

**STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
STATE OF LOUISIANA**

**Basic Financial Statements
and Independent Auditors' Reports
As of and for the Year Ended June 30, 2005**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 2/15/06

**STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
STATE OF LOUISIANA**

**Basic Financial Statements
and Independent Auditors' Reports**

As of and for the Year Ended June 30, 2005

**STATE PLUMBING BOARD OF LOUISIANA
2714 CANAL STREET, SUITE 512
NEW ORLEANS, LOUISIANA 70119
(504) 826-2382**

GOVERNING BOARD

As of June 30, 2005

James C. Finley
Jack E. Hicks
James R. Osborne, Jr.
Robert Rolston
Linden Raimer
Rickey Fabra
Wendell Guillot
John P. Thomas

Don Traylor, Executive Director

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LEROY J. CHUSTZ AND BEVERLY A. RYALL

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INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS

**Board Members of
State Plumbing Board of Louisiana
Department of Labor
State of Louisiana
New Orleans, Louisiana**

We have audited the accompanying basic financial statements of the **State Plumbing Board of Louisiana**, a component unit of the State of Louisiana, as of and for the year ended June 30, 2005, as listed in the Table of Contents. These basic financial statements are the responsibility of **State Plumbing Board of Louisiana** management. Our responsibility is to express an opinion on these basic 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, and the *Louisiana Governmental Audit Guide*. Those standards and the guide require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the **State Plumbing Board of Louisiana**, as of June 30, 2005, and the results of its operations and cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

The State Plumbing Board of Louisiana has not presented the Management's Discussion and Analysis for the business type activity - licensing enterprise fund, that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

The accompanying required supplementary information, which consists of Management's Discussion and Analysis as listed in the Table of Contents is not a required part of the basic financial statements but is supplementary information required by the Government Accounting Standards Board. We have applied

certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the supplemental information. However, we did not audit the information and express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2005, on our consideration of the **State Plumbing Board of Louisiana's** internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, and contracts. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise the **State Plumbing Board of Louisiana's** basic financial statements. The accompanying supplementary information, such as the Division of Administration Reporting packet, as listed in the table of contents are presented for purpose of additional analysis and are not a required part of the basic financial statements of the **State Plumbing Board of Louisiana**. Such information differs from the information presented in the basic financial statements, which is presented in conformity with generally accepted accounting principles.

Leroy J. Chuatz
Certified Public Accountant, APAC
December 23, 2005

Beverly A. Ryall
Certified Public Accountant

**STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2005**

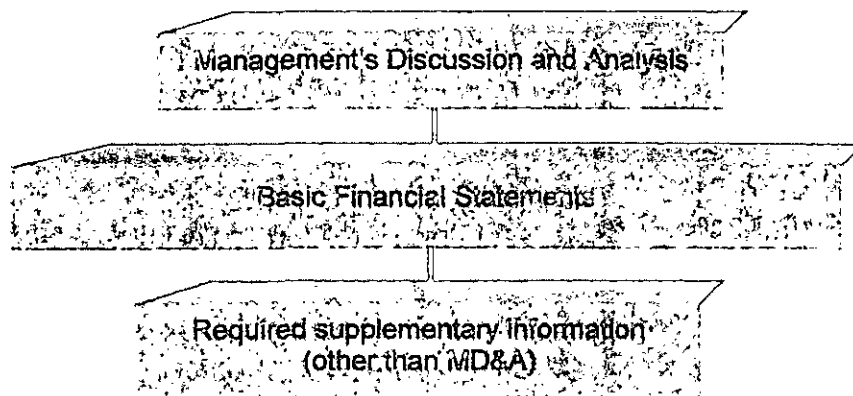
The Management's Discussion and Analysis of the STATE PLUMBING BOARD OF LOUISIANA (BTA) financial performance presents a narrative overview and analysis of STATE PLUMBING BOARD OF LOUISIANA (BTA) financial activities for the year ended June 30, 2005. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the additional information contained in the transmittal letter presented on pages ____ - ____ and the STATE PLUMBING BOARD OF LOUISIANA (BTA) financial statements, which begin on page ____.

FINANCIAL HIGHLIGHTS

- ☆ The STATE PLUMBING BOARD OF LOUISIANA (BTA) assets exceeded its liabilities at the close of fiscal year 2005 by \$190,937 which represents a 29.7% decrease from last fiscal year. The net assets decreased by \$80,845 (or 29.7%).
- ☆ The STATE PLUMBING BOARD OF LOUISIANA (BTA) revenue decreased \$27,467 (or 4.5%) and the net results from activities decreased by \$6,253 (or -8.4%)

OVERVIEW OF THE FINANCIAL STATEMENTS

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



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

Basic Financial Statements

The basic financial statements present information for the STATE PLUMBING BOARD OF LOUISIANA (BTA) as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Balance Sheet; the Statement of Revenues, Expenses, and Changes in Fund Net Assets; and the Statement of Cash Flows.

**STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2005**

The Balance Sheet (pages ___ - ___) presents the current and long term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of the STATE PLUMBING BOARD OF LOUISIANA (BTA) is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Fund Net Assets (pages ___ - ___) presents information showing how STATE PLUMBING BOARD OF LOUISIANA (BTA) assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Statement of Cash Flows (pages ___ - ___) presents information showing how STATE PLUMBING BOARD OF LOUISIANA (BTA) cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income(loss) to net cash provided(used) by operating activities (indirect method) as required by GASB 34.

FINANCIAL ANALYSIS OF THE ENTITY

Current and other assets	\$ 235,134	\$ 315,115
Capital assets	1,205	1,2756
Total assets	247,215	327,871
Other liabilities	59,278	56,089
Long-term debt outstanding		
Total liabilities	59,278	56,089
Net assets:		
Invested in capital assets, net of debt	1,205	1,2756
Restricted	1,78873	259,026
Unrestricted		
Total net assets	\$ 1,80937	\$ 27,1782

Restricted net assets represent those assets that are not available for spending as a result of legislative requirements, donor agreements, or grant requirements. Conversely, unrestricted net assets are those that do not have any limitations on how these amounts may be spent.

Net assets of STATE PLUMBING BOARD OF LOUISIANA (BTA) decreased by \$80,845, or -29.7%, from June 30, 2004 to June 30, 2005. The major cause of this decrease is the inability to have Legislation passed which would allow for an increase in license fees.

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2005

	Total	
	2005	2004
Operating revenues	\$ 583262	\$ 610729
Operating expenses	664107	685321
Operating income(loss)	-80845	-74592
Non-operating revenues(expenses)		
Income(loss) before transfers	-80845	-74592
Transfers in		
Transfers out		
Net increase(decrease) in net assets	\$ -80845	\$ -74592

The **STATE PLUMBING BOARD OF LOUISIANA (BTA)** total revenues decreased by \$27,467 or (4.5%). The total cost of all programs and services decreased by \$21,214 or 3.1%

STATEMENT OF CASH FLOWS

Another way to assess the financial health of BTA is to look at the Statement of Cash Flows. The Statement of Cash Flows assists readers of this statement to assess:

- The ability to generate future cash flows
- The ability to meet obligations as they come due
- A need for external financing

Statement of Cash Flows (in thousands)		
	2005	2004
Cash and cash equivalents provided used by:		
Operating activities		
Capital Financial Activities	\$ _____	\$ _____
Non-capital financing activities	\$ _____	_____
Investing activities	_____	_____
Net increase in cash and cash equivalents	_____	_____
Cash and cash equivalents		
Beginning of year	_____	_____
End of year	\$ _____	\$ _____

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2005

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of 2005, the STATE PLUMBING BOARD OF LOUISIANA (BTA) had \$12,061 invested in a broad range of capital assets, including equipment (See Table below) This amount represents a net decrease (including additions and deductions) of \$695, or -5.4% over last year.

Capital Assets at Year-end
(Net of Depreciation, in thousands)

	2005	2004
Land	\$	\$
Buildings and improvements		
Equipment	12	13
Infrastructure		
Totals \$	\$ 12	\$ 13

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

- Copier - \$5 (Five Thousand)
-
-

Debt

The STATE PLUMBING BOARD OF LOUISIANA (BTA) had \$ _____ thousand in bonds and notes outstanding at year-end, compared to \$ _____ thousand last year, a (decrease / increase) of _____ % as shown in the table below.

Outstanding Debt at Year-end
(in thousands)

	2005	2004
General Obligation Bonds	\$	\$
Revenue Bonds and Notes		
Totals \$	\$ -	\$ -

New debt resulted from _____

**STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2005**

The STATE PLUMBING BOARD OF LOUISIANA (BTA)'s bond rating continues to carry the _____ rating for general obligation bonds, and _____ rating for other debt.

The STATE PLUMBING BOARD OF LOUISIANA (BTA) has claims and judgments of \$ _____ outstanding at year-end compared with \$ _____ last year. Other obligations include accrued vacation pay and sick leave.

VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS

Revenues were approximately \$ _ million over/under budget and expenditures were more/less than budget due in part to _____.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The STATE PLUMBING BOARD OF LOUISIANA'S (BTA) elected and appointed officials considered the following factors and indicators when setting next year's budget, rates, and fees. These factors and indicators include:

-
-
-

The STATE PLUMBING BOARD OF LOUISIANA (BTA) expects that next year's results will improve based on the following:

- Based upon a Legislative approval of a license fee increase
-
-

CONTACTING THE STATE PLUMBING BOARD OF LOUISIANA (BTA) MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the STATE PLUMBING BOARD OF LOUISIANA'S (BTA) finances and to show the STATE PLUMBING BOARD OF LOUISIANA'S (BTA) accountability for the money it receives. If you have questions about this report or need additional financial information, Contact DON TRAYLOR , 2714 Canal Street Suite 514 New Orleans, LA 70119, 504-826-2382.

BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Proprietary Fund Financial Statements:
 - Enterprise funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
PROPRIETARY FUND - ENTERPRISE FUND
STATEMENT OF NET ASSETS
JUNE 30, 2005

ASSETS

Current Assets

Cash and cash equivalents	\$ 217,186.05
Receivables	1,790.68
Accrued interest receivable	311.57
Prepaid expenses	<u>15,865.25</u>

Total Current Assets	<u>235,153.55</u>
-----------------------------	--------------------------

Noncurrent Assets

Vehicles	20,284.00
Equipment	11,341.00
Accumulated depreciation	<u>(19,564.10)</u>
Total noncurrent assets	<u>12,060.90</u>

TOTAL ASSETS	<u>247,214.45</u>
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LIABILITIES

Current Liabilities

Accounts payable	2,850.49
Payroll deductions and accruals	3,079.70
Deferred+ revenues	<u>31,000.00</u>
Total Current Liabilities	<u>36,930.19</u>

Noncurrent Liabilities

Compensated absences	<u>19,347.85</u>
Total Noncurrent Liabilities	<u>19,347.85</u>

TOTAL LIABILITIES	<u>56,278.04</u>
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NET ASSETS

Investment in capital assets	12,060.90
Unrestricted	<u>178,875.51</u>

TOTAL NET ASSETS	<u>\$ 190,936.41</u>
-------------------------	-----------------------------

The accompanying notes are an integral part of this statement.

STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
PROPRIETARY FUND - ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
YEAR ENDED JUNE 30, 2005

OPERATING REVENUES:

Charges for services -	
Licenses	\$ 420,547.95
Examination fees	99,945.25
Enforcement actions	42,345.93
Temporary permits	<u>7,645.00</u>
Total Operating Revenues	<u>570,484.13</u>

OPERATING EXPENSES:

Personal services -	
Commissioners per diem	7,125.00
Salaries	335,099.39
Employee benefits	76,358.24
Travel	64,745.80
Operating services	85,380.50
Supplies	14,779.75
Professional services	72,643.32
Depreciation expense	<u>6,232.70</u>
Total Operating Expenses	<u>662,364.70</u>
Operating Income (Loss)	<u>(91,880.57)</u>

NONOPERATING REVENUES:

Interest earnings	3,765.16
Other revenues	<u>7,270.17</u>
Total Nonoperating Revenues	<u>11,035.33</u>

<i>Increase (Decrease) in net assets</i>	<u>(80,845.24)</u>
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<i>NET ASSETS AT JUNE 30, 2004</i>	<u>271,781.65</u>
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<i>NET ASSETS AT JUNE 30, 2005</i>	<u><u>\$ 190,936.41</u></u>
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The accompanying notes are an integral part of this statement.

**STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
PROPRIETARY FUND - ENTERPRISE FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005**

Cash flows from operating activities

Cash received from customers	\$ 599,019.20
Cash payments to suppliers for goods and services	252,187.19
Cash payments to employees for services	<u>435,606.64</u>
Net cash provided (used) by operating activities	<u>(88,774.63)</u>

Cash flows from non-capital financing activities

Interest earnings	3,765.16
Other revenues	<u>7,270.17</u>
Net cash provided (used) by non-capital financing activities	<u>11,035.33</u>

Cash flows from capital and related financing

Purchases of capital assets	<u>(5,538.00)</u>
Net cash provided (used) by capital and related financing activities	<u>(5,538.00)</u>

Net increase (decrease) in cash and cash equivalents (83,277.30)

Cash and cash equivalents at beginning of year 300,463.35

Cash and cash equivalents at the end of the year \$ 217,186.05

Reconciliation of operating income (loss) to net cash provided (used) by operating

Operating income (loss)	\$ (91,880.57)
Adjustments to reconcile operating income (loss) to net cash	
Depreciation	6,232.70
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	10,196.64
(Increase) decrease in prepayments	(13,201.3)
(Increase) decrease in accrued interest	(311.57)
Increase (decrease) in accounts payable	(1,436.45)
Increase (decrease) in accrued payroll and related benefits	(15,850.74)
Increase (decrease) in compensated absences payable	(1,173.27)
Increase (decrease) in deferred revenues	<u>18,650.00</u>
Net cash provided (used) by operating activities	<u>\$ (88,774.63)</u>

The accompanying notes are an integral part of this statement.

**STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1.A. INTRODUCTION

The State Plumbing Board of Louisiana was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 37:1361-1380. The Board is under the control of the Department of Labor and a component unit of the State of Louisiana and is an integral part of such reporting entity. The Board is composed of eight (8) members appointed by the Governor of Louisiana for a term of six years. The Board consists of one registered engineer, one plumbing inspector, three master plumbers, and three journeyman plumbers. Each appointment is made from a list of three names for each appointment submitted by the following:

1. The registered engineer and the plumbing inspector by the president of the Louisiana State Board of Health;
2. Master plumbers by the Louisiana Association of Plumbing, Heating and Cooling Contractors of Louisiana or its successors;
3. Journeymen plumbers by the Louisiana Pipe Trades Association or its successor.

The Board elects from its members a chairman, a vice chairman and a secretary-treasurer for two year terms; the election to be held within thirty days of July 1 in each odd-numbered year. The chairman shall vote only in a case of a tie.

As authorized by Louisiana Revised Statute 37:1364, each member of the Board shall be reimbursed when actually in attendance at a board meeting or when required to travel for the official authorized business of the board, and such reimbursement shall not exceed \$75.00 per day plus actual expenses. Mileage to and from the member's domicile to the place of meeting or when otherwise required to travel for official authorized business of the board shall be reimbursed at the rate set by the Division of Administration for state employees pursuant to L.R.S. 39:231.

The Board is charged with the responsibility of licensing and regulating any person engaged in the following trades or businesses in the State of Louisiana:

- plumbing installation or plumbing work of any character (journeyman plumber)
- *business of a master plumber*
- apprentice plumber
- installing piping used solely to transport gases for medical purposes

The Board's office is located in New Orleans, Louisiana, and employs 3 administrative personnel. The Board's operations are funded entirely through annual self-generated revenues.

1.B. FINANCIAL REPORTING ENTITY

GASB Statement No. 14, "The Financial Reporting Entity," has defined the governmental reporting entity to be the State of Louisiana. The State Plumbing Board of Louisiana is considered a component unit of the State of Louisiana because the state exercises oversight responsibility in that the governor appoints the board members, and public service is rendered within the state's boundaries. The accompanying basic financial statements present information only as to the transactions of the State Plumbing Board of Louisiana, a component unit of the State of Louisiana.

**STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005**

Annually the State of Louisiana issues a basic financial statement which includes the activity contained in the accompanying financial statement. The basic financial statement is issued by the Louisiana Division of Administration-Office of Statewide Reporting and Accounting Policy and audited by the Louisiana Legislative Auditor.

1.C. BASIS OF PRESENTATION

Proprietary Fund Financial Statements

Proprietary Fund Financial Statements include a Statement of Net Assets, a Statement of Revenues, Expenses and Changes in Fund Net Assets, and a Statement of Cash Flows for each major proprietary fund and non-major funds aggregated.

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Assets. The Statement of Revenues, Expenses and Changes in Fund Net Assets presents increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

1.D. ASSETS, LIABILITIES AND NET ASSETS

Cash and Cash Equivalents, Investments

For the purpose of the Statement of Net Assets, and Statement of Cash Flows, cash and cash equivalents include all demand, savings accounts, and certificates of deposits of the Board with an original maturity of 90 days or less.

Investments are carried at fair value. Fair value is based on quoted market price.

Receivables

Receivables consist of all revenues earned at year-end and not yet received. Material receivables include accruals for licenses, permits and examination fees and interest which are accrued when earned.

Prepays

Prepays reflect payments to vendors that benefit future reporting periods and are also reported on the consumption basis.

Capital Assets and Depreciation

**STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005**

Proprietary fund fixed assets are accounted for as capital assets. Capital assets purchased or acquired with an original cost or donated value of \$5,000 or more are recorded at historical cost, or estimated historical cost. Donated fixed assets are recorded at their estimated fair value at the date of donation.

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the Statement of Revenues, Expenses, and Changes in Fund Net Assets, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Automobile	5 years
Equipment	5 years

Compensated Absences

Employees of the Board earn and accumulate vacation and sick leave at varying rates, depending upon their years of service. The amount of vacation 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 vacation leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused vacation leave in excess of 300 hours plus unused sick leave are used to compute retirement benefits.

The liability for these compensated absences is recorded as long-term debt in the proprietary fund statements. The current portion of this debt can not be estimated and accordingly, it is reported as a noncurrent liability.

Equity Classifications

Equity is classified as net assets and may be displayed in three components:

- a. Investment in Capital Assets– Consists of capital assets including restricted capital assets net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted Net Assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted Net Assets – All other net assets that do not meet the definition of “restricted” or “investment in capital assets.”

1.E. REVENUES AND EXPENSES

Operating Revenues and Expenses

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

**STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005**

NOTE 2. - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

By its nature as a state agency, the Board is subject to various state laws and regulations. An analysis of the Board's compliance with significant laws and regulations and demonstration of its stewardship over Board resources follows.

2.A. FUND ACCOUNTING REQUIREMENTS

The Board complies with all state laws and regulations requiring the use of separate funds. The Board has no legally required separate funds.

2.B. DEPOSITS AND INVESTMENTS LAWS AND REGULATIONS

In accordance with state law, all uninsured deposits of the Board in financial institutions must be secured with acceptable collateral valued at the lower of market or par. Acceptable collateral includes certain U.S. Government or Government Agency securities, certain State of Louisiana or political subdivision debt obligations, or surety bonds. As required by 12 U.S.C.A., Section 1823(e), all financial institutions pledging collateral to the Board must have a written collateral agreement approved by the board of directors or loan committee. As reflected in Note 3.A., all deposits were fully insured or collateralized.

Investments are limited by R.S. 39:327 and the Board's investment policy.

NOTE 3. - DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS

The following notes present detail information to support the amounts reported in the basic financial statements for its various assets, liabilities, equity, revenues, and expenses.

3.A. DEPOSITS WITH FINANCIAL INSTITUTIONS

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

For the purpose of the Statement of Cash Flows, all highly liquid investments (including restricted assets with a maturity of three months or less when purchased) are considered to be cash equivalents.

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 are held in the name of the pledging fiscal agent bank in a holding custodial bank in the form of safekeeping receipts.

STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

The deposits at June 30, 2005, consisted of the following:

	Cash	Certificates of Deposit	Total
Deposits in Bank Accounts Per Balance Sheet	\$ 53,830	\$ 171,662	\$ 225,492
Bank Balances of Deposits Exposed to Custodial Credit Risk			
Insured by FDIC	53,830	46,170	100,000
a. Uninsured and uncollateralized			
b. Uninsured and collateralized with securities held by the pledging institute			
c. Uninsured and collateralized with securities held by the pledging institutions's trust department or agent but not in the entity's name	0	125,492	125,492
Total Bank Balances - All Deposits	<u>\$ 53,830</u>	<u>\$ 171,662</u>	<u>\$ 225,492</u>

Reconciliation to Government-wide Statement of Net Assets:

Petty cash	\$ 200
Unrestricted cash	45,324
Certificates of Deposit	171,662
Total Cash and Certificates	<u>\$ 217,186</u>

3.B. ACCOUNTS RECEIVABLE

Receivables detail at June 30, 2005, is as follows:

Refunds on overpayments	\$ 1,326
Other	465
Total receivable	<u>\$ 1,791</u>

**STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005**

3.C. CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2005, was as follows:

	Balance at June 30, 2004	Additions	Disposals	Balance at June 30, 2005
Capital Assets, being depreciated				
Vehicles and Equipment	\$ 26,087	\$ 5,538		\$ 31,625
Less accumulated depreciation	(13,331)	6,232		19,564
Total Vehicles and Equipment	12,756			12,060
Total Capital Assets, being depreciated	<u>\$ 12,756</u>	<u>\$ (695)</u>	<u>\$ 0</u>	<u>\$ 12,061</u>

3.D. ACCOUNTS PAYABLE

Payables are composed of payables for trade accounts.

3.E. DEFERRED REVENUE

Deferred revenues are associated with examination fees which are collected prior to test dates. The fees are considered earned upon the administration of the test.

3.F. LONG-TERM DEBT

As of June 30, 2005, the long-term debt of the Board consists of the following:

Accrued Compensated Absences:

Current portion (not determinable)

Noncurrent portion 19,347

Total Long -Term Debt \$ 19,347

Changes in Long-Term Debt

The following is a summary of changes in long-term debt for the year ended June 30, 2005:

Type of Debt	Balance June 30, 2004	Additions	Deductions	Balance June 30, 2005
Accrued Compensated Absences	\$ 20,521		\$1,173	\$ 19,348
Total Long -Term Debt	<u>\$ 20,521</u>			<u>\$ 20,521</u>

**STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005**

NOTE 4. - OTHER NOTES

4.A. EMPLOYEE PENSION AND OTHER BENEFIT PLANS

Pension Plan

Substantially all of the employees of the Board are members of the Louisiana State Employees Retirement System ("System"), a cost sharing, multiple-employer, defined benefit public employee retirement system (PERS) controlled and administered by a separate board of trustees.

All full time employees are eligible to participate in the System. Benefits vest with ten years of service. At retirement age, employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 month average salary multiplied by their years of credited service.

Vested employees are entitled to a retirement benefit, payable monthly for life at (a) any age with thirty years of service, (b) age 55 with twenty-five years of service, and (c) at age sixty with ten years of service. In addition, vested employees have the option of reduced benefits at any age with twenty years of service. The System also provides death and disability benefits. Benefits are established by state statute. The system issues an annual

publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana State Employees' Retirement System; P. O. Box 44213; Baton Rouge, LA 70804 or by calling (800)256-3000.

Members are required by state statute to contribute at 7.5% of gross salary. The Board is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for fiscal year ended June 30, 2005 increased to 17.8 of annual covered payroll from the 15.89% and 14.1% in fiscal years ended June 30, 2004 and 2003 respectively. The board contributions to the System for the year ending June 30, 2005, 2004 and 2003 are \$38,430, \$37,260, and \$29,642 respectively, equal to the required contributions for that year.

Post Employment Health Care and Life Insurance Benefits

Substantially all Board employees become eligible for post employment health care, dental, and life insurance benefits if they reach normal retirement age while working for the Board. These benefits for retirees and similar benefits for active employees are provided through the insurance company whose premiums are paid jointly by the employee and the Board. The Board recognizes the cost of providing these benefits as an expenditure when paid during the year. For the year ended June 30, 2005, the cost of providing those benefits for one retiree totaled \$10,976.

Deferred Compensation Plan

Certain employees of the Board participate in the Louisiana Deferred Compensation Plan adopted under the provisions of Internal Revenue Code Section 457. Complete disclosures relating to this statewide plan are available in the financial statements of the State of Louisiana.

4.B. ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires the Board's management to make estimates and assumptions that effect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005

4.C. RISK MANAGEMENT

The Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, injuries to employees; employee health and life; and natural disasters. The Board manages these various risks of loss as follows:

<u>Type of Loss</u>	<u>Method Managed</u>	<u>Risk Retained</u>
Torts, errors and omissions	Purchased insurance with Louisiana Office of Risk Management public entity risk pool	None
Injuries to employees (Workers' compensation)	Participates in Louisiana Office of Risk Management public entity risk pool	None
Physical property loss and natural disasters	Purchased insurance with Louisiana Office of Risk Management public entity risk pool	None
Health and life	Participates in Louisiana Office of Group Benefits Plan	None

Management believes such coverage is sufficient to preclude any significant uninsured losses to the Board. Settled claims have not exceeded this insurance coverage in any of the past three fiscal years.

Public Entity Risk Pool

The Board participates in the Louisiana State Office of Risk Management (public entity risk pool), which is responsible for negotiating, compromising and settling all claims including all tort claims against the Board.

4.D. COMMITMENTS AND CONTINGENCIES

Contingencies

Litigation

The State of Louisiana, Division of Administration, Office of Risk Management has not reported any cases pending.

Lease Obligations

The Plumbing Board had the following leases in effect as of June 30, 2005:

New Orleans office space at 2714 Canal Street, Suites 400 and 512. The lease calls for monthly lease payments of \$1,239 through January 31, 2006.

Baton Rouge office space at 12497 Airline Highway. The lease calls for monthly lease payments of \$2,838 through October 31, 2006.

**STATE PLUMBING BOARD OF LOUISIANA
DEPARTMENT OF LABOR
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2005**

Future lease requirements for year ending June, 30:

2006	43,384
2007	11,428
TOTAL	<u>\$ 11,428</u>

4.E. COMPENSATION PAID TO BOARD MEMBERS

The schedule of per diem payments to Board Members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. As authorized by Louisiana Revised Statute 32:772, each member of the Board shall be reimbursed when actually in attendance at a board meeting or when required to travel for the official authorized business of the board, and such reimbursement shall not exceed \$75.00 per day.

<u>Commissioner</u>	<u>No. of Days</u>	<u>Amount</u>
Keith Bienvenu		
James Finley	15	1,125
John P. Thomas	3	225
Jack Hicks	10	750
Rickey Fabra	3	225
James Osborne, Jr.	9	675
Linden Raimer	6	450
Robert Rolston	42	3,150
Wendell Guillot	7	525
Total		<u>\$ 7,125</u>

5. SUBSEQUENT EVENT

On August 29, 2005, Hurricane Katrina struck New Orleans, Louisiana. The Plumbing Board's offices were evacuated and relocated to Baton Rouge, Louisiana. The Board continues to operate out of the Baton Rouge offices, however, it is not possible to determine at this time the long term effect to the Plumbing Board of Hurricane Katrina and the subsequent flooding of the building in which the Board's operations were housed.

OTHER REPORTS REQUIRED BY
GOVERNMENT AUDITING STANDARDS

The following pages contain a report on compliance with laws and regulations and on internal control over financial reporting as required by *Government Auditing Standards*, issued by the Comptroller General of the United States. This report is based solely on the audit of the financial statements and includes, where appropriate, any reportable conditions and/or material misstatements in internal control or compliance matters that would be material to the presented financial statements.

LEROY J. CHUSTZ

CERTIFIED PUBLIC ACCOUNTANT, APAC

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AND

BEVERLY A. RYALL

CERTIFIED PUBLIC ACCOUNTANT

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF THE BASIC FINANCIAL STATE-
MENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

**Board Members of
State Plumbing Board of Louisiana
Department of Labor
State of Louisiana
New Orleans, Louisiana**

We have audited the basic financial statements of the State Plumbing Board of Louisiana, a component unit of the State of Louisiana, as of and for the year ended June 30, 2005, and have issued our report thereon dated December 23, 2005. 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, and the *Louisiana Governmental Audit Guide*.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the State Plumbing Board of Louisiana's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, and contracts, 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 that would be required to be reported under *Government Auditing Standards* and the *Louisiana Governmental Audit Guide*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the State Plumbing Board of Louisiana's internal control over financial reporting to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, of the reportable conditions described above, I consider 2004-3 to be a material weakness, which is reported in the accompanying findings report under prior year finding 2004-3.

This report is intended for the information and use of the State Plumbing Board of Louisiana and its management, the Louisiana Legislative Auditor, the State of Louisiana and is not intended to be, and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Leroy J. Chustz

Certified Public Accountant, APAC
December 23, 2005

Beverly A. Ryall

Certified Public Accountant

**STATE PLUMBING BOARD OF LOUISIANA
SCHEDULE OF FINDINGS
YEAR ENDED JUNE 30, 2005**

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements of State Plumbing Board of Louisiana.
2. Several reportable conditions were disclosed during the audit of the basic financial statements.
3. Two instance of noncompliance was disclosed during the audit of the basic financial statements.
4. There were no federal awards received by State Plumbing Board of Louisiana.

B. FINDINGS--FINANCIAL STATEMENTS AUDIT

Internal Control Over Financial Reporting -

See continuation of 2004-3 finding in Resolution of Prior Year Findings which accompanies this schedule.

**STATE PLUMBING BOARD OF LOUISIANA
RESOLUTION OF PRIOR YEAR FINDINGS
YEAR ENDED JUNE 30, 2005**

2004-1 Louisiana Compliance Questionnaire

Finding: The Board did not adopt the completed *Louisiana Compliance Questionnaire* at a regular board meeting.

Action Taken by Management: The *Louisiana Compliance Questionnaire* covering the current year audit was adopted by the Board at a regular meeting in accordance with the *Louisiana Governmental Audit Guide*.

2004-2 Management's Discussion and Analysis

Finding: The required MD&A and the Annual Financial Reporting package was not available at the time of the issuance of audited financial statements.

Action Taken by Management: Management states that the MD&A and Annual Financial Reporting package will be available for the issuance of the current year's audited financial statements.

2004-3 Inadequate Controls and Supervision (Material Weakness)

Finding: Numerous instances were found in which the internal controls over accounting and financial reporting were inadequate to comply with the accounting requirements of Louisiana Revised Statute.

Action Taken by Management: Management has contracted with an independent certified public accountant assist it's accountant in recording transactions and filing the necessary reports to federal and state agencies. However, during our initial field work, we found numerous instances in which the accounting records contained uncorrected errors. Management was allowed to reevaluate and correct their accounting records in order to produce accurate financial statements. Management should continuously evaluate the accuracy of their accounting records, adequacy of their internal controls and the appropriateness of their external reporting. Management should also continue to seek the services of a competent contractual accountant to monitor and correct contemporaneously and to perform year end adjustments and accruals as necessary.

SUPPLEMENTAL INFORMATION REQUIRED BY
STATE OF LOUISIANA
DIVISION OF ADMINISTRATION
OFFICE OF STATEWIDE REPORTING AND ACCOUNTING POLICY

The following pages contain a report on the Board's Annual Financial Report prepared in accordance with the requirements of the Louisiana Division of Administration, Office of Statewide Reporting and Accounting Policy.

STATE PLUMBING BOARD OF LOUISIANA

STATE OF LOUISIANA
Annual Financial Statements
June 30, 2005

C O N T E N T S

TRANSMITTAL LETTER

AFFIDAVIT

Statements

MD&A

Balance Sheet A

Statement of Revenues, Expenses, and Changes in Fund Net Assets B

Statement of Activities C

Statement of Cash Flows D

Notes to the Financial Statements

- A. Summary of Significant Accounting Policies
- B. Budgetary Accounting
- C. Deposits with Financial Institutions and Investments
- D. Capital Assets -- Including Capital Lease Assets
- E. Inventories
- F. Restricted Assets
- G. Leave
- H. Retirement System
- I. Post Retirement Health Care and Life Insurance Benefits
- J. Leases
- K. Long-Term Liabilities
- L. Litigation
- M. Related Party Transactions
- N. Accounting Changes
- O. In-Kind Contributions
- P. Defeased Issues
- Q. Cooperative Endeavors
- R. Government-Mandated Nonexchange Transactions (Grants)
- S. Violations of Finance-Related Legal or Contractual Provisions
- T. Short-Term Debt
- U. Disaggregation of Receivable Balances
- V. Disaggregation of Payable Balances
- W. Subsequent Events
- X. Segment Information
- Y. Due to/Due from and Transfers
- Z. Liabilities Payable from Restricted Assets
- AA. Prior-Year Restatement of Net Assets

Schedules

- 1 Schedule of Per Diem Paid Board Members
- 2 Schedule of State Funding
- 3 Schedules of Long-Term Debt
- 4 Schedules of Long-Term Debt Amortization
- 15 Schedule of Comparison Figures and Instructions

Appendices

- A Instruction for the Simplified Statement of Activities
- B Information for Note C "Deposits with Financial Institutions and Investments"

**STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2005**

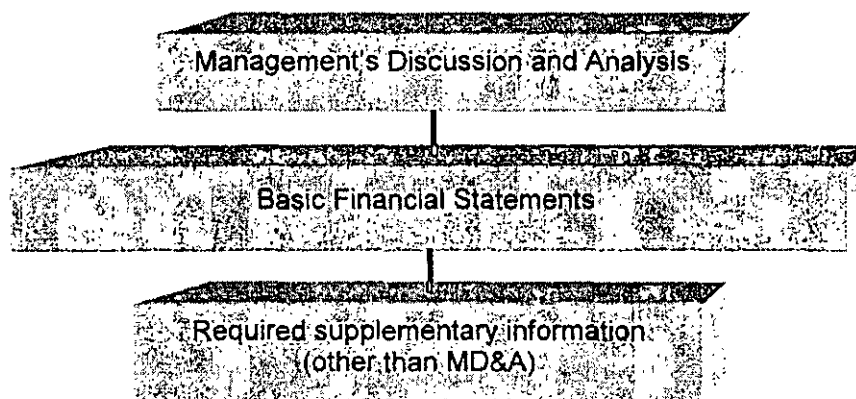
The Management's Discussion and Analysis of the STATE PLUMBING BOARD OF LOUISIANA (BTA) financial performance presents a narrative overview and analysis of STATE PLUMBING BOARD OF LOUISIANA (BTA) financial activities for the year ended June 30, 2005. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the additional information contained in the transmittal letter presented on pages ____ - ____ and the STATE PLUMBING BOARD OF LOUISIANA (BTA) financial statements, which begin on page ____.

FINANCIAL HIGHLIGHTS

- ★ The STATE PLUMBING BOARD OF LOUISIANA (BTA) assets exceeded its liabilities at the close of fiscal year 2005 by \$190,937 which represents a 29.7% decrease from last fiscal year. The net assets decreased by \$80,845 (or 29.7%).
- ★ The STATE PLUMBING BOARD OF LOUISIANA (BTA) revenue decreased \$27,467 (or 4.5%) and the net results from activities decreased by \$6,253 (or -8.4%).

OVERVIEW OF THE FINANCIAL STATEMENTS

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



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

Basic Financial Statements

The basic financial statements present information for the STATE PLUMBING BOARD OF LOUISIANA (BTA) as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Balance Sheet; the Statement of Revenues, Expenses, and Changes in Fund Net Assets; and the Statement of Cash Flows.

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2005

The Balance Sheet (pages ___ - ___) presents the current and long term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of the STATE PLUMBING BOARD OF LOUISIANA (BTA) is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Fund Net Assets (pages ___ - ___) presents information showing how STATE PLUMBING BOARD OF LOUISIANA (BTA) assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Statement of Cash Flows (pages ___ - ___) presents information showing how STATE PLUMBING BOARD OF LOUISIANA (BTA) cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income(loss) to net cash provided(used) by operating activities (indirect method) as required by GASB 34.

FINANCIAL ANALYSIS OF THE ENTITY

Current and other assets	\$ 235154	\$ 315115
Capital assets	12061	12756
Total assets	247215	327871
Other liabilities	56278	56089
Long-term debt outstanding		
Total liabilities	56278	56089
Net assets		
Invested in capital assets, net of debt	12061	12756
Restricted	178876	259026
Unrestricted		
Total net assets	\$ 190937	\$ 271782

Restricted net assets represent those assets that are not available for spending as a result of legislative requirements, donor agreements, or grant requirements. Conversely, unrestricted net assets are those that do not have any limitations on how these amounts may be spent.

Net assets of STATE PLUMBING BOARD OF LOUISIANA (BTA) decreased by \$80,845, or -29.7%, from June 30, 2004 to June 30, 2005. The major cause of this decrease is the inability to have Legislation passed which would allow for an increase in license fees.

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2005

	Total	
	2005	2004
Operating revenues	\$ 583262	\$ 610729
Operating expenses	664107	685321
Operating income(loss)	-80845	-74592
Non-operating revenues(expenses)		
Income(loss) before transfers	-80845	-74592
Transfers in		
Transfers out		
Net increase(decrease) in net assets	\$ -80845	\$ -74592

The **STATE PLUMBING BOARD OF LOUISIANA** (BTA) total revenues decreased by \$27,467 or (4.5%). The total cost of all programs and services decreased by \$21,214 or 3.1%

STATEMENT OF CASH FLOWS

Another way to assess the financial health of BTA is to look at the Statement of Cash Flows. The Statement of Cash Flows assists readers of this statement to assess:

- The ability to generate future cash flows
- The ability to meet obligations as they come due
- A need for external financing

Statement of Cash Flows (in thousands)		
	2005	2004
Cash and cash equivalents provided used by:		
Operating activities		
Capital Financial Activities	\$	\$
Non-capital financing activities	\$	
Investing activities		
Net increase in cash and cash equivalents		
Cash and cash equivalents		
Beginning of year		
End of year	\$	\$

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2005

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of 2005, the STATE PLUMBING BOARD OF LOUISIANA (BTA) had \$12,061 invested in a broad range of capital assets, including equipment (See Table below) This amount represents a net decrease (including additions and deductions) of \$695, or -5.4% over last year.

Capital Assets at Year-end
(Net of Depreciation, in thousands)

	2005	2004
Land	\$	\$
Buildings and improvements		
Equipment	12	13
Infrastructure		
Totals \$	\$ 12	\$ 13

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

- Copier - \$5 (Five Thousand)
-
-

Debt

The STATE PLUMBING BOARD OF LOUISIANA (BTA) had \$ _____ thousand in bonds and notes outstanding at year-end, compared to \$ _____ thousand last year, a (decrease / increase) of _____ % as shown in the table below.

Outstanding Debt at Year-end
(in thousands)

	2005	2004
General Obligation Bonds	\$	\$
Revenue Bonds and Notes		
Totals \$	\$ -	\$ -

New debt resulted from _____.

**STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2005**

The STATE PLUMBING BOARD OF LOUISIANA (BTA)'s bond rating continues to carry the _____ rating for general obligation bonds, and _____ rating for other debt.

The STATE PLUMBING BOARD OF LOUISIANA (BTA) has claims and judgments of \$ _____ outstanding at year-end compared with \$ _____ last year. Other obligations include accrued vacation pay and sick leave.

VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS

Revenues were approximately \$ _ million over/under budget and expenditures were more/less than budget due in part to _____.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The STATE PLUMBING BOARD OF LOUISIANA'S (BTA) elected and appointed officials considered the following factors and indicators when setting next year's budget, rates, and fees. These factors and indicators include:

-
-
-

The STATE PLUMBING BOARD OF LOUISIANA (BTA) expects that next year's results will improve based on the following:

- Based upon a Legislative approval of a license fee increase
-
-

CONTACTING THE STATE PLUMBING BOARD OF LOUISIANA (BTA) MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the STATE PLUMBING BOARD OF LOUISIANA'S (BTA) finances and to show the STATE PLUMBING BOARD OF LOUISIANA'S (BTA) accountability for the money it receives. If you have questions about this report or need additional financial information, Contact DON TRAYLOR , 2714 Canal Street Suite 514 New Orleans, LA 70119, 504-826-2382.

**STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
BALANCE SHEET
AS OF JUNE 30, 2005**

ASSETS

CURRENT ASSETS:

Cash and cash equivalents (Note C1)	\$	217,186
Investments (Note C2)		
Receivables (net of allowance for doubtful accounts)(Note U)		2,102
Due from other funds (Note Y)		
Due from federal government		
Inventories		
Prepayments		15,865
Notes receivable		
Other current assets		
Total current assets		235,153

NONCURRENT ASSETS:

Restricted assets (Note F):		
Cash		
Investments		
Receivables		
Notes receivable		
Investments		
Capital assets (net of depreciation)(Note D)		
Land		
Buildings and improvements		
Machinery and equipment		12,061
Infrastructure		
Construction in progress		
Other noncurrent assets		
Total noncurrent assets		12,061
Total assets	\$	247,214

LIABILITIES

CURRENT LIABILITIES:

Accounts payable and accruals (Note V)	\$	5,929
Due to other funds (Note Y)		
Due to federal government		
Deferred revenues		31,000
Amounts held in custody for others		
Other current liabilities		
Current portion of long-term liabilities:		
Contracts payable		
Reimbursement contracts payable		
Compensated absences payable (Note K)		
Capital lease obligations - (Note J)		
Notes payable		
Liabilities payable from restricted assets (Note Z)		
Bonds payable		
Other long-term liabilities		
Total current liabilities		36,929

NON-CURRENT LIABILITIES:

Contracts payable		
Reimbursement contracts payable		
Compensated absences payable (Note K)		19,348
Capital lease obligations (Note J)		
Notes payable		
Liabilities payable from restricted assets (Note Z)		
Bonds payable		
Other long-term liabilities		
Total long-term liabilities		19,348
Total liabilities		56,277

NET ASSETS

Invested in capital assets, net of related debt		12,061
Restricted for:		
Capital projects		
Debt service		
Unemployment compensation		
Other specific purposes		
Unrestricted		178,876
Total net assets		190,937
Total liabilities and net assets	\$	247,214

The accompanying notes are an integral part of this financial statement.

**STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2005**

Licenses, permits, and fees	421,653
Other	119,263
Total operating revenues	583,262
OPERATING EXPENSES	
Cost of sales and services	
Administrative	664,107
Depreciation	
Amortization	
Total operating expenses	664,107
Operating income(loss)	(80,845)
NON-OPERATING REVENUES(EXPENSES)	
State appropriations	
Intergovernmental revenues (expenses)	
Taxes	
Use of money and property	
Gain (loss) on disposal of fixed assets	
Federal grants	
Interest expense	
Other	
Total non-operating revenues(expenses)	-
Income(loss) before contributions and transfers	(80,845)
Capital contributions	
Transfers in	
Transfers out	
Change in net assets	(80,845)
Total net assets – beginning as restated	271,762
Total net assets – ending	\$ 190,937

The accompanying notes are an integral part of this financial statement.

Statement B

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2005

		<u>Program Revenues</u>		
		Charges for	Operating	Capital
	<u>Expenses</u>	<u>Services</u>	<u>Grants and</u>	<u>Grants and</u>
			<u>Contributions</u>	<u>Contributions</u>
				<u>Net (Expense)</u>
				<u>Revenue and</u>
				<u>Changes in</u>
				<u>Net Assets</u>
Entity	\$ <u>664,107</u>	\$ <u>583,262</u>	\$ <u> </u>	\$ <u>(80,845)</u>
General revenues:				
Taxes				<u> </u>
State appropriations				<u> </u>
Grants and contributions not restricted to specific programs				<u> </u>
Interest				<u> </u>
Miscellaneous				<u> </u>
Special items				<u> </u>
Transfers				<u> </u>
Total general revenues, special items, and transfers				<u> </u>
Change in net assets				<u>(80,845)</u>
Net assets - beginning as restated				<u>271,782</u>
Net assets - ending				\$ <u>190,937</u>

**STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005**

Cash flows from operating activities		
Cash received from customers	\$ 608,156	
Cash payments to suppliers for goods and services	(254,297)	
Cash payments to employees for services	(435,239)	
Payments in lieu of taxes		
Internal activity-payments to other funds		
Claims paid to outsiders		
Other operating revenues(expenses)		
Net cash provided(used) by operating activities		\$ (81,380)
Cash flows from non-capital financing activities		
State appropriations		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received		
Other		
Transfers In		
Transfers Out		
Net cash provided(used) by non-capital financing activities		-
Cash flows from capital and related financing activities		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets	(5,538)	
Proceeds from sale of capital assets		
Capital contributions		
Other		
Net cash provided(used) by capital and related financing activities		(5,538)
Cash flows from investing activities		
Purchases of investment securities		
Proceeds from sale of investment securities		
Interest and dividends earned on investment securities	3,641	
Net cash provided(used) by investing activities		3,641.00
Net increase(decrease) in cash and cash equivalents		(83,277.00)
Cash and cash equivalents at beginning of year		300,463.00
Cash and cash equivalents at end of year		\$ 217,186.00

The accompanying notes are an integral part of this statement.

Statement D (continued)

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005

Cash flows from operating activities

Cash received from customers	\$	608,156	
Cash payments to suppliers for goods and services		(254,297)	
Cash payments to employees for services		(435,239)	
Payments in lieu of taxes			
Claims paid to outsiders			
Other operating revenues(expenses)			
Net cash provided(used) by operating activities			(81,380)

Cash flows from non-capital financing activities

Proceeds from issuance of notes payable			
Repayment of notes payable			
Interest paid on notes payable			
Operating grants received			
Donations received			
Operating transfers in – from other funds			
Operating transfers out – to other funds			
Net cash provided(used) by non-capital financing activities			0

Schedule of noncash investing, capital, and financing activities:

Borrowing under capital lease	\$	
Contributions of fixed assets		
Purchases of equipment on account		
Asset trade-ins		
Other (specify)		

(Concluded)

The accompanying notes are an integral part of this statement.

Statement D

INTRODUCTION

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
Notes to the Financial Statement
As of and for the year ended June 30, 2005

The **STATE PLUMBING BOARD OF LOUISIANA (BTA)** was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 37:1361-1380. The following is a brief description of the operations of **STATE PLUMBING BOARD OF LOUISIANA (BTA)** which includes the parish/parishes in which the (BTA) is located:

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF ACCOUNTING

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of the **STATE PLUMBING BOARD OF LOUISIANA** present information only as to the transactions of the programs of the **STATE PLUMBING BOARD OF LOUISIANA** as authorized by Louisiana statutes and administrative regulations.

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

The accounts of the **STATE PLUMBING BOARD OF LOUISIANA** 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:

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

B. BUDGETARY ACCOUNTING

The appropriations made for the operations of the various programs of the **STATE PLUMBING BOARD OF LOUISIANA (BTA)** are annual lapsing appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows:

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
Notes to the Financial Statement
As of and for the year ended June 30, 2005

	<u>APPROPRIATIONS</u>
Original approved budget	\$ <u>738,118</u>
Amendments:	<u> </u> <u> </u> <u> </u> <u> </u>
Final approved budget	\$ <u><u>738,118</u></u>

C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (If all agency cash and investments are deposited in the State Treasury, disregard Note C.)

1. DEPOSITS WITH FINANCIAL INSTITUTIONS

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the **STATE PLUMBING BOARD OF LOUISIANA** (BTA) may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the (BTA) may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana; in 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.

For the purpose of the Statement of Cash Flows, all highly liquid investments (including restricted assets with a maturity of three months or less when purchased) are considered to be cash equivalents.

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 are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

GASB Statement 40 amended GASB Statement 3 to eliminate the requirement to disclose all deposits by the 3 categories of risk. GASB Statement 40 requires only the 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, 2005 consisted of the following:

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
Notes to the Financial Statement
As of and for the year ended June 30, 2005

Bank Balances of Deposits Exposed to Custodial Credit Risk

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 Bank Balances - All Deposits	\$ _____	\$ _____	\$ _____	\$ _____	-

NOTE: The "Total Bank Balances - All Deposits" will not necessarily equal the "Deposits in Bank Account per Balance Sheet" due to outstanding items.

The following is a breakdown by banking institution, program, account number, and amount of the balances shown above:

<u>Banking institution</u>	<u>Program</u>	<u>Amount</u>
1. Whitney National Bank	Checking Account	\$ 45,324
2. Whitney National Bank	Certificates of Deposit	171,662
3. _____	_____	_____
4. _____	_____	_____
Total		\$ 216,986

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

Cash in State Treasury	\$ _____
Petty cash	\$ 200.00

2. INVESTMENTS

The STATE PLUMBING BOARD OF LOUISIANA (BTA) does not maintain investment accounts as OF June 30, 2005. (Note legal provisions authorizing investments by (BTA).

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 either held by the counterparty or the counterparty's trust department or agent but not in the entity's name. Using the following table, list each type of investment disclosing the total carrying amounts and market values, and any amounts exposed to custodial credit risk.

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
Notes to the Financial Statement
As of and for the year ended June 30, 2005

GASB Statement 40 amended GASB Statement 3 to eliminate the requirement to disclose all investments by the 3 categories of risk. 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 reported amount and fair value columns still must be reported for total investments regardless of exposure to custodial credit risk.

	<u>Investments Exposed to Custodial Credit Risk</u>		<u>All Investments Regardless of Custodial Credit Risk Exposure</u>	
<u>Type of Investment</u>	<u>Uninsured, *Unregistered, and Held by Counterparty</u>	<u>Uninsured, *Unregistered, and Held by Counterparty's Trust Dept. or Agent <u>Not in</u> <u>Entity's Name</u></u>	<u>Reported Amount</u>	<u>Fair Value</u>
Repurchase agreements	\$ _____	\$ _____	\$ _____	\$ _____
U.S. Government securities	_____	_____	_____	_____
U. S. Agency Obligations	_____	_____	_____	_____
Common & preferred stock	_____	_____	_____	_____
Commercial paper	_____	_____	_____	_____
Corporate bonds	_____	_____	_____	_____
Other: (identify)	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
Total investments	\$ _____ - \$ _____	\$ _____ - \$ _____	\$ _____ - \$ _____	\$ _____ - \$ _____

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

3. Derivatives

The institution does/does not (circle one) invest in **derivatives** as part of its investment policy. Accordingly, the exposure to risks from these investments is as follows:

credit risk _____

market risk _____

legal risk _____

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

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. All debt investments regardless of type can be aggregated by credit quality rating (if any are un-rated, disclose that amount).

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
Notes to the Financial Statement
As of and for the year ended June 30, 2005

<u>Rating</u>	<u>Fair Value</u>
	\$
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.

<u>Type of Debt Investment</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			
		<u>Less Than 1</u>	<u>1 - 5</u>	<u>6 - 10</u>	<u>Greater Than 10</u>
U.S. Government obligations	\$	\$	\$	\$	\$
U.S. Agency obligations					
U.S. Treasury obligations					
<i>Mortgage backed securities</i>					
Collateralized mortgage obligations					
Corporate bonds					
Other bonds					
Mutual 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 (eg. coupon multipliers, reset dates, etc.):

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

C. Concentration of Credit Risk

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

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
Notes to the Financial Statement
As of and for the year ended June 30, 2005

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

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

5. Policies

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

6. Other Disclosures Required for Investments

- 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 _____ (fiscal close), 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 agreement _____
- e. Losses during the year due to default by counterparties to deposit or investment transactions _____

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
Notes to the Financial Statement
As of and for the year ended June 30, 2005

- f. Amounts recovered from prior-period losses which are not shown separately on the balance sheet _____

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 Year-End

- i. Credit risk related to the reverse repurchase agreements (other than yield maintenance agreements) outstanding at year end, 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 _____ (fiscal close), to repurchase securities under yield maintenance agreements _____
- k. Market value on _____ (fiscal close), 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 which are not separately shown on the operating statement _____

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 _____

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
Notes to the Financial Statement
As of and for the year ended June 30, 2005

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 that 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 _____

D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the balance sheet of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity is charged as an expense against operations. Accumulated depreciation is reported on the balance sheet. Depreciation for financial reporting purposes is computed by the straight-line method over the useful lives of the assets.

Capital assets not being depreciated								
Land	\$	\$	\$	–	\$	\$	–	
Non-depreciable land improvements				–			–	
Capitalized collections				–			–	
Construction in progress				–			–	
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	
Total capital assets not being depreciated	<u>\$</u>	<u>–</u>	<u>\$</u>	<u>–</u>	<u>\$</u>	<u>–</u>	<u>\$</u>	<u>–</u>
Other capital assets								
Furniture, fixtures, and equipment	\$	26,087	\$	26,087	\$	5,538	\$	31,625
Less accumulated depreciation		(13,331)		(13,331)		(6,233)		(19,564)
Total furniture, fixtures, and equipment		<u>12,756</u>		<u>12,756</u>		<u>(695)</u>		<u>12,061</u>
Buildings and improvements				–				–
Less accumulated depreciation				–				–
Total buildings and improvements		<u>–</u>		<u>–</u>		<u>–</u>		<u>–</u>
Depreciable land improvements				–				–
Less accumulated depreciation				–				–
Total depreciable land improvements		<u>–</u>		<u>–</u>		<u>–</u>		<u>–</u>
Infrastructure				–				–
Less accumulated depreciation				–				–
Total infrastructure		<u>–</u>		<u>–</u>		<u>–</u>		<u>–</u>
Total other capital assets	<u>\$</u>	<u>12,756</u>	<u>\$</u>	<u>–</u>	<u>\$</u>	<u>(695)</u>	<u>\$</u>	<u>12,061</u>
Capital Asset Summary:								
Capital assets not being depreciated	\$	–	\$	–	\$	–	\$	–
Other capital assets, at cost		<u>26,087</u>		<u>26,087</u>		<u>5,538</u>		<u>31,625</u>
Total cost of capital assets		<u>26,087</u>		<u>26,087</u>		<u>5,538</u>		<u>31,625</u>
Less accumulated depreciation		<u>(13,331)</u>		<u>(13,331)</u>		<u>(6,233)</u>		<u>(19,564)</u>
Capital assets, net	\$	<u>12,756</u>	\$	<u>–</u>	\$	<u>(695)</u>	\$	<u>12,061</u>

* Should be used only for those completed projects coming out of construction-in-progress to fixed assets; not associated with transfers reported elsewhere in this packet.

**STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
Notes to the Financial Statement
As of and for the year ended June 30, 2005**

E. INVENTORIES

The BTA's inventories are valued at N/A (method of valuation). These are perpetual inventories and are expensed when used. **NOTE: DO NOT INCLUDE POSTAGE. THIS IS SHOWN AS A PREPAYMENT.**

F. RESTRICTED ASSETS

Restricted assets in the **STATE PLUMBING BOARD OF LOUISIANA (BTA)** at **JUNE 30, 2005**, reflected at \$ N/A in the non-current assets section on Statement A, consisting of \$ _____ in cash with fiscal agent, \$ _____ in receivables, and \$ _____ investment in _____ (identify the type investments held.) State the purpose of the restrictions: _____

G. LEAVE

1. COMPENSATED ABSENCES

The **STATE PLUMBING BOARD OF LOUISIANA (BTA)** has the following policy on annual and sick leave: (Describe leave policy.)

An example disclosure follows:

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 the excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as the current year expenditure in the fund when leave is actually taken; it is recognized in the enterprise funds when the leave is earned. The cost of leave privileges applicable to general government operations not requiring current resources is recorded in long-term obligations.

2. COMPENSATORY LEAVE

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 employees' hourly rate of pay at termination or transfer. The liability for accrued payable compensatory leave at June 30, 2005 computed in accordance with the Codification of Governmental Accounting and Financial Reporting Standards, Section C60.105 is estimated to be \$0.00. The leave payable (is) (is not) recorded in the accompanying financial statements.

H. RETIREMENT SYSTEM

Substantially all of the employees of the (BTA) are members of the Louisiana State Employees Retirement System (LASERS), a cost sharing multiple-employer, defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees. (Note: If LASERS is not your entity's retirement system, indicate the retirement system that is and replace any wording in this note that doesn't apply to your retirement system with the applicable wording.)

All full-time (BTA) employees are eligible to participate in the System. Benefits vest with 10 years of service. At retirement age, employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service.

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
Notes to the Financial Statement
As of and for the year ended June 30, 2005

Vested employees are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, vested employees have the option of reduced benefits at any age with 20 years of service. The System also provides death and disability benefits. Benefits are established or amended by state statute. The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0608 or (800) 256-3000.

Members are required by state statute to contribute 7.5% of gross salary, and the STATE PLUMBING BOARD OF LOUISIANA (BTA) is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for the fiscal year ended June 30, 2005, increased to 17.8% of annual covered payroll from the 15.89% and 14.1% required in fiscal years ended June 30, 2004 and 2003 respectively. The STATE PLUMBING BOARD OF LOUISIANA (BTA) contributions to the System for the years ending June 30, 2005, 2004, and 2003, were \$ 38,430, \$37,260, and \$29,642 respectively, equal to the required contributions for each year.

I. POST RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

GASB 12 requires the following disclosures about an employer's accounting for post retirement health care and life insurance benefits:

1. A description of the benefits provided and the employee group covered.
2. A description of the accounting and funding policies followed for those benefits.
3. The cost of those benefits recognized for the period, unless the costs are not readily determinable.**
4. The effect of significant matters affecting the comparability of the costs recognized for all periods presented.

**If the cost of any post retirement health care or life insurance benefits cannot readily be separated from the cost of providing such benefits for active employees or otherwise be reasonably approximated, the total cost of providing those benefits to active employees and retirees, as well as the number of active employees and the number of retirees covered by the plan must be disclosed.

Substantially all STATE PLUMBING BOARD OF LOUISIANA (BTA) employees become eligible for post employment health care, dental and life insurance benefits if they reach normal retirement age while working for the STATE PLUMBING BOARD OF LOUISIANA (BTA). These benefits for retirees and similar benefits for active employees are provided through an insurance company whose premiums are paid jointly by the employee and the (BTA). For 2005, the cost of providing those benefits for ONE (1) retiree totaled \$10,976.

The STATE PLUMBING BOARD OF LOUISIANA (BTA) provides certain continuing health care and life insurance benefits for its retired employees. Substantially all STATE PLUMBING BOARD OF LOUISIANA (BTA) employees become eligible for those benefits if they reach normal retirement age while working for the STATE PLUMBING BOARD OF LOUISIANA (BTA). Those benefits for retirees and similar benefits for active employees are provided through an insurance company whose monthly premiums are paid jointly by the employee and by the STATE PLUMBING BOARD OF LOUISIANA (BTA). The STATE PLUMBING BOARD OF LOUISIANA (BTA) recognizes the cost of providing these benefits as an expenditure when paid during the year, which was \$10,976 for the year ended JUNE 30, 2005. The cost of providing those benefits for ONE (1) retiree is not separable from the cost of providing benefits for the SIX (6) active employees. The STATE PLUMBING BOARD OF LOUISIANA (BTA) cost of providing retiree health care and life insurance benefits are recognized as expenditures when the monthly premiums are paid. For the year ended June 30, 2005 the cost of the retiree benefits totaled \$10,976.

J. LEASES

1. OPERATING LEASES

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)

Notes to the Financial Statement

As of and for the year ended June 30, 2005

The total payments for operating leases during fiscal year ended **JUNE 30, 2005** amounted to \$48,387. A schedule of payments for operating leases follows: (Note: If lease payments extend past FY2020, please create additional columns and report these future minimum lease payments in five year increments.)

Nature of lease	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011- 2015	FY2016- 2020
New Orleans Office	\$ 9,093	\$	\$	\$	\$	\$	\$
Baton Rouge Office	34,288	11,429					
Total	\$ 43,381	\$ 11,429	\$ -	\$ -	\$ -	\$ -	\$ -

2. CAPITAL LEASES

Capital leases are not recognized in the accompanying financial statements. The amounts to be accrued for capital leases and the disclosures required for capital and operating leases by National Council on Governmental Accounting (NCGA) Statement No. 5, as adopted by the Governmental Accounting Standards Board, and FASB 13 should be reported on the following schedules:

Capital leases are defined as an arrangement in which any one of the following conditions apply: (1) 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 - TOTAL AGENCY CAPITAL LEASES EXCEPT LEAF

Nature of lease	Gross Amount of Leased Asset (Historical Costs)	Remaining interest to end of lease	Remaining principal to end of 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 (last day of your fiscal year) and a breakdown of yearly principal and interest: (Note: If lease payments extend past FY2025, please create additional rows and report these future minimum lease payments in five year increments.)

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STATE PLUMBING BOARD OF LOUISIANA (BTA)
Notes to the Financial Statement
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Year ending June 30 :	Total
2006	\$ _____
2007	_____
2008	_____
2009	_____
2010	_____
2011-2015	_____
2016-2020	_____
2021-2025	_____
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

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Costs)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
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 (last day of your fiscal year) and a breakdown of yearly principal and interest: (Note: If lease payments extend past FY2025, please create additional rows and report these future minimum lease payments in five year increments.)

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Year ending June 30:	Total
2006	\$ _____
2007	_____
2008	_____
2009	_____
2010	_____
2011-2015	_____
2016-2020	_____
2021-2025	_____
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 C - LEAF CAPITAL LEASES

Nature of lease	Gross Amount of Leased Asset (Historical Costs)	Remaining interest to end of lease	Remaining principal to end of 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 (last day of your fiscal year) and a breakdown of yearly principal and interest: (Note: If lease payments extend past FY2025, please create additional rows and report these future minimum lease payments in five year increments.)

Year ending June 30:	Total
2006	\$ _____
2007	_____
2008	_____
2009	_____
2010	_____
2011-2015	_____
2016-2020	_____
2021-2025	_____
Total minimum lease payments	_____
Less amounts representing executory costs	_____
Net minimum lease payments	_____
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____

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3. LESSOR DIRECT FINANCING LEASES

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

- Collectibility 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 chart below:

<u>Composition of lease</u>	<u>Date of lease</u>	<u>Minimum lease payment receivable</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
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 payment receivables 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 2005 were \$_____ for office space, \$_____ for equipment, and \$_____ for land.

The following is a schedule by year of minimum leases receivable for the remaining fiscal years of the lease as of _____ (the last day of your fiscal year): (Note: If lease receivables extend past FY2025, please create additional rows and report these future minimum lease payment receivables in five year increments.)

Year ending _____:	
2006	\$ _____
2007	_____
2008	_____
2009	_____
2010	_____
2011-2015	_____
2016-2020	_____
2021-2025	_____
Total	\$ _____ -

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4. LESSOR – OPERATING LEASE

When a lease agreement does not satisfy at least one of the four criteria (common to both lessee and lessor accounting), and both of the criteria for a lessor (collectibility 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 lease organized by major class of property and the amount of accumulated depreciation as of _____ 20__:

	<u>Cost</u>	<u>Accumulated depreciation</u>	<u>Carrying amount</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____ -	\$ _____ -	\$ _____ -

The following is a schedule by years of minimum future rentals receivable on non-cancelable operating lease(s) as of _____ (the last day of your fiscal year): (Note: If lease receivables extend past FY2020, please create additional columns and report these future minimum lease payment receivables in five year increments.)

Year Ended June 30,	Office Space	Equipment	Land	Other	Total
2006	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____ -
2007					-
2008					-
2009					-
2010					-
2011-2015					-
2016-2020					-
Total	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -

Current year lease revenues received in fiscal year _____ totaled \$_____.

Contingent rentals received from operating leases received for your fiscal year was \$_____ for office space, \$_____ for equipment, and \$_____ for land.

K. LONG-TERM LIABILITIES

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 20__:

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Balance June 30, 2004	Year ended June 30, 2005		Balance June 30, 2005	Amounts due within one year
	Additions	Reductions		
\$	\$	\$	\$	-- \$
				--
				--
				--
				--
				--
20,521		1,173	19,348	--
				--
				--
				--
20,521	--	1,173	19,348	--
\$ 20,521	\$ --	\$ 1,173	\$ 19,348	\$ --

A detailed summary, by issues, of all debt outstanding at June 30, 20__, including outstanding interest of \$_____ is shown on Schedule 4. Schedule 5 is an amortization schedule of the outstanding debt. (Send OSRAP a copy of the amortization schedule for any new debt issued.)

L. LITIGATION

- The **STATE PLUMBING BOARD OF LOUISIANA (BTA)** IS NOT a defendant in litigation seeking damages as follows:

Date of Action	Description of Litigation and Probable outcome (Remote, reasonably possible, or probable)	Primary Attorney	Damages Claimed	Insurance Coverage
			\$	\$
Totals			\$ -	\$ -

The _____ (BTA)'s legal advisor estimates that potential claims not covered by insurance would affect the financial statement as follows (would not materially affect the financial statements or is unable to estimate the effect on the financial statement): _____

- Claims and litigation costs of \$_____ were incurred in the current year and are reflected in the accompanying financial statement.

M. RELATED PARTY TRANSACTIONS

FASB 57 requires disclosure of the description of the relationship, the transaction(s), the dollar amount of the transaction(s) and any amounts due to or from which result from related party transactions. List all related party transactions. _____

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N. ACCOUNTING CHANGES

Accounting changes made during the year involved a change in accounting _____ (principle, estimate, error or entity). The effect of the change is being shown in _____.

O. IN-KIND CONTRIBUTIONS

(List all in-kind contributions that are not included in the accompanying financial statements.)

<u>In-Kind Contributions</u>	<u>Cost/Estimated Cost/Fair Market Value/As Determined by the Grantor</u>
_____	\$ _____
_____	_____
_____	_____
_____	_____
_____	_____
Total	\$ _____

P. DEFEASED ISSUES

In _____, 20____, the _____ (BTA), issued \$_____ of taxable bonds. The purpose of the issue was to provide monies to advance refund portions of _____ bonds. In order to refund the bonds, portions of the proceeds of the new issue \$_____, plus an additional \$_____ of sinking fund monies together with certain other funds and/or securities, were deposited and held in an escrow fund created pursuant to an escrow deposit agreement dated _____ between the (BTA) and the escrow trustee. The amount in the escrow, together with interest earnings, will be used to pay the principal, redemption premium, and interest when due. The refunding resulted in reducing the total debt service payments by almost \$_____ and gave the (BTA) an economic gain (difference between the present values of the debt service payments on the old and new debt of \$_____).

Q. COOPERATIVE ENDEAVORS

LRS 33:9022 defines cooperative endeavors as any form of economic development assistance between and among the state of Louisiana, its local governmental subdivisions, political corporations, public benefit corporations, the United States government or its agencies, or any public or private association, corporation, or individual. The term cooperative endeavor includes cooperative financing, cooperative development, or any form of cooperative economic development activity. The state of Louisiana has entered into cooperative endeavor agreements with certain entities aimed at developing the economy of the state.

Some cooperative endeavor contracts are not coded with a document type of "COP" on the Contract Financial Management Subsystem (CFMS), but are considered cooperative endeavors. Include these below with your cooperative endeavor contracts coded with a document type of "COP". Examples of contracts that are considered cooperative endeavors, but are not coded with a document type of "COP" include contracts that fall under delegated authority, Facility Planning and Control "CEA" contracts, certain federal government contracts, contracts that legislative auditors may have designated as such within your agency, work incumbent programs, etc. In prior years, this information was requested as supplemental documentation after the AFRs were submitted, usually in October or November.

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As of and for the year ended June 30, 2005

The liability outstanding for fiscal year ending June 30, 2005, by funding source, is as follows:

<u>Funding Source</u>	<u>Balance</u> <u>June 30, 2005</u>
State General Fund	\$ _____
Self-generated revenue	_____
Statutorily dedicated revenue	_____
General obligation bonds	_____
Federal funds	_____
Interagency transfers	_____
Other funds/combination	_____

NOTE: Amounts in excess of contract limits **cannot** be used to reduce the outstanding contract balance at June 30, 2005. For example, if a contract specifies a percentage of usage for each month (25%) and usage exceeds that percentage (75%), you cannot claim actual usage that exceeds contract requirements (50%).

NOTE: In order to compute your ending balances by funding source, you should begin with your balances at June 30, 2004. These amounts will be increased by amounts for new contracts and amendments and decreased for payments as well as for liquidations.

R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)

The following government-mandated nonexchange transactions (grants) were received during fiscal year 2004-2005:

<u>CFDA</u> <u>Number</u>	<u>Program Name</u>	<u>State Match</u> <u>Percentage</u>	<u>Total Amount</u> <u>of Grant</u>
_____	_____	_____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Total government-mandated nonexchange transactions (grants)			\$ _____

S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS

At June 30, 20__, the _____ (BTA) was not in compliance with the provisions of _____ Bond Reserve Covenant that requires _____ The _____ (BTA) did _____ to correct this deficiency.

T. SHORT-TERM DEBT

The _____ (BTA) issues short-term notes for the following purpose(s) _____

Short-term debt activity for the year ended June 30, 20__, was as follows:

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List the type of S-T debt (e.g., tax anticipation notes)	Beginning Balance	Issued	Redeemed	Ending Balance
	\$	\$	\$	\$ -

The _____ (BTA) uses a revolving line of credit for the following to finance _____ (list purpose for the S-T debt).
 Short-term debt activity for the year ended June 30, 20__, was as follows:

	Beginning Balance	Draws	Redeemed	Ending Balance
Line of credit	\$	\$	\$	\$ -

U. DISAGGREGATION OF RECEIVABLE BALANCES

Receivables at June 30, 20__, were as follows:

Activity	Customer Receivables	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
	\$	\$	\$	\$	\$ -
					-
Gross receivables	\$ -	\$ -	\$ -	\$ -	\$ -
Less allowance for uncollectible accounts	-	-	-	-	-
Receivables, net	\$ -	\$ -	\$ -	\$ -	\$ -
Amounts not scheduled for collection during the subsequent year	\$	\$	\$	\$	\$ -

V. DISAGGREGATION OF PAYABLE BALANCES

Payables at June 30, 20__, were as follows:

Activity	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
	\$	\$	\$	\$	\$ -
					-
Total payables	\$ -	\$ -	\$ -	\$ -	\$ -

W. SUBSEQUENT EVENTS

Disclose any material event(s) affecting the (BTA) occurring between the close of the fiscal period and issuance of the financial statement. _____

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STATE PLUMBING BOARD OF LOUISIANA (BTA)
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X. SEGMENT INFORMATION

Governments that report enterprise funds or that use enterprise fund accounting and reporting standards to report their activities are required to present segment information for those activities in the notes to the financial statements. For purposes of this disclosure, a segment is an identifiable activity (or group of activities), reported as or within an enterprise fund or another stand-alone entity that has one or more bonds or other debt instruments outstanding, with a revenue stream pledged in support of that debt. In addition, the activity's revenues, expenses, gains and losses, assets, and liabilities are required to be accounted for separately. This requirement for separate accounting applies if imposed by an external party, such as accounting and reporting requirements set forth in bond indentures. Disclosure requirements for each segment should be met by identifying the types of goods and services provided and by presenting condensed financial statements in the notes, including the elements in A through C below (GASB 34, paragraph 122, as modified by GASB 37, paragraph 17.)

Type of goods or services provided by the segment _____

A. Condensed balance sheet:

- (1) Total assets – distinguishing between current assets, capital assets, and other assets. Amounts receivable from other funds or BTA's should be reported separately.
- (2) Total liabilities – distinguishing between current and long-term amounts. Amounts payable to other funds or BTA's should be reported separately.
- (3) Total net assets – distinguishing among restricted (separately reporting expendable and nonexpendable components); unrestricted; and amounts invested in capital assets, net of related debt.

Condensed Balance sheet:

	<u>Segment #1</u>	<u>Segment #2</u>
Current assets	\$ _____	\$ _____
Due from other funds	_____	_____
Capital assets	_____	_____
Other assets	_____	_____
Current liabilities	_____	_____
Due to other funds	_____	_____
Long-term liabilities	_____	_____
Restricted net assets	_____	_____
Unrestricted net assets	_____	_____
Invested in capital assets, net of related debt	_____	_____

B. Condensed statement of revenues, expenses, and changes in net assets:

- (1) Operating revenues (by major source).
- (2) Operating expenses. Depreciation (including any amortization) should be identified separately.
- (3) Operating income (loss).
- (4) Nonoperating revenues (expenses) – with separate reporting of major revenues and expenses.
- (5) Capital contributions and additions to permanent and term endowments.
- (6) Special and extraordinary items.
- (7) Transfers
- (8) Change in net assets.
- (9) Beginning net assets.
- (10) Ending net assets.

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
Notes to the Financial Statement
As of and for the year ended June 30, 2005

Condensed Statement of Revenues, Expenses, and Changes in Net Assets:

	<u>Segment #1</u>	<u>Segment #2</u>
Operating revenues	\$ _____	\$ _____
Operating expenses	_____	_____
Depreciation and amortization	_____	_____
Operating income (loss)	_____ -	_____ -
Nonoperating revenues (expenses)	_____	_____
Capital contributions/additions to permanent and term endowments	_____	_____
Special and extraordinary items	_____	_____
Transfers in	_____	_____
Transfers out	_____	_____
Change in net assets	_____ -	_____ -
Beginning net assets	_____	_____
Ending net assets	_____ -	_____ -

C. Condensed statement of cash flows:

- (1) Net cash provided (used) by:
 - (a) Operating activities
 - (b) Noncapital financing activities
 - (c) Capital and related financing activities
 - (d) Investing activities
- (2) Beginning cash and cash equivalent balances
- (3) Ending cash and cash equivalent balances

Condensed Statement of Cash Flows:

	<u>Segment #1</u>	<u>Segment #2</u>
Net cash provided (used) by operating activities	\$ _____	\$ _____
Net cash provided (used) by noncapital financing activities	_____	_____
Net cash provided (used) by capital and related financing activities	_____	_____
Net cash provided (used) by investing activities	_____	_____
Beginning cash and cash equivalent balances	_____	_____
Ending cash and cash equivalent balances	_____ -	_____ -

Y. DUE TO/DUE FROM AND TRANSFERS

1. List by fund type the amounts **due from other funds** detailed by individual fund at your fiscal year end:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total due from other funds		\$ _____

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STATE PLUMBING BOARD OF LOUISIANA (BTA)
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2. List by fund type the amounts **due to other funds** detailed by individual fund at fiscal year end:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total due to other funds		\$ _____

3. List by fund type all transfers from other funds for the fiscal year:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total transfers from other funds		\$ _____

4. List by fund type all transfers to other funds for the fiscal year:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total transfers to other funds		\$ _____

Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS

Liabilities payable from restricted assets in the _____ (BTA) at _____ (fiscal year end), reflected at \$ _____ in the current liabilities section on Statement A, consist of \$ _____ in accounts payable, \$ _____ in notes payable, and \$ _____ in _____.

Liabilities payable from restricted assets in the _____ (BTA) at _____ (fiscal year end), reflected at \$ _____ in the non-current liabilities section on Statement A, consist of \$ _____ in accounts payable, \$ _____ in notes payable, and \$ _____ in _____.

AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS

The following adjustments were made to restate beginning net assets for June 30, 20__.

<u>Ending net assets</u> <u>July 1, 2004,</u> <u>previously reported</u>	<u>Adjustments</u> <u>+ or (-)</u>	<u>Beginning net</u> <u>assets, July 1, 2004,</u> <u>As restated</u>
_____	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Each adjustment must be explained in detail on a separate sheet.

(NOTE: Net Assets at July 1, 20__, previously reported, must correspond to Net Assets at June 30, 20__, per the information received from OSRAP.)

[illegible]

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
SCHEDULE OF STATE FUNDING
For the Year Ended JUNE 30, 2005.

<u>Description of Funding</u>	<u>Amount</u>
1. _____	\$ _____
2. _____	_____
3. _____	_____
4. _____	_____
5. _____	_____
6. _____	_____
7. _____	_____
8. _____	_____
9. _____	_____
10. _____	_____
Total	\$ <u>_____</u>

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
SCHEDULE OF REIMBURSEMENT CONTRACTS PAYABLE
JUNE 30, 2005

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
_____	_____	\$ _____	\$ _____	\$ _____	\$ _____	_____	\$ _____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
Total		\$ _____	\$ _____	\$ _____	\$ _____		\$ _____

*Send copies of new amortization schedules

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
SCHEDULE OF NOTES PAYABLE
JUNE 30, 2005

<i>Issue</i>	<i>Date of Issue</i>	<i>Original Issue</i>	<i>Principal Outstanding 6/30/PY</i>	<i>Redeemed (Issued)</i>	<i>Principal Outstanding 6/30/CY</i>	<i>Interest Rates</i>	<i>Interest Outstanding 6/30/CY</i>
_____	_____	\$ _____	\$ _____	\$ _____	\$ _____	_____	\$ _____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
Total		\$ _____	\$ _____	\$ _____	\$ _____		\$ _____

*Send copies of new amortization schedules

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
SCHEDULE OF BONDS PAYABLE
JUNE 30, 2005

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
_____	_____	\$ _____	\$ _____	\$ _____	\$ _____	_____	\$ _____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
Total		\$ _____	\$ _____	\$ _____	\$ _____		\$ _____

*Send copies of new amortization schedules

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
SCHEDULE OF REIMBURSEMENT CONTRACTS PAYABLE AMORTIZATION
For The Year Ended JUNE 30, 2005

Fiscal Year Ending:	Principal	Interest
2006	\$ _____	\$ _____
2007	_____	_____
2008	_____	_____
2009	_____	_____
2010	_____	_____
2011	_____	_____
2012	_____	_____
2013	_____	_____
2014	_____	_____
2015	_____	_____
2016	_____	_____
2017	_____	_____
2018	_____	_____
2019	_____	_____
2020	_____	_____
2021	_____	_____
2022	_____	_____
2023	_____	_____
2024	_____	_____
2025	_____	_____
2026	_____	_____
2027	_____	_____
2028	_____	_____
2029	_____	_____
2030	_____	_____
Total	\$ _____ --	\$ _____ --

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
SCHEDULE OF CAPITAL LEASE AMORTIZATION
For The Year Ended June 30, 2005

Fiscal Year Ending:	<u>Payment</u>	<u>Interest</u>	<u>Principal</u>	<u>Balance</u>
2006	\$ _____	\$ _____	\$ _____	\$ _____ --
2007	_____	_____	_____	_____ --
2008	_____	_____	_____	_____ --
2009	_____	_____	_____	_____ --
2020	_____	_____	_____	_____ --
2011-2015	_____	_____	_____	_____ --
2016-2020	_____	_____	_____	_____ --
2021-2025	_____	_____	_____	_____ --
2026-2030	_____	_____	_____	_____ --
Total	\$ _____ --	\$ _____ --	\$ _____ --	\$ _____ --

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
SCHEDULE OF NOTES PAYABLE AMORTIZATION
For The Year Ended June 30, 2005

<u>Fiscal Year</u> <u>Ending:</u>	<u>Principal</u>	<u>Interest</u>
2006	\$ _____	\$ _____
2007	_____	_____
2008	_____	_____
2009	_____	_____
2010	_____	_____
2011-2015	_____	_____
2016-2020	_____	_____
2021-2025	_____	_____
2026-2030	_____	_____
Total	\$ _____ --	\$ _____ --

STATE OF LOUISIANA
STATE PLUMBING BOARD OF LOUISIANA (BTA)
SCHEDULE OF BONDS PAYABLE AMORTIZATION
For The Year Ended June 30, 2005

Fiscal Year Ending:	Principal	Interest
2006	\$	\$
2007		
2008		
2009		
2010		
2011		
2012		
2013		
2014		
2015		
2016		
2017		
2018		
2019		
2020		
2021		
2022		
2023		
2024		
2025		
2026		
2027		
2028		
2029		
2030		
Total	\$ --	\$ --

COMPARISON FIGURES

	<u>2005</u>	<u>2004</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ <u>583,262</u>	\$ <u>610,729</u>	\$ <u>-27,467</u>	<u>-4.5%</u>
Expenses	\$ <u>664,107</u>	\$ <u>685,321</u>	\$ <u>-21,214</u>	<u>-3.1%</u>
2) Capital assets	\$ <u>12,061</u>	\$ <u>12,756</u>	\$ <u>-695</u>	<u>-0.6%</u>
Long-term debt	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net Assets	\$ <u>190,936</u>	\$ <u>271,781</u>	\$ <u>-80,845</u>	<u>-29.7%</u>
