(4) Highway Safety Cluster	\$	488,806			
(5) Head Start Cluster	\$	11,330,558			

See Notes to Schedule of Expenditures of Federal Awards

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
GOVERNMENTAL ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

SCHEDULE A
(Continued)

<u>Names of Grants & Sources</u>	<u>Code Numbers</u>	<u>Federal ALN</u>	<u>Grant Numbers</u>	<u>Federal Expenditures</u>	<u>Amounts Provided to Subrecipients</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued)</u>					
<u>Passed through Louisiana Housing Corporation</u>	132401				
Low-Income Home Energy Assistance Program	2600..432401	93.568	2023/2024	\$ 3,281	\$ --
Low-Income Home Energy Assistance Program	2600..432401	93.568	2024/2025	4,490,187	--
Low-Income Home Energy Assistance Program	2600..432401	93.568	2025/2026	13,160	--
				<u>4,506,628</u>	<u>--</u>
SUBTOTAL ALN 93.568					
<u>Passed through Louisiana Workforce Commission</u>	132604				
Community Services Block Grant	2600..432604	93.569	2401LACOSR	1,093,226	--
Community Services Block Grant	2600..432604	93.569	2000893306	520,666	--
				<u>1,613,892</u>	<u>--</u>
SUBTOTAL ALN 93.569					
<u>Passed through Louisiana Department of Public Safety & Corrections Office of Juvenile Services</u>	132104				
Foster Care Title IV-E	2501..432104	93.658	031-LA-1401	23,660	--
				<u>23,660</u>	<u>--</u>
Total U. S. Department of Health and Human Services				<u>23,799,100</u>	<u>5,465,757</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>					
<u>Passed through Louisiana Governor's Office of Homeland Security and Emergency Preparedness</u>	132103				
Flood Mitigation Assistance	2500..432103	97.029	FMA-PJ-06-LA-2018-00	157,319	--
Flood Mitigation Assistance	2500..432103	97.029	FMA-PJ-06-LA-2019-00	83,311	--
Flood Mitigation Assistance	2500..432103	97.029	FMA-PJ-06-LA-2020-00	1,452,473	--
Flood Mitigation Assistance	2500..432103	97.029	EMT-2022-FM-003-0015	3,742,719	--
Flood Mitigation Assistance	2500..432103	97.029	FMA-PJ-06-LA-2022-06	1,716,545	--
				<u>7,152,367</u>	<u>--</u>
SUBTOTAL ALN 97.029					
Disaster Grants-Public Assistance (Presidentially Declared Disasters)	2704..432103	97.036	FEMA-DR-4277	115,335	--
Disaster Grants-Public Assistance (Presidentially Declared Disasters)	2705..432103	97.036	FEMA-DR-4458	432	--
COVID 19-Disaster Grants-Public Assistance (Presidentially Declared Dst)	2706..432103	97.036	FEMA-DR-4484	40,859	--
Disaster Grants-Public Assistance (Presidentially Declared Disasters)	2709..432103	97.036	FEMA-DR-4606	23,296	--
Disaster Grants-Public Assistance (Presidentially Declared Disasters)	2714..432103	97.036	FEMA-DR-4817	949,681	--
				<u>1,129,603</u>	<u>--</u>
SUBTOTAL ALN 97.036					
Hazard Mitigation Grant	2500..432103	97.039	4277-DR-LA-32	3,553	--
Hazard Mitigation Grant	2500..432103	97.039	1786-0186-LA	38,432	--
Hazard Mitigation Grant	2500..432103	97.039	1786-033-0006	27,563	--
Hazard Mitigation Grant	2500..432103	97.039	1786-0178-2-LA	4,688	--
Hazard Mitigation Grant	2500..432103	97.039	4277-DR-LA-72	61,744	--
Hazard Mitigation Grant	2500..432103	97.039	4277-DR-LA-123	145,589	--
Hazard Mitigation Grant	2500..432103	97.039	4277-DR-LA-142	9,603	--
Hazard Mitigation Grant	2500..432103	97.039	4277-DR-LA-56	124,507	--
Hazard Mitigation Grant	2500..432103	97.039	4277-DR-LA-54	3,909	--
Hazard Mitigation Grant	2500..432103	97.039	4277-DR-LA-80	72,049	--
				<u>491,637</u>	<u>--</u>
SUBTOTAL ALN 97.039					
Homeland Security Grant Program	2500..432103	97.067	EMW-2021-SS-00019-S01	759	--
Homeland Security Grant Program	2500..432103	97.067	EMW-2023-SS-00008-S01	49,300	--
				<u>50,059</u>	<u>--</u>
SUBTOTAL ALN 97.067					
<u>Passed through Capital Area United Way</u>	111072				
Emergency Food and Shelter National Board Program	2600..434602	97.024	41-361400-001	885	--
				<u>885</u>	<u>--</u>
Total U. S. Department of Homeland Security				<u>8,824,551</u>	<u>--</u>
TOTAL FEDERAL GRANTS - SCHEDULE A				<u>\$ 106,079,334</u>	<u>\$ 9,674,547</u>

See Notes to Schedule of Expenditures of Federal Awards

CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BUSINESS-TYPE ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

SCHEDULE B

<u>Names of Grants & Sources</u>	<u>Code Numbers</u>	<u>Federal ALN</u>	<u>Grant Numbers</u>	<u>Federal Expenditures</u>	<u>Amounts Provided to Subrecipients</u>
<u>FEDERAL GRANTS</u>					
<u>U.S. FEDERAL AVIATION ADMINISTRATION</u>					
<u>Direct Programs</u>					
<u>Federal Aviation Administration</u>	131006				
Airport Improvement Program	5821..438101	20.106	3-22-0006-113	\$ 1,342,692	\$ --
Airport Improvement Program	5821..438101	20.106	3-22-0006-114	533,013	--
Airport Improvement Program	5821..438101	20.106	3-22-0006-116	764,662	--
Airport Improvement Program	5821..438101	20.106	3-22-0006-132	2,334,944	--
COVID 19-Airport Improvement Program	5823..438101	20.106	3-22-0006-120	381,358	--
Airport Improvement Program	5821..438101	20.106	3-22-0006-128	111,789	--
Airport Improvement Program	5821..438101	20.106	3-22-0006-133	8,431,555	--
Airport Improvement Program	5821..438101	20.106	3-22-0006-133	106,274	--
Airport Improvement Program	5821..438101	20.106	3-22-0006-131	218,305	--
Airport Improvement Program	5821..438101	20.106	3-22-0006-125	44	--
Airport Improvement Program	5821..438101	20.106	3-22-0006-134	147,180	--
Airport Improvement Program	5821..438101	20.106	3-22-0006-136	72,404	--
SUBTOTAL ALN 20.106				14,444,220	--
Total U. S. Federal Aviation Administration- FAA				14,444,220	--
TOTAL FEDERAL GRANTS - SCHEDULE B				<u>\$ 14,444,220</u>	<u>\$ --</u>

See Notes to Schedule of Expenditures of Federal Awards

**CITY OF BATON ROUGE – PARISH OF EAST BATON ROUGE
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025**

Note A – General

The City-Parish Schedule of Expenditures of Federal Awards (SEFA) presents the activity of all federal financial assistance programs of the primary government of the City of Baton Rouge, Parish of East Baton Rouge, Louisiana, (City-Parish). All federal financial assistance received directly from federal agencies is included on the schedule, as well as federal financial assistance passed through other agencies.

Note B – Basis of Accounting

The City-Parish Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the City-Parish's financial statements for the year ended December 31, 2025. Schedule A details federal awards recorded in governmental fund types wherein revenues are recognized to the extent of eligible expenditures. Schedule B details federal awards for proprietary fund types

Note C – Indirect Cost Rate

The City-Parish has a negotiated indirect cost rate. The City-Parish did not elect to use the 15% de minimis cost rate as allowed by 2 CFR 200.414 Indirect (F&A) costs.

Note D – Relationship to Financial Statements

The Schedule of Expenditures of Federal Awards (SEFA) was prepared from the same accounting records as were used to prepare the financial statements. Differences between amounts reported in the SEFA and the financial statements may exist due to different accounting bases used for financial reporting, or timing of the award.

Note E – Prior Year Expenditures – FEMA Disaster Public Assistance Program 97.036

Non-Federal entities must record expenditures on the Schedule of Expenditures of Federal Awards (SEFA) when: (1) Federal Emergency Management Agency (FEMA) has approved the non-Federal entity's project worksheet (PW), and (2) the non-Federal entity has incurred the eligible expenditures.

FEMA approved \$920,697 of eligible expenditures for Public Assistance grants (ALN 97.036) in 2025 that were incurred and reported on prior years' financial statements and are included on the SEFA in the current year.

Community Development Block Grant Disaster Recovery (ALN 14.228) funds were utilized as the required cost match in the amount of \$40,539 for 2016 Flood Event (DR-4277). Only one PW was closed by FEMA as of 2025 that the State of Louisiana Office of Community Development reviewed and approved to be eligible expenses reported in 2025. These costs were incurred and reported on prior years' financial statements and included on the current year SEFA.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

A. Summary of Auditors' Results

Financial Statements –

Type of auditors' report issued: Unmodified

- Material weakness (es) identified? _____ yes X no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? X yes _____ none

Noncompliance material to financial statements noted? _____ yes X no

Other matter reported? _____ yes X no

Federal Awards

Internal controls over major programs:

- Material weakness (es) identified? X yes _____ no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? X yes _____ none

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR §200.516(a)? X yes _____ no

Identification of major programs:

<u>ALN #s</u>	<u>Name of Federal Program or Cluster</u>
20.507	Federal Transit Cluster
20.933	National Infrastructure Investments
20.106	Airport Improvement Program
20.205	Highway Planning and Construction
21.027	Coronavirus State and Local Fiscal Recovery Funds
93.600	Head Start Cluster

- The threshold for distinguishing types A & B programs was program expenditures exceeding \$3,000,000.
- The City of Baton Rouge and Parish of East Baton Rouge did not qualify as a low-risk auditee.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

B. Findings – Audit of Financial Statements

2025-001) Information Technology (IT) General Controls

Criteria: *Government Auditing Standards* (GAGAS) and widely accepted internal control frameworks (e.g., COSO and the GAO Green Book) provide guidance for management design and implement effective internal controls over information systems. This includes controls over system maintenance, user access management, and monitoring activities to ensure systems are protected from unauthorized access and operate in a secure and reliable manner. Effective controls should be designed and implemented to ensure that access to systems is appropriately granted, modified, and revoked, and that systems are maintained in accordance with current security standards.

Condition: During audit procedures, we identified several matters related to information technology general controls indicating opportunities to strengthen the City-Parish's control environment. Specifically, we noted instances where:

- Systems were not consistently maintained in accordance with current security and support standards, including timely application of updates and monitoring protections.
- User access controls were not operating effectively to ensure access was appropriately granted, modified, and removed in alignment with personnel changes.
- Certain system and physical access privileges were associated with individuals no longer employed by the City-Parish.
- User account structures and naming conventions did not consistently support clear accountability for system access.

Effect: If not addressed, these conditions could increase the risk of unauthorized system access, data integrity issues, or disruptions associated with cybersecurity incidents.

Cause: These conditions appear to result from gaps in the implementation and ongoing monitoring of established IT policies and procedures, particularly in the areas of system lifecycle management and user access administration.

Recommendation: We recommend that management strengthen IT general controls by:

- Strengthening processes for maintaining systems in accordance with current security standards, including timely application of updates and monitoring controls.
- Enhance user access management procedures to ensure timely removal or modification of access upon employee termination or role changes.
- Establish and enforce consistent account naming conventions to ensure clear user accountability.
- Periodically review both logical and physical access rights to ensure appropriateness and alignment with current personnel.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

B. Findings – Audit of Financial Statements (Continued)

2025-001) Information Technology (IT) General Controls (Continued)

Views of Responsible Officials:

Information Services (IS) is committed to increasing operational efficiency and maturing our security posture. To achieve this, a long-term strategic plan has been adopted focusing on reducing risk, maintaining compliance, and ensuring rigorous account governance.

Improving security posture reduces exposure to known vulnerabilities and supports ongoing compliance requirements. To minimize exposure to known vulnerabilities and maintain consistent security compliance, IS will continue establishing patching benchmarks, maintaining an accurate inventory of systems and software assets, automating patch deployment and vulnerability scanning where possible and monitoring security logs and alerts through centralized logging and SIEM tools. IS will conduct regular configuration and compliance audits against recognized standard benchmarks and track remediation activities and report patch compliance metrics when requested.

To help reduce the risk of unauthorized access and strengthen compliance with security and governance requirements, periodic user access recertification reviews will be conducted. Audit logs will be maintained and management will have oversight of access changes.

Consistent account naming conventions across on-premises and cloud environments will be established to improve security and ensure clear user accountability. IS will look into efficient ways to incorporate naming standards into automated provisioning processes.

Quarterly or semi-annual access recertification reviews will be conducted on user accounts, privileged access and permissions. IS will look into validation access against current roles and the principle of least privilege.

C. Findings – Federal Award Programs

2025-002) Documentation of Written Internal Controls Over Compliance Required by Uniform Guidance

Major Programs Impacted:

U.S. Department of Transportation – Federal Transit Administration (FTA): 20.507 Federal Transit Formula Grant; 20.933 National Infrastructure Investment;

Federal Highway Administration (FHWA) Passed Through Louisiana Department of Transportation of Development and Highways - 20.205 Highway Planning and Construction;

U.S. Federal Aviation Administration - 20.106 Airport Improvement Program;

U.S. Department of Treasury - 21.027 Coronavirus State and Local Fiscal Recovery Funds;

U.S. Department of Health and Human Services - 93.600 Head Start

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

**2025-002) Documentation of Written Internal Controls Over Compliance
Required by Uniform Guidance (Continued)**

Questioned Costs: None

Grant No(s): All Associated Reported on SEFA

Criteria: Pursuant to 2 CFR § 200.303(a), the non-Federal entity must establish, document, and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should align with the guidance in Standards for Internal Control in the Federal Government issued by the Comptroller General of the United States or the Internal Control – Integrated Framework issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition: The City-Parish did not consistently maintain documentation to support internal controls over compliance with certain direct and material compliance areas related to Federal awards. While some documentation of control activities existed, documentation was incomplete across all applicable compliance requirements and departments responsible for administering Federal programs. Specifically, documentation demonstrating the design and operation of controls over certain compliance areas was not readily available or did not fully address all relevant requirements. As a result, sufficient evidence of the City-Parish's internal control over compliance was not consistently maintained.

Universe/
Population: The population consisted of internal control activities over compliance for direct and material compliance requirements identified for the Federal programs selected for audit in accordance with Uniform Guidance (2 CFR Part 200, Subpart F). This included control processes and related documentation maintained by departments responsible for procurement, program administration, financial reporting, and other functions supporting compliance with Federal statutes, regulations, and terms and conditions of Federal awards.

Effect: The lack of complete and consistent documentation of internal controls over compliance increases the risk that noncompliance with Federal statutes, regulations, and award requirements may occur and not be prevented or detected in a timely manner. In addition, the absence of sufficient documentation limits the City-Parish's ability to demonstrate compliance during audit or oversight activities, which could result in questioned costs, audit findings, or increased scrutiny from Federal awarding agencies and pass-through entities.

Cause: The City-Parish's internal control processes over Federal award compliance were not fully formalized across departments responsible for

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2025-002) Documentation of Written Internal Controls Over Compliance Required by Uniform Guidance (Continued)

Cause (Continued): administering Federal programs. Specifically, while certain controls were in place, management did not establish clear, organization-wide expectations for documenting the design and operating effectiveness of controls over all direct and material compliance requirements. In addition, responsibilities for maintaining control documentation were decentralized, and sufficient oversight and monitoring procedures were not in place to ensure completeness and consistency of documentation across all compliance areas. As a result, documentation practices varied by department, and not all applicable compliance requirements were adequately documented.

Recommendation: We recommend that management strengthen internal control documentation processes across all departments supporting Federal programs to ensure compliance with 2 CFR § 200.303. Specifically, management should:

- Establish and document formal policies and procedures that clearly define internal controls over each applicable compliance requirement for Federal programs;
- Ensure that all departments responsible for Federal program administration consistently document the design and operation of key controls over compliance;
- Implement a centralized or coordinated approach for maintaining internal control documentation to promote completeness and consistency across the organization;
- Perform periodic reviews to verify that documentation is complete, current, and aligned with applicable Federal requirements; and
- Provide training to relevant personnel to reinforce expectations for documenting internal controls in accordance with Uniform Guidance and recognized frameworks (e.g., COSO or Green Book).

Strengthening documentation practices will enhance the entity's ability to demonstrate compliance, support audit requirements, and reduce the risk of noncompliance with Federal award requirements.

Views of Responsible Officials:

The EBR Head Start Program follows the established financial policies, procedures, and approval processes administered through the City of Baton Rouge and Parish of East Baton Rouge. EBR Head Start does not maintain a separate set of finance procedures independent of the City-Parish. Rather, the program operates within the existing City-Parish framework. These processes include the review, approval, and monitoring of activities necessary to support compliance with applicable Federal requirements. The finding identified an opportunity for the Head Start Program to demonstrate how it applies and maintains evidence of these existing controls within the department.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

**2025-002) Documentation of Written Internal Controls Over Compliance
Required by Uniform Guidance (Continued)**

Views of Responsible Officials (Continued):

The Department of Transportation and Drainage will assess and improve its current guidelines and procedures for ensuring record-keeping compliance with all applicable federal requirements. Although currently being enforced, these remedies will include the following processes: Ensure applicable federal statute requirements are included in the contract advertisement, proposal and bid documents; Identifying and documenting when a contract can be sole sourced; Collecting and storing compliance documentation before, during and after contract prosecution; Internal audit for compliance; and additional controls identified during discussions between the Department of Transportation and Drainage and its consultants.

While internal controls were informally in place for Airport, the department-wide documentation demonstrating the design and operating effectiveness of controls was not formalized. To address this and ensure full compliance with 2 CFR 200.303, management has initiated the following corrective actions: Development and formal adoption of comprehensive, written policies and procedures that explicitly define internal controls over each applicable compliance requirement, utilizing recognized frameworks such as COSO or the Green Book; Implementing a centralized or coordinated approach for maintaining internal control documentation to ensure consistency and guarantee that evidence of control activities is readily accessible; Establish a process for periodic reviews to verify that all applicable compliance documentation is complete, current, and aligned with federal requirements; Relevant staff and departmental personnel will undergo training on these formalized policies to reinforce expectations for documenting internal controls in accordance with Uniform Guidance.

The Department of Environmental Services will assess and improve its current guidelines and procedures for documenting internal controls over federal awards and ensuring compliance with applicable federal requirements. These improvements will include developing formal department-level procedures, identifying and maintaining required compliance documentation, establishing consistent record-retention practices, periodically reviewing documentation for completeness and accuracy, providing guidance to appropriate staff, and implementing any additional controls identified as necessary to comply with 2 CFR Part 200.303.

2025-003) Procurement, Suspension and Debarment

U.S. Department of Transportation

20.507 Federal Transit Formula Grant

Grant No(s): LA-2024-010-00, LA-2024-030-00, LA-2025-011-00

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2025-003) Procurement, Suspension and Debarment (Continued)

Questioned Costs: Undetermined - The questioned costs could not be determined due to the entity's failure to maintain sufficient documentation to demonstrate compliance with Build America, Buy America (BABA) requirements. Specifically, supporting evidence was not available to identify which costs, if any, were associated with non-compliant materials, and therefore the auditor was unable to quantify the amount of questioned costs.

Criteria: Section 70914 of the Infrastructure Investment and Jobs Act (IIJA), commonly referred to as the Build America, Buy America (BABA) Act, requires that all iron, steel, manufactured products, and construction materials used in federally funded infrastructure projects be produced in the United States unless a waiver is properly obtained. Federal awarding agency guidance and implementing regulations further require recipients and subrecipients to maintain sufficient documentation to demonstrate compliance with these domestic sourcing requirements. Additionally, in accordance with 2 CFR 200.303, non-federal entities are required to establish, document and maintain effective internal controls over federal awards that provide reasonable assurance of compliance with applicable statutes, regulations, and the terms and conditions of the federal award.

Condition: The entity did not maintain sufficient, contemporaneous documentation to demonstrate compliance with the BABA requirements applicable to federally funded infrastructure projects. Specifically, documentation supporting that iron, steel, manufactured products, and construction materials used in the project were produced in the United States, or that an approved waiver was obtained where applicable, was not available for inspection during the audit period.

While a consultant has been engaged to support program compliance and management indicated that documentation is expected to be compiled during project closeout, the entity maintained only a listing of materials and supplies purchased. The list did not include or reference supporting evidence demonstrating compliance with BABA requirements, such as domestic sourcing certifications or approved waivers, where applicable. As of the date of audit procedures, documentation sufficient to support compliance had not been obtained, maintained, or made available for review. As a result, the auditor was unable to verify that procurement activities and expenditures complied with BABA requirements.

Universe/
Population: Only one contractor was paid during the audit period and selected to test for procurement compliance testing.

Effect: The lack of documentation and supporting controls increases the risk that materials used in federally funded projects may not comply with BABA requirements, resulting in potential noncompliance with federal regulations. This could lead to questioned costs, disallowances, delays in reimbursement, or potential repayment of federal funds. Additionally, the

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2025-003) Procurement, Suspension and Debarment (Continued)

Effect (Continued): absence of documentation limits the entity's ability to demonstrate compliance during audits or federal oversight reviews.

Cause: The City-Parish did not establish, document or implement adequate internal controls and procedures to identify applicable BABA requirements and ensure retention of supporting documentation demonstrating compliance. Specifically, processes for verifying domestic sourcing requirements with vendors and contractors and maintaining related compliance documentation were not clearly defined or consistently applied.

Recommendation: We recommend that management enhance its existing processes over Build America, Buy America (BABA) compliance to ensure that documentation supporting domestic sourcing requirements is obtained and maintained contemporaneously throughout the project lifecycle, rather than solely at project closeout. While management has engaged a consultant to support program compliance and has indicated that documentation will be compiled during closeout, reliance on post-completion documentation increases the risk that sufficient and accurate support may not be available or may be difficult to validate.

Management should establish formal procedures, in coordination with its consultant, to:

- Clearly define responsibilities for obtaining and retaining BABA compliance documentation during procurement and construction phases;
- Require contractors and vendors to submit certifications or supporting documentation at the time of purchase or installation;
- Implement periodic monitoring or interim reviews of BABA compliance documentation prior to project closeout; and
- Ensure that all required documentation is centralized, reviewed, and retained in accordance with federal requirements.

Strengthening these processes will improve the entity's ability to demonstrate timely compliance with BABA requirements and reduce the risk of noncompliance, questioned costs, or audit findings.

Views of Responsible Officials:

Although currently being enforced by the Department of Transportation and Drainage, current guidelines and procedures will be reassessed and improved upon to ensure record-keeping compliance with BABA and any other applicable federal acts moving forward. These remedies will include the following: Trimble Unity Construct (TUC) software will continue to be used as a repository for all relevant construction project documentation; Compliance certification letters must be submitted and approved through the established construction submittal workflow process, or other future processes, in TUC for applicable BABA materials;

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2025-003) Procurement, Suspension and Debarment (Continued)

Views of Responsible Officials (Continued):

a specific field for BABA compliant documentation will now be required to ensure that a pay item or any of its components satisfy BABA requirements prior to completing a material submittal process; Guidance that certification letters must be provided for review concurrently with material submittals will be provided to Construction Document Controls staff; Continue to maintain the BABA compliance tracking document for internal record-keeping and for federal internal audits at an established interval based upon the duration or cost of the contract. This will be executed by a designated audit review team established by the Department of Transportation and Drainage through use of audit checklists based on specific grant requirements. Any deficiencies discovered during the audit will be communicated through a Grant Compliance Remediation Plan with deadline identified for corrections.

In order to bring the documentation into compliance for construction materials installed on active grants, the Department of Transportation and Drainage proposes to perform the following immediate actions: Update the current BABA log to include additional information not already captured for materials, installed and expected, the status of each item's compliance letter, if the letter contains the required five criteria and where the letter is stored; Hold an initial BABA regroup meeting with the contractor to discuss materials installed, materials expected, and status letters for all items, with subsequent bi-weekly meetings to address any identified deficiencies; and review all letters, currently stored and to be received, submitted by the Prime Contractor into TUC to ensure the letters contain the five criteria required for federal compliance and enter the conformity into the BABA log.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
CORRECTIVE ACTION PLAN
YEAR ENDED DECEMBER 31, 2025

B. Findings Related to the Financial Statements

2025-001) Information Technology (IT) General Controls

Management's response and corrective action is as follows:

Information Services (IS) is committed to increasing operational efficiency and maturing our security posture. To achieve this, a long-term strategic plan has been adopted focusing on reducing risk, maintaining compliance, and ensuring rigorous account governance.

Improving security posture reduces exposure to known vulnerabilities and supports ongoing compliance requirements. To minimize exposure to known vulnerabilities and maintain consistent security compliance, IS will continue establishing patching benchmarks, maintaining an accurate inventory of systems and software assets, automating patch deployment and vulnerability scanning where possible and monitoring security logs and alerts through centralized logging and SIEM tools. IS will conduct regular configuration and compliance audits against recognized standard benchmarks and track remediation activities and report patch compliance metrics when requested.

To help reduce the risk of unauthorized access and strengthen compliance with security and governance requirements, periodic user access recertification reviews will be conducted. Audit logs will be maintained and management will have oversight of access changes.

Consistent account naming conventions across on-premises and cloud environments will be established to improve security and ensure clear user accountability. IS will look into efficient ways to incorporate naming standards into automated provisioning processes.

Quarterly or semi-annual access recertification reviews will be conducted on user accounts, privileged access and permissions. IS will look into validation access against current roles and the principle of least privilege.

Expected Implementation Date: December 2026

Contact person: Rizwan Ahmed, Director, Information Services

C. Findings and Questioned Costs Related to Federal Awards

2025-002) Documentation of Written Internal Controls Over Compliance Required by Uniform Guidance

Management's response and corrective action is as follows:

The EBR Head Start Program follows the established financial policies, procedures, and approval processes administered through the City of Baton Rouge and Parish of East Baton Rouge. EBR Head Start does not maintain a separate set of finance procedures independent of the City-Parish. Rather, the program operates within the existing City-Parish framework. These processes include the review, approval, and monitoring of activities necessary to support compliance with applicable Federal requirements. The finding identified an opportunity for the Head Start Program to demonstrate how it applies and maintains evidence of these existing controls within the department.

The Department of Transportation and Drainage will assess and improve its current guidelines and procedures for ensuring record-keeping compliance with all applicable federal requirements. Although currently being enforced, these remedies will include the following processes: Ensure applicable federal statute requirements are included in the contract advertisement, proposal and bid documents; Identifying and documenting when a contract can be sole sourced; Collecting and storing compliance documentation before, during and after contract execution; Internal audit for compliance; and additional controls identified during discussions between the Department of Transportation and Drainage and its consultants.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
CORRECTIVE ACTION PLAN
YEAR ENDED DECEMBER 31, 2025

C. Findings and Questioned Costs Related to Federal Awards (Continued)

2025-002) Documentation of Written Internal Controls Over Compliance Required by Uniform Guidance (Continued)

While internal controls were informally in place for Airport, the department-wide documentation demonstrating the design and operating effectiveness of controls was not formalized. To address this and ensure full compliance with 2 CFR 200.303, management has initiated the following corrective actions: Development and formal adoption of comprehensive, written policies and procedures that explicitly define internal controls over each applicable compliance requirement, utilizing recognized frameworks such as COSO or the Green Book; Implementing a centralized or coordinated approach for maintaining internal control documentation to ensure consistency and guarantee that evidence of control activities is readily accessible; Establish a process for periodic reviews to verify that all applicable compliance documentation is complete, current, and aligned with federal requirements; Relevant staff and departmental personnel will undergo training on these formalized policies to reinforce expectations for documenting internal controls in accordance with Uniform Guidance.

The Department of Environmental Services will assess and improve its current guidelines and procedures for documenting internal controls over federal awards and ensuring compliance with applicable federal requirements. These improvements will include developing formal department-level procedures, identifying and maintaining required compliance documentation, establishing consistent record-retention practices, periodically reviewing documentation for completeness and accuracy, providing guidance to appropriate staff, and implementing any additional controls identified as necessary to comply with 2 CFR Part 200.303.

Expected Implementation Date: December 2026

Contact person: Kelly LeDuff, Executive Director/Community Development, Federal Programs & Outreach
Mike Edwards, Director of Aviation, Baton Rouge Metropolitan Airport
Fred Raiford, Director, Transportation and Drainage
Adam Smith, Director, Environmental Services

2025-003) Procurement, Suspension and Debarment

Management's response and corrective action is as follows:

Although currently being enforced by the Department of Transportation and Drainage, current guidelines and procedures will be reassessed and improved upon to ensure record-keeping compliance with BABA and any other applicable federal acts moving forward. These remedies will include the following: Trimble Unity Construct (TUC) software will continue to be used as a repository for all relevant construction project documentation; Compliance certification letters must be submitted and approved through the established construction submittal workflow process, or other future processes, in TUC for applicable BABA materials; A specific field for BABA compliant documentation will now be required to ensure that a pay item or any of its components satisfy BABA requirements prior to completing a material submittal process; Guidance that certification letters must be provided for review concurrently with material submittals will be provided to Construction Document Controls staff; Continue to maintain the BABA compliance tracking document for internal record-keeping and for federal internal audits at an established interval based upon the duration or cost of the contract. This will be executed by a designated audit review team established by the Department of Transportation and Drainage through use of audit checklists based on specific grant requirements. Any deficiencies discovered during the audit will be communicated through a Grant Compliance Remediation Plan with deadline identified for corrections.

In order to bring the documentation into compliance for construction materials installed on active grants, the Department of Transportation and Drainage proposes to perform the following immediate actions: Update the current BABA log to include additional information not already captured for materials, installed and expected, the status of

**CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
CORRECTIVE ACTION PLAN
YEAR ENDED DECEMBER 31, 2025**

C. Findings and Questioned Costs Related to Federal Awards (Continued)

2025-003) Procurement, Suspension and Debarment (Continued)

each item's compliance letter, if the letter contains the required five criteria and where the letter is stored; Hold an initial BABA regroup meeting with the contractor to discuss materials installed, materials expected, and status letters for all items, with subsequent bi-weekly meetings to address any identified deficiencies; and review all letters, currently stored and to be received, submitted by the Prime Contractor into TUC to ensure the letters contain the five criteria required for federal compliance and enter the conformity into the BABA log.

Expected Implementation Date: December 2026

Contact person: Fred Raiford, Director, Transportation and Drainage

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

B. Findings – Audit of Financial Statements

2024-001) Purchase Cards

Questioned Costs: \$57,199

Criteria: The City-Parish employs the use of purchase cards (P-cards) for certain types of small purchases. In accordance with established policy, key employees are provided access to and custody of the cards and must submit a monthly report detailing the business purpose of all purchases with supporting receipts. The monthly report is to be prepared and signed by the cardholder and reviewed/approved by a supervisor.

Condition: Our sample-testing of P-cards identified an instance where monthly reports submitted were incomplete, lacking description of the business purpose, detailed receipts, and required signatures. This represents non-compliance with the P-card card policy, an important internal control.

The purchases included substantial quantities of merchandise delivered to a vendor's address, restaurant purchases, food delivery, hotel costs for 14 people in Seattle, and various other items. These purchases contained invoice support, but lacked documented description of the business purpose and pre-approval of travel. Flights to Seattle were also charged to the card during the same time frame, but no invoice support was provided nor business purposes documented.

This is a repeat of finding 2022-001 and 2023-2001 in our prior year reports.

Effect: Without adherence to established policies and procedures over P-cards, the City-Parish may be exposed to fraud, unauthorized purchases, misuse, and inappropriate purchases.

Universe/
Population: Our detailed testing of P-cards was limited to five cards and to those with significant dollar purchases and using other risk-based criteria. It is not necessarily a statistically representative sample. However, transactions on one of the five cards tested was found to be noncompliant with the P-card policy.

Cause: Noncompliance with established policies and procedures.

Recommendation: The City-Parish's established P-card policy includes reasonable controls to prevent unauthorized or inappropriate purchases, and we recommend full compliance therewith. We recommend the policy be strengthened to included actions such as recovery from cardholders, immediate disciplinary action, and forfeiture of the cards for violators of the policy. Additionally, we recommend that items purchased by the City-Parish be delivered to the City-Parish for accountability purposes.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

B. Findings – Audit of Financial Statements (Continued)

2024-001) Purchase Cards (Continued)

View of Responsible Officials:

The City-Parish has implemented annual mandatory P-card training for all card holders. The first training session was April 15, 2025. This training included representatives from Bank of America, who has agreed to take part in future annual trainings. The P-Card Program Booklet/Handbook will be revised and updated by August 1, 2025. This will outline disciplinary actions for 1st, 2nd, 3rd and 4th offenses. A revised reconciliations/transaction log will be implemented. This fillable form will require all receipts and backup documentation to be uploaded into Munis monthly, cardholder signature, and the supervisor/approver signature each month to strengthen the separation of powers of both duties. Revised weekly billing statements will be implemented to review transactions and request detailed backup documentation as needed. Additionally, a Cardholder Non-Compliance Form will be implemented with documentation for 1st, 2nd, 3rd, and 4th offenses.

Updated Response: In 2025, The City-Parish made changes to the Purchase Card Handbook. Those changes outlined disciplinary actions for 1st, 2nd, 3rd and 4th offenses. Revisions have been made to update the disciplinary actions and eliminate the fourth offense. These actions deal with non-compliance purchases. Changes are also being made to outline disciplinary actions for non-compliance with procedures regarding timeline for reconciling statements, submitting proper documentation and receipts. A separate Travel Card Handbook is being created to address travel concerns. Further changes include a revised fillable reconciliation and transaction log that will be uploaded into Munis monthly with signatures from the cardholder and their approved supervisor to strengthen the separation of powers of both duties. These changes will be implemented at the Annual Mandatory P-Card Training. Preparations are being made for this training which will be required for all cardholders.

Starting in 2026, an employee has been designated for the Purchase/Travel Card program. This designated supervisor is responsible for reviewing weekly transactions and billing statements to address non-approved and non-compliant purchases, along with suspicious or fraudulent purchases. They will also request detailed backup documentation as needed for reconciliation.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

B. Findings – Audit of Financial Statements (Continued)

2024-002) Internal Controls over Overtime Pay

Criteria: A properly designed system of internal controls over payroll for non-exempt employees requires supervisory approval of employee time worked (timesheets) for each pay period. Without such internal controls, payroll expenditures, especially amounts paid for overtime, are at risk for fraud, waste and abuse.

Condition: The City-Parish's internal controls employ such approvals; however, certain departments have nuances to their processes which result in deficiencies in controls. We noted the following deficiencies in the Police Department's Internal Controls for payroll and timekeeping:

- Instances where paper timesheets lacked supervisory approval.
- A lack of holistic review of all time on any one day/time-period. While each shift's paper timesheet may contain approvals, officers may work multiple shifts with different supervisors. No supervisory review of all shifts' time is occurring, or is documented. Example – an officer may work a parade and the DWI shift, both in one day. No supervisor reviews the time for both shifts together (or at least the review is not documented)
- Noncompliance with department policy limiting overtime levels on any one day or payroll period.

Effect: The condition above is but one contributor to high levels of overtime at both the department and individual levels. Overtime costs for the BRPD were approximately \$9,700,000, which exceeded the original budget by \$2,400,000.

Cause: Outdated payroll processes and non-compliance with department policy.

Recommendation: The police department should implement a system to allow for holistic supervisory review of employees and officers' time worked prior to payroll distribution and take other measures to control overtime. Additionally, the administration should obtain reports to monitor overtime across all departments.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

B. Findings – Audit of Financial Statements (Continued)

2024-002) Internal Controls over Overtime Pay (Continued)

View of Responsible Officials:

The Baton Rouge Police Department (BRPD) faced significant staffing shortages with 142 sworn officer vacancies, 23 non-sworn vacancies, and 14 civilian vacancies. These shortages during the entire year of 2024 directly impacted our ability to meet operational demands necessitating the use of overtime to maintain public safety and ensure the continued delivery of essential police services at an optimal level.

Throughout 2024, there were several instances that special event overtime requests from community members and businesses were denied in an effort to manage workload and overtime expenditures. However, many of these decisions were subsequently overturned. Additionally, attempts to convert some of these requests to extra-duty detail assignments where businesses would directly compensate officers were not successful.

In response to a notable increase in violent crime during the first quarter of 2024, BRPD launched a targeted Gun Violence Reduction Program. This initiative, which utilized intelligence-led policing strategies, operated from March through December 2024 and required the use of overtime staffing. This program was undertaken with the assurance from the Mayor's Office that associated costs would be reimbursed.

Furthermore, a manpower readiness program implemented in 2024 helped mitigate future overtime needs by improving resource allocation. Notably, due to ongoing staffing shortages, at least one sergeant per squad is designated as a call-taker – an internal efficiency measure that has contributed to reducing overall overtime costs.

In accordance with departmental policy, no employee is permitted to work more than 16 hours within a 24-hour period except in cases where approved exceptions apply. Divisional supervisors are responsible for entering all overtime hours into the Executime system for work directly related to an employee's regular job assignment. For overtime duties not related to an officer's primary assignment, such as special events, event coordinators are required to submit detailed rosters to the Accounting Division to ensure accurate tracking and accountability. Comprehensive supervisory reviews of employee timecards are conducted on a bi-weekly basis following payroll processing. These reviews ensure compliance with labor policies and proper allocation of overtime hours. In addition to overtime monitoring, the department has invested in software designed to enhance oversight of officers' off-duty employment. While still in early stages, this system has the potential to provide an integrated view of extra-duty, regular-duty and overtime hours in the future. The Baton Rouge Police Department remains committed to improving operational efficiency and workforce accountability. Therefore, the department is actively exploring the possibility of implementing a payroll and scheduling system

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

B. Findings – Audit of Financial Statements (Continued)

2024-002) Internal Controls over Overtime Pay (Continued)

View of Responsible Officials (Continued):

that better aligns with the unique structure and demands of BRPD operations. The current Executime system presents limitations in accommodating the flexible and variable work hours required in law enforcement. Any future system under consideration will aim to provide enhanced functionality to improve transparency, accountability, reporting accuracy and compliance. Certainly, this matter would need approval, but it is something being explored for future consideration.

Updated Response: *As a result of the measures implemented, overtime usage has declined. Preliminary data indicates a reduction in overtime hours worked and costs during the period of January–December 2025, compared to January–December 2024. These reductions have generated measurable cost savings while the Department continues to monitor any potential impacts on employee engagement, performance, productivity, and public safety operations. Based on the overtime control measures implemented in 2025, preliminary financial data reflects total overtime expenditures of approximately \$5,706,407.44 for 2025, representing a decrease of approximately \$1,750,904.07 from 2024.*

It should be noted that overtime expenditures include contractual holiday pay overtime, which is a benefit provided to Municipal and Fire employees pursuant to union agreements. These costs may increase in 2026 should a greater number of eligible employees elect to receive holiday pay. Additionally, overtime expenditures also include reimbursable special-event and task-force assignments such as LSU football details, LHSC, HIDTA, and federally funded contracts with agencies including the ATF and FBI. These overtime costs are offset through reimbursement agreements and do not represent a net financial burden to the Department. The Department will continue to refine its monitoring and reporting processes and will likely evaluate the feasibility of implementing a new payroll system to further strengthen internal controls over overtime management, if approved by City-Parish government.

As of January 1, 2026, the Baton Rouge Police Department (BRPD) continues to face significant staffing challenges. Current vacancies include 151 sworn officers (up from 142 noted in the report), 26 non-sworn positions (up from 23), and 19 civilian positions (up from 14). These increased vacancies, combined with a \$9 million budget reduction for 2025 & 2026, have required BRPD to continue relying on overtime in order to maintain essential services for the citizens of Baton Rouge. Despite these constraints, BRPD remains committed to operating in the most fiscally responsible and efficient manner possible.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

B. Findings – Audit of Financial Statements (Continued)

2024-002) Internal Controls over Overtime Pay (Continued)

Updated Response (Continued):

To strengthen oversight and manage overtime use more effectively, the following controls are in place:

- *No employee is permitted to work more than 16 hours within a 24-hour period, except in cases where approved exceptions apply and within departmental policy.*
- *Divisional supervisors are responsible for entering all overtime hours into the Executime system for work directly related to an employee's regular assignment. For overtime unrelated to an officer's primary duties (e.g., special events), event coordinators must submit detailed rosters to the Accounting Division to ensure proper tracking and accountability. The Executime system currently utilized by the City-Parish does not adequately meet BRPD's needs for tracking and accountability that allows a review of time cards prior to payroll distribution. Therefore, BRPD has implemented an internal process designed to strengthen oversight and ensure more accurate tracking and accountability of overtime hours.*
- *Comprehensive supervisory reviews, by direct supervisors, of employee timecards are to be conducted bi-weekly following payroll processing. In addition, Deputy Chiefs are to conduct monthly reviews of payroll for all personnel under their command, providing an additional layer of oversight. Any instance of non-compliance is addressed promptly with appropriate corrective action.*

C. Findings – Federal Award Programs

2024-003) Allowable Costs

Questioned Costs: \$36,420

Department of the Treasury

21.027 Coronavirus State and Local Fiscal Recovery Program (SLFR) (COVID-19)

Grant No(s): N/A

Criteria: Title 2 CFR Part 200, commonly referred to as the Uniform Guidance (UG), governs most federal grants. Section 403 of Part 200 sets forth the allowability provisions for allowable costs, including that they be adequately documented.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2024-003) Allowable Costs (Continued)

Condition: The City-Parish contracted with a certain vendor for two separate services under two separate contracts; one for event planning services for the Summer of Hope and one to manage and develop a youth workforce training program. The youth workforce contract services were to be performed for 3 months, at the same time as those for the Summer of Hope planning. The contract called for monthly payments to be made upon submission of invoices with adequate supporting documentation including an invoice, and/or monthly progress reports with summaries of tasks, and/or receipts, timesheets or consultant hours. Three invoices for payment of youth workforce development services totaling \$36,420, contained only an invoice with no monthly progress reports or timesheets indicating activities performed. When contracts run simultaneously, this level of detail of activities, or lack thereof, may be considered inadequate documentation.

This same vendor received shipments of merchandise purchased on a City-Parish purchase card as described in finding 2024-001. The contract is not clear on the party that is to bear the cost of this merchandise.

Universe/
Population: The City-Parish paid for goods and services from approximately 160 contracted vendors as part of the SLFR program. Certain vendors were selected for audit procedures based on various of criteria.

Effect: The City-Parish may not have properly enforced the terms of the contract prior to payment.

Cause: Improper execution and design of established internal controls.

Recommendation: Individuals involved with administering and monitoring grants and contracts should require all documentation be received from the vendor to ensure compliance with the contract prior to funds' disbursement.

View of Responsible Officials:

The City-Parish transitioned the administration of the SLFR grant in the first quarter of 2025; therefore, we are unable to obtain direct clarification if there was other supporting documentation obtained but not included with the invoice. Moving forward, more detailed documentation will be required to substantiate payments and services rendered.

Updated Response: In early 2025, the Office of Community Development (OCD) underwent a leadership transition and implemented enhanced management oversight. Since that time, OCD has reinforced its system of internal controls and comprehensively updated its written policies and standard operating procedures related to the financial management of federally funded programs.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2024-003) Allowable Costs (Continued)

Updated Response (Continued):

These revised procedures are designed to ensure full compliance with applicable federal regulations, including the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (2 CFR Part 200). Updates include strengthened and clarified guidance governing financial management processes, procurement standards, reporting protocols, and monitoring practices to ensure consistency, transparency, and regulatory adherence.

Throughout 2025, OCD staff participated in multiple grant management trainings focused on federal compliance, financial oversight, and regulatory requirements. Additionally, OCD implemented structured training and technical assistance for subrecipients addressing eligible activities, allowable costs, documentation standards, and other federal requirements. Targeted compliance trainings were also conducted for contractors and developers. Pre-construction conferences were held with project partners to proactively communicate federal requirements and documentation expectations prior to project implementation.

In addition to the annual financial audit, the City-Parish requested the Louisiana Legislative Auditor (LLA) conduct a review of operational and financial practices in key areas, including grants management, contracts, cooperative agreements, and payment processing. The LLA will issue recommendations to strengthen internal controls in these areas, and, in conjunction with these efforts, the LLA will also provide targeted training workshops to support implementation of best practices

Collectively, these corrective actions enhance internal oversight, promote consistent and compliant decision-making, and strengthen the City's capacity to administer federally funded programs in full accordance with federal requirements.

2024-004) Procurement, Suspension and Debarment

Questioned Costs: \$1,071,477

Department of the Treasury

21.027 Coronavirus State and Local Fiscal Recovery Program (SLFR) (COVID-19)

Grant No(s): N/A

Criteria: Purchases made from federal grants must follow the procurement standards of Title 2 CFR sections 200.318 through 200.326 (the Uniform Guidance or UG). The Louisiana State public bid law must also be followed, which requires purchases of equipment greater than \$60,000 should be made using the sealed bid method.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2024-004) Procurement, Suspension and Debarment (Continued)

Condition: The City-Parish purchased police vehicles in the amount \$1,071,477 without undergoing the bid process.

Universe/
Population: Seventeen contracts totaling \$13,644,485 were subjected to compliance testing. Two contracts totaling \$1,071,477 were found to be noncompliant.

Effect: The City-Parish may be non-compliant with the purchasing requirements of the Uniform Guidance and the Louisiana State public bid law with respect to this purchase.

Cause: Improper execution of established internal controls and a lack of adherence to policies.

Recommendation: The City-Parish should strengthen controls to ensure all purchases undergo the appropriate competitive procurement processes.

View of Responsible Officials:

The Purchasing Director for the City-Parish has the authority as provided by the Code of Ordinances to approve emergency purchases upon review of the certification of the emergency by the user department. At the beginning of 2024, the Baton Rouge Police Department noted its patrol units were in less than standard conditions and a recent Police Academy graduating class of sworn officers compounded the need for viable units. At the same time, a nationwide supply chain crisis limited the availability of vehicles for purchase. Multiple quote requests from vendors across Louisiana confirmed a lack of available inventory including the Louisiana State Contract vendor as well as a piggyback contract for the Jefferson Parish Sheriff's Office. After an exhaustive search, a single vendor was located who had an inventory of matching vehicles on hand for offer within a limited time frame.

In an effort to not compromise public safety, an emergency purchase was utilized which was signed by both the Police Chief and the Purchasing Director. As required, notice was given by publishing in the newspaper.

Final Auditor Comments:

While the views above cite local ordinances, state statutes still apply and give definition to situations that qualify as an emergency. The conditions under which the purchase was made may not qualify as an emergency, as defined by La R.S. 38:2211. Furthermore, La R.S. 38:2212 requires the emergency to be certified by the public entity. Louisiana Legislative Auditor's published legal guidance indicates that this certification is to be taken through a public meeting. There was no certification of the emergency in a public meeting.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2024-004) Procurement, Suspension and Debarment (Continued)

Updated Response: After the Final Auditor Comments, the City-Parish revised our Emergency Purchase Justification Procedures to more clearly outline the process and responsibility for the agency and for Purchasing. The biggest change was the emergency justification certification which is now brought to our Public Meeting (Council Meeting) and meets the requirements of La R.S. 38:2212.

2024-005) Subrecipient Monitoring

Questioned Costs: \$961,671

Department of the Treasury

21.027 Coronavirus State and Local Fiscal Recovery Program (SLFR) (COVID-19)

Grant No(s): N/A

Criteria: According to the Uniform Guidance, subrecipients of federal funds must be monitored by the primary grant recipient to ensure compliance with federal statutes, regulations and terms of the subaward.

Condition: The City-Parish loaned \$961,671 of SLFR funds in 2023 to a subrecipient under a loan agreement for \$6,000,000 to develop affordable housing. The terms of the loan agreement call for the subrecipient to be in default of the agreement if progress is not made on the development according to a progress schedule contained in the loan agreement. According to the progress schedule, substantial completion was to occur in 2024 with initial occupancy in early 2025. The development has not progressed according to schedule, and no action has been taken to either amend the agreement or place the subrecipient/borrower into default.

Universe/
Population: Of 8 subrecipients of the SLFR program, 6 were selected for testing. Of those selected, 1 subrecipient was found to be lacking with regard to monitoring.

Effect: Untimely subrecipient monitoring could lead to City-Parish responsibility or liability for funds disbursed.

Cause: While monitoring did occur in alignment with the development's monitoring plan, the project did not progress to any new milestones in 2024 that would have triggered a draw request or submission of new monitoring documentation. According to the existing monitoring plan specified in the loan agreement, documentation requirements are structured around distinct project phases (Pre-construction, Construction,

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2024-005) Subrecipient Monitoring (Continued)

Cause (Continued): and Affordability) and correlate directly with milestone-based progress and payment requests.

Since the developer did not submit any draw requests during this period or further progress on milestones, no additional monitoring documentation was required. This monitoring structure, based on milestone completion and cost reimbursement, meant that no new compliance checks or verifications were formally required in 2024 - despite informal oversight discussions and concerns about the project's overall progress and viability. Going forward, enhanced formal documentation and escalation procedures will be implemented when material schedule deviations occur, even in the absence of payment activity, should the project proceed.

Recommendation: The City-Parish should address the delayed status of the development and the impacts to compliance with the loan agreement. Actions such as amendments to the agreement or placement into default should be considered and executed.

View of Responsible Officials:

The City-Parish acknowledges that the development has not progressed in accordance with the schedule outlined in the original loan agreement with the developer for the Scotlandville Housing Development. At the time of the 2023 disbursement, documentation provided by the developer supported project readiness and anticipated completion timelines; however, subsequent review and monitoring activities identified delays tied to financing, site control, and design completion. At present, the administration is evaluating if it wants to proceed with the project and what contract amendments would be stipulated.

The Office of Community Development, working alongside its grant management consultant CSRS, recently initiated a detailed review of the project status and supporting documentation. This review culminated in the identification of potential deficiencies, including unresolved site control issues and the need for updated construction plans. An updated site plan, ownership verification, environmental remediation documentation, and full construction package are being actively pursued, and the developer has been provided a prioritized list of immediate action items to remedy outstanding issues if the project is going to proceed. To bring the project and agreement into compliance, the corrective actions noted below are actively being pursued. These corrective actions are intended to either return the project to a viable status under the existing agreement or establish the necessary conditions to invoke appropriate default provisions should remediation fail. These corrective actions include: Formal reassessment of project viability with CSRS, OCD, and project leadership, including a meeting scheduled for the week of July 1, 2025; Issuance of a formal notice to the developer requesting documentation of progress and corrective actions related to site control,

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
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YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2024-005) Subrecipient Monitoring (Continued)

View of Responsible Officials (Continued):

tax clearance, design completion, and permitting; Evaluation of amendment or enforcement actions under the agreement, including potential restructuring of the loan timeline or initiating default proceedings if satisfactory progress is not demonstrated by mid-Q3 2025; Preparation of an updated commitment letter from the current administration to support the developer's financial closing, contingent on demonstrated progress and documentation clearance, if the administration chooses to move forward with the project.

Updated Response: In early 2025, the Office of Community Development (OCD) underwent a leadership transition and implemented enhanced management oversight. Since that time, OCD has reinforced its system of internal controls and comprehensively updated its written policies and standard operating procedures related to the financial management of federally funded programs.

These revised procedures are designed to ensure full compliance with applicable federal regulations, including the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (2 CFR Part 200). Updates include strengthened and clarified guidance governing financial management processes, procurement standards, reporting protocols, and monitoring practices to ensure consistency, transparency, and regulatory adherence.

Throughout 2025, OCD staff participated in multiple grant management trainings focused on federal compliance, financial oversight, and regulatory requirements. Additionally, OCD implemented structured training and technical assistance for subrecipients addressing eligible activities, allowable costs, documentation standards, and other federal requirements. Targeted compliance trainings were also conducted for contractors and developers. Pre-construction conferences were held with project partners to proactively communicate federal requirements and documentation expectations prior to project implementation.

In addition to the annual financial audit, the City-Parish requested the Louisiana Legislative Auditor (LLA) conduct a review of operational and financial practices in key areas, including grants management, contracts, cooperative agreements, and payment processing. The LLA will issue recommendations to strengthen internal controls in these areas, and, in conjunction with these efforts, the LLA will also provide targeted training workshops to support implementation of best practices

Collectively, these corrective actions enhance internal oversight, promote consistent and compliant decision-making, and strengthen the City's capacity to administer federally funded programs in full accordance with federal requirements.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2024-006) Allowable Costs

Questioned Costs: \$53,585

Department of the Treasury

21.027 Coronavirus State and Local Fiscal Recovery Program (SLFR) (COVID-19)

Grant No(s): N/A

Criteria: Title 2 CFR Part 200, commonly referred to as the Uniform Guidance, governs the use of most federal grants. Those regulations require that costs be adequately documented and be reasonable and necessary. SLFR funds expended under the lost revenue category as described by the US Treasury's *Final Rule* must be used for a government purpose.

Condition: The City-Parish used SLFR funds to pay for certain P-card purchases that lacked documentation as to business purpose or invoice support (see finding 2024-001). Without the context of business purpose, the costs of \$53,585 are difficult to assess for reasonableness and government purpose.

Universe/
Population: These costs were part of the City-Parish's Crime/Violence Prevention program whose total costs were approximately \$3.2 million in 2024. \$975,000 of these costs were subjected to allowable cost testing.

Effect: The costs charged to the SLFR Program may be unallowable.

Cause: Improper execution and implementation of internal controls.

Recommendation: Program administrators should exercise discretion when incurring costs to be charged to a federal program to ensure that costs are reasonable, necessary and properly documented.

View of Responsible Officials:

The City-Parish transitioned the administration of the SLFR grant in the first quarter of 2025; therefore, we are unable to obtain direct clarification on the supporting documentation and reasonableness of the youth camps and travel costs. Moving forward supporting documentation will be attached to all P-card transactions as well as documentation to support the public purpose.

Updated Response: In early 2025, the Office of Community Development (OCD) underwent a leadership transition and implemented enhanced management oversight. Since that time, OCD has reinforced its system of internal controls and comprehensively updated its written policies and standard operating procedures related to the financial management of federally funded programs.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2024-006) Allowable Costs (Continued)

Updated Response (Continued):

These revised procedures are designed to ensure full compliance with applicable federal regulations, including the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (2 CFR Part 200). Updates include strengthened and clarified guidance governing financial management processes, procurement standards, reporting protocols, and monitoring practices to ensure consistency, transparency, and regulatory adherence.

Throughout 2025, OCD staff participated in multiple grant management trainings focused on federal compliance, financial oversight, and regulatory requirements. Additionally, OCD implemented structured training and technical assistance for subrecipients addressing eligible activities, allowable costs, documentation standards, and other federal requirements. Targeted compliance trainings were also conducted for contractors and developers. Pre-construction conferences were held with project partners to proactively communicate federal requirements and documentation expectations prior to project implementation.

In addition to the annual financial audit, the City-Parish requested the Louisiana Legislative Auditor (LLA) conduct a review of operational and financial practices in key areas, including grants management, contracts, cooperative agreements, and payment processing. The LLA will issue recommendations to strengthen internal controls in these areas, and, in conjunction with these efforts, the LLA will also provide targeted training workshops to support implementation of best practices

Collectively, these corrective actions enhance internal oversight, promote consistent and compliant decision-making, and strengthen the City's capacity to administer federally funded programs in full accordance with federal requirements.

2024-007) Allowable Activities & Costs, Procurement and Subrecipient Monitoring

Questioned Costs: \$737,375

Department of Health and Human Services

93.493 Community Funded Projects (BRIGHT)

Grant No(s): H79FG000907

Criteria: Title 2 CFR Part 200, commonly referred to as the Uniform Guidance (UG), governs the use of most federal grants. Those regulations require that costs adhere to the terms and conditions of the grant, that costs be reasonable and necessary and subjected to a system of internal controls. Purchases of goods and services under \$250,000 but greater than \$10,000 should be made by obtaining quotations from an adequate number of

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2024-007) Allowable Activities & Costs, Procurement and Subrecipient Monitoring (Continued)

Criteria (Continued):

vendors, and by consolidating purchases when economical. Subrecipients should be monitored.

Condition:

The City-Parish was awarded the grant for the purpose of establishing and running 5 trauma centers in Baton Rouge. However, while some of the grant costs were directed toward violence, drug abuse and counseling services, a significant portion could not be directly connected to a formally established trauma center. A significant portion of the grant funds paid for gathering type events, movie nights, fitness camps and activities of the Summer of Hope.

The services were procured among approximately 30 vendors with contracts ranging from \$10,000 to \$160,900 which may have resulted in price inefficiencies. No evidence was provided that price quotations were obtained for the 17 vendors with contracts exceeding \$10,000. Many of these same vendors were also contracted for services through the City-Parish's Crime/Violence prevention sub-program funded through the State and Local Fiscal Recovery grant program.

Two of the vendors were also hired for additional services not under formal contract; one to provide a movie day for \$10,000 and one for \$10,000 for health education and wellness promotional events.

One subrecipient was employed by the grant program and it was not properly monitored.

Finally, we noted charges from two vendors that appeared to duplicate charges made to SLFR grant program. Separate invoices submitted by each vendor for servicing family and youth showed time charges billed for the same dates and times that were previously billed to and paid by the SLFR program. The total duplicated charges total \$46,045.

Universe/
Population:

As substantial portion of the Program's costs, activities, and compliance requirements were subjected to testing among the various areas of the Compliance Supplement. The questioned costs represent the known questioned costs among the various compliance areas.

Effect:

The City-Parish is non-compliant with the Uniform Guidance and Program regulations. Without price comparisons, executed contracts, and appropriate monitoring of vendors and subrecipients, the City-Parish may have paid more than was necessary for the services procured.

Cause:

Improper design and implementation of internal controls over grants compliance. The persons administering the program may not have been properly trained in grants management and compliance.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2024-007) Allowable Activities & Costs, Procurement and Subrecipient Monitoring (Continued)

Recommendation: Internal controls should be established at all levels to ensure compliance. Only those trained in grants administration and Uniform Guidance should be placed in the role of program administrators.

Views of Responsible Officials:

The City-Parish transitioned the administration of the BRIGHT grant in the first quarter of 2025; therefore, we are unable to obtain some supporting documentation. The City-Parish provided documentation that a change in the project plan/scope from running five trauma centers to a variety of services based on needs and accessibility as opposed to confining them to centers was approved by the grantor agency through the programmatic reports which allowed expenses for gathering events, fitness camps, and activities for the Summer of Hope. This grant period ended September 27, 2024.

Final Auditor Comments:

Approval for the change in scope of activities should come by way of an amendment to the grant agreement signed by both parties.

Updated Response: *In early 2025, the Office of Community Development (OCD) underwent a leadership transition and implemented enhanced management oversight. Since that time, OCD has reinforced its system of internal controls and comprehensively updated its written policies and standard operating procedures related to the financial management of federally funded programs.*

These revised procedures are designed to ensure full compliance with applicable federal regulations, including the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (2 CFR Part 200). Updates include strengthened and clarified guidance governing financial management processes, procurement standards, reporting protocols, and monitoring practices to ensure consistency, transparency, and regulatory adherence.

Throughout 2025, OCD staff participated in multiple grant management trainings focused on federal compliance, financial oversight, and regulatory requirements. Additionally, OCD implemented structured training and technical assistance for subrecipients addressing eligible activities, allowable costs, documentation standards, and other federal requirements. Targeted compliance trainings were also conducted for contractors and developers. Pre-construction conferences were held with project partners to proactively communicate federal requirements and documentation expectations prior to project implementation.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2024-007) Allowable Activities & Costs, Procurement and Subrecipient Monitoring (Continued)

Updated Response Continued:

In addition to the annual financial audit, the City-Parish requested the Louisiana Legislative Auditor (LLA) conduct a review of operational and financial practices in key areas, including grants management, contracts, cooperative agreements, and payment processing. The LLA will issue recommendations to strengthen internal controls in these areas, and, in conjunction with these efforts, the LLA will also provide targeted training workshops to support implementation of best practices

Collectively, these corrective actions enhance internal oversight, promote consistent and compliant decision-making, and strengthen the City's capacity to administer federally funded programs in full accordance with federal requirements.

2024-008) Procurement, Suspension and Debarment

Questioned Costs 14.218: \$248,920

14.239: \$1,172

Department of Housing and Urban Development

14.218 Community Development Block Grant

14.239 HOME Investment Partnership Program

Grant No(s): B-21-MC-22-002,B-22-MC-22-002,B-23-MC-22-002,M-23-MC-22-0204

Criteria: Purchases made from federal grants must follow the procurement standards set out at 2 CFR sections 200.318 through 200.326 (the Uniform Guidance or UG). Purchases of services in excess of \$250,000 should be made using one of two formal methods that are competitive and require public notice.

Condition: The City-Parish paid for program management services in 2020 in the amount of \$250,632 under a contract that has not recently undergone formal procurement methods. The purchases were made through amendment of an existing contract initially awarded using formal methods in 2019.

Universe/Population: These programs were not selected for audit as major programs. The contract relating to the costs were selected for audit in our general procurement compliance testing for all contracts, including those paid with federal and non-federal sources.

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2024-008) Procurement, Suspension and Debarment (Continued)

Effect: The City-Parish may be non-compliant with the purchasing requirements of the Uniform Guidance with respect to this contract.

Cause: Improper execution of established internal controls and a lack of adherence to policies.

Recommendation: The City-Parish should strengthen controls to ensure all purchases undergo the appropriate competitive procurement processes.

Views of Responsible Officials:

The amendment in question did not constitute a material change in the scope, nature, or intent of the original procurement. The additional funding awarded was consistent with the original services solicited and did not involve new activities or substantially alter the deliverables or performance standards initially procured. As such, the amendment fell within the bounds of the original competitive process and was not required to be procured.

The City-Parish procurement policy allows for amendments when they do not exceed the original scope of work or introduce fundamentally different services. The amendment was processed with full documentation of cost reasonableness, continued eligibility under the applicable grant program and internal approval. Therefore, we assert that the contract amendment was executed in accordance with both HUD and local procurement requirements and no formal procurement was necessary.

To strengthen internal controls and ensure full alignment with federal procurement requirements, the OCD will document and reinforce internal procedures outlining when procurement is or is not required for amendments within the original scope. Procurement training is ongoing. The OCD staff will conduct refresher training with procurement and program personnel on contract amendment procedures and documentation requirements.

Final Auditor Comments:

It is acknowledged that similar services required under the initial contract are also to be provided under the amendments to the contract (grants management services). The original contract had a term of May 1, 2019 to April 30, 2022, at an amount not-to exceed \$70,000, to perform grants management services for established HUD programs such as CDBG and HOME. However, amendments to this contract, made without being competitively bid (RFP), added administration services for the Emergency Rental Assistance Program undertaken in response to the COVID-19 pandemic. These amendments brought the total not-to exceed amount to

CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2025

C. Findings – Federal Award Programs (Continued)

2024-008) Procurement, Suspension and Debarment (Continued)

Final Auditor Comments (Continued):

\$9,054,261 for all grant management services. While the Emergency Rental Assistance Program may have qualified for emergency procurement treatment, thereby not requiring competitive procurement, the HOME and CDBG program administration services may have been required to be competitively procured after the initial contract period ending April 30, 2022.

Updated Response: The Office of Community Development has fully implemented corrective measures. Internal procurement procedures now clearly define when competitive procurement is required versus when amendments remain within the scope of the original solicitation. Staff completed refresher training on these requirements and contract files are reviewed to ensure amendments include documentation of cost reasonableness and eligibility. Further, a new consulting contract was competitively procured in 2025, evidencing OCD's commitment to proper procurement practices and federal compliance.

In addition to the annual financial audit, the City-Parish requested the Louisiana Legislative Auditor (LLA) conduct a review of operational and financial practices in key areas, including grants management, contracts, cooperative agreements, and payment processing. The LLA will issue recommendations to strengthen internal controls in these areas, and, in conjunction with these efforts, the LLA will also provide targeted training workshops to support implementation of best practices.



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO THE PASSENGER FACILITY CHARGE PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE**

The Honorable Mayor-President
and Members of the Metropolitan Council
City of Baton Rouge and Parish of East Baton Rouge:

Report on Compliance for the Passenger Facility Charge (PFC) Program

Opinion

We have audited the compliance of the City of Baton Rouge and the Parish of East Baton Rouge (the City-Parish) with the compliance requirements described in the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration in September 2000, for its Passenger Facility Charge (PFC) Program for the year ended December 31, 2025.

In our opinion, the City-Parish complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect to its Passenger Facility Charge Program for the year ended December 31, 2025.

Basis for Opinion

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration in September 2000 (the Guide). Our responsibilities under those standards and the Guide are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City-Parish and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance of the Passenger Facility Charge Program. Our audit does not provide a legal determination of City-Parish's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the City-Parish's PFC program.

"EisnerAmper" is the brand name under which EisnerAmper LLP and Eisner Advisory Group LLC and its subsidiary entities provide professional services. EisnerAmper LLP and Eisner Advisory Group LLC are independently owned firms that practice in an alternative practice structure in accordance with the AICPA Code of Professional Conduct and applicable law, regulations and professional standards. EisnerAmper LLP is a licensed CPA firm that provides attest services, and Eisner Advisory Group LLC and its subsidiary entities provide tax and business consulting services. Eisner Advisory Group LLC and its subsidiary entities are not licensed CPA firms.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City-Parish's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Guide will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City-Parish's compliance with the requirements of the PFC Program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Guide, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City-Parish's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City-Parish's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Guide, but not for the purpose of expressing an opinion on the effectiveness of the City-Parish's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct noncompliance on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance will not be prevented or detected and corrected on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or combination of deficiencies, which is less severe than a material weakness yet important enough to merit attention of those charged with governance.



Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses. Given these limitations, during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Guide. Accordingly, this report is not suitable for any other purpose.

Schedule of Passenger Facility Charges Revenues and Disbursements required by the Guide

We have audited the basic financial statements of the City of Baton Rouge and the Parish of East Baton Rouge as of and for the year ended December 31, 2025, and have issued our report thereon dated August 28, 2026, which includes a reference to the report of other auditors and contains an unmodified opinion on those basic financial statements. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying Schedule of Passenger Facility Charge Revenues and Disbursements for the year ended December 31, 2025, as required by the Guide is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

EisnerAmper LLP

EISNERAMPER LLP
Baton Rouge, Louisiana
August 28, 2026







CITY OF BATON ROUGE - PARISH OF EAST BATON ROUGE
SCHEDULE OF PASSENGER FACILITY CHARGES (PFC)
REVENUES AND DISBURSEMENTS
BATON ROUGE METROPOLITAN AIRPORT
FOR THE YEAR ENDED DECEMBER 31, 2025

	FY 2024 <u>Program Total</u>	FY 2025 Quarter 1 <u>Jan - Mar</u>
Revenue		
Passenger Facility Charge Net Collections	\$ 44,805,985	\$ 399,045
Interest Earned on Investments	1,505,033	4,278
Claim settlement	1,371,035	-
Total Revenue	<u>47,682,053</u>	<u>403,323</u>
Disbursements		
93-02-U-00-BTR Noise mitigation	1,315,124	--
96-03-C-00-BTR Terminal building and plan specifications	1,290,899	--
97-04-C-00-BTR Terminal development with financing	25,172,399	345,622
00-05-C-00-BTR Airport access road	1,848,036	--
00-05-C-00-BTR Acquire A/C loading bridges	2,324,075	--
05-06-C-00-BTR Expand general aviation apron	340,044	--
05-06-C-00-BTR Extend runway 4L/22R	5,311,953	--
09-07-C-00-BTR Terminal atrium expansion	6,420,765	--
09-07-C-00-BTR Acquisition of property for development	911,336	--
09-07-C-00-BTR Taxiway fillet construction	463,630	--
09-07-C-00-BTR Ticket lobby expansion	915,913	--
Total Disbursements	<u>46,314,174</u>	<u>345,622</u>
Net PFC Revenue	1,367,879	57,701
PFC Account Balance (cash basis)	\$ 1,367,879	\$ 1,425,580

FY 2025 Quarter 2 <u>Apr - Jun</u>	FY 2025 Quarter 3 <u>Jul - Sep</u>	FY 2025 Quarter 4 <u>Oct - Dec</u>	FY 2025 <u>Total</u>	FY 2025 <u>Program Total</u>
\$ 443,149	\$ 404,302	\$ 442,584	\$ 1,689,080	\$ 46,495,064
8,393	4,030	2,289	18,990	1,524,024
-	-	-	-	1,371,036
<u>451,542</u>	<u>408,332</u>	<u>444,873</u>	<u>1,708,070</u>	<u>49,390,124</u>
--	--	--	--	1,315,124
--	--	--	--	1,290,899
--	1,395,154	--	1,740,776	26,913,176
--	--	--	--	1,848,036
--	--	--	--	2,324,075
--	--	--	--	340,044
--	--	--	--	5,311,953
--	--	--	--	6,420,765
--	--	--	--	911,336
--	--	--	--	463,630
--	--	--	--	915,913
<u>--</u>	<u>1,395,154</u>	<u>--</u>	<u>1,740,776</u>	<u>48,054,951</u>
451,542	(986,822)	444,873	(32,706)	1,335,173
\$ 1,877,122	\$ 890,300	\$ 1,335,173	\$ 1,335,173	1,335,173
		Accrued PFC revenues		245,559
		Accrued interest revenues		--
		Accrued interest payable		(267,031)
		Accrued project expenses		<u>(59,503)</u>
		Total Net Position Restricted for PFC included in EXHIBIT A-7		<u>\$ 1,254,198</u>

SPECIAL ACKNOWLEDGMENTS

Finance - Accounting

Shalanda Nalencz
Accounting Manager

Chelsea Faulk
Shannon Hargrave
Assistant Accounting Managers

Lauren Foster
Debt Management Officer

Chief Financial Analyst

Jonathan Alford
Sharon Campbell
Kay Ellzey
T.J. Fleig
Mary Hall
Rhonda Patt
Jeanine Romero
Tran Van

Senior Fiscal Specialist

Linda Hickerson
Valerie Smith

Senior Financial Analyst

Karin Kreko
Asia Smith
Kimberly Stephens

Accounting Associate I

Angela Banks
Aniefiok Ekpe
Brittany Norwood

Accounting Associate II

Rachel Artigue

Financial Analyst

Kaleb Harmon

Cover Design and Production

Stan Dark Creative

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

To: The Honorable Mayor-President
and Members of the Metropolitan Council
City of Baton Rouge Parish of East Baton Rouge
Baton Rouge, Louisiana
and the Louisiana Legislative Auditor

We have performed the procedures enumerated in Schedule A on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA's) Statewide Agreed-Upon Procedures (SAUPs) of the *City of Baton Rouge/Parish of East Baton Rouge's (Entity)* for the fiscal period January 1, 2025 through December 31, 2025. *The Entity's* management is responsible for those C/C areas identified in the SAUPs.

The Entity has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of performing specified procedures on the C/C areas identified in the LLA's SAUPs for the fiscal period January 1, 2025 through December 31, 2025. Additionally, the LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures we performed, and the associated findings are summarized in the attached Schedule A, which is an integral part of this report.

We were engaged by the Entity to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the AICPA and the standards applicable to attestation engagements contained in Government Auditing Standards issued by the Comptroller General of the United States. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs of the Entity for the fiscal period January 1, 2025 through December 31, 2025. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Entity and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

The purpose of this report is intended solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.



EISNERAMPER LLP
Baton Rouge, Louisiana
August 28, 2026

**CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED FINDINGS
DECEMBER 31, 2025**

SCHEDULE A

The procedures performed and the results thereof are set forth below. The procedure is stated first, followed by the results of the procedure presented in italics. If the item being subjected to the procedures is positively identified or present, then the results will read *“no exception noted”* or for step 13 *“we performed the procedure and discussed the results with management”*. If not, then a description of the exception ensues.

1) Written Policies and Procedures

A. Obtain and inspect the entity’s written policies and procedures and observe whether they address each of the following categories and subcategories (if applicable to public funds and the entity’s operations):

i. **Budgeting**, including preparing, adopting, monitoring, and amending the budget.

No exception noted.

ii. **Purchasing**, including (1) how purchases are initiated; (2) how vendors are added to the vendor list; (3) the preparation and approval process of purchase requisitions and purchase orders; (4) controls to ensure compliance with the Public Bid Law; and (5) documentation required to be maintained for all bids and price quotes.

No exception noted.

iii. **Disbursements**, including processing, reviewing, and approving

No exception noted.

iv. **Receipts/Collections**, including receiving, recording, and preparing deposits. Also, policies and procedures should include management’s actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g., periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).

No exception noted.

v. **Payroll/Personnel**, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee rates of pay or approval and maintenance of pay rate schedules.

No exception noted.

vi. **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.

No exception noted.

vii. **Travel and Expense Reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.

No exception noted.

**CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED FINDINGS
DECEMBER 31, 2025**

SCHEDULE A

- viii. **Credit Cards (and debit cards, fuel cards, purchase cards, if applicable)**, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).

No exception noted.

- ix. **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute (R.S.) 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.

No exception noted.

- x. **Debt Service**, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.

No exception noted.

- xi. **Information Technology Disaster Recovery/Business Continuity**, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.

No exception noted.

- xii. **Prevention of Sexual Harassment**, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

No exception noted.

2) Board or Finance Committee

- A. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:
- i. Observe whether the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.

No exception noted.

**CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED FINDINGS
DECEMBER 31, 2025**

SCHEDULE A

- ii. For those entities reporting on the governmental accounting model, review the minutes from all regularly scheduled board/finance committee meetings held during the fiscal year and observe whether the minutes from at least one meeting each month referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual comparisons, at a minimum, on all proprietary funds, and semi-annual budget-to-actual comparisons, at a minimum, on all special revenue funds. *Alternatively, for those entities reporting on the not-for-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.*

The minutes did not include or reference any budget-to-actual comparisons. This is considered an exception.

- iii. For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.

The general fund did not have a negative unassigned fund balance; therefore, no observation of minutes was performed.

- iv. Observe whether the board/finance committee received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved.

No exception noted.

3) Bank Reconciliations

- A. Obtain a listing of entity bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:

A listing of bank accounts was provided and included a total of 42 bank accounts. Management identified the entity's main operating account. No exceptions were noted as a result of performing this procedure.

From the listing provided, we selected 5 bank accounts (1 main operating and 4 randomly) and obtained the bank reconciliations for the month ending March 31, 2025, resulting in 5 bank reconciliations obtained and subjected to the below procedures.

- i. Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated, electronically logged);

For 4 of the 5 bank reconciliations selected for our procedures, the documentation indicated that the reconciliations were not prepared within 2 months of the bank statement closing date. No other exceptions were noted.

**CITY OF BATON ROUGE AND PARISH OF EAST BATON ROUGE
AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED FINDINGS
DECEMBER 31, 2025**

SCHEDULE A

- ii. Bank reconciliations include written evidence that a member of management or a board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation within 1 month of the date the reconciliation was prepared (e.g., initialed and dated, electronically logged); and

No exceptions noted.

- iii. Management has documentation reflecting it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

For 2 of the 5 reconciliations selected for our procedures, the documentation included reconciling items that were more than 12 months from the statement closing date and without documentation indicating that management researched the reconciling items. No other exceptions were noted.

4) Collections (excluding electronic funds transfers)

- A. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).

A listing of deposit sites was provided and included a total of 41 deposit sites. No exceptions were noted as a result of performing this procedure.

From the listing provided, we randomly selected 5 deposit sites and performed the procedures below.

- B. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (e.g. 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if there are no written policies or procedures, then inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:

A listing of collection locations for each deposit site selected in procedure #4A was provided and included a total of 5 collection locations. No exceptions were noted as a result of performing this procedure.

From each of the listings provided, we randomly selected one collection location for each deposit site. Review of the Entity's written policies and procedures or inquiry with employee(s) regarding job duties was performed in order to perform the procedures below.

- i. Employees responsible for cash collections do not share cash drawers/registers;

For 1 of 5 samples tested, Coroner's Office employees shared cash drawers/registers, resulting in 1 exception. No other exceptions were noted.

- ii. Each employee responsible for collecting cash is not also responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g. pre-numbered receipts) to the deposit;

No exceptions noted.

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- iii. Each employee responsible for collecting cash is not also responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit; and

No exceptions noted.

- iv. The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or custodial fund additions, is (are) not also responsible for collecting cash, unless another employee verifies the reconciliation.

No exceptions noted.

- C. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe that the bond or insurance policy for theft was in force during the fiscal period.

No exception noted.

- D. Randomly select two deposit dates for each of the 5 bank accounts selected for Bank Reconciliations procedure #3A (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternatively, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:

We randomly selected 2 deposit dates for each of the 5 Cash Collection Sites selected. We obtained supporting documentation for each of the deposits and performed the procedures below.

- i. Observe that receipts are sequentially pre-numbered.

No exceptions noted.

- ii. Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.

No exceptions noted.

- iii. Trace the deposit slip total to the actual deposit per the bank statement.

No exceptions noted.

- iv. Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).

No exceptions noted.

- v. Trace the actual deposit per the bank statement to the general ledger.

No exceptions noted.

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5) Non-payroll Disbursements (excluding card purchases, travel reimbursements, and petty cash purchases)

- A. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select 5 locations (or all locations if less than 5).

The listing of locations that process payments for the fiscal period was provided. No exceptions were noted as a result of performing this procedure.

From the listing provided, we selected 1 location and performed the procedures below.

- B. For each location selected under #5A above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, then inquire of employees about their job duties), and observe that job duties are properly segregated such that:

The listing of employees involved with non-payroll purchasing and payment functions for each payment processing location selected in procedure #5A was provided. No exceptions were noted as a result of performing this procedure.

Review of the Entity's written policies and procedures or inquiry with employee(s) regarding job duties was performed in order to perform the procedures below.

- i. At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order or making the purchase;

No exceptions noted.

- ii. At least two employees are involved in processing and approving payments to vendors;

No exceptions noted.

- iii. The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files;

No exceptions noted.

- iv. Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments; and

No exceptions noted.

- v. Only employees/officials authorized to sign checks approve the electronic disbursement (release) of funds, whether through automated clearinghouse (ACH), electronic funds transfer (EFT), wire transfer, or some other electronic means.

No exceptions noted.

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- C. For each location selected under #5A above, obtain the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction and

A listing of non-payroll disbursements for each payment processing location selected in procedures #5A was provided related to the reporting period. No exceptions were noted as a result of performing this procedure.

From each of the listings provided, we randomly selected 5 disbursements and performed the procedures below.

- i. Observe whether the disbursement, whether by paper or electronic means, matched the related original itemized invoice, and that supporting documentation indicates that deliverables included on the invoice were received by the entity, and

No exceptions noted.

- ii. Observe whether the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under procedure #5B above, as applicable.

No exceptions noted.

- D. Using the entity's main operating account and the month selected in Bank Reconciliations procedure #3A, randomly select 5 non-payroll-related electronic disbursements (or all electronic disbursements if less than 5) and observe that each electronic disbursement was (a) approved by only those persons authorized to disburse funds (e.g., sign checks) per the entity's policy, and (b) approved by the required number of authorized signers per the entity's policy. Note: If no electronic payments were made from the main operating account during the month selected the practitioner should select an alternative month and/or account for testing that does include electronic disbursements.

No exceptions noted.

6) Credit Cards/Debit Cards/Fuel Cards/Purchase Cards (Cards)

- A. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and purchase cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.

A listing of cards was provided. No exceptions were noted as a result of performing this procedure.

- B. Using the listing prepared by management, randomly select 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement). Obtain supporting documentation, and

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From the listing provided, we randomly selected 5 credit cards used in the fiscal period. We randomly selected one monthly statement for each of the 5 cards selected and performed the procedures noted below.

- i. Observe whether there is evidence that the monthly statement or combined statement and supporting documentation (e.g., itemized receipts for credit/debit card purchases, exception reports for excessive fuel card usage) were reviewed and approved, in writing (or electronically approved) by someone other than the authorized card holder (those instances requiring such approval that may constrain the legal authority of certain public officials, such as the mayor of a Lawrason Act municipality, should not be reported; and

For 1 out of 5 monthly statements selected for our procedure, there was no indication that the statement was reviewed or approved by someone other than the cardholder. No other exceptions noted.

- ii. Observe that finance charges and late fees were not assessed on the selected statements.

No exceptions noted.

- C. Using the monthly statements or combined statements selected under procedure #6B above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (e.g., each card should have 10 transactions subject to inspection). For each transaction, observe that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). For missing receipts, the practitioner should describe the nature of the transaction and observe whether management had a compensating control to address missing receipts, such as a "missing receipt statement" that is subject to increased scrutiny.

We randomly selected 10 transactions, or all transactions if less than 10, from each statement and obtained supporting documentation for the transactions (31 total).

No exceptions noted.

- D. Using the list of terminated employees obtained in Payroll and Personnel procedure #9C identify those individuals who had access to cards and randomly select 5 terminated employees (or all terminated employees with card access if less than 5) from this population. Observe evidence that the cards have been deactivated for these terminated employees. In cases where a card is shared by multiple users, obtain evidence that the terminated employees' authorization has been removed.

For 1 out of 5 employees selected for our procedures, we observed the credit card authorization was not removed upon the employee being terminated. No other exceptions were noted.

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7) Travel and Travel-Related Expense Reimbursements (excluding card transactions)

- A. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. Randomly select 5 reimbursements and obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected:

The listing of travel and travel-related expense reimbursements was provided for the fiscal period. No exceptions were noted as a result of performing this procedure.

From the listing provided, we randomly selected 5 reimbursements and performed the procedures below.

- i. If reimbursed using a per diem, observe that the approved reimbursement rate is no more than those rates established either by the State of Louisiana (doa.la.gov/doa/ost/ppm-49-travel-guide/) or the U.S. General Services Administration (www.gsa.gov);

No exceptions noted.

- ii. If reimbursed using actual costs, observe that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased;

No exceptions noted.

- iii. Observe that each reimbursement is supported by documentation of the business/public purpose (for meal charges, observe that the documentation includes the names of those individuals participating) and other documentation required by "Written Policies and Procedures", procedure #1A(vii); and

No exceptions noted.

- iv. Observe that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

No exceptions noted.

8) Contracts

- A. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *Alternatively, the practitioner may use an equivalent selection source, such as an active vendor list.* Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and

An active vendor list for the fiscal period was provided. No exceptions were noted as a result of performing this procedure.

From the listing provided, we randomly selected 5 contracts and performed the procedures below.

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- i. Observe whether the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law;

No exceptions noted.

- ii. Observe whether the contract was approved by the governing body/board, if required by policy or law (e.g. Lawrason Act, Home Rule Charter);

No exceptions noted.

- iii. If the contract was amended (e.g., change order), observe that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g., if approval is required for any amendment, the documented approval); and

No exceptions noted.

- iv. Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

No exceptions noted.

9) Payroll and Personnel

- A. Obtain a listing of employees/elected officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees/officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.

A listing of employees/elected officials employed during the fiscal year was provided. No exceptions were noted as a result of performing this procedure.

From the listing provided, we randomly selected 5 employees/officials and performed the specified procedures.

- B. Randomly select one pay period during the fiscal period. For the 5 employees/officials selected under procedure #9A above, obtain attendance records and leave documentation for the pay period, and

We randomly selected 1 pay period during the fiscal period and performed the procedures below for the 5 employees/officials selected in procedure #9A.

- i. Observe that all selected employees/officials documented their daily attendance and leave (e.g., vacation, sick, compensatory);

No exceptions noted.

- ii. Observe whether supervisors approved the attendance and leave of the selected employees or officials;

No exceptions noted.

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- iii. Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records; and

No exceptions noted.

- iv. Observe the rate paid to the employees or officials agrees to the authorized salary/pay rate found within the personnel file.

No exceptions noted.

- C. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees or officials and obtain related documentation of the hours and pay rates used in management's termination payment calculations and the entity's policy on termination payments. Agree the hours to the employee's or official's cumulative leave records, agree the pay rates to the employee's or official's authorized pay rates in the employee's or official's personnel files, and agree the termination payment to entity policy.

A listing of employees/officials receiving termination payments during the fiscal period was provided. From the listing provided, we randomly selected 2 employees/officials and performed the specified procedures.

No exceptions were noted as a result of performing this procedure.

- D. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums) have been paid, and any associated forms have been filed, by required deadlines.

No exceptions noted.

10) Ethics

- A. Using the 5 randomly selected employees/officials from procedure "Payroll and Personnel" procedure #9A, above obtain ethics documentation from management, and

- i. Observe whether the documentation demonstrates that each employee/official completed one hour of ethics training during the calendar year as required by R.S. 42:1170; and

For 4 out of 5 employees selected for our procedure, there was no documentation provided to indicate the employees completed one hour of ethics training during the calendar year. No other exceptions were noted..

- ii. Observe whether the entity maintains documentation which demonstrates that each employee and official were notified of any changes to the entity's ethics policy during the fiscal period, as applicable.

There was no documentation provided indicating any of the employees selected for our procedure were notified of a change in the ethics policy that was revised in November 2025.

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- B. Inquire and/or observe whether the agency has appointed an ethics designee as required by R.S. 42:1170.

No exception noted.

11) Debt Service

- A. Obtain a listing of bonds/notes and other debt instruments issued during the fiscal period and management's representation that the listing is complete. Select all debt instruments on the listing, obtain supporting documentation, and observe that State Bond Commission approval was obtained for each debt instrument issued as required by Article VII, Section 8 of the Louisiana Constitution.

No exceptions noted.

- B. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. Randomly select one bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balances and payments to those required by debt covenants (including contingency funds, short-lived asset funds, or other funds required by the debt covenants).

A listing of bonds/notes outstanding at the end of the fiscal period was provided. From the listing provided, we randomly selected 1 bond/note and performed the specified procedures.

No exceptions were noted as a result of performing this procedure.

12) Fraud Notice

- A. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled as required by R.S. 24:523.

No exceptions noted.

- B. Observe that the entity has posted on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

No exceptions noted.

13) Information Technology Disaster Recovery/Business Continuity

- A. Perform the following procedures, **verbally discuss the results with management, and report "We performed the procedure and discussed the results with management"**:
- i. Obtain and inspect the entity's most recent documentation that it has backed up its critical data (if there is no written documentation, then inquire of personnel responsible for backing up critical data) and observe evidence that such backup (a) occurred within the past week, (b) was not stored on the government's local server or network, and (c) was encrypted.

We performed the procedure and discussed the results with management.

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- ii. Obtain and inspect the entity's most recent documentation that it has tested/verified that its backups can be restored (if there is no written documentation, then inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.

We performed the procedure and discussed the results with management.

- iii. Obtain a listing of the entity's computers currently in use and their related locations, and management's representation that the listing is complete. Randomly select 5 computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.

We performed the procedure and discussed the results with management.

- B. Randomly select 5 terminated employees (or all terminated employees if less than 5) using the list of terminated employees obtained in Payroll and Personnel procedure #9C. Observe evidenced that the selected terminated employees have been removed or disabled from the network.

We performed the procedure and discussed the results with management.

- C. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A, obtain cybersecurity training documentation from management, and observe that the documentation demonstrates that the following employees/officials with access to the agency's information technology assets have completed cybersecurity training as required by R.S. 42:1267. The requirements are as follows:

- Hired before June 9, 2020 - completed the training; and
- Hired on or after June 9, 2020 - completed the training within 30 days of initial service or employment.

We performed the procedure and discussed the results with management.

14) Prevention of Sexual Harassment

- A. Using the 5 randomly selected employees/officials from "Payroll and Personnel" procedure #9A, obtain sexual harassment training documentation from management, and observe that the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year as required by R.S. 42:343.

For 4 of the 5 employees/officials selected for our procedures, documentation that the required sexual harassment training was completed was not provided. No other exceptions noted.

- B. Observe that the entity has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity's premises if the entity does not have a website).

No exceptions noted.

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C. Obtain the entity's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe that the report includes the applicable requirements of R.S. 42:344:

- i. Number and percentage of public servants in the agency who have completed the training requirements;

No exception noted.

- ii. Number of sexual harassment complaints received by the agency;

No exception noted.

- iii. Number of complaints which resulted in a finding that sexual harassment occurred;

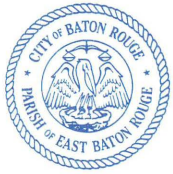
No exception noted.

- iv. Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and

No exception noted.

- v. Amount of time it took to resolve each complaint.

No exception noted.



Department of Finance

City of Baton Rouge
Parish of East Baton Rouge

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August 28, 2026

To the Honorable Mayor-President
and the Members of the Metropolitan Council
City of Baton Rouge, Parish of East Baton Rouge
and the Louisiana Legislative Auditor

**REFERENCE: Louisiana Legislative Auditor's Statewide Agreed-Upon Procedures—
2025**

In response to the exceptions noted in the Independent Accountants' Report on Applying Agreed-Upon Procedures, I offer the following response:

The City-Parish is committed to maintaining a strong system of internal controls, ensuring adherence to applicable policies and procedures, and achieving full compliance with all required standards and training requirements. Management recognizes the importance of effective oversight in areas including budgeting and financial reporting, reconciliations, collections, payment card administration, ethics training, information technology, disaster recovery, business continuity, and prevention of sexual harassment training.

Accordingly, the City-Parish will continue to strengthen internal control processes, reinforce compliance expectations across departments, and ensure that appropriate documentation is maintained to demonstrate adherence to all applicable requirements.

If you have questions or want additional information, please contact me at 389-3061 or at asavoy@brla.gov.


Angie Savoy
Finance Director

The Honorable Mayor-President Sid Edwards and Management
City of Baton Rouge and Parish of East Baton Rouge
222 St. Louis Street
Baton Rouge, Louisiana

We have audited the financial statements of the City of Baton Rouge and Parish of East Baton Rouge (the City-Parish), for the year ended December 31, 2025, and have issued our report thereon. As part of our audit, we considered City-Parish's internal control over financial reporting as well as compliance with the terms of applicable laws and regulations, contracts, and grant agreements that could have a material effect on the financial statements. The purpose of our consideration of internal control and compliance was to establish a basis for designing our auditing procedures, and to determine the effects of compliance on the financial statements. Our consideration was not for the purpose of expressing an opinion on the effectiveness of the City-Parish's internal control or expressing an opinion on compliance.

The objective of internal control is to provide reasonable, but not absolute, assurance as to the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of the financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a system of internal controls should not exceed the benefits derived and also recognizes that the evaluation of these factors necessarily requires estimates and judgments by management.

No matter how good a system, there are inherent limitations that should be recognized in considering the potential effectiveness of internal controls. In the performance of most control procedures, errors can result from misunderstanding of instructions, mistakes of judgment, carelessness, or other personal factors. Control procedures whose effectiveness depends upon segregation of duties can be circumvented by collusion, forgery, intentional omissions, or misrepresentation. Similarly, control procedures can be circumvented intentionally by management either with respect to the execution and recording of transactions or with respect to the estimates and judgments required in the preparation of financial statements. Further, projection of any evaluation of internal accounting control to future periods is subject to the risk that the degree of compliance with the procedures may deteriorate. We say this simply to suggest that any system needs to be constantly reviewed and improved where necessary.

Also, in accordance with *Government Auditing Standards*, we considered compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts.

However, during the course of our audit, we became aware of certain matters that are opportunities for strengthening internal controls or operating efficiencies or instances of immaterial non-compliance. Our comments and suggestions regarding those matters are set forth below. This letter does not affect our reports dated August 28, 2026, on the financial statements of City-Parish or the City-Parish's internal control over financial reporting.

ML 2025-001**Documentation of Review of Service Organization Control (SOC) Report****Condition:**

City-Parish uses a third party for processing health claims. The third party's controls relating to the processing of claims cover only a portion of the overall internal control structure of each user entity of the third party's system. It is not feasible for the control objectives to be solely achieved by the third party. Therefore, each user entity's internal control over financial reporting must be evaluated in conjunction with the third party's controls and related testing detailed in the third party's Service Organization Control (SOC) 1 Type 2 Report. While the SOC 1 report is being obtained by management, there is no documentation of evidence that management has reviewed these complimentary user controls and determined if changes in their internal controls systems are needed. This evaluation should be done annually.

Recommendation:

We recommend that on an annual basis, management review the complimentary user controls necessary to support the review of the City-Parish's overall internal control structure and determine if changes are needed in their processes. This should be documented in a memo acknowledging receipt and review of the SOC 1 Type 2 Report obtained as well as any changes needed to current internal processes and implementing the necessary controls that may not be adequate or missing if any.

Management Response:

Human Resources will work with the benefits consultant for a review of the SOC report and stated recommendations. Human Resources will follow up on any questions or concerns on the findings. Final approved recommendations will be implemented by Human Resources.

ML 2025-002**Lack of Centralized Control Over Credit Card Deactivation for Terminated Employees****Condition:**

City-Parish's current purchasing card policy requires that employees return assigned credit cards upon termination. However, we noted that the Purchasing Department does not receive formal or timely notification of employee terminations. As a result, the process relies on the terminated employee returning the card, and there is no centralized control to ensure cards are promptly deactivated or collected when employment ends. The absence of a centralized control and independent verification increases the risk that terminated employees may retain active purchasing cards, potentially leading to unauthorized transactions, misuse of public funds, or delayed detection of improper activity.



Recommendation: We recommend that management establish a formal, centralized process to ensure timely deactivation of purchasing cards upon employee termination. This process should include clear communication protocols requiring Human Resources to promptly notify the Purchasing Department of all employee terminations. Upon receipt of this notification, Purchasing should independently deactivate the associated credit card access immediately, regardless of whether the physical card has been returned.

In addition, management should implement a monitoring control to support this process, such as maintaining a centralized listing of active cardholders and periodically reconciling this listing to current employee records to identify and resolve any discrepancies on a timely basis. These procedures should be incorporated into a standardized termination checklist to ensure consistent execution and accountability across departments.

Management Response:

Currently, in the Purchase Card Manual, it clearly defines the roles and responsibilities of the Department Liaison, Reviewer, Reconciler & Approver, to notify the Purchasing Program Administrator (PPA) of cardholder terminations and transfers, and to collect the card and transfer it to the PPA. The Department should be held accountable for not following this procedure.

Moving forward, Purchasing will work with Information Services, Human Resources, Payroll and other departments to create a process to inform Purchasing of cardholder terminations, transfers and resignations, in order to deactivate purchasing cards in a timely manner.

Currently, management maintains a list of active cardholders from the Bank of America system. Until a process can be created to inform Purchasing of cardholder terminations, transfers and resignation, we will implement a process of reconciling this list with Department Heads to confirm their active cardholders within their department on a monthly basis.

ML 2025-003

Lack of Formalized Policies for Certain Employment Classifications

Condition:

While gaining an understanding of human resources processes, we noted that unclassified positions are not subject to the same hiring procedures as other employees, including completion of standard application documentation and use of the job posting process. The Plan of Government primarily outlines requirements for classified service. The lack of formalized guidance across all employment classifications may lead to variations in hiring practices and limit overall transparency. In addition, without clear documentation expectations, supporting records for hiring decisions may not always be consistently maintained.



Recommendation: Best practices suggest that formalized policies and procedures should be established and consistently applied across all employment classifications, including those that are appointed or otherwise exempt from standard processes. At a minimum, these policies should define the applicable hiring and approval processes, establish documentation requirements to support hiring decisions, and clarify the roles and responsibilities of all parties involved. Implementing formalized guidance would strengthen internal controls over the hiring process and promote consistency, transparency, and appropriate oversight across the organization.

Management Response:

Human Resources will document current policies and procedures for unclassified employees in a formal manual. This formal manual will require Administration's approval.

ML 2025-004

Inadequate Documentation Retention for Professional Services Procurements

Condition: During testing of professional services procurements, the Purchasing Department was unable to provide complete supporting documentation for 2 out of 25 contracts selected for testing, specifically missing evidence of required advertising and documented selection determinations such as evaluation scorecards. As a result, the City-Parish cannot consistently demonstrate compliance with its procurement policies, reducing transparency and impairing its ability to support that vendor selections were conducted in accordance with established criteria, while also increasing the risk that records may be incomplete, lost, or unavailable for oversight and audit purposes.

Recommendation: We recommend that the Purchasing Department strengthen controls over procurement documentation retention by establishing a centralized electronic repository for all procurement records, implementing formal procedures that clearly define required documentation for each contract file, assigning responsibility for maintaining complete files independent of individual employees, and conducting periodic supervisory reviews to confirm that procurement records are complete and readily accessible.

Management Response:

The Purchasing Department acknowledges that certain contract-related records could not be readily produced during the audit review. As noted, the primary contributing factors were significant staff and management turnover experienced within the department during the review period, coupled with decentralized record retention practices. The department recognizes the importance of maintaining complete, accessible, and organized contract records to support operational efficiency, transparency, and compliance with applicable policies and audit requirements. Accordingly, management has initialed corrective measures to strengthen document retention and records management practices.



The following actions have been implemented or are in the process of implementation: Establishment of a centralized electronic contract repository: Tyler Munis and designated network folders, to ensure all contract-related documentation is stored in a secure and accessible location; Development and implementation of standardized procedures for contract files including documentation requirement checklist; Assignment of oversight responsibility to designated personnel to monitor compliance with contract documentation; Implementing spot audits on contracts to verify that procurement files are complete and readily accessible.

Management believes these corrective actions will significantly improve the department's ability to maintain complete contract records and ensure timely retrieval of documentation for future operational and audit purposes. The Purchasing Department remains committed to strengthening internal controls and continuously improving its recordkeeping practices.

ML 2025-005

Inventory Count Procedures and Documentation for the Raising Cane's River Center (River Center)

Condition:

The River Center operates as a convention and event facility and is managed pursuant to an agreement with SMG for the provision of operational and management services. During observation of the physical inventory count at the River Center, we noted differences between our independent counts and the recorded inventory quantities. One variance resulted from inventory removed for event use during the intervening period, which was appropriately supported by transfer documentation. Additional variances were attributed to transcription errors when count sheet totals were recorded in the inventory system; our independent counts agreed to the original count sheets, and no issues were identified with the physical count procedures. These discrepancies were primarily due to insufficient controls over inventory movements during count periods and a lack of review over the recording process. While no material misstatements were identified and we are satisfied that the physical counts were performed accurately, these control deficiencies increase the risk of errors in recorded inventory balances and may require additional effort to investigate and resolve discrepancies if not addressed.

Recommendation:

We recommend management strengthen controls over the inventory count process by establishing clear cut-off procedures to either restrict inventory movements during the count period or ensure all movements are consistently tracked and documented in real time. In addition, management should implement a secondary review process over the transcription of count sheet totals into inventory records to confirm accuracy and completeness. Reinforcing formal written inventory count instructions and providing periodic training to personnel responsible for recording and summarizing count results will further support consistent application of procedures and reduce the risk of errors in future periods.



Management Response:

The auditors noted that physical inventory counts were performed accurately and that no material misstatements were identified. While the physical count process was determined to be effective, we recognize the importance of strengthening controls related to inventory movements, documentation, and inventory record verification.

To address the recommendations contained in the audit finding, the following corrective actions have been implemented or are currently being implemented: Establish formal inventory cut-off procedures during physical inventory counts to minimize inventory movements during count periods whenever operationally feasible; Require all inventory transfers, event requisitions, and other inventory movements occurring during count periods to be documented, approved, and reconciled through established inventory transfer procedures; Implement a secondary review process to verify inventory quantities entered into the inventory management system against original count sheets, reducing the risk of transcription errors and ensuring the accuracy and completeness of inventory records; Update and reinforce written inventory count procedures and provide ongoing training to personnel responsible for inventory counting, recording, and reconciliation activities; Continue implementation and utilization of the Yellow Dog Inventory Management System, including recently acquired scanning technology designed to improve inventory accuracy, transaction tracking, accountability, and real-time documentation of inventory movements. These enhancements provide stronger audit trails and increased visibility into inventory activity throughout the facility; Conduct periodic reviews of inventory variances and reconciliation processes to ensure compliance with established procedures and identify opportunities for continuous improvement.

ML 2025-006**Documentation of Notices of Funding Availability (NOFA) Processes for the Office of Community Development****Condition:**

As part of our procedures, we reviewed the Office of Community Developments (OCD) Procurement Manual in connection with its competitive selection processes, including the issuance of Notices of Funding Availability (NOFAs) and Notices of Funding Opportunity (NOFOs). While the manual addresses procurement methods, bid rejection criteria, and the competitive and noncompetitive award processes, it does not include written procedures governing the broader lifecycle of NOFAs/NOFOs — particularly their modification, cancellation, or withdrawal without award.



Recommendation: We recommend that OCD consider developing written procedures — either as an addition to the Procurement Manual or as standalone guidance — to provide consistent guidelines supporting management's decisions throughout the NOFA process. Such procedures could address: (1) NOFA/NOFO administration, including issuance, evaluation, modification, and cancellation; (2) the criteria, required documentation, written justification, and management approval applicable when a NOFA is cancelled without award; (3) notification of applicants/respondents and the public upon cancellation; and (4) the reprogramming or reallocation of funds when no award is made.

Formalizing these procedures would promote consistency and transparency and provide an adequate basis to support and document management's decisions surrounding the NOFA process.

Management Response:

The Office of Community Development (OCD) acknowledges the observation and agrees with the recommendation to further formalize written procedures governing the broader lifecycle of Notices of Funding Availability (NOFAs) and Notices of Funding Opportunity (NOFOs). OCD recognizes that, while its current Procurement Manual establishes procedures related to procurement methods, competitive and noncompetitive selection processes, and bid rejection criteria, additional written guidance would strengthen consistency, transparency, accountability, and documentation throughout the full NOFA/NOFO lifecycle. OCD is committed to maintaining sound internal controls and ensuring that management decisions related to funding opportunities are appropriately supported, documented, and approved.

In response to this recommendation, OCD will develop and implement written procedures, either as an amendment to the existing Procurement Manual or as standalone NOFA/NOFO administrative guidance, addressing the following areas:

- 1. **NOFA/NOFO Administration:** Procedures governing the development, approval, issuance, evaluation, modification, extension, suspension, cancellation, and withdrawal of funding opportunities, including identification of responsible staff and applicable levels of management review.*
- 2. **Cancellation or Withdrawal Without Award:** Defined criteria and procedures for circumstances in which a NOFA/NOFO may be cancelled or withdrawn without award, including requirements for written justification, supporting documentation, identification of the basis for the decision, and appropriate management approval.*
- 3. **Applicant and Public Notification:** Procedures for timely and consistent notification to applicants, respondents, and, when applicable, the public regarding the cancellation, withdrawal, or material modification of a NOFA/NOFO.*



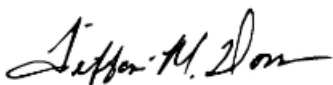
4. **Reprogramming or Reallocation of Funds:** Procedures governing the disposition of funds when no award is made, including documentation of management's decision to reprogram, reallocate, rebid, or otherwise redirect available funds in accordance with applicable federal, state, local, grant-specific, and programmatic requirements.
5. **Documentation and Record Retention:** Minimum documentation standards to establish a complete administrative record supporting significant actions and management decisions throughout the NOFA/NOFO lifecycle, including approvals, written justifications, applicant communications, public notices, evaluation records, and funding disposition decisions.

As part of this corrective action, OCD will also establish appropriate review and approval controls to ensure that significant modifications, cancellations, withdrawals without award, and subsequent funding reallocations are documented and authorized at the appropriate management level. The procedures will be designed to align with applicable federal requirements, funding-source requirements, City-Parish policies, and OCD's internal control framework.

OCD appreciates the recommendation and believes formalizing these procedures will further strengthen its existing procurement and grant administration practices. Management is committed to implementing clear, consistent, and documented procedures that support transparency, accountability, equitable administration of funding opportunities, and an adequate basis for management decisions throughout the NOFA/NOFO process.

We will review the status of these comments during our next audit engagement. We have already discussed these comments and suggestions with management and personnel, and we will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations. We would also like to thank the City-Parish staff for their patience and cooperation with us during the performance of the audit.

This communication is intended solely for the information and use of the Mayor-President and management of the City-Parish and should not be used by anyone other than these specified parties or any other purpose.



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