ATHLETIC DEPARTMENT
LOUISIANA STATE UNIVERSITY
LOUISIANA STATE UNIVERSITY SYSTEM
STATE OF LOUISIANA

AGREED-UPON PROCEDURES REPORT
ISSUED FEBRUARY 15, 2012

LOUISIANA LEGISLATIVE AUDITOR
1600 NORTH THIRD STREET
POST OFFICE BOX 94397
BATON ROUGE, LOUISIANA 70804-9397

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LOUISIANA LEGISLATIVE AUDITOR
DARYL G. PURPERA, CPA, CFE

January 12, 2012

Independent Accountant's Report on the
Application of Agreed-Upon Procedures

DR. MICHAEL V. MARTIN, CHANCELLOR
LOUISIANA STATE UNIVERSITY
AND A&M COLLEGE
LOUISIANA STATE UNIVERSITY SYSTEM
STATE OF LOUISIANA
Baton Rouge, Louisiana

We have performed the procedures enumerated below, which were agreed to by you, as chancellor of the university, solely to assist you in evaluating whether the accompanying Statement of Revenues and Expenses (Statement) of the Louisiana State University and A&M College (LSU) Athletic Department is in compliance with the National Collegiate Athletic Association (NCAA) Bylaw 3.2.4.16 for the year ended June 30, 2011, and to assist you in your evaluation of the effectiveness of the LSU Athletic Department's internal control over financial reporting as of June 30, 2011. LSU's management is responsible for the Statement (unaudited) and related notes (unaudited) and compliance with NCAA requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of management of LSU. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures that we performed and our findings are as follows:

MINIMUM COMPLIANCE AGREED-UPON PROCEDURES

INTERNAL CONTROL

1. We obtained, through discussions with management, the identity of those aspects of internal control which management considers unique to intercollegiate athletics.

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2. We performed procedures to test specific elements of the control environment and accounting systems that are unique to intercollegiate athletics to determine adherence to established policies and procedures relating to revenues and expenses.

   (a) We randomly selected a sample of 16 general athletics expenses and four high-dollar general athletics expenses and followed them through the university's control system to determine adherence to established policies and procedures.

   (b) We randomly selected a sample of 12 travel expenses and five high-dollar travel expenses and followed them through the university's control system to determine adherence to established policies and procedures.

   (c) We randomly selected a sample of 10 revenue transactions and six high-dollar revenue transactions and followed them through the university's control system to determine adherence to established policies and procedures.

   We found no exceptions as a result of these procedures.

3. We determined that the university's internal auditor issued an internal audit report on the LSU Athletics Sportshop during fiscal year 2011. The internal audit report noted control weaknesses and included recommendations for improvement. Management agreed with the findings and submitted a corrective action plan.

4. We obtained the university's procedures for gathering information on the nature and extent of affiliated and outside organizational activity for or on behalf of the university's intercollegiate athletics program and determined the university's adherence to these procedures.

   We found no exceptions as a result of these procedures.

STATEMENT OF REVENUES AND EXPENSES

GENERAL PROCEDURES

1. We obtained written representations from management as to the fair presentation of the Statement of the intercollegiate athletics program, completeness of required schedules and related financial information, adequacy of controls, compliance with NCAA rules and legislations, completeness of the list of all known affiliated and outside organizations and other information we considered necessary for the year ended June 30, 2011.

   In its representation letter, management disclosed minor instances of Level II secondary violations of NCAA rules and regulations, which were self-reported to the NCAA during the year ended June 30, 2011.

2. We verified the mathematical accuracy of the amounts on the Statement and agreed each operating revenue and expense category on the Statement to supporting schedules provided by the university and/or the university's general ledger.

   We found no exceptions as a result of these procedures.

3. We compared and agreed a sample of five operating revenue receipts and a sample of five expense disbursements obtained from the supporting schedules to adequate supporting documentation.

   We found no exceptions as a result of these procedures.

4. We compared each major operating revenue and expense category for June 30, 2010, and June 30, 2011, to identify variances of 5 percent and greater than $50,000 between individual revenue and expense categories that are 5 percent or more of the total.

   As a result of our procedure, we identified variances of 5 percent and greater than $50,000 in the following categories that are 5 percent or more of the total:

   Revenues
   Football:
     Ticket sales
     Contributions

   Expenses
   Football:
     Coaching salaries paid by the university
   Other sports:
     Athletics student aid
   Non-program specific:
     Game expenses
     Direct facilities, maintenance, and rental
     Other operating expenses

   We obtained and documented the university's explanations for these variances.

5. We compared the budgeted revenues and expenses to actual revenues and expenses for each major operating revenue and expense account for the year ended June 30, 2011, to identify any variances of 25 percent or greater in individual revenue and expense accounts that are 5 percent or more of the total.

   We identified no variances of 25 percent or greater in accounts that are 5 percent or more of the total.

MINIMUM AGREED-UPON PROCEDURES FOR REVENUES

1. We obtained the football, baseball, and men's basketball game statements for all home games and compared the amounts reported to the revenue recorded in the general ledger and reported on the Statement to determine if the variances total less than 1 percent. We also selected the four largest and six random operating revenue receipts transactions from the ticket sales category as of February 28, 2011, and agreed to adequate supporting documentation.

   We found no exceptions as a result of these procedures.

2. For the football, baseball, and men's basketball games with game guarantee settlements, we agreed the amounts recorded in the general ledger to the contractual agreements. We recalculated the settlement reports for the games tested.

   We found no exceptions as a result of these procedures.

3. We obtained information on Tradition Fund contribution revenue. For contributions related to season tickets, this included the contribution amount for each section in the stadium and the number of seats in each section required to make the contribution. For contributions related to parking permits, this included the contribution amount for each type of parking lot and the number of parking permits in each type of lot required to make the contribution. We calculated Tradition Fund contribution revenue using this information and compared to the amount recorded in the general ledger to identify variances of 5 percent or greater.

   We identified no variances that were 5 percent or greater for Tradition Fund contribution revenue.

4. Based on the relevant terms and conditions of agreements related to the university's participation in revenues from NCAA/Conference tournaments during the reporting period, we compared and agreed the related revenues to the general ledger. We recalculated the totals.

   We found no exceptions as a result of these procedures.

5. Based on the relevant terms and conditions of the largest agreement related to the university's participation in revenues from broadcasts, television, radio, and

Internet rights during the reporting period, we compared and agreed the related revenues to the general ledger. We recalculated the totals.

We found no exceptions as a result of these procedures.

6. Based on the relevant terms and conditions of one randomly selected agreement related to the university's participation in revenues from royalties, licensing, advertisements, and sponsorships during the reporting period, we compared and agreed the related revenues to the general ledger. We recalculated the totals.

   We found no exceptions as a result of this procedure.

7. We obtained and inspected the largest endowment agreement and compared and agreed the classification and use of the endowment and investment income reported in the Statement for the period to the uses of the income as defined in the agreement. We recalculated the totals.

   We found no exceptions as a result of these procedures.

8. We randomly selected two operating revenue receipts from the program sales, concessions, novelty sales, and parking receipts category and agreed to adequate supporting documentation. We recalculated the totals.

   We found no exceptions as a result of these procedures.

9. We randomly selected one operating revenue receipt from each category not previously mentioned and agreed to adequate supporting documentation.

   We found no exceptions as a result of this procedure.

MINIMUM AGREED-UPON PROCEDURES FOR EXPENSES

1. We selected a random sample of five athletic scholarship expense transactions, excluding transactions for non-athletes (e.g., band members, student trainers, etc.), from the general ledger and identified the students included in the five transactions. We obtained individual student-account detail for each selection and compared total aid allocated from the related aid award letter to the student's account. We recalculated the totals.

   We found no exceptions as a result of these procedures.

2. We selected all football, baseball, and men's basketball games with game guarantee expenses and agreed the amounts to the general ledger and to the contractual agreements. We recalculated the settlement reports for the games tested.

   We found no exceptions as a result of these procedures.

3. We obtained from management a list of coaches and support staff/administrative personnel paid by the university and related entities during the reporting period. We selected five coaches from football, baseball, and men's and women's basketball, and three highest paid support staff/administrative personnel. The following procedures were performed:

   (a) We compared and agreed the financial terms and conditions in the contract of each coach selected to the related coaching salaries, benefits, and other compensation recorded by the university in the Statement.

   (b) We obtained and inspected W-2s and 1099s for each selection.

   (c) We compared and agreed related W-2s and 1099s for each selection to the related salaries, benefits, and other compensation recorded by the university in the Statement during the reporting period.

   (d) We recalculated totals.

   We found no exceptions as a result of these procedures.

4. We obtained from management a list of coaches and support staff/administrative personnel paid by third parties during the reporting period and examined the related contracts. The following procedures were performed:

   (a) We compared and agreed the financial terms and conditions in the contracts to the related other compensation and benefits recorded by the university in the Statement.

   (b) We obtained and inspected W-2s and 1099s for each selection.

   (c) We compared and agreed related W-2s and 1099s for each selection to the related other compensation and benefits recorded by the university in the Statement during the reporting period.

   (d) We recalculated totals.

   We found no exceptions as a result of these procedures.

5. Using a list prepared by the university, we selected an athletic employee with the highest severance payment and agreed the severance pay to the related employment contract. We recalculated the totals.

   We found no exceptions as a result of these procedures.

6. We compared and agreed the university's recruiting expense policies to existing university and NCAA-related policies. We randomly selected four recruiting expenses and agreed to adequate supporting documentation. We recalculated the totals.

We found no exceptions as a result of these procedures.

7. We compared and agreed the university's team travel policies to existing university and NCAA-related policies. We selected the five largest and four random team travel expenses as of February 28, 2011, and agreed to adequate supporting documentation. In addition, we obtained documentation of football team travel expenses for the Cotton Bowl and followed selected transactions through the university's internal control system to determine adherence to established policies and procedures.

   We found no exceptions as a result of these procedures.

8. We randomly selected two equipment, uniforms, and supplies expenses and agreed to adequate supporting documentation. We recalculated the totals.

   We found no exceptions as a result of these procedures.

9. We selected the three largest and two random direct facilities, maintenance, and rental expense transactions and agreed to adequate supporting documentation. We recalculated the totals.

   We found no exceptions as a result of these procedures.

10. We randomly selected two spirit group travel expenses and agreed to adequate supporting documentation. We recalculated the totals.

    We found no exceptions as a result of these procedures.

11. We selected the largest and five random operating expenses, including two administrative travel expenses, from the other operating expense category as of February 28, 2011, and agreed to adequate supporting documentation. We recalculated the totals.

    We found no exceptions as a result of these procedures.

12. We randomly selected one operating expense from each category not previously mentioned and agreed to adequate supporting documentation. We recalculated the totals.

    We found no exceptions as a result of these procedures.

MINIMUM AGREED-UPON PROCEDURES FOR NOTES AND DISCLOSURES

1. From university management, we obtained a list of contributions received by the athletic department to identify any individual contributions that constitute 10 percent or more of all contributions received for intercollegiate athletics during the reporting period. We obtained and reviewed supporting documentation for

such contributions and ensured the source of funds, goods, and services as well as the value associated with these items was disclosed within the notes to the Statement.

No individuals or outside organizations, other than the Tiger Athletic Foundation, contributed monies, goods, or services for or on behalf of the athletic department that exceeded 10 percent of the total contributions included in Statement A. The value of the contributions from the Tiger Athletic Foundation is disclosed in note 1.

2. We obtained a description of the university's policies and procedures for acquiring, approving, depreciating, and disposing of intercollegiate athletics-related assets along with a schedule of changes in those assets. We agreed the schedule of changes to supporting schedules provided by the university and the university's general ledger. We agreed the Tiger Athletic Foundation's capital asset schedule to its audited financial statements for the year ended December 31, 2010. We ensured the university's policies and procedures and schedule of changes were properly disclosed within the notes to the Statement.

   We were provided the capital asset information by management (note 2) and found no exceptions as a result of these procedures.

3. We obtained the repayment schedules for all outstanding intercollegiate athletics debt maintained by the university during the reporting period. We recalculated annual maturities and agreed to supporting schedules provided by the university and the university's general ledger. We agreed the Tiger Athletic Foundation's repayment schedules to its audited financial statements for the year ended December 31, 2010. We ensured the repayment schedules were properly disclosed within the notes to the Statement.

   We found no exceptions as a result of these procedures. The repayment schedules are disclosed in note 3.

MINIMUM AGREED-UPON PROCEDURES FOR AFFILIATED AND OUTSIDE ORGANIZATIONS

1. We obtained from university management a listing of all affiliated and outside organizations for the reporting period.

2. We obtained from university management statements for all affiliated and outside organizations and agreed the amounts reported in the statements to the university's general ledger.

   We found no exceptions as a result of these procedures.

3. We obtained written representations from management of the university that the Tiger Athletic Foundation and the LSU Track and Field Officials Association were the only outside organizations created for or on behalf of the athletic

department. The LSU Track and Field Officials Association does not make any disbursements on behalf of the athletic department. Instead, the LSU Track and Field Officials Association supports athletics with direct contributions to the Tiger Athletic Foundation. For the year ended December 31, 2010, the LSU Track and Field Officials Association donated $75,050 to the Tiger Athletic Foundation.

4. We obtained from management a summary of revenues and expenses for or on behalf of intercollegiate athletics programs by the Tiger Athletic Foundation to be included with the agreed-upon procedures report.

The following is the summary of revenues and expenses for or on behalf of intercollegiate athletics programs by the Tiger Athletic Foundation for the year ended December 31, 2010:

	Football	Men's Basketball	Women's Basketball	Other Sports	Non-Program Specific	Total
REVENUES						
Contributions	$2,524,504	$98,657	$91,757	$3,070,220	$3,842,413	$9,627,551
Compensation and benefits provided by a third party	631,950		6,850	52,600	146,281	837,681
Total revenues	3,156,454	98,657	98,607	3,122,820	3,988,694	10,465,232
EXPENSES						
Coaching other compensation and benefits paid by a third party	615,000		6,850	52,600		674,450
Support staff other compensation	16,950				146,281	163,231
Recruiting	57,589	4,054	4,159	6,875		72,677
Team travel	3,469	12	494	46,427		50,402
Equipment, uniforms, and supplies		4,528	270	43,377	974	49,149
Game expenses	54,717		5,200	201,471		261,388
Fund raising, marketing, and promotion	206,293	8,737	42,336	150,281	405,279	812,926
Spirit groups				98	62,345	62,443
Membership and dues	27,517	300	7,483	4,981	4,703	44,984
Other operating expense	2,174,919	81,026	31,815	2,616,710	3,369,112	8,273,582
Total expenses	3,156,454	98,657	98,607	3,122,820	3,988,694	10,465,232
EXCESS (Deficiency) OF REVENUES OVER EXPENSES	NONE	NONE	NONE	NONE	NONE	NONE

These amounts include contributions totaling $8,624,523 from the Tiger Athletic Foundation; $1,371,196 from booster clubs; and $469,513 from affiliated chapters. The booster club and affiliated chapter accounts are maintained by the Tiger Athletic Foundation.

5. We obtained written representations as to the fair presentation of the summary and agreed the amounts reported to the Tiger Athletic Foundation's general ledger and audited financial statements for the year ended December 31, 2010.

6. We obtained the independent auditor's reports for all outside organizations that had an independent audit to identify any significant deficiencies relating to their internal control and made inquiries of management to document any corrective action taken in response to the significant deficiencies.

The financial statements of the Tiger Athletic Foundation for the year ended December 31, 2010, were audited by an independent certified public accounting firm. The audit report was dated March 21, 2011, and did not include a report on internal control.

We were not engaged to, and did not, conduct an examination, the objective of which would be the expression of an opinion on the compliance of the accompanying Statement of Revenues and Expenses and related notes of the LSU Athletic Department or on its compliance with NCAA Bylaw 3.2.4.16 or on the effectiveness of the LSU Athletic Department's internal control over financial reporting for the year ended June 30, 2011. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the chancellor of LSU and is not intended to be, and should not be, used by anyone other than the chancellor. By provisions of state law, this report is a public document, and it has been distributed to appropriate public officials.

Respectfully submitted,

Daryl G. Purpera

Daryl G. Purpera, CPA
Legislative Auditor

SG:NWM:EFS:THC:ch

LSU NCAA 2011

UNAUDITED

Statement A

ATHLETIC DEPARTMENT
LOUISIANA STATE UNIVERSITY AND A&M COLLEGE
LOUISIANA STATE UNIVERSITY SYSTEM
STATE OF LOUISIANA

Statement of Revenues and Expenses
For the Year Ended June 30, 2011

	FOOTBALL	MEN'S BASKETBALL	WOMEN'S BASKETBALL	OTHER SPORTS	NON-PROGRAM SPECIFIC	TOTAL
REVENUES						
Operating Revenues:						
Ticket sales	$29,571,245	$1,330,670	$241,263	$2,816,207	$1,120,194	$35,079,579
Game guarantees	73,170		25,000			98,170
Contributions	22,184,862	594,246	156,757	5,148,749	3,842,413	31,927,027
Compensation and benefits provided by a third party	631,950		6,850	52,600	146,281	837,681
NCAA/Conference distributions including all tournament revenues	14,445,811	4,969,251		1,737	1,111,947	20,528,746
Broadcast, television, radio, and Internet rights					6,839,228	6,839,228
Program sales, concessions, novelty sales, and parking	2,235,053	88,600	7,590	200,543	5,225,952	7,757,738
Royalties, licensing, advertisements, and sponsorships					2,339,891	2,339,891
Endowment and investment income					1,029,603	1,029,603
Other					821,687	821,687
Total operating revenues	69,142,091	6,982,767	437,460	8,219,836	22,477,196	107,259,350
EXPENSES						
Operating Expenses:						
Athletics student aid	2,927,507	440,269	561,080	5,337,307	699,944	9,966,107
Game guarantees	1,705,000	530,000	60,000	78,574		2,373,574
Coaching salaries and benefits paid by the university and related entities	8,025,227	1,993,510	1,385,746	4,486,496		15,890,979
Coaching other compensation and benefits paid by a third party	615,000		6,850	52,600		674,450
Support staff/administrative salaries and benefits paid by the university and related entities	1,333,354	146,907	151,416	318,224	11,873,082	13,822,983
Support staff/administrative other compensation and benefits paid by a third party	16,950				146,281	163,231
Severance payments	90,129	200,000	43,885	51,134	80,038	465,186
Recruiting	302,882	78,266	88,684	458,157	5,570	933,559
Team travel	1,127,536	354,852	425,493	2,197,988	30,555	4,136,424
Equipment, uniforms, and supplies	907,803	77,050	109,035	1,207,052	218,817	2,519,757
Game expenses	713,181	180,331	114,724	593,300	4,777,972	6,379,508
Fund raising, marketing, and promotion	206,293	8,737	42,336	150,481	548,481	956,328
Direct facilities, maintenance, and rental	43,161	6,813	3,455	332,965	16,828,414	17,214,808
Spirit groups				98	705,897	705,995
Medical expenses and medical insurance	150,603	16,261	8,112	157,061	241,499	573,536
Memberships and dues	28,677	670	8,090	10,599	21,019	69,055
Other operating expenses	3,876,643	362,653	174,108	3,143,478	7,394,563	14,951,445
Total operating expenses	22,069,946	4,396,319	3,183,014	18,575,514	43,572,132	91,796,925
Transfers to Institution					4,509,126	4,509,126
Total Expenses	22,069,946	4,396,319	3,183,014	18,575,514	48,081,258	96,306,051
EXCESS (Deficiency) OF REVENUES OVER (Under) EXPENSES	$47,072,145	$2,586,448	($2,745,554)	($10,355,678)	($25,604,062)	$10,953,299

NOTES TO THE FINANCIAL STATEMENT
(UNAUDITED)

INTRODUCTION

Louisiana State University and A&M College (LSU), a part of the Louisiana State University System, is a publicly supported institution of higher education. The system is a component unit of the State of Louisiana within the executive branch of government. The LSU Athletic Department is a part of the operations of LSU's auxiliary enterprises. LSU uses the fiscal year July 1 through June 30 for financial reporting purposes.

The LSU Athletic Department is supported by the Tiger Athletic Foundation (TAF). TAF was founded on May 17, 1983, as a nonprofit corporation under Louisiana Revised Statute 12:201(7). TAF's primary objective is to encourage support and raise funds for LSU and its intercollegiate athletics program. Funds are primarily used to defray the costs of scholarships, help maintain and improve LSU's athletic facilities, and retire present indebtedness. TAF is governed by a board of directors elected from its membership. TAF's activities are monitored by the board of directors in cooperation with and approval of the LSU Athletic Department. TAF escrow accounts, which include booster clubs and affiliated chapters, are deposits in which the foundation acts as custodian or fiscal agent on behalf of booster organizations. TAF acts as a nonaffiliated party to oversee the revenues generated by booster clubs and affiliated chapters and to provide institutional control as required by NCAA rules. TAF uses the calendar year for financial reporting purposes.

The accompanying statement of revenues and expenses presents information as to the transactions for the intercollegiate athletics program of both LSU and TAF for their fiscal years ended June 30, 2011, and December 31, 2010, respectively.

1. CONTRIBUTIONS

No individuals or outside organizations, other than TAF, contributed monies, goods, or services for or on behalf of the athletic department that exceeded 10 percent of the total contributions included in Statement A.

The athletic department received contributions totaling $10,465,232 from TAF for the year ended December 31, 2010. Contributions from TAF on Statement A reflect gifts in the form of goods, services, and benefits paid for or on behalf of the athletic department as follows:

Contributions	$9,627,551
Compensation and benefits provided by a third party	837,681
Total	$10,465,232

2. CAPITAL ASSETS

Capital assets are reported at cost at the date of acquisition or their estimated fair value at the date of donation. For movable property, the university system's capitalization policy includes all items with a unit cost of $5,000 or more and an estimated useful life greater than one year. Renovations to buildings, infrastructure, and land improvements that total $100,000 or more and significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense is incurred. Depreciation is computed using the straight-line method over the estimated useful life of the assets, generally 40 years for buildings and infrastructure, 20 years for depreciable land improvements, and 3 to 10 years for most movable property. All departments within the university follow standardized policies and procedures for acquiring, approving, depreciating, and disposing of capital assets.

<u>Cooperative Endeavors - Expansion of Tiger Stadium</u>

On December 21, 1998, LSU entered into a cooperative endeavor agreement with TAF for an addition to the east side of Tiger Stadium. TAF agrees to lease a parcel of land located adjacent to Tiger Stadium for up to 50 years and to construct additional seats on the land as part of Tiger Stadium, including approximately 70 skyboxes. LSU will lease these stadium improvements from TAF for $2 million per year for a 35-year lease term or until TAF donates such improvements to LSU. The estimated value to LSU of this addition over the term of the agreement is approximately $49 million. The cooperative endeavor agreement will end on April 4, 2049.

On September 26, 2003, LSU entered into a cooperative endeavor agreement with TAF for the expansion and renovation of the west side of Tiger Stadium. TAF agrees to lease land and certain existing improvements for expanding and renovating facilities and to complete general stadium improvements. Effective September 1, 2005, LSU leased these improvements from TAF for $2.5 million per year for a 35-year lease term or until TAF donates such improvements to LSU. The estimated value to LSU of this addition over the term of the agreement is approximately $100 million. This agreement is scheduled to expire on March 31, 2041.

<u>Property and Equipment - TAF</u>

The purchase of property and equipment is recorded at cost. Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as temporarily or permanently restricted revenue. It is TAF's policy to capitalize all fixed asset purchases greater than $1,000. Property and equipment is depreciated using the straight-line method over estimated useful lives of 5 to 50 years.

Construction-in-progress and other additions are stated at cost and represent costs of construction. During the construction period, interest will be capitalized on all qualifying expenditures.

Capital asset activity for the athletic department for the year ended June 30, 2011, is as follows:

LSU ATHLETIC DEPARTMENT

	Restated Balance June 30, 2010	Additions	Transfers	Retirements	Balance June 30, 2011
Capital assets not being depreciated:					
Construction-in-progress	$12,113,392	$4,061,650	($11,768,718)	NONE	$4,406,324
Other capital assets:					
Depreciable land improvements	$2,922,552	$950,000		($689,926)	$3,182,626
Less - accumulated depreciation	(1,577,441)	(125,747)		448,452	(1,254,736)
Total land improvements	1,345,111	824,253	NONE	(241,474)	1,927,890
Buildings	147,547,554	8,311,803	$11,768,718		167,628,075
Less - accumulated depreciation	(39,494,143)	(4,099,012)			(43,593,155)
Total buildings	108,053,411	4,212,791	11,768,718	NONE	124,034,920
Equipment	5,798,771	601,177		(336,106)	6,063,842
Less - accumulated depreciation	(4,556,944)	(363,182)		336,106	(4,584,020)
Total equipment	1,241,827	237,995	NONE	NONE	1,479,822
Total other capital assets	$110,640,349	$5,275,039	$11,768,718	($241,474)	$127,442,632
Capital asset summary:					
Capital assets not being depreciated	$12,113,392	$4,061,650	($11,768,718)		$4,406,324
Other capital assets, at cost	156,268,877	9,862,980	11,768,718	($1,026,032)	176,874,543
Total cost of capital assets	168,382,269	13,924,630	NONE	(1,026,032)	181,280,867
Less - accumulated depreciation	(45,628,528)	(4,587,941)	NONE	784,558	(49,431,911)
Capital assets, net	$122,753,741	$9,336,689	NONE	($241,474)	$131,848,956

Capital asset activity for TAF for the year ended December 31, 2010, is as follows:

TAF

	Balance December 31, 2009	Additions	Transfers	Retirements	Balance December 31, 2010
Capital assets not being depreciated:					
Land	$3,090,000				$3,090,000
Construction-in-progress	515,998	$3,412,854	($3,870,815)	($58,037)	NONE
Total capital assets not being depreciated	$3,605,998	$3,412,854	($3,870,815)	($58,037)	$3,090,000
Other capital assets:					
Land and improvements	$1,625,410		$3,640,165	($896,817)	$4,368,758
Less - accumulated depreciation	(449,422)	($59,452)			(508,874)
Total land improvements	1,175,988	(59,452)	3,640,165	(896,817)	3,859,884
Buildings	146,203,535	3,586	230,650		146,437,771
Less - accumulated depreciation	(12,786,658)	(2,815,871)			(15,602,529)
Total buildings	133,416,877	(2,812,285)	230,650	NONE	130,835,242
Equipment	294,427	1,061			295,488
Less - accumulated depreciation	(208,699)	(27,256)			(235,955)
Total equipment	85,728	(26,195)	NONE	NONE	59,533
Vehicles	27,978				27,978
Less - accumulated depreciation	(11,112)	(5,596)			(16,708)
Total vehicles	16,866	(5,596)	NONE	NONE	11,270
Total other capital assets	$134,695,459	($2,903,528)	$3,870,815	($896,817)	$134,765,929
Capital asset summary:					
Capital assets not being depreciated	$3,605,998	$3,412,854	($3,870,815)	($58,037)	$3,090,000
Other capital assets, at cost	148,151,350	4,647	3,870,815	(896,817)	151,129,995
Total cost of capital assets	151,757,348	3,417,501	NONE	(954,854)	154,219,995
Less - accumulated depreciation	(13,455,891)	(2,908,175)	NONE	NONE	(16,364,066)
Capital assets, net	$138,301,457	$509,326	NONE	($954,854)	$137,855,929

3. LONG-TERM LIABILITIES

Bonds Payable - LSU Athletic Department

The following is a detailed summary of bonds payable for the athletic department for the year ended June 30, 2011:

Issue	Date of Issue	Original Issue	Principal Outstanding June 30, 2010	(Redeemed) Issued	Principal Outstanding June 30, 2011	Interest Rates	Maturities	Interest Outstanding June 30, 2011
2005A	June 2, 2005	$6,295,000	$3,360,000	($535,000)	$2,825,000	3.0% to 5.0%	2012-2017	$389,548
2006	August 9, 2006	47,280,000	47,280,000	(565,000)	46,715,000	4.0% to 5.0%	2012-2036	37,991,341
2007	December 11, 2007	24,091,200	23,102,600	(458,800)	22,643,800	4.0% to 5.0%	2012-2037	17,399,904
2008	June 27, 2008	6,180,000	6,040,000		6,040,000	2.0% to 5.0%	2012-2026	2,929,052
Total		$83,846,200	$79,782,600	($1,558,800)	$78,223,800			$58,709,845

The 2005A bonds refunded the Series 1996 bonds for $3,965,000 and the Series 1997 bonds for $2,330,000. The 2006 bonds funded the construction of the Alex Box Stadium and the Women's Softball Complex. The 2007 bonds funded renovations and additions to various athletic facilities, including parking facilities. The 2008 fixed rate bonds refunded the variable rate 2005B bonds and terminated an associated derivative interest rate swap agreement. This issue also refunded the 1988 LPFA loan agreement.

The following is the amortization schedule for the outstanding bonds payable for the athletic department as of June 30, 2011:

Fiscal Year Ending	Principal	Interest	Total
2012	$1,736,700	$3,722,071	$5,458,771
2013	1,806,700	3,652,603	5,459,303
2014	1,879,600	3,574,535	5,454,135
2015	1,957,500	3,493,301	5,450,801
2016	2,020,400	3,408,601	5,429,001
2017-2021	11,645,000	15,641,925	27,286,925
2022-2026	14,440,200	12,561,438	27,001,638
2027-2031	18,180,200	8,748,457	26,928,657
2032-2036	23,084,500	3,837,454	26,921,954
2037	1,473,000	69,460	1,542,460
Total	$78,223,800	$58,709,845	$136,933,645

Bonds Payable - TAF

The following is a detailed summary of bonds payable for TAF for the year ended December 31, 2010:

Issue	Date of Issue	Original Issue	Principal Outstanding December 31, 2009	(Redeemed) Issued	Principal Outstanding December 31, 2010	Interest Rates	Maturities
Series 1999 Bonds	March 4, 1999	$43,575,000	$43,575,000	($1,475,000)	$42,100,000	Variable	2011-2028
Series 2004 Bonds	March 23, 2004	90,000,000	83,535,000	(1,860,000)	81,675,000	Variable	2011-2039
Total		$133,575,000	$127,110,000	($3,335,000)	$123,775,000		

In 1999, TAF issued $43,575,000 in revenue bonds for financing or reimbursing a portion of the cost of certain improvements and renovations to the East Side Upper Deck of Tiger Stadium at LSU.

In 2004, TAF issued $90,000,000 in revenue bonds for financing or reimbursing a portion of the cost of certain improvements and renovations to the West Side Upper Deck at LSU's Tiger Stadium and construction of the Football Operations Center, as well as miscellaneous improvements to Tiger Stadium. On March 15, 2007, an amendment was made to the original loan agreement which waived the principal payment due on September 1, 2007, and extended the payment schedule an additional year, through 2034, with the intent that the 2007 principal payment will be paid on September 1, 2034. Effective November 2009, the bonds were reissued as a single fully registered bond without coupons and shall mature September 2039.

The following is the amortization schedule for the outstanding bonds payable for TAF as of December 31, 2010:

Fiscal Year Ending	Principal	Interest
2011	$3,490,000	Variable
2012	3,660,000	Variable
2013	3,840,000	Variable
2014	4,025,000	Variable
2015	4,215,000	Variable
2016-2020	24,330,000	Variable
2021-2025	28,780,000	Variable
2026-2030	28,755,000	Variable
2031-2035	18,680,000	Variable
2036-2039	4,000,000	Variable
Total	$123,775,000	