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**SOUTH BURBANK CRIME PREVENTION  
AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA**

**COMPONENT UNIT FINANCIAL STATEMENTS  
WITH SUPPLEMENTARY INFORMATION**

**DECEMBER 31, 2009**

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 2/9/11

**SOUTH BURBANK CRIME PREVENTION  
AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
COMPONENT UNIT FINANCIAL STATEMENTS  
WITH SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2009**

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**COMPONENT UNIT FINANCIAL STATEMENTS**

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**MARY SUE STAGES, CPA**  
**A PROFESSIONAL ACCOUNTING CORPORATION**

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*American Institute of Certified Public Accountants*  
*Association of Governmental Accountants*  
*Governmental Audit Quality Control Center*

**INDEPENDENT AUDITORS' REPORT**

Board of Commissioners of the  
South Burbank Crime Prevention and  
Development District  
P. O. Box 174  
Baton Rouge, Louisiana 70810

We have audited the accompanying component unit financial statements of the governmental activities and the aggregate remaining fund information of the South Burbank Crime Prevention and Development District, a component unit of the City of Baton Rouge/East Baton Rouge Parish, as of and for the year ended December 31, 2009, which collectively comprise the South Burbank Crime Prevention and Development District's component unit financial statements as listed in the table of contents. These component unit financial statements are the responsibility of the South Burbank Crime Prevention and Development District's management. Our responsibility is to express an opinion on these component unit financial statements based on our audit.

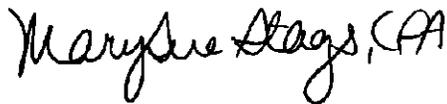
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the 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 component unit financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the aggregate remaining fund information of the South Burbank Crime Prevention and Development District, a component unit of the City of Baton Rouge/East Baton Rouge Parish, as of December 31, 2009, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's component unit financial statements. The required supplemental information, as listed in the table of contents, is not a required part of the component unit financial statements, but is supplementary information required by the Governmental Accounting Standards Board. This required supplemental information is the responsibility of the South Burbank Crime Prevention and Development District's management. It has been subjected to the auditing procedures applied in the audit of the component unit financial statements and, in our opinion, is fairly presented in all material respects when considered in relation to the basic financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2010, on our consideration of the South Burbank Crime Prevention and Development District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

The accompanying supplementary information listed in the table of contents under Supplementary Information is presented for purposes of additional analysis and is not a required part of the component unit financial statements. Such information has been subjected to the auditing procedures applied in the audit of the component unit financial statements and, in our opinion, is fairly stated in all material respects in relation to the component financial statements taken as a whole.



Mary Sue Stages, CPA,  
A Professional Accounting Corporation  
June 15, 2010

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**REQUIRED SUPPLEMENTAL INFORMATION**  
**(PART 1 OF 2)**

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**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2009**

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Management's discussion and analysis (MD&A) is a required element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in Statement No. 34. Its purpose is to provide an overview of the financial activities of the District based on currently known facts, decisions and/or conditions.

**OVERVIEW OF THE FINANCIAL STATEMENT PRESENTATION**

These financial statements are comprised of two components – (1) fund financial statements and (2) notes to the financial statements. Government-wide financial statements have not been presented because the District has only one fund, no capital assets and no long-term debt. There is also other supplementary information contained in this report provided for additional information.

**Fund Financial Statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District has one category of funds: governmental funds.

**Governmental Funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements except that the focus with fund statements is to provide a distinct view of the District's governmental funds only. These statements report short-term fiscal accountability emphasizing the use of spendable resources during the year and balances of spendable resources available at the end of the year.

Governmental funds of the District include a general fund that is used to account for all accounts not required to be accounted for separately.

The fund financial statements can be found on pages 8-9 of this report.

**Notes to the Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The index of the notes is found on page 11 with the actual notes beginning immediately afterwards.

**Other Information.** In addition to the component unit financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budgetary comparisons on pages 19. These schedules indicate the District's compliance with its adopted and final revised budgets.

**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2009**

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**FINANCIAL ANALYSIS OF THE DISTRICT**

Net assets are an indicator of the District's financial position from year to year. A summary of net assets follows.

**SUMMARY OF NET ASSETS  
Governmental Activities**

	<u>2009</u>	<u>2008</u>
<b>Assets</b>		
Current assets	\$ 236,606.90	\$ 306,063.05
<b>Liabilities</b>		
Current liabilities	<u>35,580.00</u>	<u>35,580.00</u>
<b>Net Assets</b>		
Reserved	<u>201,026.90</u>	<u>269,483.05</u>

A summary of changes in net assets is as follows:

**SUMMARY OF CHANGES IN NET ASSETS  
Governmental Activities**

	<u>2009</u>	<u>2008</u>
<b>Revenues</b>		
Parcel fees	\$ 159,615.12	\$ 138,843.55
<b>Expenses</b>		
General government	229,304.79	200,167.42
<b>Other Financing Sources (Uses)</b>		
Interest earned	<u>1,233.52</u>	<u>8,103.50</u>
Change in Fund Balances	(68,456.15)	(53,220.37)
Net assets, beginning	<u>269,483.05</u>	<u>322,703.42</u>
Net assets, ending	<u>201,026.90</u>	<u>269,483.05</u>

**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2009**

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**BUDGETARY HIGHLIGHTS**

The District's parcel fees were \$33,865 less than anticipated. Interest income was \$3,666.48 less than budgeted. Expenditures were over budget by \$31,125. Together, these resulted in a negative variance in the change in fund balances of \$64,990.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

*Capital Assets:* The District has no capital assets.

*Long-Term Debt:* The District currently has no long-term debt.

**ECONOMIC ENVIRONMENT AND NEXT YEAR'S BUDGET**

The District has increased the security patrols for the District in an effort to deter crime with the increased presence of security officers. During the Christmas/New Year's holiday, patrols were increased to safeguard the residents/businesses of the District during a period of time that crime rises.

**REQUEST FOR INFORMATION**

This financial report is designed to provide a general overview of the District's finances, comply with finance-related laws and regulations and demonstrate the District's commitment to public accountability. Any questions or requests for additional information can be obtained by contacting South Burbank Crime Prevention and Development District, P. O. Box 174, Baton Rouge, Louisiana 70810.

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**FUND FINANCIAL STATEMENTS**

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**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2009**

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ASSETS

Cash and cash equivalents	\$ 360.76
Cash and cash equivalents, held by others	127,087.47
Accounts receivable, net	109,108.67
Accrued interest receivable	<u>50.00</u>
Total Assets	<u><u>236,606.90</u></u>

LIABILITIES AND FUND BALANCES

Liabilities:	
Accounts payable	35,580.00
Fund Balances:	
Reserved for crime prevention/development	<u>201,026.90</u>
Total Liabilities and Fund Balances	<u><u>236,606.90</u></u>

See Accompanying Notes and Auditors' Report

**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
 OF EAST BATON ROUGE PARISH, LOUISIANA  
 STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2008**

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REVENUES

Parcel fees \$ 159,615.12

EXPENDITURES

General government:

Administrative	845.89
Collection fees	7,306.50
Professional fees	7,542.40
Recording services	6,250.00
Security	<u>207,360.00</u>

Total Expenditures 229,304.79

Change in Fund Balances Before  
 Other Financing Sources (Uses) (69,689.67)

OTHER FINANCING SOURCES (USES)

Interest earned 1,233.52

Net Change in Fund Balances (68,456.15)

Fund Balances, beginning 269,483.05

Fund Balances, ending 201,026.90

See Accompanying Notes and Auditors' Report

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**NOTES TO FINANCIAL STATEMENTS**

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**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
INDEX TO NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2009**

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**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2009**

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INTRODUCTION

The South Burbank Crime Prevention and Development District (hereinafter referred to as the District), was created in 2004, by Louisiana Revised Statute 33:9097.2 as a political subdivision of the state as defined in the Constitution of Louisiana. It is governed by a board of commissioners consisting of eleven members appointed as follows: (1) four members by the board of directors of the GSRI Property Owners Association; (2) one member by the area's Louisiana Representative; (3) one member by the area's Louisiana Senator; (4) one member by the East Baton Rouge Parish assessor; (5) one member by any subdivision or condominium association recognized by the Greater Baton Rouge Federation of Civic Associations on a rotating basis in the event of multiple associations; (6) one member by the mayor-president; and (7) one member by the area's council member(s). The president of the GSRI Property Owners Association serves as an ex-officio member. All members are required to own property or be a registered voter within the District and at least two members must reside within the District's boundaries. They are not paid for their services nor reimbursed for their expenses.

The District was created to aid in crime prevention, eliminate blight and to increase security of residents by providing an increase in the presence of law enforcement personnel or contracted security personnel.

Funds are provided through the assessment of a parcel fee to which the authority to impose and collect such fees was given to the City of Baton Rouge/Parish of East Baton Rouge. The initial levy of the parcel fees will expire after four years but may be renewed for a period not to exceed four years.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Basis of Presentation:** The accounting and reporting practice of the District conforms to governmental accounting principles generally accepted in the United States of America. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statute 24:513 and to the guides set forth in the *Louisiana Governmental Audit Guide*, and to the industry audit guide *Audits of State and Local Governmental Units*.

**Financial Reporting Entity:** Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification) established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. For financial reporting purposes, in conformance with GASB Codification Section 2100, the City of Baton Rouge/East Baton Rouge Parish is the financial reporting entity for East Baton Rouge Parish. The District is considered a component unit of the City of Baton Rouge/East Baton Rouge Parish because it has the authority to impose and collect the only revenue source of the District and because the District's territory lies within the Parish of East Baton Rouge. The accompanying financial statements present information only on the funds maintained by the District and do not present information on the City of Baton Rouge/East Baton Rouge Parish, the general government services provided by that governmental unit or the other governmental units that comprise the financial reporting entity.

**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2009**

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**Fund Accounting:** The District uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities. A fund is a separate entity with a self-balancing set of accounts. Funds of the District are classified under one category: governmental. Each category, in turn, is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

Governmental Funds: Governmental funds account for all or most of the District's general activities, including the collection and disbursement of specific or legally reserved monies, the acquisition or construction of general fixed assets, and the servicing of general long-term obligations. Governmental funds of the District include:

1. General Fund – the primary operating fund that accounts for all activities not required to be reported in another fund.

**Basis of Accounting/Measurement Focus:** 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 type of financial statement presentation determines the accounting and financial reporting treatment applied to a fund.

The fund statements are reported using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements present increases and decreases in net current assets. Expenditures for capital assets are reported as current expenses, and such assets are not depreciated. Principle and interest paid on long-term debt is reported as current expenses.

**Budgets:** The District adopts an annual budget for its general fund, prepared in accordance with the basis of accounting utilized by that fund. It is published and made available for public inspection prior to the start of the fiscal year. Appropriations lapse at year-end. There were no amendments made to the budget during the year ended December 31, 2009.

**Cash and Cash Equivalents:** Cash includes amounts in demand and interest bearing demand deposits and money market savings. Cash equivalents include amounts in investments with original maturities of 90 days or less. Under state law, the District may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts or time deposits with state banks organized

**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2009**

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under Louisiana law or any other state of the United States or under the laws of the United States.

**Investments:** Investments are limited by Louisiana Revised Statute 33:2955. If the original maturities of investments exceed 90 days, they are classified as investments. Otherwise, the investments are classified as cash and cash equivalents. The District did not have any investments at December 31, 2008.

**Inventory:** Inventory of the District includes only office supplies, the amount of which is considered immaterial. Therefore, the acquisition of such items is expensed when purchased, and the inventory on hand at year-end is not reported in the accompanying financial statements.

**Receivables:** Trade receivables are recorded at management's estimate of the amount that is expected to be collected. This is based in part on historical information and at December 31, 2008, and known facts from the subsequent period. Revenues become susceptible to accrual when they become both measurable and available.

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

**Capital Assets:** The District's assets are recorded at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The District maintains a threshold level of \$500 or more for capitalizing assets. Depreciation is recorded using the straight-line method over the useful lives of the assets as follows: equipment and furniture – 5-7 years. The District currently has no capital assets.

**Compensated Absences:** The District does not have any employees.

**Long-Term Obligations:** In the government-wide financial statements, debt principal payments of government activities are reported as decreases in the balance of the liability on the statement of net assets. In the fund financial statements, however, debt principal payments of governmental funds are recognized as expenditures when paid.

**Fund Balances:** In the Balance Sheet of governmental funds, fund balances are segregated as follows:

*Reserved*

These resources are segregated because their use is earmarked for a specific use.

*Unreserved*

This category represents that portion of equity not appropriable for expenditures or legally segregated for a specific future use.

**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2009**

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NOTE 2 -- CASH AND CASH EQUIVALENTS

Deposits are stated at cost, which approximates market. Under state law, they 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 securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

Even though pledged securities are considered uncollateralized under the provisions of GASB Statement No. 3, La. Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified that the fiscal agent has failed to pay deposited funds upon demand.

With the adoption of GASB Statement No. 40, only deposits considered exposed to custodial credit risk are required to be disclosed. The District has no deposits exposed to custodial credit risk.

The cash and cash equivalents on hand (book balances) of governmental activities are as follows:

Interest-bearing demand deposits	\$ 360.76
Interest-bearing demand deposits, held by others	<u>127,087.47</u>
Total	<u>127,448.23</u>

Of the cash balances included above, \$127,087.47 is held by the East Baton Rouge Parish on behalf of the District. Access to these funds is at the approval of the City of Baton Rouge/East Baton Rouge Parish.

NOTE 3 -- RECEIVABLES

The net receivables at December 31, 2009, are as follows:

Class of Receivables

Parcel fees	\$ 109,108.67
Interest	<u>50.00</u>
Total	<u>109,158.67</u>

**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2009**

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**NOTE 4 – RESERVATIONS**

The funds generated by the District, as stipulated in La. R.S. 33:9097.2, are to be used to aid in crime prevention and blight elimination through education and increased presence of law enforcement. For this reason, the fund balances are reserved for this purpose.

Fund balances reserved for:

Crime prevention/development	<u>\$ 201,026.90</u>
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**NOTE 5 – LEASES**

*Operating Leases.* The District does not have any leases.

*Capital Leases.* The District has no capital leases.

**NOTE 6 – RELATED PARTY TRANSACTIONS**

There are no related party transactions that require disclosure in the accompanying basic financial statements.

**NOTE 7 – LITIGATION AND CLAIMS**

There is no litigation that would require disclosure in the accompanying basic financial statements.

**NOTE 8 – SUBSEQUENT EVENTS**

There were no events between the close of the year through issuance of this report that would materially impact these basic financial statements.

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**REQUIRED SUPPLEMENTAL INFORMATION**  
**(PART 2 OF 2)**

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**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
YEAR ENDED DECEMBER 31, 2009**

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Parcel fees	\$ 193,480.00	\$ 193,480.00	\$ 159,615.12	\$ (33,864.88)
<u>EXPENDITURES</u>				
General government:				
Administrative	1,000.00	1,000.00	845.89	154.11
Collection fees	9,040.00	9,040.00	7,306.50	1,733.50
Professional fees	7,500.00	7,500.00	7,542.40	(42.40)
Recording services	6,000.00	6,000.00	6,250.00	(250.00)
Security	174,640.00	174,640.00	207,360.00	(32,720.00)
Total Expenditures	198,180.00	198,180.00	229,304.79	(31,124.79)
Change in Fund Balances Before Other Financing Sources (Uses)	(4,700.00)	(4,700.00)	(69,689.67)	(64,989.67)
<u>OTHER FINANCING SOURCES (USES)</u>				
Interest earned	4,900.00	4,900.00	1,233.52	(3,666.48)
Net Change in Fund Balances	200.00	200.00	(68,456.15)	(68,656.15)
Fund Balances, beginning	269,483.05	269,483.05	269,483.05	-
Fund Balances, ending	269,683.05	269,683.05	201,026.90	(68,656.15)

See Auditors' Report

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**SUPPLEMENTARY INFORMATION**

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**MARY SUE STAGES, CPA**  
**A PROFESSIONAL ACCOUNTING CORPORATION**

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*Louisiana Society of Certified Public Accountants*  
*American Institute of Certified Public Accountants*  
*Association of Governmental Accountants*  
*Governmental Audit Quality Control Center*

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Commissioners of the  
South Burbank Crime Prevention and  
Development District  
P. O. Box 174  
Baton Rouge, Louisiana 70810

We have audited the component unit financial statements of the governmental activities and the aggregate remaining fund information of the South Burbank Crime Prevention and Development District, as of and for the year ended December 31, 2009, which collectively comprise the South Burbank Crime Prevention and Development District's component unit financial statements and have issued our report thereon dated June 15, 2010. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control over Financial Reporting**

In planning and performing our audit, we considered the South Burbank Crime Prevention and Development District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the South Burbank Crime Prevention and Development District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the South Burbank Crime Prevention and Development District's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the governmental agency's ability to initiate, authorize, record, process or report financial data reliably in accordance with generally accepted accounting

principles such that there is more than a remote likelihood that a misstatement on the agency's financial statements that is more than inconsequential will not be prevented or detected by the agency's internal control.

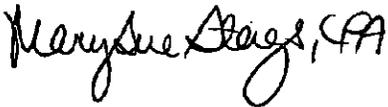
A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the governmental agency's internal control.

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

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the South Burbank Crime Prevention and Development District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the East Baton Rouge Parish, the Legislative Auditor and others within the entity 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.



Mary Sue Stages, CPA,  
A Professional Accounting Corporation  
June 15, 2010

**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
SCHEUDLE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2009**

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We have audited the financial statements of the South Burbank Crime Prevention and Development District as of and for the year ended December 31, 2009, and have issued our report thereon dated June 15, 2010. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our audit of the financial statements as of December 31, 2009, resulted in an unqualified opinion.

**Section I Summary of Auditor's Reports**

**A. Report on Compliance and Internal Control Material to the Financial Statements**

Compliance	Material Weakness	■ No
	Control Deficiency(ies)	■ No
Internal Control	Material Weakness	■ No
	Control Deficiency(ies)	■ No

**B. Federal Awards**

N/A

**C. Identification of Major Programs**

N/A

**Section II Financial Statement Findings**

None

**Section III Federal Award Findings and Questioned Costs**

None

**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS  
YEAR ENDED DECEMBER 31, 2009**

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**Section I      Internal Control and Compliance Material to the Financial Statements**

None

**Section II      Compliance and Internal Control Material to Federal Awards**

None

**Section III      Management Letter**

None

**SOUTH BURBANK CRIME PREVENTION AND DEVELOPMENT DISTRICT  
OF EAST BATON ROUGE PARISH, LOUISIANA  
MANAGEMENT'S CORRECTIVE ACTION PLAN  
YEAR ENDED DECEMBER 31, 2009**

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**Section I      Compliance and Internal Control Material to the Financial Statements**

N/A

**Section II      Compliance and Internal Control Material to Federal Awards**

N/A

**Section III      Management Letter**

N/A