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LOUISIANA EDUCATIONAL TELEVISION AUTHORITY

REPORT ON AUDIT OF THE FINANCIAL STATEMENTS

JUNE 30, 2009

CONTENTS

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August 28, 2009

Independent Auditor's Report

Members of the Louisiana Educational
Television Authority
State of Louisiana
Baton Rouge, Louisiana

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component unit, and each major fund of the Louisiana Educational Television Authority, Baton Rouge, Louisiana (a component unit of the State of Louisiana), as of and for the year ended June 30, 2009, which collectively, comprise the Authority's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Authority's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note 1, the financial statements of Louisiana Educational Television Authority, are intended to present the financial position and the changes in financial position, of only that portion of the governmental activities, that is attributable to the transactions of Louisiana Educational Television Authority. They do not purport to, and do not, present fairly the financial position of the State of Louisiana as of June 30, 2009, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities the aggregate discretely presented component unit, and each major fund of the Louisiana Educational Television Authority, Baton Rouge, Louisiana, as of June 30, 2009, and the respective changes in the financial position, thereof for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated August 28, 2009, on our consideration of the Authority's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. The purpose of that report is to describe the scope of our testing of internal controls over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of our audit performed in accordance with Government Auditing Standards and should be used considered in assessing the results of our audit.

The Management's Discussion and Analysis on pages 3 through 10 is not a required part of the financial statements but is supplementary information required by the accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying "Annual Financial Report - General Fund Only" as required by the Louisiana Division of Administration listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements of the Louisiana Educational Television Authority. The "Annual Financial Reporting - General Fund Only" as required by the Louisiana Division of Administration has been subjected to the auditing procedures applied in the examination of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Respectfully submitted,

Hannis T. Bourgeois, LLP

The Management's Discussion and Analysis of the Louisiana Educational Television Authority, hereinafter referred to as LETA, presents a narrative overview and analysis of LETA's financial activities for the year ended June 30, 2009

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the contents of this report that contain requirements established by Governmental Accounting Standards Board Statement 34, Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments

Management's Discussion and Analysis

Basic Financial Statements

Required supplementary information
(other than MD&A)

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

FINANCIAL HIGHLIGHTS

The financial statements included in this report provide an overview into the financial status of LETA for one year

- During FY 2008-09, LETA's total assets decreased to $10,435 341, a decrease of $1 720,330 from the $12,155,671 in total assets for FY 2007-08 This decrease was predominantly due to decreases in cash held by the state of Louisiana within the capital outlay projects program offset by an increase in accounts receivable

- Total liabilities for LETA increased to $6,991,985 for FY 2008-09, an increase of $1 893 117 from the $5,098,868 in total liabilities for FY 2007 08 The majority of this change is attributable to an increase in deferred revenues within the capital outlay projects program and an increase in other postemployment benefits

In addition to the information contained in this report that directly reflects LETA's financial status, a Component Unit, The Foundation for Excellence in Louisiana Public Broadcasting, hereinafter referred to as FELPB, is also shown

- FELPB total assets decreased to $21,121,770 for FY 2008-09; a decrease of $3,497,533 from the $24,619,303 for FY 2007-08. The primary contributing factors in this change were net decreases in the investment portfolio and cash and cash equivalents.
- Total liabilities decreased by $185,804, from $1,842,943 for FY 2007-08, to $1,657,139 in FY 2008-09, which is mainly attributable to a decrease in other liabilities-interest on funds held.

Included within this report are appropriate references to the:

- "Due to LETA" funds;
- Associated notes regarding Friends of Louisiana Public Broadcasting;
- Investments and related matters involving the FELPB;

BASIC FINANCIAL STATEMENTS

The basic financial statements present information for LETA as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include two basic components; A) the Government-Wide Financial Statements and the B) Fund Financial Statements.

The Government-Wide financial statements are designed to be corporate-like in nature in that all governmental activities are consolidated into one column which adds to a total for LETA.

As government funds are established for specific purposes, the Fund Financial Statements allow a view of what funds were established and for what purpose, and a view of the sources, uses, and/or budgeting compliance associated with such funds.

The Government-Wide Financial Statements has two sections: the Statement of Net Assets and the Statement of Activities.

The Fund Financial Statements has five sections: the Balance Sheet-Governmental funds; the Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets; the Statement of Revenues, Expenditures, and Changes in Fund Balance-Government Funds; the Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities; and the Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget (GAAP Basis) and Actual - General Fund.

The following is a condensed Statement of Net Assets for LETA at June 30, 2009 with comparative amounts for June 30, 2008:

	Total Governmental Activities 2009	Total Governmental Activities 2008
ASSETS		
Cash and Equivalents	$ 8,410,030	$10,369,189
Receivables, Net	666,704	46,043
Prepaid Expenses	329,117	509,309
Due from Component Unit	1,029,490	1,231,130
Total Assets	$10,435,341	$12,155,671
LIABILITIES		
Accounts Payable	$ 659,148	$ 868,266
Deferred Revenue	1,471,550	802,688
Due to State of La.	3,500	3,500
Long-Term Liabilities		
Due Within One Year	437,594	406,328
Due In More Than One Year	4,420,193	3,018,086
Total Liabilities	$ 6,991,985	$ 5,098,868
NET ASSETS		
Restricted for Capital Projects	$ 7,429,161	$ 9,002,960
Restricted for Leases	329,117	509,309
Unrestricted	(4,314,922)	(2,455,466)
Total Net Assets	$ 3,443,356	$ 7,056,803

The following is a condensed Statement of Net Assets for FELPB at June 30, 2009 with comparative amounts for June 30, 2008:

	FY 2009	FY 2008
ASSETS		
Cash and Equivalents	$ 5,805,452	$ 8,128,014
Marketable Securities and Investments at Market Value	14,618,738	15,886,528
Receivables, Net	615,208	487,957
Capital Assets (Net of Accumulated Depreciation of $69,938 for 2009 and 2008)	-	-
Other Assets	82,372	116,804
Total Assets	$21,121,770	$24,619,303
LIABILITIES		
Accounts Payable and Accrued Expenses	$ 121,835	$ 65,418
Deferred Revenues	505,814	416,910
Due To LETA	1,029,490	1,231,130
Other Liabilities – Interest on Held Funds	-	129,485
Total Liabilities	$ 1,657,139	$ 1,842,943
NET ASSETS		
Temporarily Restricted	-	292,593
Unrestricted - Designated*	19,464,631	22,483,767
Total Net Assets	$19,464,631	$22,776,360

* A resolution was passed by the LETA Board to recommend that the Foundation set aside these funds for specific projects in the following manner:

- The total of the "Due to LETA" funds for digital equipment and capital expenditures
- $6 million for annual operating expenses
- $2 million for permanent Endowment
- $2.5 million for formal education and outreach activities
- $3 million for Louisiana Productions
- $1 million for digital services, new media, and program distribution
- Balance for emergencies

As noted later in this report, a portion of the "Due to LETA" funds was transferred to the State during FY 2007-08 in accordance with this allocation, with the remainder to be transferred in like manner during FY 2009-10.

The following is a condensed Statement of Activities for LETA for the year ended June 30, 2009 with comparative amounts for the year ended June 30, 2008:

	FY 2009	FY 2008
REVENUES		
Program Revenues:		
Charges for Services	$ 558,199	$ 589,327
Operating Grants and Contributions	175,472	95,679
Capital Grants and Contributions	123,520	2,383
General Revenues:		
State Appropriations	11,109,724	13,085,370
Interest and Investment Earnings	13,157	116,652
Total Revenues	11,980,072	13,889,411
EXPENSES		
Programming and Production	2,966,911	2,852,881
Broadcasting	7,210,402	7,302,139
Program Information	248,046	265,854
Management and General	1,519,287	1,512,500
Interest on Long Term Debt	36,949	45,323
Total Expenses	11,981,595	11,978,697
Changes in Net Assets	(1,523)	1,910,714
Capital Assets Purchased for the Benefit of the State	(3,611,924)	(2,842,842)
Net Assets - Beginning of Year	7,056,803	7,988,931
Net Assets - End of Year	$ 3,443,356	$ 7,056,803

The following is a condensed Summary of the Statement of Activities for FELPB for the year ended June 30, 2009 with comparative amounts for the year ended June 30, 2008:

	FY 2009	FY 2008
REVENUES		
Program Revenues:		
Charges for Services	$ 1,544,233	$ 1,355,296
Operating Grants and Contributions	1,136,930	1,237,668
General Revenues:		
Grants and Contributions not Restricted to Specific Purposes	1,629,681	1,559,462
Investment Income (Loss)	(4,033,792)	(614,120)
Total Revenues	277,052	3,538,306
EXPENSES		
Personal Services	142,788	156,874
Travel	84,295	90,379
Operating Services	2,886,036	2,445,810
Professional Services	436,826	809,725
Capital Outlay/General Support	21,105	13,452
Total Expenses	3,571,050	3,516,240
Capital Assets Purchased for the Benefit of LETA	(17,731)	(3,498)
Change in Net Assets	(3,311,729)	18,568
Net Assets-Beginning of Year	22,776,360	22,757,792
Net Assets-End of Year	$ 19,464,631	$ 22,776,360

SIGNIFICANT CHANGES IN NET ASSETS BALANCES

The following significant changes were observed in LETA's net assets balance in total Governmental Funds:

- Total net assets decreased from $7,056,803 at the end of FY 2007-08, to $3,443,356 at the end of FY 2008-09; a decrease of $3,613,447.

The following significant changes were observed in FELPB's net assets balance:

- Total net assets decreased from $22,776,360 at the end of FY 2007-08, to $19,464,631 at the end of FY 2008-09, a decrease of $3,311,729.

FACTORS CONSIDERED IN THE DEVELOPMENT OF NEXT YEAR'S BUDGET, GOALS, AND RELATED ISSUES

LETA's officials considered the following factors and indicators when setting next year's budget, establishing fiscal year goals, and addressing other issues that will impact LETA operations. Included among the factors considered were:

- A 15% decrease in state funding for fixed operating expenses;
- The impact of the national economic situation on individual and corporate support for LETA;
- Changes in LETA's television audience as a result of digital-only broadcasting;
- Seeking grant funding to expand access of broadband internet technology to Louisiana by forming partnerships and digitizing content for broadband distribution;
- Continued development of the fiber network in association with the LSU Board of Regents's LONI project to provide a direct two-way flow between all transmitter locations, and the development of additional cooperative ventures utilizing the fiber link for homeland security, public safety, education, and other such projects;
- Continued activities related to the video archives project to digitize, store, and catalog LETA's video assets accumulated over the past 30 years;
- Development of LETA's involvement with the State in area of Emergency Preparedness and Homeland Security in the wake of the hurricanes;
- Continued activities related to the partnerships formed with commercial television and public radio in New Orleans began during Hurricane Katrina;
- Development of LETA's response to changes in technology relating to web development, video streaming, pod-casting, and related issues;
- Continued activities of LETA's long-range response to changes in Public Television programming, funding levels, and new methods of delivering video content to users;
- Continued activities related to the utilization of the LETA's mobile production facility;
- Continued activities related to public involvement in issues of the day as addressed through LETA's Public Square and State We're In series, as well as with daily updates on activities taking place in the Louisiana Legislature;

- Continued development of locally originated programs and the distribution of those programs to a national audience when appropriate;

- Continued expansion of LETA's educational services to Louisiana citizens, including K-12 classroom instruction via LPB's LearningPort; pre-K literacy education with the Raising Readers initiative; adult education GED training; workforce preparedness through LPB's Workplace essential skills instruction; teacher training via LPB's post-secondary level TeacherLine service, and other curriculum and lifelong learning initiatives.

CONTACTING THE LETA's MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the LETA's finances and to show LETA's accountability for the money it receives. If you have questions about this report or need additional financial information, contact:

Ms. Beth Courtney
Executive Director
7733 Perkins Road
Baton Rouge, LA 70810
225.767.4200

GOVERNMENT-WIDE FINANCIAL STATEMENTS

LOUISIANA EDUCATIONAL TELEVISION AUTHORITY
(A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE STATE OF LOUISIANA)

STATEMENT OF NET ASSETS

AS OF JUNE 30, 2009

	Primary Government Governmental Activities	Component Unit
ASSETS		
Cash and Cash Equivalents	$ 8,410,030	$ 5,805,452
Marketable Securities and Investments, at Market Value	-	14,618,738
Receivables, Net	666,704	615,208
Due from Component Unit	1,029,490	-
Prepaid Expenses	329,117	-
Other Assets	-	82,372
Total Assets	10,435,341	21,121,770
LIABILITIES		
Accounts Payable and Accrued Expenses	659,148	121,835
Deferred Revenues	1,471,550	505,814
Due to Primary Government	-	1,029,490
Due to State of Louisiana	3,500	-
Long-Term Liabilities:		
Due Within One Year	437,594	-
Due in More Than One Year	4,420,193	-
Total Liabilities	6,991,985	1,657,139
NET ASSETS		
Restricted for:		
Capital Projects	7,429,161	-
Leases	329,117	-
Unrestricted	(4,314,922)	19,464,631
Total Net Assets	$ 3,443,356	$ 19,464,631

The accompanying notes constitute an integral part of this statement.

LOUISIANA EDUCATIONAL TELEVISION AUTHORITY
(A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE STATE OF LOUISIANA)

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2009

		Program Revenues		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
Programming and Production	$ 2,966,911	$ 558,199	$ 26,814	$ -
Broadcasting	7,210,402	-	127,242	123,520
Program Information	248,046	-	-	-
Management and General (includes $632,478 of non-licensee funding)	1,519,287	-	21,416	-
Interest on Long-Term Debt	36,949	-	-	-
Total Primary Government	$ 11,981,595	$ 558,199	$ 175,472	$ 123,520
Component Unit:				
Foundation for Excellence in L.P.B.	$ 3,571,050	$ 1,544,233	$ 1,136,930	$ -

General Revenues:

State Appropriations

Grants and Contributions Not Restricted to Specific Purposes

Interest and Investment Earnings (Losses)

Total General Revenues

Change in Net Assets

Capital Assets Purchased for the Benefit of the State of Louisiana

Net Assets - Beginning of Year

Net Assets - End of Year

The accompanying notes constitute an integral part of this statement.

Primary Government Governmental Activities Net (Expense) Revenue and Changes in Net Assets	Component Unit Net (Expense) Revenue and Changes in Net Assets
$ (2,381,898)	$ -
(6,959,640)	-
(248,046)	-
(1,497,871)	-
(36,949)	-
(11,124,404)	-
-	(889,887)
11,109,724	-
-	1,629,681
13,157	(4,033,792)
11,122,881	(2,404,111)
(1,523)	(3,293,998)
(3,611,924)	(17,731)
7,056,803	22,776,360
$ 3,443,356	$ 19,464,631

FUND FINANCIAL STATEMENTS

LOUISIANA EDUCATIONAL TELEVISION AUTHORITY
(A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE STATE OF LOUISIANA)

BALANCE SHEET - GOVERNMENTAL FUNDS

JUNE 30, 2009

	General	Capital Projects	Total Governmental Funds
ASSETS			
Cash and Cash Equivalents	$ 163,981	$ 8,246,049	$ 8,410,030
Accounts/Grants Receivable	152,007	379,955	531,962
Due from Component Unit	1,029,490	-	1,029,490
Due from State of Louisiana	134,742	-	134,742
Prepaid Expenses	329,117	-	329,117
Total Assets	$ 1,809,337	$ 8,626,004	$ 10,435,341
LIABILITIES			
Accounts Payable	$ 424,731	$ -	$ 424,731
Accrued Expenses	234,417	-	234,417
Deferred Revenue	274,707	1,196,843	1,471,550
Due to State of Louisiana	3,500	-	3,500
Total Liabilities	937,355	1,196,843	2,134,198
FUND BALANCES			
Fund Balances:			
Reserved for Capital Projects	-	7,429,161	7,429,161
Reserved for Leases	329,117	-	329,117
Unreserved:			
Designated for Technological Advances	542,865	-	542,865
Total Fund Balances	871,982	7,429,161	8,301,143
Total Liabilities and Fund Balances	$ 1,809,337	$ 8,626,004	$ 10,435,341

The accompanying notes constitute an integral part of this statement.

LOUISIANA EDUCATIONAL TELEVISION AUTHORITY
(A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE STATE OF LOUISIANA)

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2009

Fund Balances-Total Governmental Funds		$ 8,301,143
Amounts Reported for Governmental Activities in the Statement of Net Assets are Different Because:		
Long-term Liabilities are not Due and Payable in the Current Period and Therefore are not Reported in the Governmental Funds:		
LEAF Acquisitions Payable	$ 844,161	
OPEB Expense	3,350,761	
Compensated Absences	662,865	4,857,787
Net Assets of Governmental Activities		$ 3,443,356

The accompanying notes constitute an integral part of this statement.

LOUISIANA EDUCATIONAL TELEVISION AUTHORITY
(A PUBLIC TELECOMMUNICATIONS ENTITY
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STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2009

	General	Capital Projects	Total Governmental Funds
REVENUES:			
State General Fund	$ 9,527,160	$ 1,582,564	$ 11,109,724
Donated Facilities, Administrative Support, and Programming	21,416	-	21,416
Federal Grants	154,056	123,520	277,576
Special Projects/Local Productions	558,199	-	558,199
Interest and Dividend Income	13,157	-	13,157
Total Support and Revenues	10,273,988	1,706,084	11,980,072
EXPENDITURES:			
Programming and Production	2,966,911	-	2,966,911
Broadcasting	5,846,046	3,279,883	9,125,929
Program Information	248,046	-	248,046
Management and General (includes $632,478 of non-licensee funding)	1,519,287	-	1,519,287
Debt Service:			
Principal Retirement	263,024	-	263,024
Interest	36,949	-	36,949
Total Expenditures	10,880,263	3,279,883	14,160,146
Excess (Deficiency) of Revenues Over Expenditures	(606,275)	(1,573,799)	(2,180,074)
Fund Balances - Beginning of Year	1,478,257	9,002,960	10,481,217
Fund Balances - End of Year	$ 871,982	$ 7,429,161	$ 8,301,143

The accompanying notes constitute an integral part of this statement.

LOUISIANA EDUCATIONAL TELEVISION AUTHORITY
(A PUBLIC TELECOMMUNICATIONS ENTITY
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RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2009

Net Change in Fund Balances-Total Governmental Funds		$ (2,180,074)
Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:		
The Repayment of the Principal of Long-Term Debt Consumes the Current Financial Resources of Governmental Funds but has no Effect on Net Assets:		
Principal Payments on LEAF Acquisitions	263,024	
Governmental Funds Report Capital Outlays as Expenditures. In the Statement of Activities the Cost of Those Assets Should be Allocated Over the Estimated Useful Lives as Depreciation Expense. However, because the Authority is Only the Custodian of These Assets and the State of Louisiana is the Owner, Neither the Capital Assets nor the Depreciation Expense Thereon is Recorded in These Financial Statements.	3,611,924	
Increase in net OPEB Obligation	(1,606,748)	
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:		
Increase in Compensated Absences Payable	(89,649)	2,178,551
Change in Net Assets of Governmental Activities		$ (1,523)

The accompanying notes constitute an integral part of this statement.

LOUISIANA EDUCATIONAL TELEVISION AUTHORITY
(A PUBLIC TELECOMMUNICATIONS ENTITY
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STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (GAAP BASIS) AND ACTUAL - GENERAL FUND

FOR THE YEAR ENDED JUNE 30, 2009

	Original Budget	Final Budget	Actual
REVENUES:			
State General Fund	$ 9,514,851	$ 9,527,160	$ 9,527,160
State General Fund-Self Generated	937,696	1,060,728	433,519
Donated Facilities, Administrative Support, and Programming	-	-	21,416
Federal Grants	40,000	210,256	154,056
Other	-	-	137,837
Total Revenues	10,492,547	10,798,144	10,273,988
EXPENDITURES:			
Personal Services	6,110,896	6,194,219	6,030,184
Operating Services	2,490,539	2,644,906	2,759,173
Professional Services	50,100	50,100	50,100
Other Charges	987,184	978,398	1,026,427
Capital Outlay/General Support	232,206	232,206	317,318
Interagency Transfers	321,649	398,342	397,088
Debt Service:			
Principal Retirement	263,024	263,024	263,024
Interest	36,949	36,949	36,949
Total Expenditures	10,492,547	10,798,144	10,880,263
Excess (Deficiency) of Revenues Over Expenditures	-	-	(606,275)
Fund Balance (Deficit) - Beginning of Year	-	-	1,478,257
Fund Balance (Deficit) - End of Year	$ -	$ -	$ 871,982

The accompanying notes constitute an integral part of this statement.

Nonbudgeted Items and Adjustments	Budgetary Basis	Variance With Final Budget - Favorable (Unfavorable)
$ -	$ 9,527,160	$ -
466,937	900,456	(160,272)
(21,416)	-	-
-	154,056	(56,200)
(137,837)	-	-
307,684	10,581,672	(216,472)
109,405	6,139,589	54,630
(180,192)	2,578,981	65,925
-	50,100	-
11,967	1,038,394	(59,996)
(85,112)	232,206	-
-	397,088	1,254
-	263,024	-
-	36,949	-
(143,932)	10,736,331	61,813
451,616	(154,659)	(154,659)
(1,954,562)	(476,305)	(476,305)
$ (1,502,946)	$ (630,964)	$ (630,964)

Note 1 - Summary of Significant Accounting Policies -

A. Organization

The Louisiana Educational Television Authority is a political subdivision of the State of Louisiana, Executive Branch. The Authority is supervised by its members as provided in Louisiana Revised Statutes 17:2503.C. The Authority is charged statutorily with making the benefits of educational and public television available to and promoting their use by inhabitants of Louisiana. The Authority's operations are funded through an annual lapsing legislative appropriation. In addition, the Authority has received funds from the State for the purpose of constructing transmitter and tower facilities throughout the State. Amounts included within the Authority's foregoing financial statements are also included in the State of Louisiana's comprehensive annual financial report.

B. Financial Reporting Entity

The financial reporting entity consists of (1) the primary government, (Louisiana Educational Television Authority), (2) organizations for which the primary government is financially accountable, 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.

The Governmental Accounting Standards Board (GASB) issued Statement No.39, determining whether certain organizations are component units, which amended GASB 14 to provide additional guidance to determine whether certain organizations for which the primary government is not financially accountable should be reported as component units based on the nature and significance of their relationship with the primary government. Generally, it requires reporting, as a component unit, an organization that raises and hold economic resources for the direct benefit of a governmental unit.

Organizations that are legally separate, tax-exempt entities and that meet all of the following criteria should be discretely presented as component units. These criteria are:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an *individual organization* that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

Based on the foregoing criteria, the management of the Louisiana Educational Television Authority has included the Foundation for Excellence in Louisiana Public Broadcasting as a component unit of the Louisiana Educational Television Authority. Since the Authority appoints the board members of the Foundation and there is a financial benefit/burden relationship between the two entities, the funds of the Foundation are discretely presented in the Louisiana Educational Television Authority's financial statements.

In addition, it has been determined that the assets and revenues of Friends of L.P.B. did not meet the $2 million dollar threshold for reporting component units. Therefore, the funds of Friends of L.P.B. will not be presented in the Authority's statements for the year ended June 30, 2009.

C. Basis of Presentation

Financial Statements - Government-Wide Statements

The Authority's financial statements include both government-wide (reporting the Authority as a whole) which includes its component unit and fund financial statements (reporting the Authority's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. There were no activities of the Authority categorized as a business type activity.

In the government-wide Statement of Net Assets, the governmental activity column (a) is presented on a consolidated basis by column, (b) and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Authority's net assets are reported in three parts - invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The Authority first utilizes restricted resources to financial qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Authority's functions. The functions are also supported by general government revenues (State appropriations, interest and investment earnings, etc.). The Statement of Activities reduces gross expenses by related program revenues, operating and capital grants. Program revenues must be directly associated with the function. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function) are normally covered by general revenue (state appropriations, intergovernmental revenues, interest and investment earnings, etc).

The Authority does not allocate indirect costs.

This government-wide focus is more on the sustainability of the Authority as an entity and the change in the Authority's net assets resulting from the current year's activities.

Financial Statements - Fund Financial Statements

The financial transactions of the Authority are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures. The various funds are reported by generic classification within the financial statements.

The following fund type is used by the Authority:

Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Authority:

1). The general fund is the general operating fund of the Authority. It is used to account for the Legislative appropriation provided to fund the general administrative expenses of the Authority and those other expenses not funded through other specific legislative appropriations of revenues.

2). The capital projects fund is used to account for specific Legislative appropriations, Federal grants and State general obligation bond revenues for the construction of transmitter and tower facilities at the stations and conversion to digital transmission comprising the Authority's network.

Financial statement presentation of the Foundation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations.* Under SFAS No. 117, the Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets as applicable. As of June 30, 2009, there were no permanently restricted net assets.

D. Basis of Accounting and Measurement Focus

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual -

Governmental-type activities in the government-wide financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

The financial statements of the Foundation for Excellence in Louisiana Public Broadcasting have also been prepared on the accrual basis in which revenue is recognized when earned and expenses are recognized when incurred.

2. Modified Accrual -

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means that the amount of the transaction can be determined and "available" means that the amount of the transaction is collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. A one-year availability period is used for revenue recognition for all governmental fund type revenues. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due.

Contributions received by the Foundation are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose of restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restrictions.

E. Budgets and Budgetary Accounting

The budgetary process incorporates a yearly appropriation process, which is valid for a period of one year. Title 39:136 provides for an extension period of 45 days in order to liquidate encumbrances established prior to June 30. The Authority is prohibited by Statute to over expend the legally adopted budget by category. Budget revisions are allowed and implemented by budgetary amendment with approval of the Legislative Budget Committee and by interim emergency appropriations granted by the Interim Emergency Board. The budgetary information presented in the financial statements represented the last approved budgetary revisions enacted as reflected by the last approved budgetary amendment. This budgetary information was adjusted for satellite and facility rental and related interest earnings, prepaid lease expense, general fund transfers to the Capital Outlay Fund, self generated revenues, LEAF acquisitions, and in kind contributions all of which the Authority does not budget for, encumbrances outstanding at year end, and for other miscellaneous adjustments which were in the original budget but not recorded in the financial statements.

Budgetary data for the Capital Project Funds has not been presented in the accompanying financial statements as such funds are budgeted over the life of the respective project and not on an annual basis.

F. Encumbrances

Encumbrances representing purchase orders, contracts or other commitments are recorded in 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.

G. Petty Cash Imprest Fund

The Authority maintains a permanent travel and petty cash imprest fund in the amount of $3,500 as authorized by the Commissioner of Administration in accordance with State law. The funds are permanently established and periodically replenished from the Authority's operating fund when expenditure vouchers are presented.

H. Assets, Liabilities, and Net Assets or Equity

Capital Assets

Capital assets acquired by the Authority are not included in the accompanying financial statements, but are reported in the State of Louisiana's comprehensive annual financial report. The Authority acts only as a custodian of these assets and title actually rests with the State of Louisiana.

Capital assets of the Foundation for Excellence in Louisiana Public Broadcasting are recorded at cost, less accumulated depreciation, and are depreciated using the straight-line method over the useful lives of the assets, which range from two to five years. Expenditures for repairs and maintenance are charged to operating expense as incurred.

Marketable Securities and Investments

The component unit records investments in accordance with Statement of Financial Accounting Standards (SFAS) No. 124, *Accounting for Certain Investments Held by Not-for-Profit Organizations*, investments in all debt and equity securities with readily determinable fair values are reported at their fair value. All other investments are reported at historical cost if purchased, or, if contributed, at fair value at the date of contribution.

Costs Incurred for Programs Not Yet Broadcast

Costs incurred for programs not yet broadcast relate to programs acquired by the Foundation for Excellence in Louisiana Public Broadcasting with broadcast dates subsequent to June 30, 2009. Grants, contributions and underwriting related to these programs are included in deferred revenue. As the programs are telecast, the costs incurred will be included in operating expenses and the related deferred revenue will be recognized.

Contributed Services/In-kind Contributions

In-kind contributions are recorded as revenue and expenditures in the Authority's financial statements. In-kind contributions consist of donated facilities, administrative support, and programming. These donations are recorded at fair value.

During the year ended June 30, 2009, the value of contributed services or assets meeting the requirements for recognition by the Foundation was not material and has not been recorded.

Long-Term Obligations

In the government-wide financial statements, debt principal payments of governmental activities are reported as decreases in the balance of the liability on the Statement of Net Assets. In the fund financial statements, however, debt principal payments of governmental funds are recognized as expenditures when paid.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Accrued Vacation and Sick Leave

State employees, both classified and unclassified, earn annual and sick leave at various rates depending on the number of years of service. There is no limit on the amount of annual or sick leave that can be accumulated. The Authority is legally liable to compensate an employee upon retirement or termination for up to 300 hours of unused annual leave. Upon retirement, the number of hours of unused annual leave in excess of 300 hours plus the number of hours of unused sick leave is computed into years or fraction of years and is added to the number of years service earned by the retiree. The unused annual and sick leave is counted towards the number of year's service only for computing the rate of retirement pay due the retiree and does not count toward the number of years necessary for retirement.

In the government-wide financial statements, the total compensated absences liability is recorded as an expense and a long-term obligation and allocated on a functional basis. 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 June 30, 2009, in the governmental fund-type financial statements. Therefore this amount represents a reconciling item between the fund and government-wide presentation.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt 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. Net assets are reported as restricted when there are limitations imposed on their use by external parties such as creditors, grantors, laws or regulations of other governments.

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

I. Income Taxes

The Foundation for Excellence in Louisiana Public Broadcasting has been recognized by the Internal Revenue Service as an organization exempt from Federal Income Tax under Section 501c(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been included in their financial statements.

Note 2 - Deposits and Investments -

Deposits

For reporting purposes, bank accounts and money market funds are included as deposits. Deposits in bank accounts and money market funds are stated at cost, which approximate market. Under State law these deposits must be secured by federal deposit insurance or pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank. The deposits of the L.E.T.A. and the Foundation at June 30, 2009 were secured as follows:

L.E.T.A.:

	Deposits in Bank Accounts		
	Cash	Other (Money Market Accounts)	Total
Deposits in Bank Accounts per Balance Sheet	$ 8,410,030	$ -	$ 8,410,030
Bank Balances (Category 3 Only) Identify Amounts Reported as Category 3 by the Descriptions Below:			
a. Uninsured and Uncollateralized	$ -	$ -	$ -
b. Uninsured and Collateralized with Securities Held by the Pledging Institution	-	-	-
c. Uninsured and Collateralized with Securities Held by the Pledging Institution's Trust Department or Agent but not in the Entity's Name	-	-	-
Total Category 3 Bank Balances	$ -	$ -	$ -
Total Bank Balances (Regardless of Category)	$ 8,410,379	$ -	$ 8,410,379

Included above is cash held in the Treasury in the amount of $160,481, cash held as Capital Outlay funds in the amount of $8,246,049, and cash held in financial institutions in the amount of $3,500.

Foundation:

	Deposits in Bank Accounts		
	Cash	Other (Money Market Accounts)	Total
Deposits in Bank Accounts per Balance Sheet	$ 5,384,350	$ 421,102	$ 5,805,452
Bank Balances (Category 3 Only):			
a. Uninsured and Uncollateralized	$ 14,801	$ -	$ 14,801
b. Uninsured and Collateralized with Securities Held by the Pledging Institution	-	-	-
c. Uninsured and Collateralized with Securities Held by the Pledging Institution's Trust Department or Agent, but not in the Entities Name	5,148,209	-	5,148,209
Total Category 3 Bank Balances	$ 5,163,010	$ -	$ 5,163,010
Total Bank Balances (Regardless of Category)	$ 5,452,688	$ 421,102	$ 5,873,790

Custodial Credit Risk - Deposits. In the case of deposits, this is the risk that in the event of a bank failure, the L.E.T.A.'s and the Foundation's deposits may not be returned to it. As of June 30, 2009, $5,163,010 of the Foundation's bank balance $5,873,790 was exposed to custodial credit risk because it was either uninsured and uncollateralized or uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the entities name. All of the L.E.T.A.'s deposits were held by the State Treasurer with the exception of a small cash account which was completely covered by FDIC insurance.

Investments

Custodial Credit Risk - Investments. Custodial credit risk for investments is the risk that in the event of the failure of the counterparty to a transaction, the Foundation will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. Investments are exposed to custodial credit risk if the securities are uninsured and unregistered and are either held by the counterparty, or by the counterparty's trust department or agent but not in the name of the Foundation.

At June 30, 2009, all of the Foundation's investments were held by an agent in the name of the Foundation.

Interest Rate Risk - Investments. Interest rate risk is defined as the risk that changes in interest rates will adversely affect the fair value of investments. Also, investments can be highly sensitive to changes in interest rates due to their terms or characteristics.

The Foundation's investment policy states that the weighted maturity of the fixed income portfolio shall not exceed fifteen years, excluding government obligations or agency securities at the time of purchase nor an average life exceeding twelve years for mortgages. Furthermore, the Foundation invests in a mutual fund which is made up of various hedge funds which may take both long and short term positions and use leverage.

As of June 30, 2009, the Foundation had the following debt investments and maturities:

			Investment Maturities (in Years)			
Investment Type	Cost	Fair Value	Less Than 1	1 - 5	6 - 10	More Than 10
U.S. Treasury Securities	$ 307,824	$ 312,897	$ 53,006	$ 84,728	$ 175,163	$ -
U.S. Government Agency Securities	203,942	203,808	-	-	203,808	-
Corporate Bonds	558,823	585,175	-	529,900	55,275	-
Total	$ 1,070,589	$ 1,101,880	$ 53,006	$ 614,628	$ 434,246	$ -

Credit Risk - Investments. The credit risk of investments is the risk that the issuer or counterparty will not meet its obligations. This credit risk is measured by the credit quality ratings of investments in debt securities as described by nationally recognized statistical rating organizations (rating agencies) such as Standard & Poor's (S&P) and Moody's.

The Foundation limits its investment in bonds to those classified as investment grade by S&P (BBB or better) and Moody's (Baa or better). Investments in commercial paper must have a rating of not less than A1 by S&P and P1 by Moody's.

The following table illustrates the Foundation's investment exposure to credit risk as of June 30, 2009:

Rating	Fair Value
AAA	$ 623,897
AA	139,082
A	281,901
BAA	57,000
	$ 1,101,880

Concentration of Credit Risk - Investments. The concentration of credit risk is the risk of loss that may occur due to the amount of investment in a single issuer (not including investments issued or guaranteed by the U.S. government, investments in mutual funds or external investment pools). The Foundation's investment policy limits the percentage that can be invested in the securities of any one issuer, excluding obligations of the U.S. Government at the time of purchase to no more than 5% of the Foundation's total equity assets. At June 30, 2009, the Foundation did not have more than 5% of its total investments that were invested with one issuer.

Note 3 - Investments -

The cost and estimated fair value including gross unrealized gains and losses of the Foundation's investments at June 30, 2009 were as follows:

	Cost	Unrealized Gains	Unrealized Losses	Fair Value
U.S. Treasury Securities	$ 307,824	$ 5,073	$ -	$ 312,897
U.S. Government Agency Obligations	203,942	-	134	203,808
Common Stocks	11,969,722	206,032	2,404,461	9,771,293
Corporate Bonds	558,823	26,352	-	585,175
Mutual Funds	545,929	122,515	-	668,444
Meridian Horizon Fund	1,561,048	1,516,073	-	3,077,121
	$ 15,147,288	$ 1,876,045	$ 2,404,595	$ 14,618,738

Included in the caption "Interest and Investment Earnings" on the Statement of Activities are as follows:

	Primary Government	Component Unit
Realized Gains	$ -	$ 431,500
Realized (Losses)	-	(1,741,266)
Net Decrease in Unrealized Gains at June 30, 2009 Compared to June 30, 2008	-	(3,098,141)
Net Interest and Dividend Income	13,157	374,115
	$ 13,157	$ (4,033,792)

Meridian Horizon Fund invests in various long-term and short-term equity positions in United States and European stocks. It also may invest in options, futures and other forms of derivative investments.

There were no marketable securities held by the primary government at June 30, 2009.

Note 4 - Fair Value Measurements -

FASB Statement No. 157, Fair Value Measurements, establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels. Level 1 inputs to the valuation methodology are based on unadjusted quoted prices for identical assets in active markets that the Foundation has the ability to access. Level 2 inputs are based primarily on quoted prices for similar assets in active or inactive markets and/or based on inputs that are derived principally from or corroborated by observable market data. Level 3 inputs are unobservable and are based on assumptions market participants would utilize in pricing the asset.

The Foundation uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. The asset's fair value measurement level with the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. When available, valuation techniques maximize the use of observable inputs and maximize the use of unobservable inputs.

Investments in U.S. treasury securities, U.S. government obligations, common stocks and corporate bonds are valued at the quoted market prices in the active market on which the individual securities are traded.

The investments in mutual funds represent various specific investments and various pools of funds held by BRAF for the benefit of the Foundation and other non-profit organizations. These funds are valued at the fair value of the underlying securities which are primarily determined from closing prices reported on the active market.

The investments in Meridian Horizon Fund represent mutual funds which are invested in various hedge activities. These funds are valued based on information received from the underlying hedge fund managers regarding their Fund's net asset value.

The following table sets forth by level, within the fair value hierarchy, the Foundation's assets at fair value as of June 30, 2009:

	Assets at Fair Value as of June 30, 2009			
	Level 1	Level 2	Level 3	Total
U.S. Treasury Securities	$ 312,897	$ -	$ -	$ 312,897
U.S. Government Agency Obligations	203,808	-	-	203,808
Common Stocks	9,771,293	-	-	9,771,293
Corporate Bonds	585,175	-	-	585,175
Mutual Funds	195,107	462,805	10,532	668,444
Meridian Horizon Fund	-	-	3,077,121	3,077,121
	$ 11,068,280	$ 462,805	$ 3,087,653	$ 14,618,738

The following table provides further details of the Level 3 fair value measurements:

	Mutual Funds	Meridian Horizon Fund
Balance, July 1, 2008	$ 6,893	$ 4,986,346
Net Investment Income (Loss)	3,639	(725,218)
Purchases (Sales) Net	-	(1,184,007)
Balance, June 30, 2009	$ 10,532	$ 3,077,121

Note 5 - Receivables and Payables -

Receivables consist of the following at June 30, 2009:

	Governmental Activities	Component Unit
Accounts/Interagency	$ 666,704	$ 604,008
Accrued Interest	-	11,200
	$ 666,704	$ 615,208

Payables consist of the following at June 30, 2009:

	Governmental Activities	Component Unit
Accounts	$ 424,731	$ 121,835
Accrued Payroll	234,417	-
	$ 659,148	$ 121,835

Note 6 - Lease and Rental Commitments -

The Authority's operating rental commitments consist of various tower sites. These operating lease agreements have nonappropriation exculpatory clauses that allow cancellation if the Legislature does not make an appropriation for its continuation during any future fiscal period.

In October 2006, the Authority entered into an operating lease agreement with SES American, Inc. for the use of their transponder. The agreement was for $52,830 per month and expired on September 30, 2008. Upon expiration of this lease, the Authority renewed the lease agreement with SES American, Inc. for a five year period beginning October 1, 2008 with a monthly payment of $58,340.
The Authority paid the lease monthly during the year ended June 30, 2009. Per the terms of these agreements, the lease is contingent upon the State Legislature continuing to fund appropriations in order for the authority to meet the lease obligations.

Total operating rental and lease expenditures for the year ended June 30, 2009 amounted to $789,392.

Commitments under the above operating lease agreements provide for annual rental payments as follows:

Year	Rental Property	Amount
2010	Tower Sites/Satellite	$ 829,788
2011	Tower Sites/Satellite	825,788
2012	Tower Sites/Satellite	821,784
2013	Tower Sites/Satellite	812,780
2014	Tower Sites/Satellite	287,720
Thereafter	Tower Sites/Satellite	458,317
		$4,036,177

Note 7 - Schedule of Board Members, Committee Meetings Attended, and Per Diem Paid -

Louisiana Educational Television Authority:

Board Member	Board Meetings Attended	Per Diem Paid
Mellie Bailey	3	$ -
Wayne Berry	6	-
Gwendolyn Carter	6	-
Fr. James Carter	2	-
Dr. Sally Clausen	2	-
Carl Crowe	8	-
Bob Davidge	3	-
Barbara Decuir	7	-
Glenn Kinsey	7	-
Christian Goudeau	7	-
Felicia Harry	5	-
Linda Johnson	2	-
Deborah Randolph	6	-
Betty Lauricella	2	-
Paul Sawyer	7	-
Joe Salter	4	-
Nancy Roach	1	-
George Sirven	4	-
Deano Thornton	8	-
Dr. William Weldon	3	-
		$ -

Foundation for Excellence in L.P.B.:

Board Member	Board Meetings Attended	Per Diem Paid
Dudley Coates	3	$ -
Alston Johnson	3	-
Mary Joseph	2	-
Frank McArthur	2	-
Huel Perkins	3	-
Charles Spencer	3	-
Joe Traigle	3	-
		$ -

Note 8 - Due from Component Unit (Foundation for Excellence in L.P.B.) -

During the prior years, monies were received from various universities who were leasing unused transponder space on a satellite owned by Louisiana Educational Television Authority (L.E.T.A.). In addition, the Foundation received insurance proceeds for the damages to the transponder, which is offset by payments made for transponder services. Upon receipt, these rental payments were deposited in the Trust account of the Foundation and are therefore considered due to L.E.T.A. At June 30, 2009, the net amount collected for these rentals, insurance proceeds, and payments for service is $7,425,817 which includes $2,638,409 of interest earnings.

In the current year and prior years, $1,237,914 of these funds were spent on digital conversion expenses and other acquisitions on LETA's behalf. Accordingly, this cumulative amount has been applied to the due to L.E.T.A. balance at June 30, 2009.

In addition, the Foundation previously entered into a contract with the Louisiana Lottery Corporation to provide production and nightly distribution services for the various lottery games. All equipment used in providing these services was purchased by the Foundation on behalf of L.E.T.A. and were recorded on L.E.T.A.'s fixed asset listing in the prior years. Accordingly, the cumulative net of revenue earned less expenses incurred for these services amounted to $841,587 and is considered owed to L.E.T.A. This amount is also included in the Due to L.E.T.A. balance at June 30, 2009.

In the prior years, the Foundation received on behalf of L.E.T.A. $3,079,800 for the purchase of equipment and payment of a tower lease. During prior years, all of these funds had been used or transferred to L.E.T.A. for the purchase of equipment and payment of a tower lease.

During the prior years, the Foundation transferred funds in the amount of $6,000,000 to L.E.T.A.'s State Capital Outlay Fund. The monies will be used to fund future capital outlay projects. The balance of these funds amounted to $1,029,490 at June 30, 2009. These funds are expected to be transferred to L.E.T.A.'s State Capital Outlay Fund during the next fiscal year.

Note 9 - Changes in Capital Assets -

A summary of changes in capital assets of the component unit is as follows:

	Balance at July 1, 2008	Additions	Deletions	Balance at June 30, 2009
Furniture and Fixtures	$ 69,938	$ -	$ -	$ 69,938
Less: Accumulated Depreciation	(69,938)	-	-	(69,938)
Component Unit Capital Assets, Net	$ -	$ -	$ -	$ -

Depreciation expense for the year ended June 30, 2009 was $-0-.

Note 10 - Summary of Changes in Long-Term Debt -

The following is a summary of the changes to General Long-Term Obligations for the year ended June 30, 2009:

	Balance at July 1, 2008	Additions	Reductions	Balance at June 30, 2009
Compensated Absences Payable	$ 573,216	$ 89,649	$ -	$ 662,865
LEAF Acquisitions Payable	1,107,185	-	263,024	844,161
Long-Term OPEB Liabilities	1,744,013	1,778,100	174,471	3,347,642
	$ 3,424,414	$ 1,867,749	$ 437,495	$ 4,854,668

The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of the long-term obligations as of June 30, 2009:

	LEAF Acquisitions Payable	Compensated Absences	Long-Term OPEB Liability	Total
Current Portion	$ 271,878	$ 165,716	$ -	$ 437,594
Long-Term Portion	572,283	497,149	3,350,761	4,420,193
Total	$ 844,161	$ 662,865	$ 3,350,761	$ 4,857,787

A schedule of the future principal payments for the LEAF Acquisitions Payable at June 30, 2009 is as follows:

Year	
2010	$ 271,878
2011	280,927
2012	291,356
	$ 844,161

Note 11 - Retirement System -

Plan Description: Substantially all employees of the Authority are members of the Louisiana State Employees' Retirement System (LASERS), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. LASERS provides retirement, disability, and survivor benefits to participating, eligible employees. Benefits are established and amended by state statute. Benefits are guaranteed by the State of Louisiana under provisions of the Louisiana Constitution of 1974. 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, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (504) 922-0600.

Funding Policy: Plan members of the Authority are required by state statue to contribute 7.5 percent or 8.0 percent of their annual covered salary and the office (as the employer) is required to contribute at an actuarially determined rate. The current employer rate is 18.50% percent of annual covered payroll. The contribution requirements of plan members and the employer are established by, and may be amended by, state law. As required by state law, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The employer contribution is funded by the State of Louisiana through the annual legislative appropriation. The Authority's contributions to LASERS for the year ended June 30, 2009 was $1,098,257, which $319,641 was contributed by employees and $763,857 and $14,759 was contributed by the Authority and the Foundation, respectively, and was equal to the required contribution for the year.

Note 12 - Post Employment Benefits Other Than Pensions -

Plan Description - The Authority participates in the State of Louisiana's defined benefit postemployment healthcare plan which provides medical and life insurance benefits to the Authority's eligible retired employees and their beneficiaries. The plan is an agent multiple-employer postemployment healthcare plan administered by the State of Louisiana Office of Group Benefits (OGB). The OGB does not issue a publicly available financial report that includes the financial statements and required supplementary information for the State's healthcare plan. However, this information is included in the State of Louisiana CAFR financial statements. Benefit provisions of the plan are authorized under La R.S. 42.801-883.

Funding Policy - The Authority's postemployment insurance benefits have been funded on a pay as you go basis; therefore, none of the Actuarial Accrued Liability at July 1, 2008 had been funded. The Authority currently funds on a cash basis as benefits are paid. No assets have been segregated and restricted to provide postemployment benefits.

The following summarizes the contribution requirements of plan members and the Authority:

Employees hired before January 1, 2002 pay approximately 25% of the cost of coverage (except single retirees under age 65 pay approximately 25% of the active employee cost.)

Employees hired on or after January 1, 2002 pay a percentage of the total contribution rate based on the following Schedule:

Service	Contribution Percentage
Under 10 years	81%
10 - 14 years	62%
15 - 19 years	44%
20 + years	25%

Annual OPEB Cost and Net OPEB Obligation - The Authority's annual other post employment benefit (OPEB) cost (expense) is calculated based on the annual required contributions of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Authority's annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the Authority's net OPEB obligations.

Annual Required Contributions	$ 1,778,100
Interest on Net OPEB Obligation	69,761
Adjustment to ARC	(66,642)
Annual OPEB Cost	1,781,219
Contributions Made	(174,471)
Increase in Net OPEB Obligations	1,606,748
Net OPEB Obligation - Beginning of Year	1,744,013
Net OPEB Obligation - End of Year	$ 3,350,761

The Authority's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for fiscal year June 30, 2009 and 2008 was as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2008	$ 1,918,800	9.1%	$ 1,744,013
June 30, 2009	$ 1,781,219	9.8%	$ 3,350,761

GASB 45 was implemented on a prospective basis during fiscal year ended June 30, 2008; therefore, only information for the years ended June 30, 2009 and 2008 was presented in the above table.

Funded Status and Funding Progress – As of July 1, 2008, the actuarial valuation date, the actuarial accrued liability (AAL) was $19,731,200 and none of the AAL had been funded.

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

The schedule of funding progress presented below, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. Because fiscal year ended June 30, 2008 was the year of implementation for GASB Statement No. 45 and the Authority elected to apply the statement prospectively, only information for the years ended June 30, 2009 and 2008 are presented in the schedule at this time. In future years, additional required trend data will be presented.

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

In the July 1, 2008, actuarial valuation, the projected unit credit method was used. The actuarial assumptions included a 4.0 percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 9.0 percent initially, reduced by decrements to an ultimate rate of 5 percent after fifteen years.

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a) /c)
07/01/07	$0	$19,537,400	$19,537,400	0.0%	$4,110,812	475.3%
07/01/08	$0	$19,731,200	$19,731,200	0.0%	$3,836,000	514.4%

Note 13 - Related Party Transactions - Friends of Louisiana Public Broadcasting -

The Louisiana Educational Television Authority d/b/a Louisiana Public Broadcasting (LPB) and Friends of Louisiana Public Broadcasting entered into a mutual agreement dated December 6, 1994. Under the terms of this agreement, cash and investments with a market value of $1,957,708 were transferred upon execution of the agreement from Friends of Louisiana Public Broadcasting to an outside third party, the Baton Rouge Area Foundation, who established a fund in the name of LPB in the nature of an endowment, to provide current income and long term protection for the operations of LPB. Per the terms of the agreement LPB may designate who the funds are distributed to and therefore designated the Foundation to receive these funds.

Furthermore, a separate agreement dated August 9, 1994, (as amended in 2002) was entered into between Friends of Louisiana Public Broadcasting and the Foundation for Excellence in Louisiana Public Broadcasting. Under the terms of this agreement, Friends of Louisiana Public Broadcasting transfers quarterly excess funds as calculated per the agreement, to be used to pay for certain approved expenses. For the fiscal year ended June 30, 2009, $866,568 was transferred to the Foundation (which includes a receivable of $165,725) under the terms of this agreement.

At June 30, 2009, $1,159,161 of the temporarily restricted net assets available for the purposes specified in these two agreements were spent and therefore released from restriction. There were no remaining temporarily restricted net assets at June 30, 2009.

Note 14 - Endowment Net Assets -

As of June 30, 2009 the Board of Directors has designated $1,665,770 of unrestricted net assets as a general endowment fund to support the mission of the Foundation. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds, including funds designated by the Foundation to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions. Since the endowment resulted from an internal designation and is not donor-restricted, it is classified and reported as unrestricted net assets.

In August 2008, the Financial Accounting Standards Board issued *Staff Position No. FAS 117-1, Endowments of Not-for-Profit Organizations: Net Assets Classifications of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act*, and *Enhanced Disclosures for All Endowment Funds (FAS 117-1)*. FAS 117-1 provides guidance on the net asset classification of donor-restricted endowment funds for a not-for-profit organization that is subject to an enacted version of the Uniform Prudent Management of Institutional Funds Act of 2006 (UPMIFA). FAS 117-1 also expands disclosure about an organization's endowment funds (both donor restricted and board designated) whether or not the organization is subject to UPMIFA.

The Foundation is incorporated in the State of Louisiana which has not adopted UPMIFA.

The Foundation's primary long-term investment objective is to enhance the portfolio of the Foundation through capital appreciation and reinvestment of income. The Investment Committee recognized that this objective can be met over time only if the purchasing power of the investment is increased on a real dollar (inflation adjusted) basis. As such, these funds shall be invested in companies and opportunities whose operational philosophy and management activities are consistent with the overall mission of the Investment Committee.

The Committee expects to achieve at least three of the four following investment goals:

A. To achieve a return that is in the top third of a representative universe at professionally managed funds.

B. To exceed the return of a market index, on an annualized basis weighted to replicated the asset allocation policy of the Foundation.

C. To exceed the rate of inflation as measured by the Consumer Price Index (CPI), by at least 500 basis points on an annualized basis.

D. To achieve a positive risk adjusted return.

The Board of Directors is cognizant that, in order to preserve and enhance the value of the Foundation's assets over time and to ensure that the Foundation's principal and income increases at the rate of inflation, spending each year should only be taken from the rate of return above inflation.

Changes in endowment net assets for the year ended June 30, 2009 were:

	Unrestricted
Board-Designated Endowment Net Assets, Beginning of Year	$ 2,131,153
Investment Income (Loss), Net of Expenses of $10,479	(155,986)
Net Depreciation	(309,397)
Board-Designated Endowment Net Assets, End of Year	$ 1,665,770

Note 15 - Designation of Fund Balances/Net Assets -

Louisiana Educational Television Authority's Board Members have designated the unreserved portion of the Authority's fund balance resulting from accumulated satellite rental revenue earned in the current and prior years. These funds are to be used for future anticipated technological advances in converting to digital television and expenses relating to maintenance and replacement of the interconnection system. This designation is reflected on the fund financial statements - balance sheet for governmental funds.

Foundation for Excellence in Louisiana Public Broadcasting's Board Members have designated the unreserved portion of the Foundation's net assets resulting from its various operations for the following specific projects:

- The total of the "Due to LETA" funds for digital equipment and capital expenditures
- $6 million for annual operating expenses
- $2 million for permanent Endowment
- $2.5 million for formal education and outreach activities
- $3 million for Louisiana Productions
- $1 million for digital services, new media, and program distribution
- Balance for emergencies

Note 16 - Restricted Net Assets -

Restricted net assets at June 30, 2009 consist of the following:

	Governmental Activities	Component Unit
Capital Projects	$ 7,429,161	$ -
Leases	329,117	-
	$ 7,758,278	$ -

Note 17 - Leases -

Louisiana Educational Television Authority:

During fiscal year ended June 30, 2007, L.E.T.A. entered into various leases that authorized the use of excess broadband capacity. Each lease had an initial lease term with the option to renew at the end of the initial term. The lease also requires periodic payments at various anniversary dates throughout the contract. Lease revenue is $174,038 for the year ended June 30, 2009.

The following is a schedule by years of future minimum rental payments receivable on non-cancelable long-term leases as of June 30:

Year Ended June 30,	Future Rental Revenue
2010	$ 101,628
2011	101,628
2012	25,407
	$ 228,663

Foundation for Excellence in L.P.B.:

During fiscal year ended June 30, 2007, the Foundation entered into various leases that authorized the use of excess broadband capacity. Each lease had an initial lease term with the option to renew at the end of the initial term. The lease also requires periodic payments at various anniversary dates throughout the contract. Lease revenue is $134,548 for the year ended June 30, 2009.

The following is a schedule by years of future minimum rental payments receivable on non-cancelable long-term leases as of June 30:

Year Ended June 30,	Future Rental Revenue
2010	$ 68,652
2011	68,652
2012	17,163
	$154,467

INDEPENDENT AUDITOR'S REPORT OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

HTB Hannis T. Bourgeois, LLP
Certified Public Accountants

2322 Tremont Drive • Baton Rouge, LA 70809
178 Del Orleans Avenue, Suite C • Denham Springs, LA 70726
Phone: 225.928.4770 • Fax: 225.926.0945
www.htbcpa.com

August 28, 2009

To the Members of the Louisiana Educational
Television Authority
State of Louisiana
Baton Rouge, Louisiana

We have audited the financial statements of the governmental activities, the discretely presented component unit, and each major fund of the Louisiana Educational Television Authority, as of and for the year ended June 30, 2009, which collectively comprise the Louisiana Educational Television Authority's basic financial statements and have issued our report thereon dated August 28, 2009. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Authority's internal control over financial reporting as a basis for designing our auditing procedures 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 Authority's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Authority's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Authority's financial statements that is more than inconsequential will not be prevented or detected by the Authority's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Authority's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authority'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 determination of financial statement amounts. 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*.

This report is intended solely for the information of management, others within the Organization, and the Office of the Legislative Auditor, State of Louisiana, Louisiana Department of Education, and various cognizant agencies, and is not intended to be and should not be used by anyone other than these specified parties. However, under the provisions of Louisiana Revised Statute 24:513, this report is distributed by the legislative auditor as a public document and its distribution is not limited.

Respectfully submitted,

Hannis T. Bourgeois, LLP

LOUISIANA EDUCATIONAL TELEVISION AUTHORITY
(A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE STATE OF LOUISIANA)

SUMMARY SCHEDULE OF AUDIT FINDINGS

FOR THE YEAR ENDED JUNE 30, 2009

No current year audit findings.

LOUISIANA EDUCATIONAL TELEVISION AUTHORITY
(A PUBLIC TELECOMMUNICATIONS ENTITY
OPERATED BY THE STATE OF LOUISIANA)

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

FOR THE YEAR ENDED JUNE 30, 2009

No prior year audit findings.

ANNUAL FINANCIAL REPORT

662

Schedule Number

STATE OF LOUISIANA
Annual Fiscal Reports
Fiscal Year Ending June 30, 2009

LOUISIANA EDUCATIONAL TELEVISION AUTHORITY
7733 PERKINS ROAD
BATON ROUGE, LA 70810

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

Physical Address:
1201 North Third Street
Claiborne Building, 6th Floor, Suite 6-130
Baton Rouge, Louisiana 70802

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

Physical Address:
1600 North Third Street
Baton Rouge, Louisiana 70802

AFFIDAVIT

Personally came and appeared before the undersigned authority, Elizabeth "Beth" Coutney, Executive Director of Louisiana Educational Television Authority (LETA) who duly sworn, deposes and says, that the financial reports herewith given present fairly financial information of the Louisiana Educational Television Authority at June 30, 2009 and the results of operations for the year then ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board. Sworn and subscribed before me, this 28th day of August, 2009.

Beth Courtney
Signature of Agency Official

Erin C Day
NOTARY PUBLIC
Erin C. Day, La Bar No 29139

Prepared by: Joanne Gaudet
Title: Director of Business Services
Telephone No.: 225-767-4270
Date: August 28, 2009
Email: jgaudet@lpb.org

RUN DATE : 08/15/09
RUN TIME : 20:09:18
REPORT ID : 4631-085
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STATE OF LOUISIANA
GENERAL OPERATING APPROPRIATION FUNDS
SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY COMPARISON
CURRENT YEAR APPROPRIATION (BUDGET - LEGAL BASIS)
FOR YEAR ENDED JUNE 30, 2009

LA EDUCATIONAL TV AUTHORITY

ISIS AGENCY NO. 662

		CASH BASIS I	ADJUSTMENTS II	ACCRUAL III	AGENCY ADJUSTMENTS IV	TOTAL V	REVISED BUDGET VI	VAR FAVORABLE (UNFAVORABLE) VII
A	REVENUES							
1	APPROPRIATED BY LEGISLATURE:							
2	STATE GENERAL REVENUE	9,527,160.00	0.00	0.00		9,527,160.00	9,527,160	0.00
5	GENERAL FUND-SGR	910,288.89	0.00	137,009.03	<454,526>	592,771.92	1,060,728	467,956.08
6	GENERAL FUND- IAT	19,313.68	0.00	127,241.56	7,500	154,055.24	210,256	56,200.76
11	TOTAL APPROPRIATED REVENUE	10,456,762.57	0.00	264,250.59	<447,026>	10,273,987.16	10,798,144	524,156.84
B	EXPENDITURES							
12	APPROPRIATED EXPENDITURES:							
	ACT 672 & HIRING FREEZE	0.00	0.00	0.00		0.00	0	0.00
	ADMINISTRATION/SUPPORT SRVS	862,099.17	0.00	0.00		862,099.17	862,101	1.83
	BROADCASTING	9,434,013.10	14,857.93-	424,900.89	174,108	10,018,164.06	9,936,043	82,121.06
27	TOTAL APPROPRIATED EXPENDITURES	10,296,112.27	14,857.93-	424,900.89	174,108	10,880,263.23	10,798,144	82,119.23
28	EXCESS (DEFICIENCY) OF APPROPRIATED REVENUES OVER APPROPRIATED EXPENDITURES	160,650.30	14,857.93	160,650.30-		606,276.07	0	606,276.07

SCHEDULE 1

STATE OF LOUISIANA
SCHEDULE OF APPROPRIATED REVENUE BY TYPE
GENERAL OPERATING APPROPRIATION FUNDS
FOR YEAR ENDED JUNE 30, 2009

LA EDUCATIONAL TV AUTHORITY

ISIS AGENCY NO. 662

	APPROPRIATED REVENUE FUND	ISIS APPR NUMBER I	REVENUE SOURCE CODE II	CLASSIFIED CASH RECEIPTS THROUGH JUNE 30, 2009 III	UNCLASSIFIED CASH RECEIPTS AT JUNE 30, 2009 IV	TOTAL CASH DEPOSIT WITH TREASURY III + IV V	ACCOUNTS RECEIVABLE AT JUNE 30, 2009 VI	AGENCY ADJUSTMENT VII	TOTAL REVENUE VIII
	FEDERAL AID								
A	SUBTOTAL - FEDERAL AID			0.00	0.00	0.00	0.00		0.00
	GENERAL FUND-SGR								
B0		002	1835	0.00	0.00	0.00	137,009.03		137,009.03
B0			1835	910,288.89	0.00	910,288.89	0.00	<454,526>	455,762.89
B	SUBTOTAL - GENERAL FUND-SGR			910,288.89	0.00	910,288.89	137,009.03	<454,526>	592,771.92
	GENERAL FUND- IAT								
C0		003	1835	11,813.68	0.00	11,813.68	0.00		11,813.68
C0			1930	0.00	0.00	0.00	127,241.56		127,241.56
C0			1935	7,500.00	0.00	7,500.00	0.00	7,500	15,000.00
C	SUBTOTAL - GENERAL FUND- IAT			19,313.68	0.00	19,313.68	127,241.56	7,500	154,055.24
	AUXILIARY FUND								
D	SUBTOTAL - AUXILIARY FUND			0.00	0.00	0.00	0.00		0.00
	OTHER FUNDS								
E	SUBTOTAL - OTHER FUNDS			0.00	0.00	0.00	0.00		0.00

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STATE OF LOUISIANA
SCHEDULE OF APPROPRIATED REVENUE BY TYPE
GENERAL OPERATING APPROPRIATION FUNDS
FOR YEAR ENDED JUNE 30, 2009

LA EDUCATIONAL TV AUTHORITY

ISIS AGENCY NO. 662

APPROPRIATED REVENUE FUND	ISIS APPR NUMBER I	REVENUE SOURCE CODE II	CLASSIFIED CASH RECEIPTS THROUGH JUNE 30, 2009 III	UNCLASSIFIED CASH RECEIPTS AT JUNE 30, 2009 IV	TOTAL CASH DEPOSIT WITH TREASURY III + IV V	ACCOUNTS RECEIVABLE AT JUNE 30, 2009 VI	AGENCY ADJUSTMENT VII	TOTAL REVENUE VIII
F TOTAL - APPROPRIATED REVENUE			929,602.57	0.00	929,602.57	264,250.59	<447,026>	746,827.16

SCHEDULE 3

(Agencies with cash basis programs only)

____

(Agency Name)
STATE OF LOUISIANA
SCHEDULE OF ADJUSTMENTS DUE TO CASH BASIS PROGRAMS
JUNE 30, 20___

Schedule No. ____________
ISIS Agency No. ____________

A. Appropriated Revenues/Fund Source and Type	ISIS Appropriation Number I	Total Revenue (Column VIII from Schedule 3) II	Cash Basis Program Accrual From 2007-2008 AFR III	Cash Basis Program Accrual For 2008-2009 IV	Adjusted Revenue For 2008-2009 V
1. Federal Funds	______	$______	$______	$______	$______
2. State funds by fees and self-generated revenue	______	______	______	______	______
3. State General Funds by interagency receipts	______	______	______	______	______
4. State funds by auxiliary	______	______	______	______	______
5. State funds by other	______	______	______	______	______
6. Total		$______	$______	$______	$______

B. Appropriated expenditure	ISIS Appropriation Number	Total Expenditure Schedule I	Cash Basis Program Accrual From 2007-2008 AFR	Cash Basis Program Accrual for 2008-2009	Adjusted Expenditure For 2008-2009
7. Program 1	______	$______	$______	$______	$______
8. Program 2	______	______	______	______	______
9. Program 3	______	______	______	______	______
10. Program 4	______	______	______	______	______
11. Program 5	______	______	______	______	______
12.	______	______	______	______	______
13.	______	______	______	______	______
14.	______	______	______	______	______
15.	______	______	______	______	______
16.	______	______	______	______	______
17. Total Expenditures		$______	$______	$______	$______

Schedule No.__________
ISIS Agency No. __________

____
(Agency Name)
STATE OF LOUISIANA
SCHEDULE OF NON APPROPRIATED (MAJOR STATE REVENUE & INCOME NOT AVAILABLE)
FOR THE YEAR ENDED JUNE 30, 20____

	ISIS Appropriation Number and Title I	Revenue Organization Number II	Revenue Source Code III	Classified Cash Receipts through June 30, 20__ IV	Unclassified Cash Receipts at June 30, 20__ V	Total Cash on Deposit with Treasury (IV + V) VI	Accounts Receivable at June 30, 20__ VII	Agency Adjustment to Modified Accrual Only VIII	Total Revenue IX
	Income not available:								
A-1				$	$	$	$	$	$
A-2									
A-3									
A-4									
A	Subtotal Income not available								
	Major State Revenue:								
B-1									
B-2									
B-3									
B-4									
B-5									
B-6									
B-7									
B-8									
B-9									
B	Subtotal Major State Revenue								
	Other Non-Appropriated:								
C-1									
C-2									
C-3									
C	Subtotal Other Non-Appropriated								
D	Total Non Appropriated Fund Sources			$	$	$	$	$	$

Schedule 4

LOUISIANA EDUCATIONAL TELEVISION AUTHORITY
STATE OF LOUISIANA
NON APPROPRIATED OTHER FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2009

Schedule No. 6
ISIS Agency No. 662

				TOTAL
REVENUES (Full Accrual)				
Satellite Interest	$	$ 13,157	$	$ 13,157
Donated Support		21,416		21,416
Lottery		124,680		124,680
Due To LETA - SGR		(129,685)		(129,685)
Lease Anniversary Payment		(194,464)		(194,464)
Total Revenues		(164,896)		(164,896)
EXPENSES (Full Accrual)				
Capital Outlay	$	$ 85,112	$	$ 85,112
Professional Services		21,416		21,416
Prepaid Lease Expense		180,192		180,192
Total Expenses		286,720		286,720
Excess (deficiency) of revenues over expenses	(154,659)	(451,616)		(606,275)
Fund balances at beginning of year	(476,305)	1,954,562		1,478,257
Adjustments				
Fund balances at end of year	$ (630,964)	$ 1,502,946	$	$ 871,982

Schedule 6

ISIS Agency No. 662
Schedule No.6-1

STATE OF LOUISIANA
LOUISIANA EDUCATIONAL TELEVISION AUTHORITY
ESCROW FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN BALANCEs
FOR THE YEAR ENDED JUNE 30, 2009

Balance at beginning of year	$ N/A
Revenues (additions July 1, 2008 through June 30, 2009):	
Expenditures (deductions July 1, 2008 through June 30, 2009):	
Balance as of June 30, 2009	
Accruals	
Receivables:	
Amount classified in 2009 (July 1, 2009 through August 14, 2009)	
*Amount classified in 2010 (July 1, 2009 through August 14, 2009)	
**Amount not classified as of August 14, 2009 (GASB 34 full accrual)	
Payables:	
Amount paid in 2009 (July 1, 2009 through August 14, 2009)	
*Amount paid in 2010 (July 1, 2009 through August 14, 2009)	
**Amount not paid as of August 14, 2009 (GASB 34 full accrual)	
Balance at end of year	$

*Should be accruals for prior year activity but reflected in the 2010 fiscal year.
**Should be accruals for prior year activity not yet reflected in the financial system.

Disclose GASB 34 Paragraph 111 amounts by organization not included in this schedule, and the ultimate fund in which they are recorded (see instructions):

Agency	Organization	Amount	Ultimate Fund Recorded In
		$	
		$	
		$	
	Total	$	

Prepared By________________________
Telephone________________________ Email________________________

Preparer: Joanne Gaudet

Phone Number: 767-4270

Cash Basis
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2009

DUNS Number: 017-852-104
EIN Number: 72-0850372

NOTE: If other than cash basis, please attach description of basis used.

Federal Grantor	Pass-Through Entity	Program Name/Title and Cluster Name	CFDA or Other Identifying No.	Pass-through Entity's Number	Project Name	Award ID Number	Award Period	Cash Disbursements	Receipts/ Issues	Total
Direct Awards:										
FEMA			97.036		Disaster Grants - Public Assistance (Presidentially Declared Disasters)			127,242		127,242
Awards from a Pass-Through Entity:										
U.S. Dept of Education	U.S. Dept of Education		84.002		Assisting Adults		1/1/08-12/31/08	11,814		11,814
							1/1/09-12/31/09	15,000		15,000
						Total		154,056		154,056

Schedule No. 10
ISIS Agency No. 662

STATE OF LOUISIANA
SCHEDULE OF PER DIEM PAID BOARD (COMMISSION) MEMBERS, BY FUND
FOR THE YEAR ENDED JUNE 30, 2009

NAME	NUMBER	AMOUNT
Mellie Bailey	3	$0.00
Wayne Berry	6	$0.00
Gwendolyn Carter	6	$0.00
Fr. James Carter	2	$0.00
Dr. Sally Clausen	2	$0.00
Carl Crowe	8	$0.00
Bob Davidge	3	$0.00
Barbara DeCuir	7	$0.00
Christian Goudeau	7	$0.00
Felicia Harry	5	$0.00
Linda Johnson	2	$0.00
Glenn Kinsey	7	$0.00
Betty Lauricella	2	$0.00
Deborah Randolph	6	$0.00
Nancy Roach	1	$0.00
Paul Sawyer	7	$0.00
George Sirven	4	$0.00
Joe Salter	4	$0.00
Deano Thornton	8	$0.00
Dr. Bill Weldon	3	$0.00
TOTAL		$0.00

The per diem payments are authorized by Louisiana Revised Statute 17:5 and are presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Legislature.

NOTE: Provide a separate copy of this schedule for each board (commission) by fund (appropriation).

Schedule No. 11
ISIS No. 662

STATE OF LOUISIANA
SCHEDULE OF CONSULTANT FEES FOR FEASIBILITY STUDIES
AND OTHER SPECIAL REPORTS, BY FUND
FOR THE YEAR ENDED JUNE 30, 2009

Accounting and Auditing	$17,800
TOTAL	$ 17,800

This schedule is prepared in compliance with Senate concurrent Resolution No. 35 of the Regular Session of 1974.

NOTE: Where more than one fund (appropriation) applies, separate by fund (appropriation).

Schedule No.13
ISIS Agency No. 662

SCHEDULE OF INTERAGENCY RECEIPTS
FOR THE YEAR ENDED JUNE 30, 2009

I	II	III	IV	V	VI
Agency Number	Source	Classified June 30, 2009	Unclassified June 30, 2009	Accounts Receivable on a Modified Accrual Basis	Totals
678	Dept of Ed	$19,313.68	$0.00	$7,500.00	$26,813.68
111	Homeland Security & Emergency Preparedness	$0.00	$0.00	$127,241.56	$127,241.56
	Total	$19,313.68	$ 0.00	$134,741.56	$154,055.24

Schedule 13 is a recapitulation of the total Interagency Receipts reported as of August 14, 2009.

1. In column I, list the ISIS agency number, if applicable, of the source of revenue.

2. In column II, list the sources of the revenue (i.e. state agency, college, internal service fund, etc.)

3. In column III, enter the amount received from each source for June 30, 2009.

4. In column IV, enter the amount of unclassified cash for each source at June 30, 2009.

5. In column V, enter the amount of accounts receivable for each source received during the 45 day close.

6. In column VI, enter the total revenue received from each source.

TOTALS FOR COLUMNS III, IV, V, AND VI MUST EQUAL SCHEDULE 3, LINE C, COLUMNS III, IV, VI, AND VIII, RESPECTIVELY.

GASB 34 REVENUE ACCRUALS FOR THE YEAR ENDED JUNE 30, 2009
(rounded to dollars)

Schedule Number 14
ISIS Agency Number 662

			A	B	C (A + B)	D	E	F (D + E)	G (C+F)	H	I	J (H+I)
			MODIFIED ACCRUAL							PRIOR YEAR FULL ACCRUAL ADJUSTMENTS		
			Revenue @ 6/30			Receivable						
	Organization #	Object	Per ISIS	Agency Adj.	Per Agency	Per ISIS	Agency Adj.	Per Agency	Total	Gross Adj. to Rev./Rec.	Allowance Amount	Total
Schedule 3												
Federal Funds			$	$	$ -	$	$	$ -	$ -	$	$	$ -
					-			-	-			-
Self Generated					-			-	-			-
					-			-	-			-
					-			-	-			-
					-			-	-			-
					-			-	-			-
					-			-	-			-
					-			-	-			-
Total – Schedule 3			-	-	-	-	-	-	-	-	-	-
Schedule 4												
INA					-			-	-			-
					-			-	-			-
Major State Revenue:												
					-			-	-			-
					-			-	-			-
					-			-	-			-
					-			-	-			-
					-			-	-			-
					-			-	-			-
					-			-	-			-
					-			-	-			-
Total – Schedule 4			$	$ -	-	-	-	-	-	-	-	-

Schedule 14 (continued)

			K	L	M (K+L)	N (C-J)	O (F+M)	P (N+O)	
			CURRENT YEAR FULL ACCRUAL ADJUSTMENTS			FULL ACCRUAL REVENUES			
	Organization #	Object	Gross Adj. to Rev./Rec.	Allowance Account	Total	Revenue @ 6/30	Receivable	Total	Amount not expected to be collected in one year
Schedule 3 Federal Funds			$	$	$ -	$ -	$ -	$ -	$
					-	-	-	-	
					-	-	-	-	
Self Generated					-	-	-	-	
					-	-	-	-	
					-	-	-	-	
					-	-	-	-	
					-	-	-	-	
					-	-	-	-	
					-	-	-	-	
Total – Schedule 3			-	-	-	-	-	-	-
Schedule 4 INA					-	-	-	-	
					-	-	-	-	
Major State Revenue:					-	-	-	-	
					-	-	-	-	
					-	-	-	-	
					-	-	-	-	
					-	-	-	-	
					-	-	-	-	
					-	-	-	-	
					-	-	-	-	
Total - Schedule 4			$ -	$ -	$ -	$ -	$ -	$ -	$ -

Schedule 14 (concluded)

GASB 34 EXPENDITURE ACCRUALS FOR THE YEAR ENDED JUNE 30, 2009

(rounded in dollars)

Schedule Number 14A

ISIS Agency Number 662

	A	B	C	D	E	F	G	H	I	J	K	L
			(A + B)			(D + E)	(C+F)			(C-H)	(F+H)	(J+K)
	MODIFIED ACCRUAL							FULL ACCRUAL ADJ.		FULL ACCRUAL		
	Expenditures @ 6/30			Accounts Payable								
	Per ISIS	Agency Adj.	Per Agency	Per ISIS	Agency Adj.	Per Agency	Total	Prior Year Gross Adj. to Exp./AP	Current Year Gross Adj. to Exp./AP	Expenditures @ 6/30	Accounts Payable	Total
Schedule 1 Programs:												
	$	$	$ -	$	$	$ -	$ -	$	$	$ -	$ -	$ -
			-			-	-			-	-	-
			-			-	-			-	-	-
			-			-	-			-	-	-
			-			-	-			-	-	-
			-			-	-			-	-	-
			-			-	-			-	-	-
			-			-	-			-	-	-
			-			-	-			-	-	-
			-			-	-			-	-	-
			-			-	-			-	-	-
			-			-	-			-	-	-
Total s	$	$	$ -	$	$	$ -	$ -	$	$	$ -	$ -	$ -

SCHEDULE 14A

STATE OF LOUISIANA

Louisiana Educational Television Authority

COMPARISON FIGURES

1) To assist OSRAP in determining the reason for the change in financial position for the state, please complete the schedule Below. If the change in revenues or expenditures is more than $3 million from the previous year's figure, explain the reason for the change. (Add additional sheets as necessary for the explanation section.)

	2009	2008	Difference	Percentage Change
Revenues (a)	$ 746,827.16	$ 776,928.46	$ 30,101.30	$ 3.9%
Expenditures (b)	10,876,894.99	10,051,768.01	825,126.98	8.2%
Explanation for change:				

(a)Revenues must equal the following:
Total revenue on Schedule 3 or Schedule 3-1, if prepared
+Full current year accrual revenues on Schedule 14
-Full prior year accrual revenues on Schedule 14
+2009 Payroll Federal revenue accrual from Note R
-2008 Payroll Federal revenue accrual from Note R
(b)Expenditures must agree with total expenditures on Schedule 1 or Schedule 3-1, if prepared, **plus** 2009 payroll accrual, **less** 2008 payroll accrual

2) To assist OSRAP in determining the reason for the changes in the budget, please complete the schedules below. If the change is more than $3 million, explain the reason for the difference. (Add additional sheets as necessary for the explanation section.)

	2009 Original Budget (c)	2009 Final Budget (d)	Difference	Percentage Change
Revenues	$ 10,492,547	$ 10,798,144	$ 305,597	$ 2.91%
Expenditures	10,492,547	10,798,144	305,597	2.91%
Explanation of change:				

	2009 Final Budget (d)	2009 Actual (e)	Difference	Percentage Change
Revenues	$ 10,798,144	$ 10,273,987.16	$ 524,156.84	$ 4.85%
Expenditures	10,798,144	10,880,263.23	82,119.23	0.76%
Explanation of change:				

(c) The original budget amount should equal the budget amount appropriated by the Legislature (Act 19).
(d) The final budget amount should equal the original budgeted amount plus or minus all of the BA7's (revisions) and it can be found on Schedule 1, column 6.
(e) Actual revenues and expenditures can be found on Schedule 1, column 5.

SCHEDULE 16 – COOPERATIVE ENDEAVORS
FOR THE YEAR ENDED JUNE 30, 2009

AGENCY NUMBER 662
AGENCY NAME LETA

Contract Financial Management System #	Parties to the Coop	Brief Description of the Coop	Multi-year, One-Time, or Other Appropriation	Original Amount of Coop, Plus Amendments, If any	Date Original Coop was Effective	End Date of Coop, as Amended, If Applicable	Funding Source per Coop Agreement based on Net Liability as of June 30, 2009 100% State	100% SGR	100% Stat. Ded.	100% G.O. Bonds	100% Federal	100% IAT	100% Combination	Paid - Inception to Date as of 6/30/2009	Net Liability as of 6/30/2009
672044	LETA/KSLU	Flow Thru Funding for Public Radio	One-Time	14,285.00	7/1/2008	6/30/2009	14,285.00							14,286.00	0.00
670881	LETA/KRVS	Flow Thru Funding for Public Radio	One-Time	14,288.00	7/1/2008	6/30/2009	14,286.00							14,286.00	0.00
670880	LETA/KDAQ	Flow Thru Funding for Public Radio	One-Time	14,288.00	7/1/2008	6/30/2009	14,288.00							14,288.00	0.00
670882	LETA/WRKF	Flow Thru Funding for Public Radio	One-Time	14,286.00	7/1/2008	6/30/2009	14,286.00							14,288.00	0.00
677286	LETA/WWNO	Flow Thru Funding for Public Radio	One-Time	14,285.00	7/1/2008	6/30/2009	14,286.00							14,288.00	0.00
674403	LETA/WWOZ	Flow Thru Funding for Public Radio	One-Time	14,288.00	7/1/2008	6/30/2009	14,286.00							14,286.00	0.00
672809	LETA/KEDM	Flow Thru Funding for Public Radio	One-Time	14,285.00	7/1/2008	6/30/2009	14,285.00							14,285.00	0.00
670879	LETA/WLAE	Flow Thru Funding for Public TV	One-Time	271,966.00	7/1/2008	6/30/2009	271,966.00							271,966.00	0.00
673571	LETA/WYES	Flow Thru Funding for Public TV	One-Time	360,512.00	7/1/2008	6/30/2009	360,512.00							360,512.00	0.00
															0.00
															0.00
															0.00
															0.00
															0.00
															0.00
															0.00
															0.00
															0.00
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															0.00
															0.00
															0.00
															0.00
															0.00
															0.00
															0.00
															0.00
		TOTAL		732,478.00			732,478.00	0.00	0.00	0.00	0.00	0.00	0.00	732,478.00	0.00

NOTES TO THE FINANCIAL STATEMENT & APPENDICES

TABLE OF CONTENTS

STATE OF LOUISIANA
LOUISIANA EDUCATIONAL TELEVISION AUTHORITY
NOTES TO THE FINANCIAL REPORTS
FOR THE YEAR ENDED JUNE 30, 2009

INTRODUCTION

The Louisiana Educational Television Authority is an agency of the State of Louisiana reporting entity and was created in accordance with Title 17, Chapter 13 of the Louisiana Revised Statutes of 1950 as a part of the executive branch of government. The Louisiana Educational Television Authority is charged with educational progress within the State of Louisiana.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Louisiana Educational Television Authority prepares its financial reports in accordance with the procedures established by the Division of Administration. The financial activities of the Louisiana Educational Television Authority are accounted for on a fund basis whereby a set of separate, self-balancing accounts are maintained to account for appropriated or authorized activities. The information presented herein, is reported under the modified accrual basis of accounting as prescribed by GAAP for fund level reporting.

The general fixed assets and long-term obligations of the agency are not recognized in the accompanying financial reports presented at fund level. All capital assets of the primary government are, however, reported at the government-wide level of reporting, as required by GAAP.

Annually the State of Louisiana issues a comprehensive annual financial report, which includes the activity contained in the accompanying financial reports. The comprehensive annual financial report is audited by the Louisiana Legislative Auditor.

1. FUND ACCOUNTING

General Operating Appropriations - The General Operations Fund is used to account for all general and auxiliary fund appropriated operating expenditures and minor capital acquisitions. All appropriated general and auxiliary operations revenue is accounted for in this fund.

Non-Appropriated Funds (describe each Non-Appropriated Fund)

Major State Revenues and Income Not Available - The agency collects major state revenues that are remitted to the State Treasury for deposit to statutorily dedicated funds. In addition, the agency collects funds specifically identified by the Division of Administration - Budget Office as Income Not Available that are remitted to the State Treasury. These amounts are not available to the agency for expenditure and are detailed on Schedule 4.

Payroll Clearing Fund - The Payroll Clearing Fund is used to account for payroll deductions and accrued benefits.

The non-appropriated funds relating to Major State Revenues, Income Not Available and Payroll Clearing are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

For purposes of this report presentation, collections in excess of Appropriated Means of Financing are shown on Schedule 3.

2. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures are recognized and reported in the financial reports. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Louisiana Educational Television Authority are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration - Office of Statewide Reporting and Accounting Policy as follows:

Revenues - State General Fund and Interim Emergency Board appropriations are recognized as the net amount warranted during the fiscal year including the 45-day close period. Fees and self-generated revenues, interagency transfers, federal funds, intrafund revenues, non-appropriated revenues, and other financing sources (with the exception of agency funds) are recognized in the amounts earned, to the extent that they are both measurable and available. (Describe other basis of revenue recognition, which differs from this.)

Expenditures - Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except that obligations of employees' vested annual and sick leave are recorded as expenditures when paid. (List any other exceptions.)

B. IMPREST FUNDS

The agency maintains a permanent Travel and Petty Cash Imprest Fund in the amount of $3,500.00 as authorized by the Commissioner of Administration and advanced by the State Treasurer's Office (STO) in accordance with Title 39. The funds are permanently established and periodically replenished from agency operating funds when expenditure vouchers are presented. At June 30, 2009, the petty cash consists of:

- Cash in Bank Accounts $ 3,500.00
- Petty Cash on Hand $ 0.00
- Other Receivables $ 0.00

C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

1. DEPOSITS WITH FINANCIAL INSTITUTIONS **(CASH NOT IN STATE TREASURY)**

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Louisiana Educational Television Authority may deposit funds with a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the agency may invest in time certificates of deposit in any bank domiciled or having a branch office in the State of Louisiana, savings accounts or shares of savings and loan associations and savings banks, and in share accounts and share certificate accounts of federally or state chartered credit unions.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities should be held in a custodial bank in the name of the agency under the account of the pledging fiscal agent bank in a holding or custodial bank. The State Treasurer's Office or agency receives safekeeping receipts or an acknowledgement of the pledge of securities from the custodial bank.

GASB Statement 40 amended GASB Statement 3 to eliminate the requirement to disclose deposits that are insured with no custodial credit risk. GASB Statement 40 requires only the separate disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

The deposits at June 30, 2009, consisted of the following: N/A All cash held in state treasury.

	Cash	Nonnegotiable Certificates of Deposit	Other (Describe)	Total
Balance per agency books	$	$	$	$
Deposits in bank accounts per bank	$	$	$	$
Bank balances of deposits exposed to custodial credit risk:				
a. Deposits not insured and uncollateralized	$	$	$	$
b. Deposits not insured and collateralized with securities held by the pledging institution				
c. Deposits not insured and collateralized with securities held by the pledging institution's trust department or agent but not in the entity's name				

NOTE: The "Deposits in bank accounts per bank" will not necessarily equal the "Balance per agency books".

The following is a breakdown by banking institution, program, and amount of "Deposits in bank accounts per bank" balances as shown above:

	Banking Institution	Program	Amount
1.			$
2.			
3.			
4.			
Total			$

2. INVESTMENTS N/A

The agency does not maintain investment accounts.

A. Custodial Credit Risk

Investments can be exposed to custodial credit risk if the securities underlying the investment are uninsured, not registered in the name of the entity, and are held by either a counterparty or held by a counterparty's trust department or agent but not in the entity's name. Repurchase Agreements are not subject to credit risk if the securities underlying the repurchase agreement are exempt from credit risk disclosure.

Beginning with fiscal year ending June 30, 2004, GASB Statement 40 amended GASB Statement 3. GASB Statement 40 requires only the separate disclosure of investments that are considered to be exposed to custodial credit risk. Those investments exposed to custodial credit risk are reported by type in one of two separate columns depending upon whether they are held by a counterparty, or held by a counterparty's trust department or agent, not in the entity's name. In addition, the total amount and fair value columns still must include total investments (regardless of exposure to custodial credit risk). Using the following table, list each type of investment disclosing the carrying amount, market value, and applicable exposure to custodial credit risk:

	Investments Exposed to Custodial Credit Risk		All Investments Regardless of Custodial Credit Risk Exposure	
Type of Investment	Uninsured, *Unregistered, and Held by Counterparty	Uninsured, *Unregistered, and Held by Counterparty's Trust Dept. or Agent Not in Entity's Name	Total at Book Value	Fair Value
Negotiable CDs	$	$	$	$
Repurchase agreements				
U.S. Government Obligations **				
U.S. Agency Obligations				
Common & preferred stock				
Mortgages (including CMOs & MBSs)				
Corporate bonds				
Mutual funds				
Real estate				
Other: (identify)				
Total investments	$ -	$ -	$ -	$ -

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

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

3. DERIVATIVES N/A

The Louisiana Educational Television Authority does not maintain investments in derivatives as part of its investment policy. If so, list the exposure to risks from these investments as follows:
Credit risk ______
Market risk ______
Legal Risk ______

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

4. CREDIT RISK, INTEREST RATE RISK, CONCENTRATION OF CREDIT RISK, AND FOREIGN CURRENCY RISK DISCLOSURES N/A

A. Credit Risk of Debt Investments

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

Rating Agency	Rating	Fair Value
		$
	Total	$

B. Interest Rate Risk

1) Disclose the interest rate risk of debt investments by listing the investment type, total fair value, and breakdown of maturity in years for each debt investment type. (Note – Total debt investments reported in this table should equal total debt investment reported in Section A – Credit Risk of Debt Investments.)

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

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

Debt Investment	Fair Value	Terms
	$	
Total	$	

C. Concentration of Credit Risk

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

Issuer	Amount	% of Total Investments
	$	
Total	$	

D. Foreign Currency Risk

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

	Fair Value in U.S. Dollars	
Foreign Currency	Bonds	Stocks
	$	$
Total	$	$

5. POLICIES

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

6. OTHER DISCLOSURES REQUIRED FOR INVESTMENTS - HELD OUTSIDE STO N/A

a. Investments in pools managed by other governments or mutual funds ____________

b. Securities underlying reverse repurchase agreements ____________

c. Unrealized investment losses ____________

d. Commitments as of June 30, ___, to resell securities under yield maintenance repurchase agreements:

1. Carrying amount and market value at June 30 of securities to be resold____

2. Description of the terms of the agreements________________

e. Losses during the year due to default by counterparties to deposit or investment transactions ________________

f. Amounts recovered from prior-period losses ________________

Legal or Contractual Provisions for Reverse Repurchase Agreements

g. Source of legal or contractual authorization for use of reverse repurchase agreements ________________

h. Significant violations of legal or contractual provisions for reverse repurchase agreements that occurred during the year ________________

Reverse Repurchase Agreements as of June 30

i. Credit risk related to the reverse repurchase agreements (other than yield maintenance agreements) outstanding at balance sheet date, that is, the aggregate amount of reverse repurchase agreement obligations including accrued interest compared to aggregate market value of the securities underlying those agreements including interest ________________

j. Commitments on June 30, ___, to repurchase securities under yield maintenance agreements ________________

k. Market value on June 30, ___, of the securities to be repurchased ________________

l. Description of the terms of the agreements to repurchase________________

m. Losses recognized during the year due to default by counterparties to reverse repurchase agreements ________________

n. Amounts recovered from prior-period losses ________________

Fair Value Disclosures

o. Methods and significant assumptions used to estimate fair value of investments, if fair value is not based on quoted market prices ________________

p. Basis for determining which investments, if any, are reported at amortized cost __

q. For investments in external investment pools that are not SEC-registered, a brief description of any regulatory oversight for the pool ______________________

r. Whether the fair value of your investment in the external investment pool is the same as the value of the pool shares ______________________

s. Any involuntary participation in an external investment pool______________

t. If you are unable to obtain information from a pool sponsor to determine the fair value of your investment in the pool, methods used and significant assumptions made in determining fair value and the reasons for having had to make such an estimate______________________

u. Any income from investments associated with one fund that is assigned to another fund ______________________

Land and Other Real Estate Held as Investments by Endowments

v. ***Does your agency own land or other real estate held as investments by endowments?*** **No Any applicable fair value note disclosures associated with land or real estate held as investments by endowments is reported in the Fair Value Disclosures section above.**

D. GENERAL FIXED ASSETS – CAPITAL LEASES ONLY N/A

List individually those items of movable property with a value of $5,000 or above (attach additional sheets as needed) and those buildings with a value of $100,000 or above that are capital leases (See definition on page 13). We no longer need a complete list of General Fixed Assets.

Description of Item	Movable Property Tag No.	Date Acquired	Historical Cost of Each Item
			$

E. INVENTORY OF MATERIALS AND SUPPLIES

In general, inventories are recorded as expenditures when purchased. The value of inventory, determined under (perpetual or periodic) inventory system using the (FIFO, LIFO, etc.) valuation method, at June 30, 2009, is $0.00. NOTE: Do not count postage as inventory, but include it in prepayments, if material.

F. SEEDS

The agency is in receipt of a seed in the amount of $0.00 as authorized by the joint approval of the State Treasurer and the Commissioner of Administration and drawn against the State Treasurer. The seed represents a liability to the unit and must be repaid if not reauthorized annually.

The breakdown of such advances by unit are as follows:

	Fund/ Program	Date Authorized	Amount
1.			$
2.			
3.			
4.			
	Total		$

G. DEFERRED REVENUE

Deferred revenue represents revenue (generally federal) that was received during fiscal year 2009 and not yet earned. Certain federal grants may fit this description. The deferred revenue amount(s) are $0.00 (federal), $274,707 (self-generated), and $0.00 (IAT) at 6/30/09. Adjustments to reduce revenue have been recorded on Schedule 3.

H. OPERATING AND CAPITAL GRANTS FOR GASB 34 PRESENTATION

For OSRAP to complete the GASB 34 presentation, provide the following: the total operating grants and contributions were $175,472 and the total capital grants and contributions were $0.00.

1) Operating Grants – represent total amount of grant revenues for the year that are restricted by the grantor for operating purposes or that may be used for either capital or operating purposes at the discretion of the grantee.
2) Capital Grants – represent the total amount of the revenues for the year from grants restricted by the grantor for the acquisition, construction, or renovation of capital assets.

The sum of both should equal total federal revenues plus federal accruals. Occasionally the state may receive non-operating federal grants.

I. JUDGMENTS, CLAIMS, AND SIMILAR CONTINGENCIES

Obligations and losses arising from judgments, claims, and similar contingencies are paid through the state's self-insurance fund and are not reflected in the accompanying special purpose financial reports. The self-insurance fund is operated by the Office of Risk Management, the state agency responsible for the state's risk management program.

Liability for claims and judgments should include specific incremental claim expenditures/expenses, if known, or if it can be estimated (e.g., legal fees for outside legal assistance).

NOTE: Should you have claims which have not been submitted to Risk Management, include a schedule of these claims.

Claims and litigation cost of $0.00 were incurred in the current year.

Disclose any guarantee of indebtedness even if there is only a remote chance that the government will be called on to honor its guarantee.

Those agencies collecting federal funds, which have been informed that certain of their previously claimed costs were disallowed, should disclose the requested information in the schedule shown below. Show each possible disallowance separately.

Program	Date of Disallowance	Amount	Probability Of Payment*	Estimated Settlement Amount**
1.		$		$
2.				
3.				
4.				

* Reasonably possible, probable, or remote
** Include estimated liability amount if known

J. LEAVE

1. Annual and Sick Leave

Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits. Act 343 of 1993 allows members of the Louisiana State Employees' Retirement System, upon application for retirement, the option of receiving an actuarially determined lump sum payment for annual and sick leave which would otherwise have been used to compute years of service for retirement. The liability for unused annual leave payable at June 30, 2009, computed in accordance with the Codification of Governmental Accounting and Financial Reporting Standards Section C60.104, is estimated to be $527,902.

Civil Service General Circular Number 001155 states that classified employees belonging to the Teacher's Retirement System of Louisiana and to the Louisiana School Employee's

Retirement System are not eligible for payment of unused sick leave upon retirement or death. L.R.S. 17:425 on the other hand provides for payment for up to 25 days of unused sick leave for members of these two systems. In Opinion Number 94-373, the Attorney General opined that the Civil Service Commission had jurisdiction over classified employees and therefore those members are not eligible for payment of unused sick leave. Because the Commission has no authority over unclassified employees, those members are eligible to receive such compensation. Also, LSA-R.S. 17:425 applies to all retirement systems for teachers and employees of any parish or city school board, the State Board of Elementary and Secondary Education, or other boards of control of publicly supported educational institutions. Should you have employees who upon retirement (or their heirs upon the employee's death) are compensated for up to 25 days of unused sick leave, disclose the liability. The liability for this unused sick leave payable at June 30, 2009 is $0.00.

2. Compensatory Leave (Use for Non-Exempt Employees)

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave earned (K-time). Upon termination or transfer an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. Compensation paid will be based on the employee's hourly rate of pay at termination or transfer. The liability for accrued payable compensatory leave at June 30, 2009 computed in accordance with the Codification of Governmental Accounting and Financial Reporting Standards, Section C60.104 is estimated to be $134,963.

K. **NOT USED**

L. ENCUMBRANCES

The following are multi-year contracts whose payments are to be liquidated with statutorily dedicated funds **only**: (Show each year separately). The General Fund is not shown. An example would be certain payments made by the Department of Natural Resources. Obligations are made against the Coastal Protection and Restoration Fund for contracts, which are let for two to five years in the future. Be sure that you do not double count cooperative endeavors that are reported on Schedule 16. N/A

Examples:
Conservation Fund ______________________________
Lottery Proceeds Fund ______________________________

M. LEASE AND RENTAL COMMITMENTS

Lease agreements, if any, have non-appropriation exculpatory clauses that allow lease cancellation if the Legislature does not make an appropriation for its continuation during any future fiscal period. Total operating lease expenditures for fiscal year 2008-2009 amounted to $789,392.

1. OPERATING LEASES – Do not include leases on state office buildings financed through Office Facilities Corporation

Operating leases are all leases which do not meet the criteria of a capital lease. Operating leases are grouped by nature (i.e. office space, equipment, etc.) and the annual rental payments for the next five fiscal years are presented in the following schedule. (Note: If lease payments extend past FY 2024, create additional columns and report these future minimum lease payments in five year increments.)

Nature of lease	FY2010	FY2011	FY2012	FY2013	FY2014	FY 2015 -2019	FY 2020 -2024	FY 2025 -2029
a. Office space	$	$	$	$	$	$	$	
b. Equipment								
c. Land	129,708	125,708	121,704	112700	112700	257,500	143,500	57,317
d. Other	700,080	700,080	700,080	700080	175020			
Total	$ 829,788	$ 825,788	$ 821,784	$ 812780	$ 287720	$ 257,500	$ 143,500	57,317

NOTE: Where five-year amounts are requested, please list the total amount (sum) for the five-year period, not the annual amount for each of the five years.

Rental expense for operating leases with scheduled rent increases is based on the relevant lease agreement except in those cases where a temporary rent reduction is used as an inducement to enter the lease. In those instances, rental expense is determined on either a straight-line or interest basis over the term of the lease, as required by GASB 13, and not in accordance with lease terms. The agency does (does not) have leases with scheduled rent increases due to temporary rent reductions used as an inducement to enter the lease. [If the agency does have leases with scheduled rent increases, attach a schedule listing all such leases.]

2. CAPITAL LEASES AND LEASE PURCHASES - Do not include leases on state office buildings financed through Office Facilities Corporation N/A

Capital leases are defined as an arrangement in which any one of the following conditions apply (I) ownership transfers by the end of the lease, (2) the lease contains a bargain purchase option, (3) the lease term is 75% of the asset life or (4) the discounted minimum lease payments are 90% of the fair market value of the asset.

Schedule A should be used to report all capital leases including new leases in effect as of 6/30/09. In Schedule B, report only those new leases entered into during fiscal year 2008-2009. Note: LEAF leases should not be included in these schedules.

SCHEDULE A – CAPITAL LEASES EXCEPT LEAF LEASES

Nature of lease	Gross amount of leased asset (Historical Cost)	Remaining interest and executory costs to end of lease	Remaining principal to end of lease	Fund that pays lease
a. Office space	$	$	$	
b. Equipment				
c. Land				
Total	$	$	$	

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of June 30, 2009: (Note: If lease payments extend past FY 2029, create additional rows and report these future minimum lease payments in five year increments.)

	Total
2010	$
2011	
2012	
2013	
2014	
2015-2019	
2020-2024	
2025-2029	
Total minimum lease payments	
Less amounts representing executory costs	( )
Net minimum lease payments	
Less amounts representing interest	( )
Present value of net minimum lease payments	$

SCHEDULE B – NEW AGENCY CAPITAL LEASES EXCEPT LEAF

Nature of lease	Gross amount of leased asset (Historical Cost)	Remaining interest to end of lease	Remaining principal to end of lease	Fund that pays lease
a. Office space	$	$	$	
b. Equipment				
c. Land				
Total	$	$	$	

Following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of June 30, 20___: (Note: If lease payments extend past FY 2029, create additional rows and report these future minimum lease payments in five year increments.)

	Total
2010	$
2011	
2012	
2013	
2014	
2015-2019	
2020-2024	
2025-2029	
Total minimum lease payments	
Less amounts representing executory costs	( )
Net minimum lease payments	
Less amounts representing interest	( )
Present value of net minimum lease payments	$

3. REVENUE LEASES N/A

LESSOR DIRECT FINANCING LEASES

A lease is classified as a direct financing lease when (1) any one of the four capitalization criteria used to define a capital lease for the lessee is met and (2) both the following criteria are satisfied:

- Collectability of the minimum lease payments is reasonably predictable.
- No important uncertainties surround the amount of the unreimbursable costs yet to be incurred by the lessor under the lease.

Provide a general description of the direct financing agreement, and complete the schedule below.

Composition of lease	Minimum lease payment receivable	Remaining interest to end of lease	Remaining principal to end of lease
a. Office space	$	$	$
b. Equipment			
c. Land			
Less amounts representing executory costs	( )		
Minimum lease payment receivable			
Less allowance for doubtful accounts	( )		
Net minimum lease payments receivable			
Less estimated residual value of leased property			
Less unearned income	( )		
Net investment in direct financing lease	$		

Minimum lease payments do not include contingent rentals, which may be received as stipulated in the lease contracts. Contingent rental payments occur if, for example, the use of the equipment, land, or building etc., exceeds a certain level of activity each year. Contingent rentals received for fiscal year 2009 were $ ___________for office space, $___________ for equipment, and $ ____________ for land.

The agency received lease revenues for _________________________ . Total revenues for fiscal year 2008- 2009 totaled $______________. The following is a schedule by years of minimum lease receivables for the succeeding fiscal years as of June 30, 2009: (Note: If receivables extend past FY 2029, create additional rows and report these future receivables in five year increments.)

	Minimum Lease Receivables
2010	$ ____________
2011	____________
2012	____________
2013	____________
2014	____________
2015-2019	____________
2020-2024	____________
2025-2029	____________
Total	$ ____________

4. LESSOR - Operating Lease

When a lease agreement does not satisfy at least one of the four criteria for reporting as a capital lease (common to both lessee and lessor accounting), and both of the criteria for a lessor (collectability and no uncertain reimbursable costs), the lease is classified as an operating lease. In an operating lease, there is no simulated sale and the lessor simply records rent revenues as they become measurable and available.

Provide the cost and carrying amount, if different, of property on lease or held for leasing organized by major class of property and the amount of accumulated depreciation as of June 30, ____.

	Cost	Accumulated Depreciation	Carrying Amount
a. Office space	$ ____________	$ ____________	$ ____________
b. Equipment	____________	____________	____________
c. Land	____________	____________	____________
Total	$ ____________	$ ____________	$ ____________

The following is a schedule by years of minimum future rentals on noncancellable operating lease(s) as of June 30, 2009:

Fiscal Year	Office	Equipment	Land	Other
2010	$	$	$	$ 101628
2011				101628
2012				25407
2013				
2014				
2015-19				
2020-24				
2025-29				
Total minimum future rentals	$	$	$	$ 228663

Current year lease revenues received in fiscal year 2009 totaled $174,038.
Contingent rentals received from operating leases for fiscal year 2009 were $0.00 for office space, $0.00 for equipment, and $0.00 for land.

N. RELATED PARTY TRANSACTIONS

List all related party transactions as defined by FASB 57 including the description of all relationships, the transactions, the dollar amount of the transactions and any amounts to or from which result from related party transactions.

During prior years, monies were received from various universities who were leasing unused transponder space on a satellite owned by Louisiana Educational Television Authority (L.E.T.A.). Upon receipt, these rental payments were deposited in the Trust account of the Foundation and are therefore considered due to L.E.T.A. At June 30, 2009, the net amount collected for these rentals, insurance proceeds, and payments for services is $7,425,817 which includes $2,638,409 of interest earnings.

In the current and prior years, $1,237,914 of these funds were spent on digital conversion expenses and other acquisitions on L.E.T.A.'s behalf. Accordingly, this cumulative amount has been applied to the due to L.E.T.A. balance at June 30, 2009.

In addition, the Foundation previously entered into a contract with the Louisiana Lottery Corporation to provide production and nightly distribution services for the various lottery games. All equipment used in providing these services was purchased by the Foundation on behalf of L.E.T.A. and were recorded on L.E.T.A.'s fixed asset listing in the prior years. Accordingly, the cumulative net of revenue earned less expenses incurred for these services amounted to $841,587 and is considered owed to L.E.T.A.. This amount is also included in the due to L.E.T.A. balance at June 30, 2009.

In prior years, the Foundation received on behalf of L.E.T.A. $3,079,800 for the purchase of equipment and payment of a tower lease. During the current year and prior years, all of these funds had been used or transferred to L.E.T.A. for the purchase of equipment and payment of a tower lease.

During prior years, the Foundation transferred funds in the amount of $6,000,000 to L.E.T.A.'s State Capital Outlay Fund. The monies will be used to fund future capital outlay projects. The balance of these funds amounted to $1,029,490 at June 30, 2009. These funds are expected to be transferred to L.E.T.A.'s state capital outlay fund during the next fiscal year.

O. <u>ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES</u> N/A

On-behalf payments for fringe benefits and salaries are direct payments made by one entity to a third-party recipient for the employees of another, legally separate entity. One of the two entities party to on-behalf payments for fringe benefits and salaries may be a non-governmental entity. On-behalf payments include pension plan contributions, employee health and life insurance premiums, and salary supplements or stipends.

1. Reporting:
a. <u>Employer Entity</u>:

The amount of revenues recognized (received) during the year plus any receivables at year end by third-party recipients for fiscal year _______ is $___________.

The amount of expenditures/expenses when the employer entity <u>is not</u> legally *obligated to make payments is recognized as the amount of revenues recognized.*

The amount of expenditures/expenses recognized for fiscal year ______ is $___________.

The amount of expenditures/expenses when the employer entity is legally obligated to make payments is recognized based on the accounting standards applicable to that type of transaction. For example, if contributions are made to a pension plan, the expenditure/expense should be recognized following pension accounting standards. The amount of expenditures/expenses recognized for fiscal year _______ is $ ___________.

b. <u>Paying Entity</u>:

A paying entity would not recognize any revenues for on-behalf payments for fringe benefits.

The amount of expenditures/expenses should be recognized in the same manner that the entity recognizes classifies similar cash grants to other entities. The amount of expenditures/expenses recognized for fiscal year ______ is $_______________.

2. Disclosure:
The following on-behalf payments that are contributions to a pension plan for which the *agency is not legally responsible are:*

Contributor	Pension Plan	Amount
		$

P. PASS-THROUGH GRANTS N/A

Pass-through grants are grants and other forms of financial assistance received by governmental entities to be transferred to or spent, according to legal or contractual requirements, on behalf of secondary recipients, which may or may not be governmental entities or agencies. Report only the pass-through grants that are in the agency's revenue and expenditure statements in this packet. Do not report pass-through arrangements in this note where the state functions as a pure cash conduit. To function as a pure cash conduit, the state must have no administrative involvement with the program, and the state may have no direct financial involvement with the grant program. Pure cash conduits should be reported in the Escrow Fund (Schedule 6-1.) Separate each type of grant and provide totals. Pass-through grants are grants which meet any of the following criteria:

a) The government entity monitors secondary recipients for compliance with program requirements.
b) The governmental entity determines secondary recipients' eligibility even if the grantor's eligibility criteria are used.
c) The governmental entity is able to determine how grant funds are to be allocated.
d) The governmental entity has direct financial involvement in administration of the grant, such as financing part of the program costs for matching purposes or being liable for disallowed costs. This does not apply to incidental administrative costs.

Grant Name	Federal Identification Number	Amount
		$
Total		$

Q. IN-KIND CONTRIBUTIONS N/A

List all in-kind contributions that are not included in the accompanying financial reports.

In-Kind Contributions	Cost/Estimated Cost/ Fair Market Value as Determined by Grantor
	$
Total	$

(NOTE: In-kind contributions represent things of value donated or received by your agency from an outside source which would otherwise create an expenditure to the agency if the agency was required to purchase the goods or services from current resources. Examples are 1) pharmacy items donated to a state hospital from a pharmaceutical company, 2) food items donated to a state prison from the U.S. Department of Agriculture, or 3) donated fixed assets, recorded at fair market value, and also recorded in general capital assets. Do not include, within the in-kind contribution, funds contributed by local governments or nonprofit organizations to provide program matching shares.

R. PAYROLL AND RELATED BENEFITS ACCRUAL

Agencies will be required to reflect the 2008-2009 accrued personal services cost for this fiscal year on the accompanying financial reports. The following schedule will aid you in doing so. As most agency units pay their employees biweekly this would require a fiscal year 2007-08 accrual calculation based on eleven (11) days and the fiscal year 2008-09 calculation will be based on twelve (12) days. Agencies must also determine the federal match on this accrual calculation. Agencies must submit the payroll accrual by program.

		FY 2007-08	FY 2008-09
1.	07/03/08 Payroll (gross & related)	$216,168.37	
2.	07/03/09 Payroll (gross & related)		$195,347.48
		X 110.0%	X 120.0%
2a.	Payroll accrual	237,785.21	234,416.97
2b.	Add voids and supplementals (off cycle) paid in the 45 day close with prior year appropriations.		
3.	Total payroll accruals	$ 237,785.21	$ 234,416.97
4.	Estimated federal receivable attributed to the accrual shown above	$ 0.00	$ 0.00

Total Agency Expenditures

5.	Total programs from Schedule 1(or 3-1 if applicable) (Schedule 1, col. V, line 18 or Schedule 3-1, col. V, line 16)	10,880,263.23
6.	Less: 2007-08 accrual from line 3, column 1 above	237,785.21
7.	Plus: 2008-09 accrual from line 3, column 2 above	234,416.97
8.	This should be the total for *all* programs	$ 10,876,894.99

Total Federal Revenue

9.	Federal Funds from Schedule 3, column VIII, line A or Schedule 3-1, column V, line 1 (Federal)	
10.	Less: 2007-08 accrual from line 4, column 1 above	
11.	Plus: 2008-09 accrual from line 4, column 2 above	
12.	Less: Deferred Revenues on Note G (Federal)	
13.	Total Federal Funds for all programs.	$ 0.00

Accrual by Programs:	Payroll	Federal Receivable
Program 1 Administrative Support	$ 30,812.02	$
Program 2Broadcast	203,604.95	
Program 3		
Program 4		
Program 5		
Total	$ 234,416.97	$

S. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS) N/A

The following government-mandated nonexchange transactions (grants) were received during fiscal year 2008-09:

CFDA Number	Program Name	State Match Percentage	Total Amount of Grant
		%	$

Total government-mandated nonexchange transactions (grants) $

T. SUBSEQUENT EVENTS (Describe) N/A

U. INFRASTRUCTURE N/A

Infrastructure is defined as long-lived capital assets associated with governmental activities that normally are stationary in nature and can be preserved for a significantly greater number of years than most capital assets. Examples include roads, bridges, tunnels, street signage, street lamps, traffic signals, drainage systems, water and sewer systems, dams, and lighting systems.

Each agency with infrastructure assets is required to track infrastructure expenditures to determine if the year's expenditures would be above the $3 million threshold, per agency per year. List individually those infrastructure items that comprise the capitalized amount of $3 million, per agency for fiscal year 2009, per infrastructure asset:

Description of Infrastructure	Cost
	$

V. LAND AND LAND IMPROVEMENTS (not reported to State Land Office or Facility Planning and Control) N/A

Some agencies may acquire land or make land improvements that are not reported to the State Land Office or Facility Planning and Control. Land improvements are those betterments, improvements, and site preparations that ready land for its intended use. Some examples of land improvements would be excavation, filling, grading, and demolition of existing buildings, and removal or relocation of other property (telephone or power lines). Other land improvements are built or installed to enhance or facilitate the use of the land for a particular purpose and may include walking paths and trails, fences and gates, landscaping, sprinkler systems, fountains, and beaches. Land and land improvements should be reported at cost, estimated cost, or estimated fair value at date of acquisition and should include all expenses necessary to obtain title such as legal fees.

List individually all land acquisitions and any improvements to land that the agency has made during the fiscal year that is not reported to the State Land Office or Facility Planning and Control:

Description of Land or Improvement	Cost
	$

W. IMPAIRMENT OF CAPITAL ASSETS AND INSURANCE RECOVERIES N/A

GASB 42 establishes accounting and financial reporting standards for impairment of capital assets and for insurance recoveries. Governments are required to evaluate prominent events or changes in circumstances affecting capital assets to determine whether impairment of a capital asset has occurred. A capital asset generally should be considered impaired if both (a) the decline in service utility of the capital asset is large in magnitude and (b) the event or change in circumstance is outside the normal life cycle of the capital asset. See Appendix B for more information on GASB 42 and Impairment of Capital Assets.

Please complete the schedule below for buildings and movable property that were permanently impaired in FY 2009. Insurance recoveries should be used to offset those impairment losses if received in the same year as the impairment. Include these insurance recoveries in the sixth column in the schedule below. {There are five different indicators of impairment described in Appendix B, (1) Physical damage, (2) enactment of laws, etc. List the appropriate number (1-5) to identify the indicator of impairment in the last column.}

Building ID or Type of Movable Property or Equip.	Tag # (if applicable)	Estimated Restoration Cost	Orig.Cost + Additions & Modifications	Replacement Value	Insurance Recovery in the Same FY	Indicator of Impairment

If your entity has capitalized infrastructure assets (expenditures of $3 million per agency per year) that have been impaired as described in Appendix B, please provide the following information:

Description	Amount of Impairment Loss Before Insurance	Insurance Recovery in Same Year	Net Impairment Loss	Indicator of Impairment	Reason for Impairment (e.g., hurricane)

Insurance recoveries received in FY 08-09 related to impairment losses occurring in previous years, and insurance recoveries received in FY 08-09 other than those related to impairment of capital assets, should be reported as program revenues, nonoperating revenues, or extraordinary items, as appropriate. Indicate in the following schedule the amount, revenue organization, and source code of insurance recoveries not included in the schedule above.

Type of Asset	Amount of Insurance Recovery	Revenue Organization	Revenue Source Code	Reason for Insurance Recovery (e.g., fire)
Buildings				
Movable Property				
Infrastructure				

The carrying amount of impaired capital assets that are idle at year-end should be disclosed, regardless of whether the impairment is considered permanent or temporary. The following capital assets were idle at the end of the fiscal year. (Include any permanently impaired capital assets listed above that were idle at the end of the fiscal year, any temporarily impaired capital assets, and any assets impaired in the prior years that are still idle at the end of the current fiscal year. If the carrying value of the capital assets is unknown, indicate "unknown".)

Type of asset	Tag number(s) or building ID(s)	Carrying Value of Idle Impaired Assets	Reason for Impairment
Buildings-permanently impaired			
Buildings-temporarily impaired			
Movable Property-permanently impaired			
Movable Property-temporarily impaired			
Infrastructure-permanently impaired			
Infrastructure-temporarily impaired			

X. CAPITALIZED SOFTWARE N/A

Currently, computer software is not required to be recorded in InCircuit's Asset Management System (Protégé); however, some entities use Protégé for recording computer software. Computer software under OSRAP's threshold of $1 million should not be considered part of the State's movable property. In order for OSRAP to determine the amount of computer software in Protégé that should not be included in the State's movable property, please provide the following for all computer software recorded in Protégé with an acquisition cost between $5,000 and $1 million:

Software Name (as it Appears in Protégé)	Asset #	Acquisition Cost
		$
	Total	$

If your entity has purchased or licensed computer software with an acquisition cost of at least $1,000,000 that is not recorded in Protégé, please provide the following: (Note: To prevent OSRAP from double counting, only list software meeting the $1 million threshold that is not in Protégé.)

Software Name	Acquisition Cost	Acquisition Date
	$	
Total	$	

Y. REVENUES - PLEDGED OR SOLD (GASB 48)

1. PLEDGED REVENUES

Pledged revenues are specific revenues that have been formally committed to directly collateralize or secure debt of the pledging government, or directly or indirectly collateralize or secure debt of a component unit. **Pledged revenues are revenue bonds that the State Bond Commission or the Louisiana Public Facilities Authority has authorized in your agency's name or in your agency's behalf.** Pledged revenues must be disclosed for each period in which the secured debt remains outstanding and for each secured debt issuance. **Please prepare a separate Note Y for each secured debt issued.**

Provide the following information about the specific revenue pledged:

a. Identify the specific pledged revenue:
- Specific pledged revenue is________________________
- Debt secured by the pledged revenue (amount)____________________
- Approximate amount of pledge________________________
(equal to the remaining principal and interest requirements)

b. Term of the commitment:________________________
[number of years (beginning and ending dates by month and year) that the revenue will not be available for other purposes]

c. General purpose for the debt secured by the pledge:____________________

____

____

d. Relationship of the pledged amount to the specific revenue:________________

____

____

(the proportion of the specific revenue that has been pledged)

e. Comparison of the pledged revenues (current year information):
- Principal requirements________________
- Interest requirements________________
- Pledged revenues recognized during the period____________________
(gross pledged revenue minus specified operating expenses)

NOTE: For any new revenue bonds, please send a copy of the following sections of the official bond statement
- Cover page
- Introductory statement
- **Amortization schedule – terms and conditions**
- Plan of financing
- Security for the bond (pledged revenue information)

2. FUTURE REVENUES REPORTED AS A SALE

Future revenues reported as a sale are proceeds that an agency/entity received in exchange for the rights to future cash flows from specific future revenues and for which the agency/entity's continuing involvement with those revenues or receivables is effectively terminated. (See Appendix D)

Provide the following information in the year of the sale ONLY:

a. Identify the specific revenue sold:
- the revenue sold is ____________________
- the approximate amount____________________
- significant assumptions used in determining the approximate amount_____

b. Period of the sale:____________________
c. Relationship of the sold amount to the total for that specific revenue_________

d. Comparison of the sale:
- proceeds of the sale____________________
- present value of the future revenues sold____________________
- significant assumptions in determining the present value________________

Z. PREPAID EXPENSES AND ADVANCES

Certain items are commonly paid for in advance. Examples are insurance premiums and rent. If your prepayments, along with your other adjustments, exceed the materiality levels as discussed on page two of the cover letter, you should disclose this amount below. The amount of prepaid expenses, including postage, for this agency at June 30, 2009 is $329,117.

Advances are monies given to providers for services to be performed at a future date. The amount of advances, for this agency at June 30, 2009 is $0.00.

AA. POLLUTION REMEDIATION OBLIGATIONS (Governmental Funds)

Since governmental funds do not accumulate resources for eventual payment of unmatured general long-term indebtedness, do not include these amounts in your financial statements. Please identify any pollution remediation obligations for which goods and services have been received but for which payment will be made during the 45-day close period.

Project #	Location	Agency share of cost (%)	Amount to be paid in 45-day close

These "long-term" amounts are however needed for government-wide presentation (GASB 34). Please identify any amounts that will be paid for after the 45-day close period and/or in following fiscal periods.

Project #	Location	Agency share of cost (%)	Amount to be paid in subsequent fiscal year

GASB 49 requires that capital assets (facilities, equipment, etc.) purchased solely for remediation activities be expensed in the year purchased. Cost of capital assets that have a useful life after remediation is completed should be pro-rated based on the remaining life of the asset. Identify all capital assets purchased for pollution remediation activities that were fully or partially expended during the current fiscal year.

Asset	Related project	Post-remediation useful life	Total cost of asset

Disclosures

For recognized pollution remediation liabilities and recoveries of pollution remediation outlays, disclose the following:

a. The nature and source of pollution remediation obligations (for example, federal, state, or local laws or regulations)
b. The amount of the estimated liability (if not apparent from the financial statements), the methods and assumptions used for the estimate, and the potential for changes due to, for example, price increases or reductions, technology, or applicable laws or regulations
c. Estimated recoveries reducing the liability.

For pollution remediation liabilities, or portions thereof, that are not yet recognized because they are not reasonably estimable, disclose a general description of the nature of the pollution remediation activities.

SAMPLE disclosure: (This is a sample disclosure. Adapt as necessary to fit your specific agency.)

At June 30, 2009, ______________ (agency) was a responsible party in the remediation of __________ ____________________ (friable asbestos, leaking underground fuel storage tank, etc.). A site assessment and preliminary evaluation of required remediation indicated a liability of $ ___________. This liability is not reported in the balance sheet because it is not payable with current financial resources. ____________ (agency) paid $ _________ for current fiscal year remediation activities.