

TIGER ATHLETIC
FOUNDATION

Financial Statements

December 31, 2009 and 2008

TIGER ATHLETIC FOUNDATION

FINANCIAL STATEMENTS, OTHER FINANCIAL INFORMATION, AND

SUPPLEMENTAL INFORMATION

DECEMBER 31, 2009 AND 2008

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INDEPENDENT AUDITOR'S REPORT

To the Executive Committee of the Board of Directors
Tiger Athletic Foundation

We have audited the accompanying statements of financial position of Tiger Athletic Foundation (a nonprofit organization) as of December 31, 2009 and 2008, and the related statements of activities, functional expenses, and cash flows for the years then ended. These financial statements are the responsibility of Tiger Athletic Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Tiger Athletic Foundation as of December 31, 2009 and 2008 and the changes in its net assets and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

A Professional Accounting Corporation

Metairie, Louisiana
March 25, 2010

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110 VETERANS MEMORIAL BOULEVARD, SUITE 200, METAIRIE, LA 70005-4958 • 504.835.5522 • FAX 504.835.5535
5100 VILLAGE WALK, SUITE 300, COVINGTON, LA 70433-4012 • 985.892.5850 • FAX 985.892.5956
TOWN HALL WEST, 10000 PERKINS ROWE, STE. 200, BATON ROUGE, LA 70810-1797 • 225.296.5150 • FAX 225.296.5151

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TIGER ATHLETIC FOUNDATION

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2009 and 2008

ASSETS

	<u>2009</u>	<u>2008</u>
<u>CURRENT ASSETS</u>		
Cash and cash equivalents	\$ 2,824,975	\$ 2,695,865
Restricted cash	41,828,783	47,410,067
Accounts receivable, net	2,511,059	2,479,256
Contracts receivable	11,430,003	10,906,136
Unconditional promises to give, net	5,602,633	5,675,522
Deferred charges and prepaid expenses	1,068,685	569,770
Other current assets	191,118	39,982
Total current assets	<u>65,457,256</u>	<u>69,776,598</u>
<u>NONCURRENT ASSETS</u>		
Restricted assets:		
Cash and cash equivalents	141,101	106,358
Investments	5,507,267	3,552,927
Contracts receivable	36,975,192	11,476,449
Unconditional promises to give, net	10,321,950	8,768,397
Property and equipment, net	138,301,457	129,979,869
Other noncurrent assets	4,856,865	5,164,990
Total noncurrent assets	<u>196,103,832</u>	<u>159,048,990</u>
 Total assets	 <u>\$ 261,561,088</u>	 <u>\$ 228,825,588</u>

The accompanying notes are an integral part of these statements.

LIABILITIES AND NET ASSETS

	<u>2009</u>	<u>2008</u>
<u>CURRENT LIABILITIES</u>		
Accounts payable	\$ 486,917	\$ 2,091,490
Accounts payable - construction in progress	2,405	1,455,066
Deferred revenues	20,459,005	19,830,232
Amounts held in custody for others	6,567,649	6,012,347
Bonds payable	3,335,000	1,775,000
Other current liabilities	250	286,431
Total current liabilities	<u>30,851,226</u>	<u>31,450,566</u>
<u>NONCURRENT LIABILITIES</u>		
Deferred revenues	37,056,292	11,609,474
Bonds payable	123,775,000	127,110,000
Other noncurrent liabilities	3,489,105	5,856,136
Total noncurrent liabilities	<u>164,320,397</u>	<u>144,575,610</u>
Total liabilities	<u>195,171,623</u>	<u>176,026,176</u>
<u>NET ASSETS</u>		
Unrestricted		
Undesignated	26,636,492	10,392,572
Designated	13,244,051	21,887,701
Temporarily restricted	19,781,975	14,497,135
Permanently restricted	6,726,947	6,022,004
Total net assets	<u>66,389,465</u>	<u>52,799,412</u>
 Total liabilities and net assets	 <u>\$ 261,561,088</u>	 <u>\$ 228,825,588</u>

Tiger Athletic Foundation

STATEMENTS OF ACTIVITIES
YEARS ENDED DECEMBER 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Change in unrestricted net assets		
Unrestricted Revenues:		
Contributions	\$ 20,286,704	\$ 19,508,821
Investment earnings	1,976,725	(289,316)
Other revenues	6,513,441	6,705,127
Total unrestricted revenues	<u>28,776,870</u>	<u>25,924,632</u>
Net assets released from restrictions:		
Satisfaction of program expenses	<u>6,185,061</u>	<u>7,768,168</u>
Total net assets released from restrictions	<u>6,185,061</u>	<u>7,768,168</u>
Total unrestricted revenues and other support	<u>34,961,931</u>	<u>33,692,800</u>
Program expenses:		
Amounts paid to benefit Louisiana State University for:		
Projects specified by the Board of Directors	14,686,288	10,648,537
Other	9,526,601	9,262,738
Total program expenses	<u>24,212,889</u>	<u>19,911,275</u>
Supporting services:		
Salaries and benefits	1,705,985	1,648,247
Occupancy	142,944	137,663
Office operations	108,848	115,545
Travel	88,529	-
Professional services	95,627	64,245
Dues and subscriptions	27,711	22,211
Meetings and development	18,709	17,946
Other	498,261	530,612
Total supporting services	<u>2,686,614</u>	<u>2,536,469</u>
Fund-raising expenses	<u>2,826,889</u>	<u>1,643,582</u>
Total expenses	<u>29,726,392</u>	<u>24,091,326</u>
Change in unrestricted net assets	<u>5,235,539</u>	<u>9,601,474</u>

The accompanying notes are an integral part of these statements.

Tiger Athletic Foundation

STATEMENTS OF ACTIVITIES CONTINUED

YEARS ENDED DECEMBER 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Change in temporarily restricted net assets:		
Temporarily Restricted Revenues:		
Contributions, net of provision for uncollectible accounts	<u>\$ 11,469,901</u>	<u>\$ 7,854,336</u>
Total temporarily restricted revenues	<u>11,469,901</u>	<u>7,854,336</u>
Net assets released from restrictions:		
Satisfaction of program expenses	<u>(6,185,061)</u>	<u>(7,768,168)</u>
Total temporarily restricted revenues and other support	<u>5,284,840</u>	<u>86,168</u>
Change in temporarily restricted net assets	<u>5,284,840</u>	<u>86,168</u>
Change in permanently restricted net assets:		
Permanently Restricted Revenues:		
Contributions	<u>704,943</u>	<u>853,548</u>
Total permanently restricted revenue	<u>704,943</u>	<u>853,548</u>
Change in permanently restricted net assets	<u>704,943</u>	<u>853,548</u>
Change in net assets	<u>11,225,322</u>	<u>10,541,190</u>
Net assets at beginning of year	<u>52,799,412</u>	<u>46,265,330</u>
Change in fair value of Interest Rate Swap Agreement	<u>2,364,731</u>	<u>(4,007,108)</u>
Net assets at end of year	<u>\$ 66,389,465</u>	<u>\$ 52,799,412</u>

The accompanying notes are an integral part of these statements.

Tiger Athletic Foundation

STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2009

	Program Services			
	Contributions to LSU Athletic	Contributions to LSU Nonathletic	Tiger Den Suites	Stadium Club
	\$	\$	\$	\$
Salaries and wages	-	-	-	-
Payroll taxes	-	-	-	-
Employee benefits	-	-	-	-
Contributions to LSU	12,874,072	131,909	-	-
Coaches' supplement	512,000	-	-	-
Scoreboard expenses	103,591	-	-	-
Marketing and publicity	-	-	12,639	-
Dues and subscriptions	1,304	-	-	-
Professional fees	204,839	-	-	-
Academic awards	-	150,000	-	-
LSU Campus Transportation and Development Fund	-	10,770	-	-
Tickets purchased	-	-	-	-
Financing costs	-	-	518,061	971,761
Licensing rights	-	-	-	-
Interest expense	-	-	2,307,701	1,653,689
Catering and other expenses	-	-	528,087	633,397
Management fee	-	-	117,500	72,500
Occupancy	-	-	1,000	25,000
Event Parking	-	-	45,808	-
Repairs and maintenance	-	-	22,529	53,995
Travel and entertainment	-	-	-	-
Membership	-	-	-	-
Meeting expense	-	-	-	-
Basketball	-	-	-	-
Supplies and office equipment	-	-	-	-
Printing	-	-	-	-
Computer	-	-	-	-
Bank charges	-	-	-	-
Special events and other	-	-	21,266	-
Insurance	-	-	119,124	138,620
Bad debts and other allowances	-	-	-	-
Depreciation	697,803	-	471,034	1,561,126
Total expenses	\$ 14,393,609	\$ 292,679	\$ 4,164,749	\$ 5,110,088

The accompanying notes are an integral part of these statements.

Program Services

	<u>Alex Box Suites</u>	<u>Supporting Services</u>	<u>Fund- Raising</u>	<u>Total</u>
Salaries and wages	\$ -	\$ 1,375,564	\$ 619,289	\$ 1,994,853
Payroll taxes	-	76,517	46,210	122,727
Employee benefits	-	253,904	109,999	363,903
Contributions to LSU	-	-	-	13,005,981
Coaches' supplement	-	-	-	512,000
Scoreboard expenses	-	-	-	103,591
Marketing and publicity	-	-	38,741	51,380
Dues and subscriptions	-	27,711	1,084	30,099
Professional fees	-	95,627	-	300,466
Academic awards	-	-	-	150,000
LSU Campus Transportation and Development Fund	-	-	-	10,770
Tickets purchased	-	-	59,193	59,193
Financing costs	-	-	-	1,489,822
Licensing rights	128,333	-	-	128,333
Interest expense	-	-	-	3,961,390
Catering and other expenses	73,223	-	-	1,234,707
Management fee	50,000	-	-	240,000
Occupancy	208	142,944	24,923	194,075
Event Parking	-	61,041	-	106,849
Repairs and maintenance	-	13,425	-	89,949
Travel and entertainment	-	88,529	228,806	317,335
Membership	-	58,325	135,898	194,223
Meeting expense	-	18,709	-	18,709
Basketball	-	-	15,271	15,271
Supplies and office equipment	-	40,618	12,768	53,386
Printing	-	10,576	-	10,576
Computer	-	57,654	13,712	71,366
Bank charges	-	243,263	-	243,263
Special events and other	-	14,473	244,245	279,984
Insurance	-	107,734	2,980	368,458
Bad debts and other allowances	-	-	1,273,770	1,273,770
Depreciation	-	-	-	2,729,963
Total expenses	\$ 251,764	\$ 2,686,614	\$ 2,826,889	\$ 29,726,392

Tiger Athletic Foundation

STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2008

	Program Services			
	Contributions to LSU Athletic	Contributions to LSU Nonathletic	Tiger Den Suites	Stadium Club
Salaries and wages	\$ -	\$ -	\$ -	\$ -
Payroll taxes	-	-	-	-
Employee benefits	-	-	-	-
Contributions to LSU	9,230,912	139,669	-	-
Coaches' supplement	512,000	-	-	-
Scoreboard expenses	90,360	-	-	-
Marketing and publicity	-	-	15,898	-
Dues and subscriptions	1,619	-	-	-
Professional fees	197,579	-	-	-
Academic awards	-	120,000	-	-
LSU Campus Transportation and Development Fund	-	28,065	-	-
LSU System Transportation Fund	-	33,460	-	-
Tickets purchased	-	-	-	-
Financing costs	-	-	453,867	104,473
Interest expense	-	-	1,812,865	2,820,133
Catering and other expenses	-	-	657,351	765,622
Management fee	-	-	110,000	70,000
Occupancy	-	-	-	25,000
Event parking	-	-	45,600	-
Repairs and maintenance	-	-	29,698	135,233
Travel and entertainment	-	-	-	-
Membership	-	-	-	-
Meeting expense	-	-	-	-
Basketball	-	-	-	-
Baseball	-	-	-	-
Supplies and office equipment	-	-	-	-
Printing	-	-	-	-
Computer	-	-	-	-
Bank charges	-	-	-	-
Special events and other	-	-	-	-
Insurance	-	-	117,105	109,371
Bad debts and other allowances	-	-	-	-
Depreciation	294,873	-	473,121	1,512,197
Total expenses	\$ 10,327,343	\$ 321,194	\$ 3,715,505	\$ 5,542,029

The accompanying notes are an integral part of these statements.

Program Services

	<u>Alex Box Suites</u>	<u>Supporting Services</u>	<u>Fund- Raising</u>	<u>Total</u>
Salaries and wages	\$ -	\$ 1,327,840	\$ 604,178	\$ 1,932,018
Payroll taxes	-	74,812	43,775	118,587
Employee benefits	-	245,595	90,025	335,620
Contributions to LSU	-	-	27,500	9,398,081
Coaches' supplement	-	-	-	512,000
Scoreboard expenses	-	-	-	90,360
Marketing and publicity	-	-	74,350	90,248
Dues and subscriptions	-	22,211	3,267	27,097
Professional fees	-	64,245	-	261,824
Academic awards	-	-	-	120,000
LSU Campus Transportation and Development Fund	-	-	-	28,065
LSU System Transportation Fund	-	-	-	33,460
Tickets purchased	-	49,896	-	49,896
Financing costs	-	-	-	558,340
Interest expense	-	-	-	4,632,998
Catering and other expenses	78	-	-	1,423,051
Management fee	5,126	-	-	185,126
Occupancy	-	137,663	17,094	179,757
Event parking	-	41,926	-	87,526
Repairs and maintenance	-	13,489	-	178,420
Travel and entertainment	-	-	188,642	188,642
Membership	-	37,639	212,050	249,689
Meeting expense	-	17,946	-	17,946
Basketball	-	-	16,298	16,298
Baseball	-	-	1,275	1,275
Supplies and office equipment	-	46,046	10,718	56,764
Printing	-	11,728	-	11,728
Computer	-	57,771	13,438	71,209
Bank charges	-	268,500	-	268,500
Special events and other	-	10,357	297,185	307,542
Insurance	-	108,805	2,795	338,076
Bad debts and other allowances	-	-	40,992	40,992
Depreciation	-	-	-	2,280,191
Total expenses	<u>\$ 5,204</u>	<u>\$ 2,536,469</u>	<u>\$ 1,643,582</u>	<u>\$ 24,091,326</u>

Tiger Athletic Foundation

STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2009 and 2008

	2009	2008
Operating activities		
Change in net assets	\$ 11,225,322	\$ 10,541,190
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	2,729,963	2,280,191
Change in allowance for unconditional promises to give	(1,255,300)	(48,900)
Change in fair value of interest rate swap agreement	(2,364,731)	4,007,108
Unrealized (gain) loss on investment	(1,308,115)	1,729,586
Transfer of property and equipment to LSU	3,957,510	-
Contributions restricted for long term purposes	(704,943)	(853,548)
(Increase) Decrease in operating assets:		
Receivables, deferred charges, and other prepaid assets	(530,718)	(951,790)
Unconditional promises to give	(225,364)	(5,765,799)
Contract receivable	(26,022,610)	(7,964,335)
Other assets	156,989	54,737
Increase (Decrease) in operating liabilities:		
Accounts payable	(1,604,573)	1,783,215
Accounts payable - construction in progress	(1,452,661)	90,114
Deferred revenues	26,075,591	12,432,672
Other current liabilities	(286,181)	283,440
Other noncurrent liabilities	2,362,431	295,071
Amounts held in custody for others	555,302	2,003,891
Net cash provided by operating activities	11,307,912	19,916,843
Investing activities		
Net change in restricted cash	5,546,541	(8,229,481)
Purchase of investments	(646,225)	(1,651,206)
Purchase of property and equipment	(15,009,061)	(5,620,731)
Net cash used in investing activities	(10,108,745)	(15,501,418)
Financing activities		
Proceeds from borrowings of line of credit	3,434,383	-
Payments on borrowings of line of credit	(3,434,383)	-
Proceeds from contributions restricted for investment in permanent endowments	704,943	853,548
Principal payments on borrowings	(1,775,000)	(4,126,336)
Net cash used in financing activities	(1,070,057)	(3,272,788)
Net change in cash and cash equivalents	129,110	1,142,637
Cash and cash equivalents, beginning of year	2,695,865	1,553,228
Cash and cash equivalents, end of year	\$ 2,824,975	\$ 2,695,865

The accompanying notes are an integral part of these statements.

Tiger Athletic Foundation
Notes to Financial Statements

1. Summary of Significant Accounting Policies

Nature of Activities

Tiger Athletic Foundation (TAF or the Foundation) was organized on May 17, 1983, under the name The LSU Tigers Unlimited Corporation, as a nonprofit corporation under Louisiana R.S. 12:201 (7). The corporation's name was changed to Tiger Athletic Foundation on April 17, 1987.

The Foundation's primary objective is to encourage support and raise funds for the Louisiana State University and Agricultural and Mechanical College (LSU) located in Baton Rouge, Louisiana and its intercollegiate athletic program. Funds attracted by this private, nonprofit corporation are primarily used to defray the cost of scholarships of more than 450 student athletes, to help maintain and improve LSU athletic facilities, and to retire present indebtedness. The Foundation is governed by a board of directors who are elected from the membership.

The Foundation is required to comply with the provisions set forth in the Uniform Affiliation Agreement entered into with LSU on July 1, 2009.

Net Assets

The Foundation reports information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted. Unrestricted net assets include those net assets whose use by the Foundation is not restricted by donors, even though their use may be limited in other respects, such as by contract or board designation. Temporarily restricted net assets are those net assets whose use by the Foundation has been limited by donors (a) to later periods of time or other specific dates, or (b) to specified purposes. Permanently restricted net assets are those net assets received with donor-imposed restrictions limiting the Foundation's use of the asset.

Cash and Cash Equivalents

For the purpose of the statement of cash flows, the Foundation considers all unrestricted highly liquid investments with an original maturity of three months or less, and whose use is not limited, to be cash equivalents.

Investments

The Foundation carries investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the Statement of Financial Position. Unrealized gains and losses are included in the change in net assets in the accompanying Statement of Activities.

Investment Income and Gains

Investment income and gains restricted by donors are reported as increases in unrestricted net assets if the restrictions are met (either a stipulated time period ends or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

Tiger Athletic Foundation
Notes to Financial Statements

1. Summary of Significant Accounting Policies (continued)

Unconditional Promises to Give

Contributions that are expected to be collected within one year are recorded at net realizable value. Contributions that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. Changes to the estimate of the present value of the contributions will be reported in the period the changes are made. The Foundation establishes an allowance for unfulfilled pledges based on a specific analysis of the remaining contribution balance due for contributions that were not made in accordance with the donor's pledged timeline. Decreases in temporarily and permanently restricted contributions because of changes in the amounts of assets expected to be received are recorded as a loss and are reported net of contribution revenue on the Statement of Activities.

Property and Equipment

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

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

Impairment of Long-Lived Assets

The Foundation reviews long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. In the event that the undiscounted cash flows resulting from the use of the asset group is less than the carrying amount, an impairment loss equal to the excess of the asset's carrying amount over its fair value is recorded. The Foundation did not record any impairment loss during the years ended December 31, 2009 and 2008.

Tiger Athletic Foundation
Notes to Financial Statements

1. Summary of Significant Accounting Policies (continued)

Other Noncurrent Assets

Other assets include deferred financing costs, associated with the Revenue Bonds Series 2004, that are being amortized over the life of the bond agreement, which is 30 years. Amortization of the costs is recorded as a component of interest expense. These costs totaled \$1,193,794 and are presented net of accumulated amortization of \$228,804 and \$189,012, as of December 31, 2009 and 2008, respectively. Also included in other assets, is \$4,200,000 of financing costs associated with the construction of the new Alex Box baseball stadium. These costs are presented net of accumulated amortization of \$128,333 and \$-0- as of December 31, 2009 and 2008, respectively. These costs will be amortized over the life of the stadium and will be offset by the revenue that the Foundation will be receiving from their rights to certain seating in the stadium's suites.

Amounts Held in Custody for Others

The amounts held in custody for others represent the coaches' escrow accounts and affiliated chapters' account, which were established as a custodial fund at the request of LSU, as well as accounts held for the LSU Athletics Department. The coaches' escrow accounts and affiliated chapters' accounts were created in order for TAF to act as a nonaffiliated party in overseeing the revenue generated by the coaches and affiliated booster club chapters of LSU and to provide institutional control as required by NCAA rules. The amounts held for the LSU Athletic Department are to fund special projects, as needed, and to establish maintenance reserve accounts for newly constructed LSU Athletic Facilities as required by the Board of Regents Policy. The Foundation has included the \$6,567,649 and \$6,012,347 of amounts held in custody for others as restricted cash within current assets as of December 31, 2009 and 2008, respectively. This amount is offset by a current liability in the same amount.

Contributions

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

Contributions are recognized when the donor makes a promise to give to the Foundation that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted contributions are recognized as changes in unrestricted net assets.

Functional Expenses

Functional expenses are allocated between program services and supporting activities, which include fundraising, and general and administrative activities. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Foundation.

Tiger Athletic Foundation
Notes to Financial Statements

1. Summary of Significant Accounting Policies (continued)

Donated Services

During the years ended December 31, 2009 and 2008, the value of contributed services meeting the requirements for recognition in the financial statements was not considered material and has not been recorded.

Scoreboards

The Foundation owns scoreboards and related equipment installed at various athletic venues on the LSU campus. Contract revenues associated with these scoreboards are more fully described in Note 12.

Rents - LSU and University Club

In 1999, the Foundation issued \$43,575,000 in revenue bonds for the purpose of financing or reimbursing a portion of the cost of certain improvements and renovations to the East Side Upper Deck (ESUD) of Tiger Stadium at LSU. The bond agreement stipulates that LSU shall pay \$2,000,000 to the Foundation as annual rent for the facilities.

In 2004, the Foundation issued \$90,000,000 in revenue bonds, for the purpose of financing or reimbursing a portion of the cost of certain improvements and renovations to the West Side Upper Deck (WSUD) at LSU's Tiger Stadium, construction of a football operations center and miscellaneous improvements to Tiger Stadium. The bond agreement stipulates that LSU shall pay \$2,500,000 to the Foundation as annual rent for these facilities.

The Foundation maintains a lease and license agreement with The University Club of Baton Rouge, L.L.C., as the tenant of the lease. The foundation receives monthly payments equal to 6% of the prior month's gross revenues plus an annual fee per member.

Reclassifications

Certain accounts relating to the prior year have been restated to conform to current year's presentation. The reclassifications have no effect on net income.

Tax Status

The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and has been designated as an organization that is not a private foundation.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Tiger Athletic Foundation
Notes to Financial Statements

1. Summary of Significant Accounting Policies (continued)

Fair Values of Financial Instruments

The carrying values of the Foundation's financial instruments including current assets and current liabilities approximate fair value.

In 2008, the Foundation adopted the provisions of the Fair Value Measurements Topic of the FASB Accounting Standards Codification (ASC). Under the Fair Value Measurements Topic of the FASB ASC, fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Fair Value Measurements Topic of the FASB ASC establishes a fair value hierarchy for inputs used in measuring fair market value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are those that market participants would use in pricing the asset or liability based on the best information available in the circumstances. The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1 - Valuations based on unadjusted quoted prices in active markets for identical assets or liabilities as of the reporting date. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these securities does not entail a significant degree of judgment.

Level 2 - Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly, as of the reporting date.

Level 3 - Valuations based on inputs that are unobservable and include situations where there is little, if any, market activity for the investment. The inputs into the determination of fair value require significant management judgment or estimation.

In some instances, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such instances, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement (see Note 13).

The Foundation's measurements of fair value are made on a recurring basis, and their valuation techniques for assets and liabilities recorded at fair value are as follows:

Investments securities – The fair value of investment securities is the market value based on quoted market prices, when available, or market prices provided by recognized broker dealers. If listed prices or quotes are not available, fair value is based upon externally developed models that use unobservable inputs due to the limited market activity of the investment.

Unconditional promises to give – The fair value of contributions is equal to the carrying value for contributions expected to be collected within one year. Contributions expected to be collected in future periods are discounted to present value based on management's assumptions.

Tiger Athletic Foundation
Notes to Financial Statements

1. Summary of Significant Accounting Policies (continued)

Fair Values of Financial Instruments (continued)

Interest rate swap – The fair value of the Foundation’s interest rate swap is the estimated amount the Foundation would pay to terminate these agreements at the reporting date, taking into account current interest rates and creditworthiness of the counterparty and the Foundation.

2. Concentration of Credit Risk for Cash Held in Bank

The Tiger Athletic Foundation periodically maintains cash in bank accounts in excess of insured limits. The Foundation has not experienced any losses and does not believe that significant credit risk exists as a result of this practice.

3. Restricted Cash and Cash Equivalents

Restricted cash and cash equivalents are available for the following purposes:

	<u>December 31,</u> <u>2009</u>	December 31, <u>2008</u>
Bond restrictions		
Maintenance reserve and escrow accounts	\$ 6,453,695	\$ 7,708,569
Tiger Den Suites tower account	1,515,891	916,199
West Side Upper Deck Stadium Club deposits	2,708,365	585,878
TAF MRA	-	1,251,869
Alex Box Suites	630,194	704,794
By Board for designated purposes	13,244,050	21,887,701
Donor restrictions	10,627,147	5,461,411
Restricted for construction	81,791	2,881,299
Amounts held in custody for others	6,567,650	6,012,347
Endowment funds	141,101	106,358
	<u>\$ 41,969,884</u>	<u>\$ 47,516,425</u>

Of the above total, \$41,828,783 is classified as current while \$141,101 is classified as noncurrent due to it being restricted as of December 31, 2009.

As of December 31, 2008, \$47,410,067 of restricted cash is classified as current while \$106,358 is classified as noncurrent due to it being restricted.

Tiger Athletic Foundation
Notes to Financial Statements

4. Investments

Investments at December 31, 2009 consist of the following:

	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Gain (Loss)</u>
LSU Foundation Investment Pool	\$ 5,869,343	\$ 5,465,426	\$ (403,917)
Charitable Gift Annuity	45,328	41,841	(3,487)
	<u>\$ 5,914,671</u>	<u>\$ 5,507,267</u>	<u>\$ (407,404)</u>

Investments at December 31, 2008 consist of the following:

	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Gain (Loss)</u>
LSU Foundation Investment Pool	\$ 5,233,482	\$ 3,517,167	\$ (1,716,315)
Charitable Gift Annuity	47,628	35,760	(11,868)
	<u>\$ 5,281,110</u>	<u>\$ 3,552,927</u>	<u>\$ (1,728,183)</u>

Investments with the LSU Foundation investment pool consist primarily of equity funds, corporate bonds, collateralized mortgage obligations, and government agency securities and are stated at fair value. The investments are classified as noncurrent due to being restricted as of December 31, 2009 and 2008.

Investment return is summarized as follows:	<u>2009</u>	<u>2008</u>
Interest and Dividend Income	\$ 668,610	\$ 1,440,270
Net Realized and Unrealized (Losses) Gains	<u>1,308,115</u>	<u>(1,729,586)</u>
Total Investment Return	<u>\$ 1,976,725</u>	<u>\$ (289,316)</u>

Included in interest and dividend income, above, is unrestricted income derived from interest bearing cash accounts and certificates of deposits, which are classified as cash for reporting purposes.

Tiger Athletic Foundation
Notes to Financial Statements

5. Temporarily Restricted Net Assets

Temporarily restricted net assets are available for the following purposes:

	<u>December 31,</u> <u>2009</u>	December 31, <u>2008</u>
Donor restrictions		
Capital program	\$ 9,097,744	\$ 3,870,644
LSU Golf Facility	3,714,404	252,189
Make Your Pitch	1,948,352	4,268,875
Academic Center	1,540,848	1,761,408
Tiger Den	865,929	722,934
Band Hall	751,786	592,049
PMAC restoration	535,090	10
Athletic Facility Fund	337,697	453,214
Soccer complex	252,270	-
Football	136,267	933,585
Baseball building	129,775	562,976
Women's basketball	97,861	41,084
AD Emeritus Fund	83,678	95,204
Track and Field	60,509	100
Athletic trainer's equipment	47,852	23,400
Softball complex	36,715	99,024
Annual Scholarship Fund	34,808	-
L Club	23,921	15,021
Swimming	20,050	20,050
ACSA	16,731	34,323
Basketball	11,681	3,000
Gymnastics	10,595	3,000
AD's Annual Fund	7,488	197,221
Unallocated Interest	5,943	448,113
Volleyball	5,000	-
Jeff Boss Honorarium	4,895	9,276
Hall of Fame	3,280	5,017
Sue Gunter Fund	806	1,323
AD Ticket Support	-	84,095
	<u> -</u>	<u> -</u>
Total temporarily restricted funds	<u>\$ 19,781,975</u>	<u>\$ 14,497,135</u>

Tiger Athletic Foundation
Notes to Financial Statements

6. Unconditional Promises to Give

Unconditional promises to give at December 31, 2009 and 2008 were as follows:

	2009	2008
Receivable in less than one year	\$ 5,602,633	\$ 5,675,522
Receivable in one to ten years	13,591,739	10,905,608
Total contributions receivable	19,194,372	16,581,130
Less discount to net present value (discount rate was 4.0% as of December 31, 2009 and 5.7% as of December 31, 2008)	(1,157,989)	(1,280,711)
Less allowance for unfulfilled pledges	(2,111,800)	(856,500)
Net contributions receivable	\$ 15,924,583	\$ 14,443,919

7. Property and Equipment

The Foundation's investment in property and equipment consisted of the following at December 31, 2009:

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Land	\$ 3,090,000	\$ -	\$ -	\$ -	\$ 3,090,000
Leaseholds and other improvements	1,624,173	1,237	-	-	1,625,410
Stadium expansion and scoreboard	130,223,325	9,047,956	-	6,932,254	146,203,535
Furniture and equipment	458,838	3,223	(167,634)	-	294,427
Vehicles	27,978	-	-	-	27,978
	135,424,314	9,052,416	(167,634)	6,932,254	151,241,350
Less accumulated depreciation	(10,893,562)	(2,729,963)	167,634	-	(13,455,891)
Construction in process	5,449,117	5,956,645	(3,957,510)	(6,932,254)	515,998
Property and equipment, net	\$ 129,979,869	\$ 12,279,098	\$ (3,957,510)	\$ -	\$ 138,301,457

Tiger Athletic Foundation
Notes to Financial Statements

7. Property and Equipment (continued)

The Foundation's investment in property and equipment consisted of the following at December 31, 2008:

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Land	\$ 3,090,000	\$ -	\$ -	\$ -	\$ 3,090,000
Leaseholds and other improvements	1,620,158	4,015	-	-	1,624,173
Stadium expansion and scoreboard	129,989,279	234,046	-	-	130,223,325
Furniture and equipment	451,095	7,743	-	-	458,838
Vehicles	25,580	2,398	-	-	27,978
	135,176,112	248,202	-	-	135,424,314
Less accumulated depreciation	(8,613,371)	(2,280,191)	-	-	(10,893,562)
Construction in process	76,588	5,372,529	-	-	5,449,117
Property and equipment, net	\$ 126,639,329	\$ 3,340,540	\$ -	\$ -	\$ 129,979,869

Depreciation expense totaled \$2,729,963 and \$2,280,191 for the years ended December 31, 2009 and 2008, respectively.

8. Lines-of-Credit

On June 25, 2008, the Foundation established a \$6,300,000 line-of-credit with Capital One for the purpose of financing the construction and equipment costs associated with the upgrades/replacements to the scoreboards for the LSU athletic facilities. The line-of-credit allows for draws over an 11 month period with interest payable monthly. Interest is based on the 30 day LIBOR plus 110 basis points. Upon expiration, the Foundation may convert this line-of-credit into a term loan of up to 65 months. Repayment will be made from the total revenues, receipts, rentals, premiums, proceeds, contributions, donations, profits and income received by the Foundation on a parri passu basis with the existing bond issues. As of December 31, 2009, there was no outstanding balance associated with this line-of-credit and the line-of-credit was cancelled at the Foundation's request.

Also on June 25, 2008, the Foundation established a \$2,500,000 line-of-credit with Capital One for the purpose of financing the construction of a vehicle parking lot adjoining the new Alex Box stadium. This line-of-credit allows for draws over an 11 month period with interest payable monthly, and is convertible into a 72 month term loan. Interest is based on the 30 day LIBOR plus 110 basis points. The line-of-credit is secured by a pledge of all existing and future cash, current and future pledges and proceeds thereof in the Make Your Pitch Donation Fund. As of December 31, 2009, there was no outstanding balance associated with this line-of-credit and the line-of-credit was cancelled at the Foundation's request.

Tiger Athletic Foundation
Notes to Financial Statements

9. Bonds Payable

A summary of the Foundation's bonds payable is as follows:

	December 31, 2009	December 31, 2008
	<u> </u>	<u> </u>
Revenue Bonds Series 1999	\$ 43,575,000	\$ 43,575,000
Revenue Bonds Series 2004	83,535,000	85,310,000
	<u>\$ 127,110,000</u>	<u>\$ 128,885,000</u>

Revenue Bonds Series 1999 consist of debt issued by Tiger Athletic Foundation primarily for the purpose of certain improvements and renovations to the East Side Upper Deck of Tiger Stadium at LSU. Revenue derived from the sale of certain tickets for the East Side Upper Deck are pledged for the payment of the debt service. Bond indentures contain requirements for annual debt service and flow for funds through various restricted accounts. The bonds have a floating interest rate that is established through weekly remarketing. Effective November 2009, the bonds were reissued as a single fully registered bond without coupons and shall mature September 2033.

Effective April 1, 2003, the Foundation entered into an interest rate swap agreement with Morgan Stanley Capital Services, Inc. (MSCS), which expires September 1, 2028, to hedge its interest rate exposure on the Series 1999 revenue bonds. The agreement covers 100% of the outstanding principal balance over the life of the bonds and effectively fixes the interest rate to the Foundation at 4.01%. The floating rate payor is MSCS and the fixed rate payor is the Foundation. The floating rate is based on the SIFMA Index, formally referred to as the BMA Municipal Swap Index, as defined in the agreement.

The Foundation accounts for the interest rate swap as a fair value hedge as directed by the Accounting for Derivative Instruments and Hedging Activities Topic of the FASB ASC. Since the Foundation does not report earnings as a separate caption in a statement of financial performance, both the swap agreement and the hedged item, the Series 1999 Bonds, are accounted for at fair value with the change in fair value reported as a change in net assets.

The fair market value of the swap agreement and the hedged item as of December 31, 2009 and 2008, was a liability of approximately \$3,471,000 and \$5,835,000, respectively, which represents a change from the prior year of \$2,364,731 in 2009 and (\$4,007,108) in 2008, and is presented as a change of net assets on the Statement of Activities.

In March 2004, the Foundation issued Revenue Bonds Series 2004 for a principal amount of \$90,000,000. The proceeds of the loan are being used to finance or reimburse a portion of the costs of the acquisition and construction of certain improvements and renovations to Tiger Stadium and a football operations center at LSU, including funding the interest and costs associated with the project. The bonds are secured by the pledged revenues on a parity with the Series 1999. The bonds have a floating interest rate based on the SIFMA Index. Annual payments began on September 1, 2005, and will continue through September 1, 2034.

Tiger Athletic Foundation
Notes to Financial Statements

9. Bonds Payable (continued)

On March 15, 2007, an amendment was made to the original loan agreement which waived the principal payment due on September 1, 2007, and extended the payment schedule an additional year, through 2034, with the intent that the 2007 principal payment will be paid on September 1, 2034. Effective November 2009, the bonds were reissued as a single fully registered bond without coupons and shall mature September 2039.

Under the provisions of the above revenue bond agreements, the Foundation is required to maintain a minimum debt service coverage ratio. The Foundation was in compliance with its debt service coverage calculation loan covenant at December 31, 2009 and 2008.

The debt service requirements on the note and bonds payable are as follows:

	Bonds Payable
2010	\$ 3,335,000
2011	3,490,000
2012	3,660,000
2013	3,840,000
2014	4,025,000
2015 - 2019	23,210,000
2020 - 2024	28,365,000
2025 - 2029	29,645,000
2030 - 2034	22,540,000
2035 - 2039	5,000,000
Total	<u>\$ 127,110,000</u>

The Revenue Bonds Series 1999 and Series 2004 are subject to a remarketing agreement whereby the Foundation obtained a remarketing agent which shall offer for sale and use its best efforts to find purchasers for all bonds or portions thereof for which notice of tender has been received at a price equal to the principal amount thereof plus accrued interest to the purchase date. To provide for the payment of the bonds, in the event a purchaser is not found for the full amount of the outstanding bonds or default, the Foundation entered into letter of credit agreements with Regions. During 2009, the Foundation replaced the letter of credit agreement with Regions with a substitute letter of credit issued by Capital One. The Capital One Bank Letter of Credit is confirmed by a Federal Home Loan Bank Letter of Credit. Annual fees for the letter of credit are 200 bps per annum payable annually in advance for the underlying Letter of Credit. The Federal Home Loan Bank will in turn charge approximately 20bps for the confirmation which will be passed on to the Foundation. Risk participations will be sold to the participant banks for 190 bps with the difference accruing to Capital One. There were no outstanding amounts under the letter of credit at December 31, 2009 and 2008.

10. Commitments and Contingencies

The Foundation is subject to certain legal proceedings and claims that arise in the ordinary course of business. In the opinion of management, the amount of ultimate liability with respect to these actions will not materially affect the financial position of the Foundation.

Tiger Athletic Foundation
Notes to Financial Statements

11. Retirement Savings Plan

The Foundation established a 401(k) plan (the Plan) effective February 1, 2002, to replace an existing Section 403(b) tax shelter annuity plan. The Plan covers all employees who complete applications to participate in the Plan and agree to the terms of the Plan. The Foundation amended and restated the Plan effective January 1, 2006.

Under the Plan, the Foundation will make matching contributions in an amount equal to the sum of 100 percent of the participants' elective deferrals that do not exceed 6 percent of the participants' compensation as an Employer Safe Harbor Matching Contribution. In addition, the Foundation shall contribute an amount equal to the sum of 1.5 percent of the participants' annual compensation as an Employer Discretionary Contribution. Employees are vested in the Employer Safe Harbor Matching Contributions at a rate of 20 percent per year after first having reached one year of service, as defined. Employees are 100 percent vested in the Employer Discretionary Contribution after reaching one year of service, as defined.

The Foundation made matching contributions of approximately \$99,000 and \$102,000 for the years ended December 31, 2009 and 2008, respectively.

12. Scoreboard Sponsorships

In 1999, the Foundation entered into a Cooperative Endeavor Agreement with LSU that obligated the Foundation to acquire, construct and maintain new scoreboards in LSU athletic venues at a total cost of approximately \$5.2 million. In return for its fulfillment of this obligation, the Foundation was given an eight year license to solicit certain qualified corporate sponsorship contracts. In connection with its issuance of the Series 2004 Revenue Bonds, LSU extended the Foundation's rights to solicit qualified corporate sponsorship contracts for a period of approximately 35 years. Effective July 1, 2005, the Foundation, with approval of LSU, entered into a ten year lease agreement with Viacom Outdoor Advertising, Inc., d/b/a LSU Sports Properties, whereby the Foundation leased its rights to the scoreboards to Viacom in return for an annual guaranteed rental payment. The rent payment, which was \$1.4 million in year one and year two, and will increase by \$25,000 annually each year during the life of the lease agreement, is due in two equal installments payable in July and October of each year.

13. Fair Value Measurements

The Foundation's assets and liabilities recorded at fair value have been categorized based upon a fair value hierarchy in accordance with the Fair Value Measurements Topic of the FASB ASC. See Note 1 for a description of the Foundation's policies and valuation techniques.

Tiger Athletic Foundation
Notes to Financial Statements

13. Fair Value Measurements (continued)

The valuation of the Foundation's assets and liabilities measured at fair value on a recurring basis at December 31, 2009 are as follows:

<u>ASSETS</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Net Balance</u>
Unconditional promises to give	\$ -	\$ -	\$ 15,924,583	\$ 15,924,583
Investments	3,161,171	844,815	1,501,281	5,507,267
Total	<u>\$ 3,161,171</u>	<u>\$ 844,815</u>	<u>\$ 17,425,864</u>	<u>\$ 21,431,850</u>
<u>LIABILITIES</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Net Balance</u>
Interest rate swap	\$ -	\$ 3,470,661	\$ -	\$ 3,470,661

The changes in investments measured at fair value for which the Foundation has used Level 3 inputs to determine fair value are as follows:

<u>ASSETS</u>	<u>Level 3 Beginning balance</u>	<u>Net realized and unrealized gains (losses)</u>	<u>Net payments and gifts</u>	<u>Net purchases and sales</u>	<u>Net transfers in (out) of level 3</u>	<u>Level 3 Ending balance</u>
Unconditional promises to give	\$ 14,443,919	\$ (1,132,578)	\$ 2,613,242	\$ -	\$ -	\$ 15,924,583
Investments	1,194,494	306,787	-	-	-	1,501,281
	<u>\$ 15,638,413</u>	<u>\$ (825,791)</u>	<u>\$ 2,613,242</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,425,864</u>

The valuation of the Foundation's assets and liabilities measured at fair value on a recurring basis at December 31, 2008 are as follows:

<u>ASSETS</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Net Balance</u>
Unconditional promises to give	\$ -	\$ -	\$ 14,443,919	\$ 14,443,919
Investments	1,590,645	767,788	1,194,494	3,552,927
Total	<u>\$ 1,590,645</u>	<u>\$ 767,788</u>	<u>\$ 15,638,413</u>	<u>\$ 17,996,846</u>
<u>LIABILITIES</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Net Balance</u>
Interest rate swap	\$ -	\$ 5,835,392	\$ -	\$ 5,835,392

Tiger Athletic Foundation
Notes to Financial Statements

13. Fair Value Measurements (continued)

The changes in investments measured at fair value for which the Foundation has used Level 3 inputs to determine fair value are as follows:

	Level 3 Beginning balance	Net realized and unrealized gains (losses)	Net payments and gifts	Net purchases and sales	Net transfers in (out) of level 3	Level 3 Ending balance
<u>ASSETS</u>						
Unconditional promises to give	\$ 8,630,533	\$ 60,110	\$ 5,753,276	\$ -	\$ -	\$ 14,443,919
Investments	1,775,981	(581,487)	-	-	-	1,194,494
	<u>\$ 10,406,514</u>	<u>\$ (521,377)</u>	<u>\$ 5,753,276</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,638,413</u>

14. Endowment Composition

The Foundation's Endowment Net Asset Composition by fund type as of December 31, 2009 is as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-restricted endowment funds	\$ -	\$ -	\$ 6,726,947	\$ 6,726,947
Undesignated funds	1,974	-	-	1,974
	<u>\$ 1,974</u>	<u>\$ -</u>	<u>\$ 6,726,947</u>	<u>\$ 6,728,921</u>

A summary of the changes in the Foundation's Endowment Net Assets for the year ended December 31, 2009 is as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Net assets, beginning of year	\$ (1,306,296)	\$ -	\$ 6,022,004	\$ 4,715,708
Investment return:				
Investment income	155	-	-	155
Net appreciation (realized and unrealized)	1,308,115	-	-	1,308,115
Contributions	-	-	704,943	704,943
Net assets, end of year	<u>\$ 1,974</u>	<u>\$ -</u>	<u>\$ 6,726,947</u>	<u>\$ 6,728,921</u>

The Foundation's Endowment Net Asset Composition by fund type as of December 31, 2008 is as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-restricted endowment funds	\$ -	\$ -	\$ 6,022,004	\$ 6,022,004
Undesignated funds	(1,306,296)	-	-	(1,306,296)
	<u>\$ (1,306,296)</u>	<u>\$ -</u>	<u>\$ 6,022,004</u>	<u>\$ 4,715,708</u>

Tiger Athletic Foundation
Notes to Financial Statements

14. Endowment Composition (continued)

A summary of the changes in the Foundation's Endowment Net Assets for the year ended December 31, 2008 is as follows:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Net assets, beginning of year	\$ -	\$ -	\$ 5,168,456	\$ 5,168,456
Investment return:				
Investment income	423,290	-	-	423,290
Net appreciation (realized and unrealized)	(1,729,586)	-	-	(1,729,586)
Contributions	-	-	853,548	853,548
Net assets, end of year	<u>\$ (1,306,296)</u>	<u>\$ -</u>	<u>\$ 6,022,004</u>	<u>\$ 4,715,708</u>

Net Asset Classification – As of December 31, 2009, the State of Louisiana has not adopted the Uniform Prudent Management of Institutional Funds Act (UPMIFA).

Endowment Investment Spending Policies – The Foundation's investment spending policy is that all income earned on restricted endowment funds is to be reinvested and used towards funding additional endowed scholarships.

Endowment Investment Policies – The Foundation's investment policy is that all endowed funds will be maintained and managed by LSU Foundation within their investment pool and in accordance with their investment policies.

15. Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued March 25, 2010, and determined that no events occurred that require disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

16. Uncertain Tax Position

For the year ended December 31, 2009, the Foundation adopted the provisions of the Accounting for Uncertainty in Income Taxes Topic of the FASB Accounting Standards Codification. The implementation of FIN 48 had no impact on the entity's statement of financial position or statement of activities.

All tax returns have been appropriately filed by the Foundation. The Foundation recognizes interest and penalties, if any, related to unrecognized tax benefits in income tax expense. The Foundation's tax filings are subject to audit by various taxing authorities. The Foundation's open audit periods are 2006 through 2009. Management evaluated the Foundation's tax positions and concluded that the Foundation had taken no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of this guidance.

OTHER FINANCIAL INFORMATION



**Independent Auditor's Report on
Other Financial Information –
Office of Statewide Reporting and
Accounting Policy for State of Louisiana**

To the Executive Committee of the Board of Directors
Tiger Athletic Foundation

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying forms on pages 26 through 37 were prepared in conformity with accounting principals generally accepted in the United States. These forms are required by the Office of Statewide Reporting and Accounting Policy for the State of Louisiana, and are presented for purposes of additional analysis and are not required parts of the basic financial statements. Such information has been subjected to the auditing procedures applied in our audits of the basic financial statements and, in our opinion, is fairly stated, in all material respects in relation to the basic financial statements taken as a whole.

Laporte, Sehrt, Romig & Hand

A Professional Accounting Corporation

Metairie, LA
March 25, 2010

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110 VETERANS MEMORIAL BOULEVARD, SUITE 200, METAIRIE, LA 70005-4958 • 504.835.5522 • FAX 504.835.5535
5100 VILLAGE WALK, SUITE 300, COVINGTON, LA 70433-4012 • 985.892.5850 • FAX 985.892.5956
TOWN HALL WEST, 10000 PERKINS ROWE, STE. 200, BATON ROUGE, LA 70810-1797 • 225.296.5150 • FAX 225.296.5151
WWW.LAPORTE.COM

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An Independently Owned Member

Tiger Athletic Foundation

STATEMENTS OF NET ASSETS

DECEMBER 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Assets		
Current assets:		
Cash and cash equivalents	\$ 2,824,975	\$ 2,695,865
Restricted cash	41,828,783	47,410,067
Investments	-	-
Accounts receivable, net	2,511,059	2,479,256
Contracts receivable	11,430,003	10,906,136
Pledges receivable	5,602,633	5,675,522
Due from other campuses	-	-
Due from State Treasury	-	-
Inventories	-	-
Deferred charges and prepaid expenses	1,068,685	569,770
Notes receivable	-	-
Other current assets	191,118	39,982
Total current assets	<u>65,457,256</u>	<u>69,776,598</u>
Noncurrent assets		
Restricted assets:		
Cash and cash equivalents	141,101	106,358
Investments	5,507,267	3,552,927
Accounts receivable, net	-	-
Notes receivable	-	-
Other	-	-
Investments	-	-
Contracts receivable	36,975,192	11,476,449
Pledges receivable	10,321,950	8,768,397
Notes receivable	-	-
Capital assets, net	138,301,457	129,979,869
Assets under capital leases, net	-	-
Other noncurrent assets	4,856,865	5,164,990
Total noncurrent assets	<u>196,103,832</u>	<u>159,048,990</u>
Total assets	<u>\$ 261,561,088</u>	<u>\$ 228,825,588</u>

See independent auditor's report on other financial information.

Tiger Athletic Foundation

STATEMENTS OF NET ASSETS (CONTINUED)

DECEMBER 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Liabilities		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 486,917	\$ 2,091,490
Accounts payable - construction in progress	2,405	1,455,066
Due to other campuses	-	-
Due to State Treasury	-	-
Deferred revenues	20,459,005	19,830,232
Amounts held in custody for others	6,567,649	6,012,347
Compensated absences payable	-	-
Capital lease obligations	-	-
Line-of-credit	-	-
Note payable	-	-
Contracts payable	-	-
Bonds payable	3,335,000	1,775,000
Other current liabilities	250	286,431
Total current liabilities	<u>30,851,226</u>	<u>31,450,566</u>
Noncurrent liabilities:		
Amounts held in custody for others	-	-
Compensated absences payable	-	-
Capital lease obligations	-	-
Note payable	-	-
Contracts payable	-	-
Deferred revenues	37,056,292	11,609,474
Bonds payable	123,775,000	127,110,000
Other noncurrent liabilities	3,489,105	5,856,136
Total noncurrent liabilities	<u>164,320,397</u>	<u>144,575,610</u>
Total liabilities	<u>195,171,623</u>	<u>176,026,176</u>
Net assets		
Invested in capital assets, net of related debt	11,191,457	1,094,869
Restricted for:		
Nonexpendable	6,726,947	6,022,004
Expendable	19,781,975	14,497,135
Unrestricted	28,689,086	31,185,404
Total net assets	<u>66,389,465</u>	<u>52,799,412</u>
Total liabilities and net assets	<u>\$ 261,561,088</u>	<u>\$ 228,825,588</u>

See independent auditor's report on other financial information.

Tiger Athletic Foundation

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Operating revenues:		
Student tuition and fees	\$ -	\$ -
Less scholarship allowances	-	-
Net student tuition and fees	-	-
Gifts received by the Foundation	31,756,605	27,363,157
Earnings on Foundation endowments	-	-
Federal appropriations	-	-
Federal grants and contracts	-	-
State and local grants and contracts	-	-
Nongovernmental grants and contracts	-	-
Sales and services of educational departments	-	-
Hospital income	-	-
Auxiliary enterprise revenues, including revenues pledged as security for bond issues	-	-
Less scholarship allowances	-	-
Net auxiliary revenues	-	-
Other operating revenues	6,513,441	6,705,127
Total operating revenues	<u>38,270,046</u>	<u>34,068,284</u>
Operating expenses:		
Educational and general		
Instruction	-	-
Research	-	-
Public service	-	-
Academic support	-	-
Student services	-	-
Institutional support	-	-
Operation and maintenance of plant	-	-
Scholarships and fellowships	-	-
Auxiliary enterprises	-	-
Hospital	-	-
Other operating expenses	11,078,714	8,809,791
Total operating expenses	<u>11,078,714</u>	<u>8,809,791</u>
Operating income	<u>27,191,332</u>	<u>25,258,493</u>

See independent auditor's report on other financial information.

Tiger Athletic Foundation

**STATEMENTS OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS (CONTINUED)
YEARS ENDED DECEMBER 31, 2009 and 2008**

	<u>2009</u>	<u>2008</u>
Nonoperating revenues and (expenses):		
State appropriations	\$ -	\$ -
Gifts	-	-
Net investment income (loss)	1,976,725	(289,316)
Interest expense	(3,961,390)	(4,632,998)
Payments to or on behalf of the university	(14,686,288)	(10,648,537)
Other nonoperating revenues (expenses)	-	-
Net nonoperating revenues (expenses)	<u>(16,670,953)</u>	<u>(15,570,851)</u>
Income before other revenues, expenses, gains, and losses	<u>10,520,379</u>	<u>9,687,642</u>
Capital appropriations	-	-
Capital gifts and grants	-	-
Additions to permanent endowments	704,943	853,548
Other additions, net	-	-
Increase in net assets	<u>11,225,322</u>	<u>10,541,190</u>
Net assets, beginning of year	52,799,412	46,265,330
Change in fair value of Interest Rate Swap Agreement	2,364,731	(4,007,108)
Net assets, end of year	<u>\$ 66,389,465</u>	<u>\$ 52,799,412</u>

See independent auditor's report on other financial information.

Tiger Athletic Foundation
Component Unit Description

Component Unit Description

The Tiger Athletic Foundation is a legally separate, tax-exempt organization supporting the LSU System, specifically the following campus: Louisiana State University - Baton Rouge. This Foundation was included in the University's financial statements because its assets equaled 3% or more of the assets of the university system it supports.

During the year ended December 31, 2009, the Tiger Athletic Foundation made distributions to or on behalf of the University for both restricted and unrestricted purposes in the amount of \$14,686,288, \$1,481,610 from booster clubs, and \$474,358 from affiliated chapters. During the year ended December 31, 2008, the Tiger Athletic Foundation made distributions to or on behalf of the University for both restricted and unrestricted purposes in the amount of \$10,648,537, \$1,341,735 from booster clubs, and \$532,246 from affiliated chapters. The booster club and affiliated chapter accounts are maintained by Tiger Athletic Foundation.

Complete financial statements for the Tiger Athletic Foundation can be obtained from:

Tiger Athletic Foundation
P.O. Box 711
Baton Rouge, Louisiana 70821

Or from the foundation's website at: www.lsutaf.org

The Tiger Athletic Foundation is a nonprofit organization that reports under the Financial Reporting for Not-for-Profit Organizations Topic of the FASB Accounting Codification Standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. With the exception of necessary presentation adjustments, no modifications have been made to the Foundation's financial information in the University's financial report for these differences.

See independent auditor's report on other financial information.

TIGER ATHLETIC FOUNDATION

SCHEDULE OF CAPITAL ASSETS FOR THE YEAR ENDED DECEMBER 31, 2009

	Balance 12/31/2008	Additions	Transfers	Retirements	Balance 12/31/2009
Capital assets not being depreciated					
Land	\$ 3,090,000	\$ -	\$ -	\$ -	\$ 3,090,000
Capitalized collections	-	-	-	-	-
Livestock	-	-	-	-	-
Construction in progress	5,449,117	5,956,645	(6,932,254)	(3,957,510)	515,998
Total capital assets not being depreciated	<u>\$ 8,539,117</u>	<u>\$ 5,956,645</u>	<u>\$ (6,932,254)</u>	<u>\$ (3,957,510)</u>	<u>\$ 3,605,998</u>
Land improvements	\$ 1,624,173	\$ 1,237	\$ -	\$ -	\$ 1,625,410
Less accumulated depreciation	(389,993)	(59,429)	-	-	(449,422)
Total land improvements	<u>1,234,180</u>	<u>(58,192)</u>	<u>-</u>	<u>-</u>	<u>1,175,988</u>
Buildings	130,223,325	9,047,956	6,932,254	-	146,203,535
Less accumulated depreciation	(10,160,496)	(2,626,162)	-	-	(12,786,658)
Total buildings	<u>120,062,829</u>	<u>6,421,794</u>	<u>6,932,254</u>	<u>-</u>	<u>133,416,877</u>
Equipment	458,838	3,223	-	(167,634)	294,427
Less accumulated depreciation	(337,557)	(38,776)	-	167,634	(208,699)
Total equipment	<u>121,281</u>	<u>(35,553)</u>	<u>-</u>	<u>-</u>	<u>85,728</u>
Vehicles	27,978	-	-	-	27,978
Less accumulated depreciation	(5,516)	(5,596)	-	-	(11,112)
Total vehicles	<u>22,462</u>	<u>(5,596)</u>	<u>-</u>	<u>-</u>	<u>16,866</u>
Total other capital assets	<u>\$ 121,440,752</u>	<u>\$ 6,322,453</u>	<u>\$ 6,932,254</u>	<u>\$ -</u>	<u>\$ 134,695,459</u>
Capital asset summary:					
Capital assets not being depreciated	\$ 8,539,117	\$ 5,956,645	\$ (6,932,254)	\$ (3,957,510)	\$ 3,605,998
Other capital assets, at cost	132,334,314	9,052,416	6,932,254	(167,634)	148,151,350
Total cost of capital assets	<u>140,873,431</u>	<u>15,009,061</u>	<u>-</u>	<u>(4,125,144)</u>	<u>151,757,348</u>
Less accumulated depreciation	(10,893,562)	(2,729,963)	-	167,634	(13,455,891)
Capital assets, net	<u>\$ 129,979,869</u>	<u>\$ 12,279,098</u>	<u>\$ -</u>	<u>\$ (3,957,510)</u>	<u>\$ 138,301,457</u>

See independent auditor's report on other financial information.

TIGER ATHLETIC FOUNDATION

SCHEDULE OF CAPITAL ASSETS FOR THE YEAR ENDED DECEMBER 31, 2008

	Balance 12/31/2007	Additions	Transfers	Retirements	Balance 12/31/2008
Capital assets not being depreciated					
Land	\$ 3,090,000	\$ -	\$ -	\$ -	\$ 3,090,000
Capitalized collections	-	-	-	-	-
Livestock	-	-	-	-	-
Construction in progress	76,588	5,372,529	-	-	5,449,117
Total capital assets not being depreciated	<u>\$ 3,166,588</u>	<u>\$ 5,372,529</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,539,117</u>
Land improvements	\$ 1,620,158	\$ 4,015	\$ -	\$ -	\$ 1,624,173
Less accumulated depreciation	(330,906)	(59,087)	-	-	(389,993)
Total land improvements	<u>1,289,252</u>	<u>(55,072)</u>	<u>-</u>	<u>-</u>	<u>1,234,180</u>
Buildings	129,989,279	234,046	-	-	130,223,325
Less accumulated depreciation	(7,982,923)	(2,177,573)	-	-	(10,160,496)
Total buildings	<u>122,006,356</u>	<u>(1,943,527)</u>	<u>-</u>	<u>-</u>	<u>120,062,829</u>
Equipment	451,095	7,743	-	-	458,838
Less accumulated depreciation	(299,542)	(38,015)	-	-	(337,557)
Total equipment	<u>151,553</u>	<u>(30,272)</u>	<u>-</u>	<u>-</u>	<u>121,281</u>
Vehicles	25,580	2,398	-	-	27,978
Less accumulated depreciation	-	(5,516)	-	-	(5,516)
Total vehicles	<u>25,580</u>	<u>(3,118)</u>	<u>-</u>	<u>-</u>	<u>22,462</u>
Total other capital assets	<u>\$ 123,472,741</u>	<u>\$ (2,031,989)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 121,440,752</u>
Capital asset summary:					
Capital assets not being depreciated	\$ 3,166,588	\$ 5,372,529	\$ -	\$ -	\$ 8,539,117
Other capital assets, at cost	132,086,112	248,202	-	-	132,334,314
Total cost of capital assets	<u>135,252,700</u>	<u>5,620,731</u>	<u>-</u>	<u>-</u>	<u>140,873,431</u>
Less accumulated depreciation	(8,613,371)	(2,280,191)	-	-	(10,893,562)
Capital assets, net	<u>\$ 126,639,329</u>	<u>\$ 3,340,540</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 129,979,869</u>

See independent auditor's report on other financial information.

TIGER ATHLETIC FOUNDATION

SCHEDULE OF BONDS AND NOTES PAYABLE AND CAPITAL LEASES

December 31, 2009

	Balance at December 31, 2008	Additions	Reductions	Balance at December 31, 2009	Amounts Due Within One Year
Bonds and notes payable and capital leases:					
Bonds payable	\$ 128,885,000	\$ -	\$ 1,775,000	\$ 127,110,000	\$ 3,335,000
Note payable	-	-	-	-	-
Capital lease obligations	-	-	-	-	-
Total bonds, notes, and capital leases	<u>\$ 128,885,000</u>	<u>\$ -</u>	<u>\$ 1,775,000</u>	<u>\$ 127,110,000</u>	<u>\$ 3,335,000</u>
Other liabilities:					
Amounts held in custody for others	\$ 6,012,347	\$ 1,410,945	\$ 855,643	\$ 6,567,649	\$ 6,567,649
Compensated absences payable	-	-	-	-	-
Contracts payable	-	-	-	-	-
Deferred revenue	31,439,706	46,801,458	20,725,867	57,515,297	20,459,005
Other liabilities	6,142,567	383,748	3,036,960	3,489,355	250
Total other liabilities	<u>\$ 43,594,620</u>	<u>\$ 48,596,151</u>	<u>\$ 24,618,470</u>	<u>\$ 67,572,301</u>	<u>\$ 27,026,904</u>

See independent auditor's report on other financial information.

TIGER ATHLETIC FOUNDATION

SCHEDULE OF BONDS AND NOTES PAYABLE AND CAPITAL LEASES

December 31, 2008

	Balance at December 31, 2007	Additions	Reductions	Balance at December 31, 2008	Amounts Due Within One Year
Bonds and notes payable and capital leases:					
Bonds payable	\$ 131,275,000	\$ -	\$ 2,390,000	\$ 128,885,000	\$ 1,775,000
Note payable	1,736,336	-	1,736,336	-	-
Capital lease obligations	-	-	-	-	-
Total bonds, notes, and capital leases	<u>\$ 133,011,336</u>	<u>\$ -</u>	<u>\$ 4,126,336</u>	<u>\$ 128,885,000</u>	<u>\$ 1,775,000</u>
Other liabilities:					
Amounts held in custody for others	\$ 4,008,456	\$ 2,333,219	\$ 329,328	\$ 6,012,347	\$ 6,012,347
Compensated absences payable	-	-	-	-	-
Contracts payable	-	-	-	-	-
Deferred revenue	14,725,599	36,432,414	19,718,307	31,439,706	19,830,232
Other liabilities	1,830,955	4,548,464	236,852	6,142,567	286,431
Total other liabilities	<u>\$ 20,565,010</u>	<u>\$ 43,314,097</u>	<u>\$ 20,284,487</u>	<u>\$ 43,594,620</u>	<u>\$ 26,129,010</u>

See independent auditor's report on other financial information.

TIGER ATHLETIC FOUNDATION

SCHEDULE OF BONDS PAYABLE

December 31, 2009

Issue	Date of Issue	Original Issue	Principal Outstanding 12/31/2008	(Redeemed) Issued	Principal Outstanding 12/31/2009	Interest Rates	Interest Outstanding 12/31/2009
Series 1999 Bonds	March 4, 1999	\$ 43,575,000	\$ 43,575,000	\$ -	\$ 43,575,000	Variable	\$ -
Series 2004 Bonds	March 23, 2004	90,000,000	85,310,000	(1,775,000)	83,535,000	Variable	-
		<u>\$ 133,575,000</u>	<u>\$ 128,885,000</u>	<u>\$ (1,775,000)</u>	<u>\$ 127,110,000</u>		<u>\$ -</u>

See independent auditor's report on other financial information.

TIGER ATHLETIC FOUNDATION

SCHEDULE OF BONDS PAYABLE

December 31, 2008

Issue	Date of Issue	Original Issue	Principal Outstanding 12/31/2007	(Redeemed) Issued	Principal Outstanding 12/31/2008	Interest Rates	Interest Outstanding 12/31/2008
Series 2001 Bonds	July 26, 2001	\$ 10,200,000	\$ 700,000	\$ (700,000)	\$ -	Variable	\$ -
Series 1999 Bonds	March 4, 1999	43,575,000	43,575,000	-	43,575,000	Variable	-
Series 2004 Bonds	March 23, 2004	90,000,000	87,000,000	(1,690,000)	85,310,000	Variable	-
		<u>\$ 143,775,000</u>	<u>\$ 131,275,000</u>	<u>\$ (2,390,000)</u>	<u>\$ 128,885,000</u>		<u>\$ -</u>

See independent auditor's report on other financial information.

TIGER ATHLETIC FOUNDATION

SCHEDULE OF BONDS PAYABLE AMORTIZATION

Year Ended December 31, 2009

Fiscal Year				
Ending	Principal	Interest	Total	
2010	\$ 3,335,000	Variable	\$ 3,335,000	
2011	3,490,000	Variable	3,490,000	
2012	3,660,000	Variable	3,660,000	
2013	3,840,000	Variable	3,840,000	
2014	4,025,000	Variable	4,025,000	
2015	4,215,000	Variable	4,215,000	
2016	4,420,000	Variable	4,420,000	
2017	4,635,000	Variable	4,635,000	
2018	4,855,000	Variable	4,855,000	
2019	5,085,000	Variable	5,085,000	
2020	5,335,000	Variable	5,335,000	
2021	5,590,000	Variable	5,590,000	
2022	5,860,000	Variable	5,860,000	
2023	6,140,000	Variable	6,140,000	
2024	5,440,000	Variable	5,440,000	
2025	5,750,000	Variable	5,750,000	
2026	6,075,000	Variable	6,075,000	
2027	6,415,000	Variable	6,415,000	
2028	6,770,000	Variable	6,770,000	
2029	4,635,000	Variable	4,635,000	
2030	4,860,000	Variable	4,860,000	
2031	5,100,000	Variable	5,100,000	
2032	5,355,000	Variable	5,355,000	
2033	5,615,000	Variable	5,615,000	
2034	1,610,000	Variable	1,610,000	
2035	1,000,000	Variable	1,000,000	
2036	1,000,000	Variable	1,000,000	
2037	1,000,000	Variable	1,000,000	
2038	1,000,000	Variable	1,000,000	
2039	1,000,000	Variable	1,000,000	
Total	<u>\$ 127,110,000</u>		<u>\$ 127,110,000</u>	

See independent auditor's report on other financial information.



Independent Auditor's Report on
Other Financial Information –
Tiger Athletic Foundation
Uniform Affiliation Agreement
with Louisiana State University

To the Executive Committee of the Board of Directors
Tiger Athletic Foundation

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule on page 39 was prepared in conformity with accounting principals generally accepted in the United States. This form is required by the Tiger Athletic Foundation Uniform Affiliation Agreement with Louisiana State University, and is presented for purposes of additional analysis and is not required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects in relation to the basic financial statements taken as a whole.

A Professional Accounting Corporation

Metairie, LA
March 25, 2010

Tiger Athletic Foundation

Summary of Expenses Paid to LSU

For the Six Months Ended December 31, 2009

Rent Expense	\$	35,302
Parking Expenses		29,563
Compensation for LSU Contract Staff		27,115
Telephone / Communications Expenses		21,627
TAF Tailgate party expenses		12,887
Computing Services Contract payment		12,233
Donor Recognition/Donor Trip		11,798
Postage Expense		7,890
Trash liners used in TDS, ABS, Stadium Club		5,933
Printing for TDS & Stadium Club rosters/menus		5,110
Computer Expense for LSU Contract Staff		4,675
Travel for TAF staff/donors (lodging/airfare)		3,448
Membership Services/cards		1,796
Fuel for TAF Golf Cart		700
Ground Lease Payments		300
Annual Lease - Alex Box		100
Maintenance in TDS		56
	<u>\$</u>	<u>180,533</u>

See independent auditor's report on other financial information.

OTHER SUPPLEMENTARY INFORMATION

Tiger Athletic Foundation

STATEMENT OF ACTIVITIES

YEAR ENDED DECEMBER 31, 2009

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total 2009</u>
Revenues and gains:				
Donations - TAF members	\$ 20,286,704	\$ 11,469,901	\$ 704,943	\$ 32,461,548
Restricted revenue	-	-	-	-
Scoreboard sponsorships	1,475,000	-	-	1,475,000
Rents - University Club and LSU	4,690,615	-	-	4,690,615
Investment income	1,976,725	-	-	1,976,725
Net realized and unrealized gains	-	-	-	-
Merchandise revenue	-	-	-	-
Other revenue	347,826	-	-	347,826
Total revenues and gains	<u>28,776,870</u>	<u>11,469,901</u>	<u>704,943</u>	<u>40,951,714</u>
Net assets realized from restrictions	6,185,061	(6,185,061)	-	-
Expenses:				
Program services:				
Contribution to LSU - athletic department	14,393,609	-	-	14,393,609
Contribution to LSU - non-athletic	292,679	-	-	292,679
Tiger Den suites	4,164,749	-	-	4,164,749
Stadium Club	5,110,088	-	-	5,110,088
Alex Box Suites	251,764	-	-	251,764
Supporting activities:				
General and administrative	2,686,614	-	-	2,686,614
Fundraising	2,826,889	-	-	2,826,889
Total expenses	<u>29,726,392</u>	<u>-</u>	<u>-</u>	<u>29,726,392</u>
Increase in net assets	<u>\$ 5,235,539</u>	<u>\$ 5,284,840</u>	<u>\$ 704,943</u>	<u>\$ 11,225,322</u>

See independent auditor's report on other financial information.

Tiger Athletic Foundation

STATEMENT OF ACTIVITIES

YEAR ENDED DECEMBER 31, 2008

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total 2008
<u>REVENUES AND GAINS</u>				
Donations - TAF members	\$ 19,508,821	\$ 7,854,336	\$ 853,548	\$ 28,216,705
Restricted revenue	-	-	-	-
Scoreboard sponsorships	1,450,000	-	-	1,450,000
Rents - University Club and LSU	4,711,270	-	-	4,711,270
Investment income	(289,316)	-	-	(289,316)
Net realized and unrealized gains	-	-	-	-
Merchandise revenue	-	-	-	-
Other revenue	543,857	-	-	543,857
Total revenues and gains	25,924,632	7,854,336	853,548	34,632,516
Net assets realized from restrictions	7,768,168	(7,768,168)	-	-
<u>EXPENSES</u>				
Program services:				
Contribution to LSU - athletic department	10,327,343	-	-	10,327,343
Contribution to LSU - non-athletic	321,194	-	-	321,194
Tiger Den suites	3,715,505	-	-	3,715,505
Stadium Club	5,542,029	-	-	5,542,029
Alex Box Suites	5,204	-	-	5,204
Supporting activities:				
General and administrative	2,536,469	-	-	2,536,469
Fundraising	1,643,582	-	-	1,643,582
Total expenses	24,091,326	-	-	24,091,326
Increase in net assets	\$ 9,601,474	\$ 86,168	\$ 853,548	\$ 10,541,190

See independent auditor's report on other financial information.

Tiger Athletic Foundation

STATEMENT OF REVENUE AND EXPENSES IN SUPPORT OF INTERCOLLEGIATE ATHLETICS

YEAR ENDED DECEMBER 31, 2009

	<u>Football</u>	<u>Men's Basketball</u>	<u>Women's Basketball</u>	<u>Other Sports</u>	<u>Non-Program Specific</u>	<u>Total</u>
Revenues						
Contributions	\$ 5,892,081	\$ 81,768	\$ 99,830	\$ 5,240,349	\$ 5,088,900	\$ 16,402,928
Compensations and benefits provided by a third party	12,500	26,209	26,290	112,729	61,600	239,328
Total revenues	<u>\$ 5,904,581</u>	<u>\$ 107,977</u>	<u>\$ 126,120</u>	<u>\$ 5,353,078</u>	<u>\$ 5,150,500</u>	<u>\$ 16,642,256</u>
Expenses						
Coaching other compensation and benefits	12,500	26,209	26,290	112,729	61,600	239,328
Severance Payments	-	-	-	-	-	-
Recruiting	95,786	1,389	1,131	9,273	-	107,579
Team travel	6,530	1,500	198	32,377	1,132	41,737
Equipment, uniforms, and supplies	2,900	966	-	63,749	3,103	70,718
Game expenses	178,279	7	-	93,490	12,309	284,085
Fundraising, marketing, and promotion	205,875	22,616	62,316	134,847	470,849	896,503
Direct facilities, maintenance, and rental	-	-	-	-	-	-
Spirit groups	-	-	-	-	46,650	46,650
Membership and dues	29,234	300	6,757	7,119	6,138	49,548
Other operating expenses	5,373,477	54,990	29,428	4,899,494	4,548,719	14,906,108
Total expenses	<u>\$ 5,904,581</u>	<u>\$ 107,977</u>	<u>\$ 126,120</u>	<u>\$ 5,353,078</u>	<u>\$ 5,150,500</u>	<u>\$ 16,642,256</u>

During the year ended December 31, 2009, the Tiger Athletic Foundation made distributions to or on behalf of the University for both restricted and unrestricted purposes in the amount of \$14,686,288; \$1,481,610 from booster clubs; and \$474,358 from affiliated chapters. The booster club and affiliated chapter accounts are maintained by Tiger Athletic Foundation.

See independent auditor's report on other financial information.

Tiger Athletic Foundation

STATEMENT OF REVENUE AND EXPENSES IN SUPPORT OF INTERCOLLEGIATE ATHLETICS

YEAR ENDED DECEMBER 31, 2008

	<u>Football</u>	<u>Men's Basketball</u>	<u>Women's Basketball</u>	<u>Other Sports</u>	<u>Non-Program Specific</u>	<u>Total</u>
Revenues						
Contributions	\$ 2,676,283	\$ 112,815	\$ 225,461	\$ 3,365,643	\$ 5,630,316	\$ 12,010,518
Compensations and benefits provided by a third party	512,000	-	-	-	-	512,000
Total revenues	<u>\$ 3,188,283</u>	<u>\$ 112,815</u>	<u>\$ 225,461</u>	<u>\$ 3,365,643</u>	<u>\$ 5,630,316</u>	<u>\$ 12,522,518</u>
Expenses						
Coaching other compensation and benefits	\$ 512,000	\$ -	\$ -	\$ -	\$ -	\$ 512,000
Severance Payments	-	-	-	-	-	-
Recruiting	39,084	783	2,788	10,797	15,000	68,452
Team travel	17,076	155	929	50,552	231	68,943
Equipment, uniforms, and supplies	5,757	-	289	38,161	-	44,207
Game expenses	307,511	1,127	4,734	34,056	9,531	356,959
Fundraising, marketing, and promotion	183,087	5,827	57,466	169,392	429,261	845,033
Direct facilities, maintenance, and rental	-	-	-	-	-	-
Spirit groups	-	-	-	-	47,034	47,034
Membership and dues	28,671	-	4,186	4,972	3,564	41,393
Other operating expenses	2,095,097	104,923	155,069	3,057,713	5,125,695	10,538,497
Total expenses	<u>\$ 3,188,283</u>	<u>\$ 112,815</u>	<u>\$ 225,461</u>	<u>\$ 3,365,643</u>	<u>\$ 5,630,316</u>	<u>\$ 12,522,518</u>

During the year ended December 31, 2008, the Tiger Athletic Foundation made distributions to or on behalf of the University for both restricted and unrestricted purposes in the amount of \$10,648,537; \$1,341,735 from booster clubs; and \$532,246 from affiliated chapters. The booster club and affiliated chapter accounts are maintained by Tiger Athletic Foundation.

See independent auditor's report on other financial information.



Report of Independent Accountants
on Schedule of Debt Service Coverage Ratio

To the Executive Committee of the Board of Directors
Tiger Athletic Foundation

We have reviewed the accompanying *Schedule of Debt Service Coverage Ratio* for the year ended December 31, 2009 of Tiger Athletic Foundation (the Foundation) in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants. All information included in this schedule is the representation of the management of the Foundation.

A review consists principally of inquiries of Foundation personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with auditing standards generally accepted in the United States, the objective of which is the expression of an opinion regarding the schedule taken as a whole. Accordingly, we do not express such an opinion.

The *Schedule of Debt Service Coverage Ratio* is prescribed by the Revenue Bond Resolution relating to the \$90,000,000 Revenue Bonds (Series 2004) reflecting the provisions of resolutions adopted by Tiger Athletic Foundation on March 1, 2004.

Based on our review, we are not aware of any material modification that should be made to the accompanying *Schedule of Debt Service Coverage Ratio* in order for it to be in conformity with accounting principles generally accepted in the United States.

This report is intended solely for the information and use of the Executive Committee of the Board of Directors, management, and the bond trustee, and is not intended to be and should not be used by anyone other than these specified parties.

A Professional Accounting Corporation

March 25, 2010

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Tiger Athletic Foundation

Schedule of Debt Service Coverage Ratio

Year Ended December 31, 2009

Available Revenues

Total revenues (\$28,776,879) less total expenses (\$21,323,825 minus discretionary expenses of \$11,616,159) \$ 19,069,213

Debt Service Requirements

Debt service requirement including remarketing fees of \$111,875 and letter of credit fees of \$1,218,455 \$ 7,226,212

Debt Service Coverage Ratio 2.65

Minimum required debt service coverage. If in default, TAF will incur an increased interest rate of Prime plus 2%. 1.25

Minimum required debt service coverage ratio to maintain current letter of credit fees. 1.50

Minimum required debt service coverage ratio to incur additional debt. 1.75

See independent auditor's report on other financial information.

Tiger Athletic Foundation

Note to Schedule of Debt Service Coverage Ratio

1. Basis of Presentation

The computation in the *Schedule of Debt Service Coverage Ratio*, is prescribed by the Revenue bond Resolution relating to the \$90,000,000 revenue Bonds (Series 2004) reflecting the provisions of Resolutions adopted by Tiger Athletic Foundation on March 1, 2004.

See independent auditor's report on other financial information.