
WEST FELICIANA PARISH SCHOOL BOARD

ST. FRANCISVILLE, LOUISIANA

JUNE 30, 2021



WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

BASIC FINANCIAL STATEMENTS

JUNE 30, 2021

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INDEPENDENT AUDITORS' REPORT

The Members of the
West Feliciana Parish School Board
St. Francisville, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the West Feliciana Parish School Board (the School Board) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School Board's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of June 30, 2021, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of a Matter

As described in Note 1o to the financial statements, the School Board adopted Governmental Accounting Standards Board (GASB) Statement Number 84, *Fiduciary Activities*, and certain sections of GASB Statement 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*, for the year ended June 30, 2021. These new standards require the School Board to report student activity funds as governmental funds instead of an agency fund when administrative involvement exists. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis, the budgetary comparison schedule, the schedule of changes in total other post-employment benefits liability and related ratios, the schedule of the school board’s proportionate share of the net pension liability for the retirement systems, the schedule of employer contributions to the retirement systems, and the notes to required supplementary information presented on pages 4 through 15, page 57, page 58, page 59, page 60, and pages 61 through 65, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board’s basic financial statements. The combining non-major governmental fund financial statements; the schedule of board members’ compensation; and the schedule of compensation, benefits, other payments to the superintendent; and the performance and statistical data on pages 66 through 75, page 76, page 77, and pages 90 through 92 respectively, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards and accompanying notes on pages 82 through 83 is also presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.



The combining non-major governmental fund financial statements; the schedule of board members' compensation; the schedule of compensation, benefits, and other payments to the superintendent; the performance and statistical data, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The information included in the performance and statistical data section on pages 90 through 92 have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2021, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Board's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control over financial reporting and compliance.

Postlethwaite & Netterville

Baton Rouge, Louisiana
December 21, 2021

**WEST FELICIANA PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021**

The Management's Discussion and Analysis (MD&A) of the West Feliciana Parish School Board's (the School Board) financial performance provides an overall review of the School Board's financial activities for the year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with the School Board's basic financial statements, which follows this MD&A. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information.

Financial Highlights

- The School Board's total net position increased by \$502,431 during the current fiscal year.
- The School Board's liabilities and deferred inflows of resources exceed the assets and deferred outflows of resources for fiscal year ending 2021 by \$34,448,126. Of this net position deficit amount, there is a \$50,488,542 unrestricted net deficit due to the recording of the total other post-employment benefit liability of \$29,056,748 and a net pension liability of \$42,123,910.
- In November 2020, the School Board issued General Obligation Bonds of \$22,600,000 at a premium of \$2,434,220 for the purpose of acquiring and improving school board buildings and facilities.
- The School Board's governmental funds reported combined ending fund balances of \$49,208,951, an increase of \$7,720,693 in comparison with the prior year (as restated) predominantly due to the Series 2020 bond issuance, additional ad valorem and sales tax revenue as well as additional grant funding in response to Covid-19 received during the year. Of this fund balance, \$9,315,039 is available for spending at the School Board's discretion (unassigned fund balance), \$1,965,263 is restricted for debt service, \$543,272 is restricted for student activities, and \$37,350,793 is restricted for capital projects.
- The General Fund had \$33,279,603 in fiscal year revenues, which primarily consisted of state aid, sales and property taxes. The School Board's General Fund had \$33,078,679 in expenditures. The General Fund's fund balance increased slightly from \$9,324,527 as of June 30, 2020 to \$9,349,623 as of June 30, 2021.
- The School Board expended approximately \$18.4 million on capital projects in the current period. These expenditures were primarily for a variety of construction related costs at several locations including a new elementary school, Freshman Academy, new auditorium, and stadium remodeling.
- The School Board restated its beginning net position to account for the reporting of the school activity accounts. These accounts were previously reported as fiduciary accounts. The change was the result of the adoption of GASB Statement No. 84 – *Fiduciary Activities*. The previously reported net position at June 30, 2020 was (\$35,538,617). The restated net position is (\$34,950,557).

**WEST FELICIANA PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021**

Overview of the Financial Statements

The discussion and analysis is intended to serve as an introduction to the School Board's financial statements. The School Board's financial statements comprise three components: Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and required supplementary information. The following graphics illustrates the minimum requirements for Special Purpose Governments:

- MD&A
- Basic Financial Statements
- Required Supplementary Information (Other than MD&A)

Government-wide financial statements - The government-wide financial statements are designed to provide readers with a broad overview of the School Board's finances, in a manner similar to a private-sector business. The government-wide financial statements include the following two statements:

- The *statement of net position* presents information on all of the School Board's assets, liabilities, and deferred inflows and deferred outflows with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School Board is improving or deteriorating.
- The *statement of activities* presents information showing how the net position of the School Board changed as a result of the current year operations. Regardless of when cash is affected, all changes in net position are reported when the underlying event giving rise to the change occurs. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

The government-wide financial statements can be found on pages 16-17 of this report.

Fund financial statements - A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School Board uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the School Board can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

**WEST FELICIANA PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021**

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the School Board's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. These governmental fund statements are on pages 18-22 of this report.

The School Board maintains individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and Construction Fund, which are considered major funds, and other non-major funds.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the School Board. Fiduciary funds are not reflected in the government-wide financial statements because resources of those funds are not available to support the School Board's own programs. The School Board's fiduciary funds consist of custodial funds for sales tax collections for other taxing authorities.

The statements related to the School Board's fiduciary fund net position can be found on pages 23-24 of this report.

Notes to the basic financial statements - The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 25.

Government-wide Financial Analysis

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the School Board, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$34,448,126 at June 30, 2021. This is primarily due to the reporting of the School Board's Pension and OPEB liabilities.

The comparative statements on the next page show the composition of June 30, 2021 and 2020.

**WEST FELICIANA PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021**

Government-wide Financial Analysis (continued)

Net Position (continued)

**Statements of Net Position
as of June 30, 2021 and 2020**

	2021	2020 (restated)
Assets		
Cash and cash equivalents	\$ 44,757,047	\$ 33,337,116
Certificate of deposit	100,000	100,000
Investments	11,308,911	11,222,691
Receivables	1,085,767	481,904
Inventory	34,584	51,212
Land, building, and equipment, net	33,483,341	16,008,176
Total assets	90,769,650	61,201,099
Deferred outflows of resources	19,132,096	14,737,603
Liabilities		
Outstanding checks in excess of bank balance	745,489	-
Accounts payable and accrued expenses	7,971,186	4,092,612
Unearned revenues	51,283	23,486
Long-term liabilities		
Due within one year	1,529,497	941,378
Due in more than one year	56,642,889	33,425,251
Total other post-employment benefit liability		
Due within one year	750,000	795,000
Total other post-employment benefit liability		
Due in more than one year	28,306,748	29,727,834
Net pension liability	42,123,910	36,906,893
Total liabilities	138,121,002	105,912,454
Deferred inflows of resources	6,228,870	4,976,805
Net position:		
Net investment in capital assets	13,980,114	13,383,412
Restricted for capital projects	242,367	255,530
Restricted for debt service	1,274,663	599,483
Restricted for school activities	543,272	588,060
Unrestricted (deficit)	(50,488,542)	(49,777,042)
Total net position	\$ (34,448,126)	\$ (34,950,557)

**WEST FELICIANA PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021**

Government-wide Financial Analysis (continued)

Net Position (continued)

The following are significant current year transactions that have had an impact on the Statement of Net Position.

- Unrestricted net position contains a deficit of \$50,488,542, a deficit increase of \$711,500 over last fiscal year. This deficit is primarily attributable to the net pension liability and total other post-employment benefit liability.
- Decrease in the total other post-employment benefit liability of approximately \$1.5 million for 2021 as a result of changes in valuation by the School Board's actuary.
- Net pension liability increased by approximately \$5.2 million as a result in changes in the valuation by the actuary.
- Bonds payable increased by approximately \$21.5 million (after debt service payments) as the School Board issued new bonded debt in the amount of \$22.6 million plus at a premium of approximately \$2.4 million. These proceeds will be used to build a new elementary school and additions and renovations at the high school.
- The \$18.4 million of investment in capital assets was predominantly related to construction for the new elementary school and for projects at the high school.

**WEST FELICIANA PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021**

Government-wide Financial Analysis (continued)

Changes in Net Position

The School Board's net position *increased* by \$502,431 during the current fiscal year. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2021 and 2020:

Changes in Net Position for the years ended June 30, 2021 and 2020		2021	2020 (restated)
Program revenues			
Charges for services	\$	15,219	\$ 31,775
Operating grants		4,983,967	3,721,277
General revenues			
Property taxes		17,826,093	15,030,529
Sales and use taxes		8,704,956	7,572,800
Earnings on Investments		33,542	244,482
MFP		9,606,720	10,341,566
Loss on disposal of capital assets		-	(50,381)
Other		1,356,694	1,509,151
Total		42,527,191	38,401,199
Expenses			
Regular education		12,952,036	12,485,789
Special education		4,032,846	3,788,949
Other education		4,527,746	4,409,540
Pupil support		1,607,963	1,483,552
Instructional staff		2,108,997	2,270,782
General administrative services		982,626	916,878
School administrative services		2,220,245	2,206,361
Business services		758,766	691,811
Plant operations and maintenance		5,351,658	3,599,493
Transportation		2,626,030	2,251,034
Technical support and central services		1,234,255	1,069,042
Food service		1,478,004	1,320,072
Community service programs		13,000	13,000
Appropriations – charter schools		192,244	154,717
Interest and fiscal charges (debt service)		1,938,344	1,140,302
		42,024,760	37,801,322
Change in net position	\$	502,431	\$ 599,877

**WEST FELICIANA PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021**

Government-wide Financial Analysis (continued)

Changes in Net Position (continued)

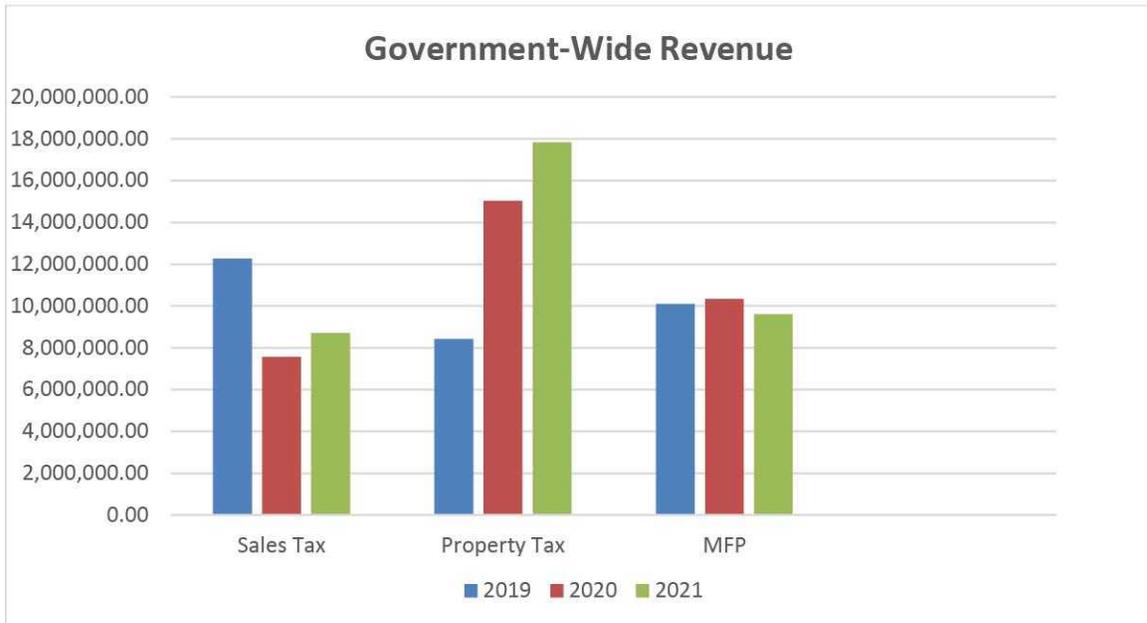
The key elements for the increase of the School Board's net position for the year ended June 30, 2021 are as follows:

- Overall revenues increased approximately \$4.1 million and expenses increased approximately \$4.2 million. Revenues increased mainly due to the increase in property taxes of approximately \$2.8 million, sales taxes \$1.1 million, and operating grants \$1.3 million.
- Local revenues consisting of sales and property taxes are approximately 62% of total revenue. The increases in sales taxes and grant revenues are a result of a slower economy in the prior year resulting in lower tax revenues from the COVID-19 pandemic and additional government backed programs to help with the recovery.
- Minimum Foundation Program (MFP) revenue decreased by approximately \$735,000 from fiscal year 2020-2021.
- The increase in total expenses of approximately \$4.2 million is attributable to budgeted increases in payroll, pension, transportation, and bond interest/issuance costs.

**WEST FELICIANA PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021**

Government-wide Financial Analysis (continued)

Changes in Net Position (continued)



**WEST FELICIANA PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021**

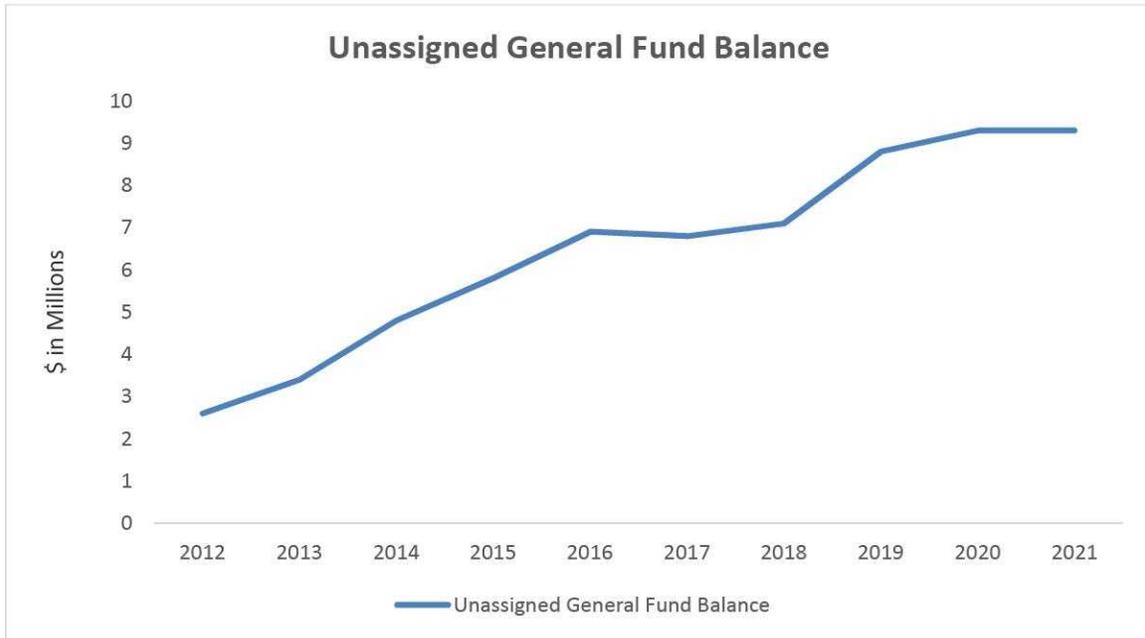
Financial Analysis of the School Board's Funds

The School Board uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. Most of the School Board's basic services are reported in the governmental funds, which focus on how money flows into and out of these funds and the balances left at year end that are available for spending. The governmental fund statements provide a detailed short-term view of the School Board's general government operations and the basic services it provides. Governmental fund information is useful in assessing the School Board's financing requirements.

- As the School Board completed the fiscal year its governmental funds reported a combined fund balance of \$49,208,951 an increase of \$7,720,693 over the prior year restated fund balance. This was predominantly due to the issuance of bonded debt that generated proceeds of \$25,034,220. Unassigned fund balance is \$9,315,039, Nonspendable fund balance is \$34,584, and Restricted fund balance is \$39,859,328.
- The majority of the School Board's financial activity occurs in the General Fund. The fund balance at June 30, 2021 is \$9,349,623 compared to \$9,324,527 at the end of 2020, or an increase of \$25,096. This fund balance is the result of accumulated operating surpluses from the current and prior fiscal years and serves to sustain the system during periods of decreased revenue or need for additional major expenditures.
- The School Board restated its beginning fund balance of the other non-major funds to account for account for the reporting of the school activity funds as special revenue funds. These funds were previously reported as fiduciary funds. The change was the result of the adoption of GASB Statement No. 84 – *Fiduciary Activities*. The previously reported fund balance for other non-major funds at June 30, 2020 was \$1,266,304. The restated fund balance is \$1,854,364.
- The Construction Fund, a major capital projects fund, reported a total fund balance of \$37,108,426 that is restricted. The fund accounts for the proceeds generated from the Series 2019 and 2020 bond issuances for construction of new facilities and building improvements of the School Board.
- The Debt Service Fund, which is included in the other non-major fund total, was established to meet the requirements of bond ordinances, and is used to account for the accumulation of resources for, and the payment of long-term debt principal, interest and related costs. The fund balance in this fund is \$1,965,263 at June 30, 2021.

**WEST FELICIANA PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021**



Variation Between Original and Final Budgets

Over the course of the year, the School Board revised the annual General Fund budget for changes in projected revenues and expenditures. The difference between the original budgeted amount and the final amended budget was primarily due to an increase in projected revenue from ad valorem taxes and an increase in expenditures due to additional positions added in order to serve the growing population. The General Fund, with actual revenues of \$33,279,603 operated within the available resources as planned through respective budgets.

Capital Asset and Debt Administration

Capital assets. The School Board's investment in capital assets for its governmental activities as of June 30, 2021, totaled \$33,483,341 (net of accumulated depreciation). This investment includes land, buildings and improvements, furniture and equipment, and vehicles. The total increase in the School Board's capital assets was \$17,475,165 or 109%. There were capital additions of \$18,449,857 predominantly due to construction in progress for the new elementary school and facility improvements to the high school. Total depreciation expense for the year was \$974,692.

**WEST FELICIANA PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021**

Capital Asset and Debt Administration (continued)

The following schedule presents capital asset balances net of accumulated depreciation as of June 30, 2021 and 2020:

	Governmental Activities	
	2021	2020
Land	\$ 1,099,713	\$ 1,099,713
Construction-in-progress	19,911,144	2,920,148
Buildings and improvements	11,214,548	11,039,388
Equipment and fixtures	1,214,197	905,373
Food services	43,739	43,554
Total capital assets	\$ 33,483,341	\$ 16,008,176

Additional information on the School Board's capital assets can be found in Note 6 on page 36 of the basic financial statements.

Debt Administration. As of June 30, 2021, the School Board had \$58,172,386 in long-term liabilities. The long-term liabilities consist primarily of \$1,432,167 in compensated absences and \$50,960,000 in general obligation bonds plus premium outstanding of \$5,630,219. The School Board's long-term liabilities increased by \$23,805,757 predominantly due to the issuance of the Series 2020 General Obligation Bonds. The following table presents a summary of the outstanding long-term obligations for the School Board:

Long-Term Liabilities at June 30,

	2021	2020
Compensated absences	\$ 1,432,167	\$ 1,372,450
General obligation bonds	50,960,000	29,450,000
Premium on bonds	5,630,219	3,394,179
Claims and judgments	150,000	150,000
	\$ 58,172,386	\$ 34,366,629

Additional information on the School Board's long-term liabilities can be found in Note 7 on page 37 of the basic financial statements.

**WEST FELICIANA PARISH SCHOOL BOARD
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2021**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The following are currently known West Feliciana Parish economic factors being considered going into the 2021-2022 fiscal year.

- The School Board's 2021-2022 operations will likely be affected by the recent and ongoing outbreak of the coronavirus disease 2019 (COVID-19) which was declared a pandemic by the World Health Organization in March 2020. The world-wide pandemic associated with COVID-19 has spread across the state of Louisiana, including the parish of West Feliciana. COVID-19 has had an impact on the operations of the School Board. The ultimate disruption which may be caused by the outbreak is uncertain; however, it may result in an adverse impact on the School Board's subsequent financial statements. Possible effects may include, but not limited to, decrease in sales tax revenue, decrease or no growth of student count, increased expenditures to provide enhanced cleaning and disinfecting, proper social distancing, and remote learning devices and programs.
- Property tax revenue is projected at approximately \$14.4 million, a slight increase of approximately \$120 thousand from fiscal year 2020-2021 budget.
- Minimum Foundation Program revenue is projected at approximately \$9,200,000, a decrease of approximately \$400,000 from fiscal year 2020-2021. This decrease is primarily from a reduction due to increased local taxes.
- Maintaining competitive salaries for employees has become a major concern for the future, especially considering the increased requirements pertaining to the COVID-19 pandemic.
- Student enrollment is expected to remain consistent for the 2021-2022 fiscal year.
- Capital expenditures will continue toward the projects at both the elementary and high school. These projects are being paid for through the Series 2019 and Series 2020 bond issuances.

These indicators were considered when adopting the budget for fiscal year 2021-2022. Total General Fund revenues and expenditures are anticipated to be an estimated \$33,057,00, an increase of approximately 1% from the 2020-2021 budget.

Contacting the School Board's Financial Management

This financial report is designed to provide our citizens and taxpayers with a general overview of the School Board's finances and to demonstrate the School Board's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the School Board Office, Misty Cook, Business Manager, West Feliciana Parish School Board, P.O. Box 1910, St. Francisville, LA 70775.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

STATEMENT OF NET POSITION
JUNE 30, 2021

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash and cash equivalents	\$ 44,757,047
Certificate of deposit	100,000
Investments	11,308,911
Receivables	1,085,767
Inventory	34,584
Capital assets, net	<u>33,483,341</u>
TOTAL ASSETS	<u>90,769,650</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Deferred amounts related to net pension liability	12,480,333
Deferred amounts related to total other post-employment benefits liability	<u>6,651,763</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>19,132,096</u>
<u>LIABILITIES</u>	
Outstanding checks in excess of bank balance	745,489
Accounts payable and accrued expenses	7,971,186
Unearned revenues	51,283
Long-term liabilities	
Due within one year	
Compensated absences payable	371,317
Bonds payable	1,158,180
Due in more than one year	
Claims and judgments	150,000
Compensated absences payable	1,060,850
Bonds payable and premium	55,432,039
Total other post-employment benefit liability - due within one year	750,000
Total other post-employment benefit liability - due in more than one year	28,306,748
Net pension liability	<u>42,123,910</u>
TOTAL LIABILITIES	<u>138,121,002</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Deferred amounts related to net pension liability	1,043,598
Deferred amounts related to total other post-employment benefits obligation	<u>5,185,272</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>6,228,870</u>
<u>NET POSITION</u>	
Net investment in capital assets	13,980,114
Restricted for:	
Capital projects	242,367
Debt service	1,274,663
Student activities	543,272
Unrestricted (Deficit)	<u>(50,488,542)</u>
TOTAL NET POSITION	<u>\$ (34,448,126)</u>

The accompanying notes are an integral part of this statement.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

STATEMENT OF ACTIVITIES
JUNE 30, 2021

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes in Net Position</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	
Instruction:				
Regular education programs	\$ 12,952,036	\$ -	\$ 1,217,389	\$ (11,734,647)
Special education programs	4,032,846	-	379,056	(3,653,790)
Other education programs	4,527,746	-	354,107	(4,173,639)
Support Services:				
Pupil support services	1,607,963	-	151,136	(1,456,827)
Instructional staff services	2,108,997	-	198,229	(1,910,768)
General administration services	982,626	-	92,359	(890,267)
School administration services	2,220,245	-	208,685	(2,011,560)
Business services	758,766	-	71,318	(687,448)
Plant operation and maintenance	5,351,658	-	508,685	(4,842,973)
Transportation	2,626,030	-	246,826	(2,379,204)
Technical support and central services	1,234,255	-	116,010	(1,118,245)
Non-Instructional Services:				
Food service	1,478,004	15,219	1,438,945	(23,840)
Community service programs	13,000	-	1,222	(11,778)
Appropriations - charter schools	192,244	-	-	(192,244)
Other	-	-	-	-
Debt Service:				
Interest and fiscal charges	1,938,344	-	-	(1,938,344)
Total Governmental Activities	\$ 42,024,760	\$ 15,219	\$ 4,983,967	\$ (37,025,574)
Local sources				
Taxes:				
Ad valorem				17,826,093
Sales and use taxes				8,704,956
Earnings on investments				33,542
School activity				715,543
Other				641,151
State sources:				
Minimum foundation program (MFP)				9,606,720
Total general revenues				37,528,005
Change in Net Position				502,431
Net Position - July 1, 2020 (restated)				(34,950,557)
Net Position - June 30, 2021				\$ (34,448,126)

The accompanying notes are an integral part of this statement.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2021

	General	Construction	Other Non-Major	Total
<u>ASSETS</u>				
Cash and cash equivalents	\$ 115,628	\$ 41,639,451	\$ 3,001,968	\$ 44,757,047
Certificate of deposit	100,000	-	-	100,000
Investments	11,308,911	-	-	11,308,911
Receivables	82,013	-	1,003,754	1,085,767
Due from other funds	970,137	-	92,870	1,063,007
Inventory	-	-	34,584	34,584
	TOTAL ASSETS	\$ 41,639,451	\$ 4,133,176	\$ 58,349,316
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Outstanding checks in excess of bank balance	745,489	\$ -	\$ -	\$ 745,489
Accounts payable and accrued expenses	2,463,612	4,531,025	285,949	7,280,586
Unearned revenues	17,965	-	33,318	51,283
Due to other funds	-	-	1,063,007	1,063,007
	TOTAL LIABILITIES	4,531,025	1,382,274	9,140,365
Fund balances:				
Nonspendable	-	-	34,584	34,584
Spendable				
Restricted for:				
Debt service	-	-	1,965,263	1,965,263
Capital projects	-	37,108,426	242,367	37,350,793
Student activities	-	-	543,272	543,272
Unassigned (deficit)	9,349,623	-	(34,584)	9,315,039
	TOTAL FUND BALANCES	37,108,426	2,750,902	49,208,951
	TOTAL LIABILITIES AND FUND BALANCES	\$ 41,639,451	\$ 4,133,176	\$ 58,349,316

The accompanying notes are an integral part of this statement.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2021

Total Fund Balances - Governmental Funds		\$ 49,208,951
Cost of capital assets at June 30, 2021	\$ 61,413,382	
Less: Accumulated depreciation as of June 30, 2021:		
Buildings	(23,453,836)	
Movable property	<u>(4,476,205)</u>	33,483,341
Claims and judgments		(150,000)
Elimination of interfund assets and liabilities:		
Interfund receivables	1,063,007	
Interfund payables	<u>(1,063,007)</u>	-
Accrued interest on bonds payable		(690,600)
Long-term liabilities at June 30, 2021:		
Bonds payable	(56,590,219)	
Compensated absences payable	<u>(1,432,167)</u>	(58,022,386)
Other post-employment benefit liability balances in accordance with GASB 75		
Deferred inflow of resources - related to total other post-employment benefits	(5,185,272)	
Deferred outflow of resources - related to total other post-employment benefits	6,651,763	
Total other post-employment benefit liability	<u>(29,056,748)</u>	(27,590,257)
Net pension obligation balances in accordance with GASB 68		
Deferred outflow of resources - related to net pension liability	12,480,333	
Net pension liability	(42,123,910)	
Deferred inflow of resources - related to net pension liability	<u>\$ (1,043,598)</u>	<u>(30,687,175)</u>
Total net position at June 30, 2021 - Governmental Activities		<u>\$ (34,448,126)</u>

The accompanying notes are an integral part of this statement.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2021

	General	Construction	Other Non-Major	Total
REVENUES				
Local sources:				
Taxes:				
Ad valorem taxes	\$ 14,159,175	\$ -	\$ 3,666,918	\$ 17,826,093
Sales and use taxes	8,704,956	-	-	8,704,956
Rentals, leases, and royalties	60,450	-	-	60,450
Food Sales	-	-	15,219	15,219
Earnings on investments	11,784	21,434	324	33,542
Other	381,125	-	716,939	1,098,064
State sources:				
Minimum foundation program (MFP)	9,594,567	-	12,153	9,606,720
Restricted grants-in-aid	192,965	-	-	192,965
Other	106,448	-	124,732	231,180
Federal sources:				
Restricted grants-in-aid - direct	68,133	-	1,127,441	1,195,574
Restricted grants-in-aid - subgrants	-	-	3,244,782	3,244,782
Commodities	-	-	119,466	119,466
TOTAL REVENUES	33,279,603	21,434	9,027,974	42,329,011
EXPENDITURES				
Current:				
Instruction:				
Regular education programs	11,827,028	-	660,655	12,487,683
Special education programs	3,513,052	-	443,724	3,956,776
Other education programs	2,501,755	-	1,987,118	4,488,873
Support services:				
Pupil support services	1,508,234	-	65,178	1,573,412
Instructional staff services	1,546,621	-	509,856	2,056,477
General administration services	839,702	-	126,426	966,128
School administration services	2,099,805	-	55,562	2,155,367
Business services	694,112	-	52,492	746,604
Plant operation and maintenance	4,657,662	988	265,058	4,923,708
Transportation	2,423,721	-	150,939	2,574,660
Technical support and central services	1,181,714	-	25,330	1,207,044
Non-Instructional services:				
Food service	80,029	-	1,369,169	1,449,198
Community service programs	13,000	-	-	13,000
Facility acquisition and construction	-	18,102,187	-	18,102,187
Appropriations - charter schools	192,244	-	-	192,244
Other	-	-	-	-
Debt service:				
Principal retirement	-	-	1,090,000	1,090,000
Interest and bank charges	-	-	1,505,757	1,505,757
Bond issuance costs	-	153,420	-	153,420
TOTAL EXPENDITURES	33,078,679	18,256,595	8,307,264	59,642,538
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ 200,924	\$ (18,235,161)	\$ 720,710	\$ (17,313,527)

(continued)

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2021

	General	Construction	Other Non-Major	Total
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating transfers in	\$ 313,048	\$ -	\$ 381,744	\$ 694,792
Operating transfers out	(488,876)	-	(205,916)	(694,792)
Bond proceeds	-	22,600,000	-	22,600,000
Premium on bond issuance	-	2,434,220	-	2,434,220
TOTAL OTHER FINANCING SOURCES (USES)	(175,828)	25,034,220	175,828	25,034,220
<u>CHANGES IN FUND BALANCE</u>	25,096	6,799,059	896,538	7,720,693
 Fund balances, June 30, 2020 (restated)	 9,324,527	 30,309,367	 1,854,364	 41,488,258
 FUND BALANCES, JUNE 30, 2021	 \$ 9,349,623	 \$ 37,108,426	 \$ 2,750,902	 \$ 49,208,951

(concluded)

The accompanying notes are an integral part of this statement.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

RECONCILIATION OF THE GOVERNMENTAL FUNDS -
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

Total Net Changes in Fund Balance - Governmental Funds		\$ 7,720,693
Capital Assets:		
Capital outlay capitalized	\$ 18,449,857	
Depreciation expense for year ended June 30, 2021	<u>(974,692)</u>	17,475,165
Change in accrued interest on bonds payable		(279,167)
Long Term Liabilities:		
Issuance of bonds payable with premium	(25,034,220)	
Principal payment on bonds	1,090,000	
Amortization of premium on bonds	198,180	
Increase of compensated absences earned over amounts used	<u>(59,717)</u>	(23,805,757)
Change in total other post-employment benefits liability and deferred outflows and inflows in accordance with GASB 75		(800,642)
Change in net pension liability and deferred inflows and outflows in accordance with GASB 68		<u>192,139</u>
Change in Net Position - Governmental Activities		<u>\$ 502,431</u>

The accompanying notes are an integral part of this statement.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2021

	<u>Sales Tax</u>	<u>Occupancy Tax</u>	<u>Total</u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 7,549	\$ -	\$ 7,549
Taxes for other governments	609,288	-	609,288
 Total assets	 <u>616,837</u>	 <u>-</u>	 <u>616,837</u>
 <u>LIABILITIES</u>			
Liabilities:			
Accounts payable	962	-	962
Due to local governments	615,875	-	615,875
 Total liabilities	 <u>616,837</u>	 <u>-</u>	 <u>616,837</u>
 <u>NET POSITION</u>			
Restricted for:			
Other governments	-	-	-
Total net position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2021

	<u>Sales Tax</u>	<u>Occupancy Tax</u>	<u>Total</u>
<u>ADDITIONS</u>			
Sales tax collections for other governments	\$ 5,827,374	\$ 187,892	\$ 6,015,266
Total additions	<u>5,827,374</u>	<u>187,892</u>	<u>6,015,266</u>
<u>DEDUCTIONS</u>			
Administrative expense	237,398	4,600	241,998
Payment of sales taxes to other governments	<u>5,589,976</u>	<u>183,292</u>	<u>5,773,268</u>
Total deductions	<u>5,827,374</u>	<u>187,892</u>	<u>6,015,266</u>
Net change in fiduciary net position	-	-	-
Net position - beginning	<u>-</u>	<u>-</u>	<u>-</u>
Net position - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

The accompanying basic financial statements of West Feliciana Parish School Board (the School Board) have been prepared in conformity with accounting principles generally accepted in the United States of America. (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standards standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the School Board's significant policies.

a. Reporting Entity

The School Board was created by Louisiana Revised Statute (LSA-R.S.) 17:51 for the purpose of providing public education for the residents of West Feliciana Parish (the Parish). The School Board is authorized by LSA-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is authorized to establish public schools as it deems necessary, to provide adequate school facilities for the children of the parish, to determine the number of teachers to be employed, and to determine local supplement to their salaries. The School Board is currently comprised of 7 members who are elected from 7 districts for a term of four years.

The School Board operates 4 schools within the Parish with a total enrollment of approximately 2,200 pupils. In conjunction with the regular educational programs, these schools offer special education programs. Additionally, the School Board provides transportation and school food services for the students.

The Governmental Accounting Standards Board (GASB) *Codification of Government Accounting and Financial Reporting Standard* establishes criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under the provisions, the School Board is considered a *primary government*, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Fiscally independent means that the School Board may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue debt in its own name with the approval of the state bond commission. The School Board also has no *component units*, defined by GASB as other legally separate organizations for which the elected school board members are financially accountable. There are no other primary governments with which the School Board has a significant relationship.

b. Fund Accounting

The financial transactions of the School Board are recorded in individual funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies (continued)

b. Fund Accounting (continued)

Emphasis of fund financial reporting is on the major funds. Non-major funds (by category) or fund type are summarized into a single column. The major funds of the School Board are the General Fund and the Construction Fund.

Construction Fund - The Construction Fund is used to account for capital projects funded by the Series 2019 and 2020 General Obligation Bonds.

Revenues are accounted for in these individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The funds presented in the financial statements are described as follows:

Governmental Fund Types:

Governmental funds are those through which most governmental functions of the School Board are financed. The acquisition, use and balances of the School Board's expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following are the School Board's governmental fund types:

General Fund - The General Fund is the general operating fund of the School Board. It accounts for all financial resources except those required to be accounted for in other funds.

Special Revenue Funds - Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted or have been received from contributors for expenditures related to specified purposes. These funds account for the revenues and expenditures related to federal and state grant and entitlement programs established for various educational objectives and for school activity accounts.

Debt Service Fund - The Debt Service Fund, established to meet requirements of bond ordinances, is used to account for the accumulation of resources for and the payment of general long-term debt principal, interest, and related costs.

Capital Projects Fund - The Capital Projects Fund, established to account for funds dedicated to capital improvements, including construction of new facilities and renovations.

Fiduciary Fund Type - Custodial Funds:

These funds are used to account for collecting and disbursing activities that the School Board performs on behalf of other local governments in a custodial capacity.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies (continued)

c. Measurement Focus/Basis of Accounting

Government-Wide Financial Statements (GWFS)

The Statement of Net Position and the Statement of Activities display information about the reporting government as a whole. These statements include all the financial activities of the school board, except for the fiduciary activities. The fiduciary activities are only reported in the Statement of Fiduciary Net Position at the Fund Financial Statement level.

The GWFS were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from the exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB No. 33, *Accounting and Reporting for Nonexchange transactions*.

Program Revenues

Program revenues included in the Statement of Activities are derived directly from parties outside of the school board's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the school board's general revenues.

Allocation of Indirect Expenses

The school board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable by function. Indirect expenses of other functions are not allocated to those functions but are reported separately in the Statement of Activities. Depreciation expense which can be specifically identified by function is included in the direct expenses of each function. Depreciation on the buildings is assigned to the plant operation and maintenance function due to the fact that school buildings serve multiple purposes. Interest on long term debt is considered an indirect expense and is reported separately on the Statement of Activities.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies (continued)

c. Measurement Focus/Basis of Accounting (continued)

Fund Financial Statements (FFS)

Governmental Funds

The accounting and financial reporting treatments applied to a fund is determined by its measurement focus. All Governmental Funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financial sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

Governmental Funds are accounted for on the modified accrual basis of accounting. Under this basis of accounting, revenues are recognized in the accounting period in which they become susceptible to accrual - that is, when they become measurable and available to pay current period liabilities. Ad valorem taxes revenues reported in the governmental funds are considered to be available if collected within sixty days after year-end. Sales and use taxes are considered "available" when expected to be collected within the next month. Revenue from state and federal grants is recorded when the reimbursable expenditures have been incurred and is anticipated to be collected within one year.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Costs of accumulated unpaid vacation, sick leave and other employee benefit amounts are reported in the period due and payable rather than the period earned by employees and general long-term obligations principal and interest payments are recognized only when due.

d. Budget and Budgetary Accounting

The proposed budgets for fiscal year 2020-2021 were completed and made available for public inspection on July 2, 2020 at the School Board office. A public hearing was held on July 21, 2020 for suggestions and comments from taxpayers. The proposed fiscal year 2021 budgets were formally adopted by the School Board after the public hearing. The budgets, which included proposed expenditures and the means of financing them for the General and Special Revenue Funds, were published in the official journal ten days prior to the public hearings.

The budgets for the General and Special Revenue Funds were prepared on the modified accrual basis of accounting. Formal budgetary integration is used during the year as a management control device.

The School Board is authorized to transfer amounts between line items within any fund. When actual total revenues within a fund are failing to meet estimated annual budgeted revenues by five percent or more, and/or actual total expenditures within a fund are exceeding estimated budgeted expenditures by five percent or more, a budget amendment to reflect such changes is adopted by the School Board in an open meeting. Budgeted amounts included in the financial statements include the original adopted budget and all subsequent amendments.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies (continued)

e. Cash, Cash Equivalents, and Investments

Under state law, the School Board may deposit funds with a fiscal agent organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The School Board may invest in United States bonds, notes, bills, or certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana.

Cash and cash equivalents include cash on hand, cash on deposit, certificates of deposit and money market accounts. These deposits are stated at cost, which approximates market. Under state law, the resulting bank balances of these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal or exceed the amount on deposit with the fiscal agent.

f. Federal Grants Receivable

Federal grants receivable consists of receivables for reimbursement of expenditures under various federal programs and grants. All amounts are expected to be collected within the next twelve months.

g. Inventory

Inventory of the School Food Service Special Revenue Fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Education. The commodities are recorded as revenues when received. All inventory items purchased are valued at the lower of cost (first-in, first-out) or market, and donated commodities are assigned values based on information provided by the United States Department of Agriculture.

h. Capital Assets

Capital assets are capitalized at historical cost, or estimated historical cost for assets where the actual historical cost is not available. Donated assets are recorded as capital assets at their acquisition value at the date of the donation. The system for the accumulation of fixed asset cost data does not provide the means for determining the percentage of assets valued at actual and those valued at estimated cost or acquisition value. The School Board maintains a \$5,000 threshold level for capitalizing assets.

Capital assets are recorded in the GWFS, but are not recorded in the FFS. All capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purposes by the school board, no salvage value is taken into consideration for depreciation purposes. Useful lives are approximately 40 years for buildings and 3 to 20 years for equipment.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies (continued)

i. Compensated Absences

All 12-month employees earn from 10 to 20 days of vacation leave each year, depending on length of service with the School Board. Vacation leave may be accumulated up to 40 days; the School Board will pay the balance of unused vacation upon separation.

All school board employees earn 10 to 12 days of sick leave each year depending on the number of months employed within a year. Sick leave may be accumulated without limitation. Upon death or retirement, a maximum of 25 days of unused sick leave is paid to the employee or designated heir at the employee's current rate of pay. Under the Louisiana Teacher's Retirement System, the unused sick leave is used in the retirement benefit computation as earned service. Under the Louisiana School Employees Retirement System, all unpaid sick leave, which excludes the 25 days paid, is used in the retirement benefit computation as earned service.

Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Leave may be granted for rest and recuperation and professional and cultural improvement.

The cost of compensated absence privileges is recognized as current year expenditure in the General Fund when leave is actually taken, or when employees or their heirs are paid for accrued leave upon retirement or death, while the cost of leave privileges not requiring current resources is recorded as long-term liabilities.

j. Pension Plans

The School Board is a participating employer in three defined benefit pension plans (plans) as described in Note 8. For purposes of measuring the Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of each of the plans, and additions to/deductions from each plans' fiduciary net position have been determined on the same basis as they are reported by each of the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments have been reported at fair value within each plan.

k. Sales, Use and Property Taxes

The West Feliciana Parish School Board receives a three percent sales tax dedicated for salaries and related benefits and for maintaining and operating the public schools within the Parish.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies (continued)

k. Sales, Use and Property Taxes (continued)

Of the three percent sales tax, the School Board is authorized to collect is one percent sales and use tax levied by the West Feliciana Parish Government and the Town of St. Francisville for all sales within the incorporated area of the Town of St. Francisville. The additional two percent sales and use tax is levied by the West Feliciana Parish Government for all sales outside the incorporated area of the Town of St. Francisville.

Ad valorem taxes are collected by the West Feliciana Parish Sheriff's Office and remitted to the School Board on a monthly basis. Values are established by the West Feliciana Parish Assessor's Office each year.

Ad valorem taxes are assessed and levied on a calendar year basis, based on the assessed value on January 1 of the assessment year. However, before taxes can be levied, the tax rolls must be submitted to the State Tax Commission for approval. Taxes are due and payable by November 15. An enforceable lien attaches on the property as of November 15. As of December 31, taxes become delinquent and interest and penalty accrue. Taxes are generally collected in January, February and March of the fiscal year.

l. Estimates

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

m. Inter-fund transactions

During the course of normal operations, the School Board has numerous transactions between funds, including expenditures and transfers of resources to provide services, construct assets and service debt. The accompanying fund financial statements generally reflect such transactions as operating transfers.

n. Fund Equity of Fund Financial Statements

Accounting standards require governmental fund balances to be reported in as many as five classifications as listed below:

Nonspendable – represents amounts that are not expected to be converted to cash because they are either not in spendable form or legally or contractually required to be maintained intact.

Spendable

Restricted – represents balances where constraints have been established by parties outside the School Board or imposed by law through constitutional provisions or enabling legislation.

Committed – represents balances that can only be used for specific purposes pursuant to constraints imposed by formal action of the School Board's highest level of decision-making authority.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies (continued)

n. Fund Equity of Fund Financial Statements (continued)

Assigned – represents balances that are constrained by the School Board’s or its designee’s intent to be used for specific purposes, but are not restricted nor committed.

Unassigned – represents balances that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the general fund.

When expenditures are incurred for the purposes for which both restricted and unrestricted amounts are available, the School Board reduces restricted amounts first, followed by unrestricted amounts. When expenditures are incurred for purposes for which committed, assigned, and unassigned amounts are available, the School Board reduces committed amounts first, followed by assigned amounts and then unassigned amounts.

o. Current Year Adoption of New Accounting Standard and Restatement of Net Position

The School Board adopted Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*, during the current year. This Statement established criteria and designations for reporting fiduciary activities in the financial statement of state and local governments. The Agency Fund title was renamed to Custodial Fund for which the standard specified can only be reported as a fiduciary activity if the government does not have administrative involvement, among other criteria. The requirements of this Statement apply to the financial statements of all state and local governments and is applicable for reporting periods beginning after December 15, 2019. In addition, the School Board adopted paragraphs 4 and 5 of GASB Statement No. 97 *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*. The paragraphs adopted are amendments to GASB 84 and reverses the criteria in GASB 84 to include certain defined contribution retirement plans without a board in the financial statements of state and local governments.

The implementation of these new accounting standards required the School Board to change the way school activity funds are reported. Previously, school activity funds in Louisiana were reported as fiduciary agency funds; however, under the new criteria established by GASB 84, student activity funds can only be reported as fiduciary custodial funds if no administrative involvement exists. Since school activity funds are required to be administered in accordance with the provisions of Louisiana Revised Statute 17.414.3 et. seq., this statute establishes that the School Board has administrative involvement and the school activity funds are reported in these financial statements as a governmental – special revenue fund.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies (continued)

o. Current Year Adoption of New Accounting Standard and Restatement of Net Position (continued)

The adoption of GASB 84 required a restatement of the June 30, 2020 net position and fund balance. The net effect to the School Board's Governmental Activities Net Position and Governmental Funds – Fund Balance for the prior year that resulted from the adoption of GASB 84 is as follows:

	Other Non-major Governmental Funds	Government Wide Statement of Net Position
Total Fund Balance/Net Position June 30, 2020 as previously reported	\$ 1,266,304	\$ (35,538,617)
Implementation of GASB Statement 84 – reclassify School Activity Accounts to Special Revenue Fund	588,060	588,060
Total Fund Balance/Net Position, June 30, 2020, Restated	\$ 1,854,364	\$ (34,950,557)

2. Ad Valorem Taxes

Ad valorem (property) taxes were levied for the fiscal year 2021 by the School Board on September 29, 2020 based on the assessed valuation of property as of January 1, 2020. These taxes become due and payable on November 15 of each year and become delinquent after December 31 of the year levied.

Total assessed value was \$417,575,348 in calendar year 2020. Louisiana state law exempts the first \$75,000 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$18,689,600 of the assessed value in calendar year 2020.

The following is a summary of authorized and levied parish-wide ad valorem taxes collected during the fiscal year ended June 30, 2021:

	Authorized Millage	Levied Millage	Expiration Date
Constitutional School Tax	5.00	4.46	N/A
Special	14.75	14.75	2028
General Fund	3.75	3.75	2021*
Consolidated General Fund	11.00	11.00	2029
General Obligation Bonds	8.80	8.80	2048

*-renewed for an additional ten years in July 2020 election

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

3. Sales Taxes

The School Board receives sales tax collected on sales occurring within the boundaries of West Feliciana Parish. The School Board recognized \$8,704,956 of sales tax revenue during the year ended June 30, 2021. The following is a summary sales tax rates, terms, and expiration dates of the sales taxes collected during the year ended June 30, 2021:

	Sales Tax Rate	Term	Expiration Date
Constitutional School Tax	1%	Perpetuity	N/A
Construction	1%	Perpetuity	N/A
Technology	0.5%	10 Years	2030
General Fund	0.5%	10 Years	2022

4. Cash, Deposits, and Investments

A. Deposits

The carrying amount of the School Board’s deposits with financial institutions was \$44,864,596 and the bank balances were \$46,899,624. Custodial credit risk is the risk that in the event of a financial institution failure, the School System’s deposits may not be returned to them. To mitigate this risk, state law requires deposits to be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent financial institution. As of June 30, 2021, the School Board’s deposits were not exposed to custodial credit risk. Securities that may be pledged as collateral consist of obligations of the U.S. Government and its agencies, obligations of the State of Louisiana and its municipalities and school districts.

B. Investments

As of June 30, 2021, the Board had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>
Investments measured at the net asset value (NAV)	
External investment pool	<u>\$ 11,308,911</u>

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

4. Cash, Deposits, and Investments (continued)

The \$11,308,911 in investments is invested in LAMP. LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA-R.S. 33.2955.

- Credit risk: LAMP is rated AAAm by Standard & Poor's.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating/variable rate investments.
- Concentration of credit risk: The School Board does not have a limit on the amount the School Board may invest in one issuer. One hundred percent of the School Board's investments are in LAMP funds.
- Foreign currency risk: Not applicable. LAMP complies with the provisions of Louisiana Law concerning permissible investments for municipalities, parishes and other political subdivisions set forth in La R.S. 33:2955 and the investment policy does not provide for investment in foreign obligations.

The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and board of directors. LAMP is not registered with the SEC as an investment company.

An annual audit of LAMP is conducted by an independent certified public accountant. The Legislative Auditor of the State of Louisiana has full access to the records of LAMP.

LAMP issues financial reports which can be obtained by writing: LAMP, Inc., 228 St. Charles Avenue, Suite 1123, New Orleans, LA 70130.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

5. Interfund Transactions

Individual balances due from/to other funds are as follows:

<u>Fund</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$ 970,137	\$ -
Other Non-major Funds	<u>92,870</u>	<u>1,063,007</u>
Total	<u>\$ 1,063,007</u>	<u>\$ 1,063,007</u>

The primary purpose of interfund advances is to cover expenditures on cost reimbursement grant programs until reimbursements are received from the granting agencies.

Transfers:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 313,048	\$ 488,876
Other Non-major Funds	<u>381,744</u>	<u>205,916</u>
Total	<u>\$ 694,792</u>	<u>\$ 694,792</u>

The purpose of interfund transfers is to cover operating expenditures of the general fund through indirect cost recoveries charged to grant programs and to cover operating deficits of other governmental non- major funds with transfers from the general fund.

6. Capital Assets

Capital assets and depreciation activity as of and for the year ended June 30, 2021 is as follows:

	<u>Balance at June 30, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 2021</u>
<u>Cost</u>				
Land	\$ 1,099,713	\$ -	\$ -	\$ 1,099,713
Buildings and improvements	33,778,490	889,894	-	34,668,384
Equipment and fixtures	4,774,477	558,527	-	5,333,004
Food Service equipment	390,697	10,440	-	401,137
Construction in progress	<u>2,920,148</u>	<u>16,990,996</u>	<u>-</u>	<u>19,911,144</u>
	<u>\$ 42,963,525</u>	<u>\$ 18,449,857</u>	<u>\$ -</u>	<u>\$ 61,413,382</u>
<u>Accumulated depreciation</u>				
Buildings and improvements	\$ 22,739,102	\$ 714,734	\$ -	\$ 23,453,836
Equipment and fixtures	3,869,104	249,703	-	4,118,807
Food Service equipment	<u>347,143</u>	<u>10,255</u>	<u>-</u>	<u>357,398</u>
	<u>\$ 26,955,349</u>	<u>\$ 974,692</u>	<u>\$ -</u>	<u>\$ 27,930,041</u>
Capital assets, net of Depreciation	<u>\$ 16,008,176</u>	<u>\$ 17,475,165</u>	<u>\$ -</u>	<u>\$ 33,483,341</u>

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

6. Capital Assets (continued)

Depreciation expense of \$974,692 for the year ended June 30, 2021 was charged to the following governmental functions:

Regular education programs	\$ 84,637
Special education programs	26,805
Other educational programs	25,252
Pupil support services	10,362
Instructional staff services	15,897
General administrative services	6,587
School administrative services	15,470
Business and central services	4,902
Plant operation and maintenance	741,584
Transportation	15,837
Technical support	7,402
Food service	19,957
	<u>\$ 974,692</u>

7. Long-term Liabilities

In September 2019, the School Board issued \$30,000,000 of Series 2019 General Obligation Bonds for the purpose of acquiring and/or improving lands for building sites and playgrounds, including construction of necessary sidewalks and streets adjacent thereto; purchasing, erecting, and/or improving school buildings and other school related facilities, and acquiring the necessary equipment and furnishings therefor. Bond payments are due on March 1st of each year beginning 2020 through 2049 with interest payments due semiannually on March 1st and September 1st, bearing an interest rate of 3.00% to 5.00%. The bonds are secured by and payable in principal and interest from ad valorem taxes.

In November 2020, the School Board issued \$22,600,000 of Series 2020 General Obligation Bonds for the purpose of acquiring and/or improving lands for building sites and playgrounds, including construction of necessary sidewalks and streets adjacent thereto; purchasing, erecting, and/or improving school buildings and other school related facilities, and acquiring the necessary equipment and furnishings therefor. Bond payments are due on March 1st of each year beginning 2021 through 2050 with interest payments due semiannually on March 1st and September 1st, bearing an interest rate of 3.00% to 4.00%. The bonds are secured by and payable in principal and interest from ad valorem taxes.

The following is a summary of the changes in long-term liabilities for the year ended June 30, 2021:

	<u>Balance at</u> <u>June 30, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at</u> <u>June 30, 2021</u>	<u>Current</u>
Compensated Absences	\$ 1,372,450	\$ 431,034	\$ 371,317	\$ 1,432,167	\$ 371,317
Claims & Judgements	150,000	-	-	150,000	-
Premium on bonds	3,394,179	2,434,220	198,180	5,630,219	198,180
General Obligation Bonds	<u>29,450,000</u>	<u>22,600,000</u>	<u>1,090,000</u>	<u>50,960,000</u>	<u>960,000</u>
	<u>\$ 34,366,629</u>	<u>\$ 25,465,254</u>	<u>\$ 1,659,497</u>	<u>\$ 58,172,386</u>	<u>\$1,529,497</u>

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

7. Long-term Liabilities (continued)

General obligation bonds were issued to provide funds for the acquisition and construction of major capital facilities. General obligation bonds issued included the following:

Principal Outstanding

at June 30, 2021

\$30,000,000 General Obligation Bonds, Series 2019, issued September 19, 2019 for the purpose of construction, rehabilitation, or purchase of public school facilities due in annual installments of \$510,000 to \$1,695,000 through March 1, 2049 with interest at 3.0% to 5.0% secured by an annual ad valorem tax levy.	\$ 28,940,000
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\$22,600,000 General Obligation Bonds, Series 2020, issued November 10, 2020 for the purpose of construction, rehabilitation, or purchase of public school facilities due in annual installments of \$425,000 to \$1,255,000 through March 1, 2050 with interest at 3.0% to 4.0% secured by an annual ad valorem tax levy.	<u>22,020,000</u>
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Total	\$ <u>50,960,000</u>
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Both Series of General Obligation Bonds were offered for public sale that are subject to the following events of default, termination events, and acceleration clauses:

- *Events of default with finance-related consequences* – These bonds would be in default for failure of payment of principal and interest when due. The School Board has the authority to assess and collect property taxes that will be used to repay this debt.
- *Termination events with finance related consequences* – Events that will result in finance related consequences include bonds being callable early and insufficient taxes levied and collected to meet debt service requirements on all bonds outstanding.
- *Subjective acceleration clauses* – The School Board may refund early with refunding certificates or bonds, and the School Board may defease bonds.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

7. Long-term Liabilities (continued)

The debt service requirements for the General Obligation Bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2022	\$ 960,000	\$ 2,058,633	\$ 3,018,633
2023	1,000,000	2,018,567	3,018,567
2024	1,040,000	1,976,767	3,016,767
2025	1,085,000	1,933,117	3,018,117
2026	1,130,000	1,885,917	3,015,917
2027-2031	6,500,000	8,602,367	15,102,367
2032-2036	7,980,000	7,043,800	15,023,800
2037-2041	9,735,000	5,180,900	14,915,900
2042-2046	11,905,000	2,995,167	14,900,167
2047-2050	9,625,000	558,367	10,183,367
	<u>\$ 50,960,000</u>	<u>\$ 34,253,602</u>	<u>\$ 85,213,602</u>

In accordance with LSA – R.S. 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 50% of the assessed value of taxable property within the parish. At June 30, 2021, the total assessed value of taxable property for the parish was \$417,575,348, which resulted in a statutory limit of \$208,787,674.

Compensated absences payable consist of the portion of accumulated sick and annual leave of the governmental funds that is expected to require current resources. These liabilities will be liquidated through the general and special revenue funds.

The claims and judgments will be liquidated from the general fund.

8. Retirement Systems

The School Board (the School Board) is a participating employer in three cost-sharing defined benefit pension plans. These plans are administered by three public employee retirement systems, the Teachers' Retirement System of Louisiana (TRSL), the Louisiana School Employees' Retirement System (LSERS) and the Louisiana State Employees' Retirement System (LASERS). Article X, Section 29(F) of the Louisiana Constitution of 1974 assigns the authority to establish and amend benefit provisions of these plans to the State Legislature. Each system is administered by a separate board of trustees and all Systems are component units of the State of Louisiana.

Each of the Systems issues an annual publicly available financial report that includes financial statements and required supplementary information for the system. These reports may be obtained by writing, calling or downloading the reports as follows:

TRSL:
8401 United Plaza Blvd.
P. O. Box 94123
Baton Rouge, Louisiana 70804-9123
(225) 925-6446
www.trsl.org

LSERS:
8660 United Plaza Blvd.
Baton Rouge, LA 70804
(225) 925-6484
www.lasers.net

LASERS
8401 United Plaza Blvd.
P. O. Box 44213
Baton Rouge, Louisiana 70804-4213
(225) 925-0185
www.lasersonline.org

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

8. Retirement Systems (continued)

Plan Descriptions:

Teachers' Retirement System of Louisiana (TRSL) is the administrator of a cost-sharing defined benefit pension plan. The plan provides retirement, disability, and survivor benefits to employees who meet the legal definition of a "teacher" as provided for in LRS 11:701. Eligibility for retirement benefits and the calculation of retirement benefits are provided for in LRS 11:761.

Louisiana School Employees' Retirement System (LSERS) is the administrator of a cost-sharing defined benefit pension plan. The plan provides retirement, disability, and survivor benefits to school employees as defined in LRS 11:1002. Eligibility for retirement benefits and the computation of retirement benefits are provided for in LRS 11:1141.

Louisiana State Employees' Retirement System (LASERS) is the administrator of a cost-sharing defined benefit pension plan. The plan provides retirement, disability, and survivor benefits to state employees as defined in LRS 11:411-414. Eligibility for retirement benefits and the computation of retirement benefits are provided for in LRS 11:444.

A brief summary of eligibility and benefits of the plans are provided in the following table:

	<u>TRSL</u>	<u>LSERS</u>	<u>LASERS</u>
Final average salary	Highest 36 or 60 months ¹	Highest 36 or 60 months ¹	Highest 36 or 60 months ¹
Years of service required and/or age eligible for benefits	30 years any age ⁵ 25 years age 55 20 years any age ² 5 years age 60 5 years age 62 ⁷	30 years any age 25 years age 55 20 years any age ² 5-10 years age 60 ⁶ 5 years age 62 ⁷	30 years any age 25 years age 55 20 years any age ² 5-10 years age 60 ⁶ 5 years age 62 ⁷
Benefit percent per years of service	2% to 3.0% ⁴	2.5% to 3.33% ⁴	2.5% to 3.5% ³

¹ Employees hired after a certain date use the revised benefit calculation based on the highest 60 months of service

² With actuarial reduced benefits

³ Members in regular plan 2.5%, hazardous duty plan 3.33%, and judges 3.5%

⁴ Benefit percent varies depending on when hired

⁵ For school food service workers, hired on or before 6-30-15, 30 years at age 55

⁶ Five to ten years of creditable service at age 60 depending upon the plan or when hired

⁷ Hired on or after 7/1/15, age eligibility is 5 years at age 62

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

8. Retirement Systems (continued)

Cost of Living Adjustments

The pension plans in which the School System participates have the authority to grant cost-of-living adjustments (COLAs) on an ad hoc basis. COLAs may be granted to these systems, (TRSL, LSERS, and LASERS) if approved with a two-thirds vote of both houses of the Legislature, provided the plan meets certain statutory criteria related to funded status and interest earnings.

Contributions

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature annually upon recommendation of the Public Retirement Systems' Actuarial Committee. In accordance with state statute, TRSL receives ad valorem taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities, but are not considered special funding situations.

Contributions to the plans are required and determined by State statute (which may be amended) and are expressed as a percentage of covered payroll. The contribution rates in effect for the year ended June 30, 2021, for the School Board and covered employees were as follows:

	<u>School Board</u>	<u>Employees</u>
Teachers' Retirement System:		
Regular Plan	25.80%	8.00%
Plan B	25.80%	5.00%
School Employees' Retirement System	28.70%	7.50 % - 8.00%
State Employees' Retirement System	40.10%	7.50 % - 8.00 %

The contributions made to the Systems for the past three fiscal years, which equaled the required contributions for each of these years, were as follows:

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Teachers' Retirement System	\$ 4,472,533	\$ 4,364,251	\$ 4,261,235
School Employees' Retirement System	358,063	383,827	345,854
State Employees' Retirement System	28,715	22,516	15,511

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

8. Retirement Systems (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The following schedule lists the School Board's proportionate share of the Net Pension Liability allocated by each of the pension plans based on the June 30, 2020 measurement date. The School Board uses this measurement to record its Net Pension Liability and associated amounts as of June 30, 2021 in accordance with GASB Statement 68. The schedule also includes the proportionate share allocation rate used at June 30, 2020 along with the change compared to the June 30, 2019 rate. The School Board's proportion of the Net Pension Liability was based on a projection of the School Board's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

	Net Pension Liability at June 30, 2020	Rate at June 30, 2020	Increase (Decrease) to June 30, 2019 Rate
Teachers' Retirement System	\$ 38,421,813	0.3454%	0.0011%
School Employees' Retirement System	3,467,045	0.4315%	0.0089%
State Employees' Retirement System	235,052	0.0028%	0.0006%
	\$ 42,123,910		

The following schedule lists each pension plan's recognized pension expense to the School Board for the year ended June 30, 2021:

	Pension Expense
Teachers' Retirement System	\$ 4,356,231
School Employees' Retirement System	582,404
State Employees' Retirement System	(271,463)
	\$ 4,667,172

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

8. Retirement Systems (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

At June 30, 2021, the School Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (704,358)
Changes of assumptions	2,307,130	-
Net difference between projected and actual earnings on pension plan investments	3,528,183	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,785,709	(339,240)
Employer contributions subsequent to the measurement date	4,859,311	-
Total	<u>\$ 12,480,333</u>	<u>\$ (1,043,598)</u>

Summary totals of deferred outflows of resources and deferred inflows of resources by pension plan:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Teachers' Retirement System	\$ 11,354,298	\$ (954,777)
School Employees' Retirement System (LSERS)	1,040,256	(85,685)
State Employees' Retirement System (LASERS)	85,779	(3,136)
	<u>\$ 12,480,333</u>	<u>\$ (1,043,598)</u>

The School Board reported a total of \$4,859,311 as deferred outflow of resources related to pension contributions made subsequent to the measurement period of June 30, 2020 which will be recognized as a reduction in Net Pension Liability in the year ended June 30, 2021. The following schedule list the pension contributions made subsequent to the measurement period for each pension plan:

	Subsequent Contributions
Teachers' Retirement System	\$ 4,472,533
School Employees' Retirement System (LSERS)	358,063
State Employees' Retirement System (LASERS)	28,715
	<u>\$ 4,859,311</u>

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

8. Retirement Systems (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year	TRSL	LSERS	LASERS	Total
2021	\$ 509,512	\$ 150,863	\$ 4,376	\$ 664,751
2022	1,453,160	163,672	9,909	1,626,741
2023	2,315,153	160,600	31,691	2,507,444
2024	1,242,698	121,373	7,952	1,372,023
2025	189,037	-	-	189,037
2026	217,428	-	-	217,428
	<u>\$ 5,926,988</u>	<u>\$ 596,508</u>	<u>\$ 53,928</u>	<u>\$ 6,577,424</u>

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

8. Retirement Systems (continued)

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability for each pension plan as of June 30, 2021 are as follows:

	TRSL	LSERS	LASERS
Valuation Date	June 30, 2020	June 30, 2020	June 30, 2020
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Actuarial Assumptions:			
Expected Remaining			
Service Lives	5 years	3 years	2 years
Investment Rate of Return	7.45% net of investment expenses	7.00% per annum; net of plan investment expenses	7.55% net of investment expenses
Inflation Rate	2.3% per annum	2.5% per annum	2.3% per annum
Mortality	<p>Active members – RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by 0.997 for females.</p> <p>Non-Disabled retiree/inactive members – RP-2014 White Collar Healthy Annuitant tables, adjusted by 1.366 for males and by 1.189 for females.</p> <p>Disability retiree mortality – RP-2014 Disability tables, adjusted by 1.111 for males and by 1.134 for females.</p> <p>These base tables are adjusted from 2014 to 2018 using the MP-2017 generational improvement table, with continued future mortality improvement projected using the MP-2017 generational mortality improvement tables.</p>	<p>Mortality rates based on the RP-2014 Healthy Annuitant Tables, RP-2014 Sex Distinct Employee Table, and RP-2014 Sex Distinct Disabled Tables.</p>	<p>Non-disabled members - The RP-2014 Blue Collar (males/females) and White Collar (females) Healthy Annuitant Tables projected on a fully generational basis by Mortality Improvement Scale MP-2018</p> <p>Disabled members – Mortality rates based on the RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement.</p>

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

8. Retirement Systems (continued)

Actuarial Assumptions (continued)

	TRSL	LSERS	LASERS																		
Termination, Disability, and Retirement	Termination, disability, and retirement assumptions were projected based on a five year (July 1, 2012 - June 30, 2017) experience study of the System's members.		Termination, disability, and retirement assumptions were projected based on a five-year (2014-2018) experience study of the System's members for 2019.																		
Salary Increases	3.1% - 4.6% varies depending on duration of service	3.25% based on a 2013-2017 experience study of the System's numbers	Salary increases were projected based on a 2014-2018 experience study of the System's members. The salary increase ranges for specific types of members are: <table border="0" style="margin-left: 20px;"> <thead> <tr> <th style="text-align: left;">Member Type</th> <th style="text-align: center;">Lower Range</th> <th style="text-align: center;">Upper Range</th> </tr> </thead> <tbody> <tr> <td>Regular</td> <td style="text-align: center;">3.0%</td> <td style="text-align: center;">12.8%</td> </tr> <tr> <td>Judges</td> <td style="text-align: center;">2.6%</td> <td style="text-align: center;">5.1%</td> </tr> <tr> <td>Corrections</td> <td style="text-align: center;">3.6%</td> <td style="text-align: center;">13.8%</td> </tr> <tr> <td>Hazardous Duty</td> <td style="text-align: center;">3.6%</td> <td style="text-align: center;">13.8%</td> </tr> <tr> <td>Wildlife</td> <td style="text-align: center;">3.6%</td> <td style="text-align: center;">13.8%</td> </tr> </tbody> </table>	Member Type	Lower Range	Upper Range	Regular	3.0%	12.8%	Judges	2.6%	5.1%	Corrections	3.6%	13.8%	Hazardous Duty	3.6%	13.8%	Wildlife	3.6%	13.8%
Member Type	Lower Range	Upper Range																			
Regular	3.0%	12.8%																			
Judges	2.6%	5.1%																			
Corrections	3.6%	13.8%																			
Hazardous Duty	3.6%	13.8%																			
Wildlife	3.6%	13.8%																			
Cost of Living Adjustments	None	Cost-of-living raises may be granted from the Experience Account provided there are sufficient funds needed to offset the increase in the actuarial liability and the plan has met the criteria and eligibility requirements outline by ACT 399 of 2014.	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The projected benefit payments do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.																		

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

8. Retirement Systems (continued)

The following schedule list the methods used by each of the retirement systems in determining the long term rate of return on pension plan investments:

<u>TRSL</u>	<u>LSERS</u>	<u>LASERS</u>
<p>The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.3% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 8.17% for 2020.</p>	<p>The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the CAPM pricing model (top-down), a treasury yield curve approach (bottom-up), and an equity building-block model (bottom-up). Risk return and correlations are projected on a forward-looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.</p>	<p>The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adjusting for expected inflation of 2.3% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term nominal rate of return is 8.25% for 2020.</p>

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

8. Retirement Systems (continued)

The following table provides a summary of the best estimates of arithmetic/geometric real rates of return for each major asset class included in each of the Retirement Systems target asset allocations as of June 30, 2020:

Asset Class	Target Allocation			Long-Term Expected Real Rate of Return		
	TRSL	LSERS	LASERS	TRSL	LSERS	LASERS
Cash	-	-	-	-	-	-0.59%
Domestic equity	27.00%	-	23.00%	4.60%	-	4.79%
International equity	19.00%	-	32.00%	5.54%	-	5.83%
Equity	-	39.00%	-	-	2.82%	-
Domestic fixed income	13.00%	-	-	0.69%	-	1.76%
International fixed income	5.50%	-	-	1.50%	-	3.98%
Fixed income	-	26.00%	16.00%	-	0.92%	-
Alternatives	-	23.00%	29.00%	-	1.95%	6.69%
Private equity	25.50%	-	-	8.62%	-	-
Other private equity	10.00%	-	-	4.45%	-	-
Risk parity	-	-	-	-	-	4.20%
Real estate	-	12.00%	-	-	0.69%	-
Real assets	-	0.00%	-	-	0.00%	-
Total	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>			

Inflation

Expected Arithmetic Nominal Return

n/a - amount not provided by Retirement System

Discount Rate

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, each of the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate used to measure the total pension liability for TRSL, LSERS and LASERS was 7.45%, 7.00% and 7.55%, respectively for the year ended June 30, 2020.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

8. Retirement Systems (continued)

Sensitivity of the Employer’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following table presents the School Board’s proportionate share of the Net Pension Liability (NPL) using the discount rate of each Retirement System as well as what the School Board’s proportionate share of the NPL would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate used by each of the Retirement Systems:

	<u>1.0% Decrease</u>	<u>Current Discount Rate</u>	<u>1.0% Increase</u>
TRSL			
Rates	6.45%	7.45%	8.45%
WFPSB Share of NPL	\$ 50,156,431	\$ 38,421,813	\$ 28,543,548
LSERS			
Rates	6.00%	7.00%	8.00%
WFPSB Share of NPL	\$ 4,541,316	\$ 3,467,045	\$ 2,548,265
LASERS			
Rates	6.55%	7.55%	8.55%
WFPSB Share of NPL	\$ 288,843	\$ 235,052	\$ 189,405

9. Total Other Post-Employment Benefits

Plan Description. The West Feliciana Parish School Board (the School Board) provides certain continuing health care and life insurance benefits for its retired employees. The West Feliciana Parish School Board’s OPEB plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the School Board. The School Board has the authority to establish and/or amend the obligation of the employer, employees and retirees as provided by Louisiana Revised Statute Title 17 Sections 1221 through 1224. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Governmental Accounting Standards Board (GASB) Statement No. 75.

Benefits Provided. Medical benefits are provided through an insured comprehensive medical plan and insured life insurance programs to employees upon actual retirement. Employees are covered by the Teachers’ Retirement System of Louisiana (TRSL), whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 65 and 20 years of service.

Basic life insurance of \$5,000 and additional life insurance coverage in varying amounts are provided to retirees. The employer pays for 50% of the basic coverage and 50% of the additional coverage (maximum of \$35,000 additional coverage). The rates used for basic coverage are blended for all active and retired combined, while unblended rates are used for the additional coverage. Since GASB 74/75 requires the use of “unblended” rates, the valuation used a mortality table to determine the “unblended” rates for the basic coverage so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

9. Total Other Post-Employment Benefits (continued)

Employees Covered by Benefit Terms. At June 30, 2021, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	161
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>244</u>
	<u>405</u>

Total OPEB Liability

The School Board's total OPEB liability of \$29,056,748 was measured as of June 30, 2021 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and other inputs – The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%
Salary increases	4.0%, including inflation
Prior discount rate	2.21%, annually (beginning of year to determine ADC)
Discount rate	2.16%, annually (as of end of measurement date)
Healthcare cost trend rates	5.5% annually for ten years, 4.5% thereafter

The discount rate was based on the average of the Bond Buyers' 20 Year General Obligation municipal bond index over the 52 weeks immediately preceding the applicable measurement dates.

Mortality rates were based on the RP-2014 Table modified according to TRSL experience study.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of ongoing evaluations of the assumptions from July 1, 2009 to June 30, 2021.

Changes in the Total OPEB Liability

Balance at June 30, 2020	<u>\$ 30,522,834</u>
Changes for the year:	
Service Cost	489,614
Interest	666,677
Differences between expected and actual experience	(4,611,075)
Changes in assumptions	2,701,611
Benefit payments and net transfers	<u>(712,913)</u>
Net changes	<u>(1,466,086)</u>
Balance at June 30, 2021	<u>\$ 29,056,748</u>

The amount due within one year for the total OPEB Liability is estimated to be \$750,000.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

9. Total Other Post-Employment Benefits (continued)

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the School Board, as well as what the School Board's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.16%) or 1-percentage-point higher (3.16%) than the current discount rate:

	1.0% Decrease (1.16%)	Current Discount (2.16%)	1.0% Increase (3.16%)
Total OPEB liability	\$ 35,116,628	\$ 29,056,748	\$ 24,379,301

Sensitivity of the total OPEB liability to changes in the healthcare cost trends. The following presents the total OPEB liability of the School Board, as well as what the School Board's total OPEB liability would be if it were calculated using healthcare cost trends that are 1-percentage-point lower (4.5%) or 1-percentage-point higher (6.5%) than the current healthcare trend rates:

	1.0% Decrease (4.5%)	Current Trend (5.5%)	1.0% Increase (6.5%)
Total OPEB liability	\$ 24,967,676	\$ 29,056,748	\$ 34,402,476

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2021, the School Board recognized OPEB Expense of \$1,513,555. At June 30, 2021, the School Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (5,185,272)
Changes in assumptions		-
	6,651,763	
Total	\$ 6,651,763	\$ (5,185,272)

Amounts reported as defined outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Years ending June 30:	
2022	\$ 357,264
2023	357,264
2024	357,264
2025	46,969
2026	46,969
Thereafter	300,761
	\$ 1,466,491

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

10. State Required Disclosure – Tax Collections Remitted to Other Taxing Authorities

Act 711 of the 2010 Louisiana Legislative Session amended LRS 24:513 B to provide required note disclosure in the financial statements of local governments that collect tax for other taxing jurisdictions. For the year ended June 30, 2021 the School Board collected \$5,827,374 of sales tax for the West Feliciana Parish Government (\$4,529,745) and the Town of St. Francisville (\$1,297,629). Of this amount, the School Board withheld \$97,656 for the taxing authorities' share of administrative fees. This resulted in a distribution of \$5,729,718 of sales tax collections to the West Feliciana Parish Government (\$4,452,825) and the Town of St. Francisville (\$1,276,893) during the year ended June 30, 2021.

11. Contingencies

Litigation. The School Board is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the School Board's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the government. An accrual of \$150,000 has been made within the statement of net position to cover any potential exposure.

Grant Disallowances. The School Board participates in a number of state and federally assisted grant programs. The programs are subject to audits under the single audit approach as well as audits conducted by the Louisiana and U.S. Department of Education. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under the terms of the grants.

COVID-19 Pandemic. In March, 2020, the World Health Organization declared the coronavirus (COVID-19) a global pandemic. The spread of the virus has adversely affected global business activities and has resulted in significant uncertainty in the global economy. The impact of the COVID-19 continues to evolve and has been marked by rapid changes and developments. The impact of the outbreak may be short-term or may last for an extended period of time. The extent to which the COVID-19 pandemic may directly or indirectly impact the School Board's financial condition or results of operations cannot be reasonably estimated at this time.

12. Operating Lease

The School Board leases school buses through a lease arrangement which qualifies as an operating lease. The lease payments are to be made on a semi-annual basis and are scheduled for July 1, 2019 through June 30, 2023.

Lease payments are estimated to be as follows:

<u>June 30,</u>	<u>Amount</u>
2022	\$ 406,500
2023	<u>406,500</u>
	<u>\$ 813,000</u>

Lease payments made during the year ended June 30, 2021 totaled \$406,500.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

13. Receivables

Receivables as of June 30, 2021 for the School Board are as follows:

	<u>General Fund</u>	<u>Non-major Governmental Funds</u>	<u>Total</u>
<u>Receivables:</u>			
Due from other governments	\$ 82,013	\$ 1,003,754	\$ 1,085,767
Gross receivables	\$ 82,013	\$ 1,003,754	\$ 1,085,767

14. Detailed Restricted Net Position and Fund Balances

a. Details of restricted Net Position as reported in the entity-wide Statement of Net Position are as follows:

	<u>Governmental Activities</u>
Net Position Restricted:	
Capital projects	\$ 242,367
Student activities	543,272
Dedicated property taxes:	
Debt service	<u>1,274,663</u>
Total Net Position Restricted	<u>\$ 2,060,302</u>

b. Details of nonspendable, restricted, and unassigned fund balances at year-end are as follows:

	<u>General Fund</u>	<u>Construction Fund</u>	<u>Other Non-Major Funds</u>	<u>Total</u>
Nonspendable:				
School Food inventory	\$ -	\$ -	\$ 34,584	\$ 34,584
Restricted:				
Dedicated property taxes:				
Debt service	-	-	1,965,263	1,965,263
Capital projects	-	37,108,426	242,367	37,350,793
Student activities	-	-	543,272	543,272
Total restricted	<u>-</u>	<u>37,108,426</u>	<u>2,750,902</u>	<u>39,859,328</u>
Unassigned (deficit)	<u>9,349,623</u>	<u>-</u>	<u>(34,584)</u>	<u>9,315,039</u>
Total fund balances	<u>\$ 9,349,623</u>	<u>\$37,108,426</u>	<u>\$ 2,750,902</u>	<u>\$49,208,951</u>

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

15. Disaggregation of Accounts Payable and Accrued Liabilities

Accounts, salaries and other payables as of June 30, 2021, were as follows:

Vendors	\$ 4,771,573
Salaries and benefits	2,410,443
Accrued interest payable	690,600
Claims payable	<u>98,570</u>
Total governmental activities	<u>\$ 7,971,186</u>

16. Tax Revenues Abated

The Louisiana Industrial Ad Valorem Tax Exemption program (Louisiana Administrative Code, Title 13, Chapter 5) is a state incentive program which abates, up to ten years, local ad valorem taxes on a manufacturer's new investment and annual capitalized additions related to the manufacturing site. Applications to exempt qualified property for five years are approved by the Board of Commerce and Industry. The exemption may be renewed for an additional five years. For the fiscal year ending June 30, 2021, approximately \$1,210,000 in West Feliciana Parish School Board ad valorem tax revenues were abated by the state of Louisiana through the Louisiana Industrial Ad Valorem Tax Exemption program.

17. Appropriations to Charter Schools

Appropriations to Type 2 Charter Schools during the year ended June 30, 2021 were as follows:

Louisiana Key Academy	\$ 32,310
Louisiana Virtual Charter Academy	77,544
University View Academy	<u>82,390</u>
Grant total	<u>\$ 192,244</u>

18. Current Accounting Standards Scheduled to be Implemented

Following is a summary of accounting standards adopted by the Governmental Accounting Standards Board (GASB) that are scheduled to be implemented in the future that may affect the School Board's financial report:

GASB Statement 87, *Leases*. This standard will require all leases to be reported on the statement of net position under a single accounting model for both lessors and lessees. The statement will require the recognition of lease assets or liabilities for leases previously reported as operating leases. Both operating and capital leases will be reported under this single accounting method and reported by lessees as an intangible right to use asset and by lessors as a receivable with both reporting a deferred inflow of resources. The standard is effective for annual reporting periods beginning after June 15, 2021. The School Board will include the requirements of this standard, as applicable, in its June 30, 2022 financial statement. All of the School Board lease agreements will need to be evaluated to determine the impact of implementing this standard; however, the effect of this standard or its applicability to the School Board are unknown at this time.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

18. Current Accounting Standards Scheduled to be Implemented (continued)

GASB Statement 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020. The School Board will include the requirements of this standard, as applicable, in its June 30, 2022 financial statement. The effect of this standard or its applicability to the School Board are unknown at this time.

GASB Statement 91, *Conduit Debt Obligations*. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2021. The School Board will include the requirements of this standard, as applicable, in its June 30, 2023 financial statement. The effect of this standard or its applicability to the School Board are unknown at this time.

19. Commitments

The School Board had construction commitments of approximately \$25,836,000 related to Construction Fund projects at June 30, 2021.

20. Subsequent Events

In October 2021, the School Board entered into construction commitments of approximately \$1,162,000 related to Construction Fund projects.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

MAJOR FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for resources traditionally associated with the School Board which are not required legally or by sound financial management to be accounted for in another fund.

CONSTRUCTION FUND

The Construction Fund is used to account for capital projects funded by the Series 2019 and 2020 General Obligation Bonds.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<u>REVENUES</u>				
Local sources:				
Taxes:				
Ad valorem taxes	\$ 13,363,000	\$ 14,336,000	\$ 14,159,175	\$ (176,825)
Sales and use taxes	7,450,000	8,050,000	8,704,956	654,956
Rentals, leases, and royalties	-	-	60,450	60,450
Earnings on investments	127,000	127,000	11,784	(115,216)
Other	195,685	296,105	381,125	85,020
State sources:				
Minimum foundation program (MFP)	9,739,470	9,564,470	9,594,567	30,097
Restricted grants-in-aid	225,162	207,640	192,965	(14,675)
Other	60,334	63,884	106,448	42,564
Federal sources:				
Restricted grants-in-aid-direct	70,000	70,000	68,133	(1,867)
TOTAL REVENUES	<u>31,230,651</u>	<u>32,715,099</u>	<u>33,279,603</u>	<u>564,504</u>
<u>EXPENDITURES</u>				
Current:				
Instruction:				
Regular education programs	11,648,811	11,556,648	11,827,028	(270,380)
Special education programs	3,431,104	3,575,138	3,513,052	62,086
Other education programs	2,620,963	2,708,574	2,501,755	206,819
Support services:				
Pupil support services	1,405,503	1,538,457	1,508,234	30,223
Instructional staff services	1,680,404	1,651,011	1,546,621	104,390
General administration services	589,903	647,121	839,702	(192,581)
School administration services	2,144,190	2,146,900	2,099,805	47,095
Business services	658,816	664,626	694,112	(29,486)
Plant operation and maintenance	3,531,459	4,285,479	4,657,662	(372,183)
Transportation	2,270,408	2,508,620	2,423,721	84,899
Technical support and central services	1,067,234	1,209,769	1,181,714	28,055
Non-Instructional services:				
Food service	-	40,900	80,029	(39,129)
Community service programs	13,000	13,000	13,000	-
Appropriations - charter schools	-	-	192,244	(192,244)
TOTAL EXPENDITURES	<u>31,061,795</u>	<u>32,546,243</u>	<u>33,078,679</u>	<u>(532,436)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>168,856</u>	<u>168,856</u>	<u>200,924</u>	<u>32,068</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating transfers in	169,726	169,726	313,048	143,322
Operating transfers out	(338,582)	(338,582)	(488,876)	(150,294)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(168,856)</u>	<u>(168,856)</u>	<u>(175,828)</u>	<u>(6,972)</u>
CHANGES IN FUND BALANCE	-	-	25,096	25,096
Fund balance, June 30, 2020	9,481,203	9,324,527	9,324,527	-
FUND BALANCE, JUNE 30, 2021	<u>\$ 9,481,203</u>	<u>\$ 9,324,527</u>	<u>\$ 9,349,623</u>	<u>\$ 25,096</u>

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

SCHEDULE OF CHANGES IN TOTAL OTHER POST-EMPLOYMENT
BENEFITS LIABILITY AND RELATED RATIOS
YEAR ENDED JUNE 30, 2021

Financial statement reporting date	Measurement Date	Service Cost	Interest	Difference between actual and expected experience	Changes in assumptions	Benefit Payments	Net change in total OPEB liability	Total OPEB liability - beginning	Total OPEB liability - ending	Covered-employee payroll	Total OPEB liability as a percentage of covered payroll
6/30/2021	6/30/2021	\$ 489,614	\$ 666,677	\$ (4,611,075)	\$ 2,701,611	\$ (712,913)	\$(1,466,086)	\$30,522,834	\$29,056,748	\$12,372,275	234.85%
6/30/2020	6/30/2020	523,492	974,752	(1,150,137)	2,701,611	(753,859)	2,295,859	\$28,226,975	30,522,834	11,518,774	264.98%
6/30/2019	6/30/2019	407,122	849,393	(302,201)	4,169,180	(720,845)	4,402,649	23,824,326	28,226,975	11,075,744	254.85%
6/30/2018	6/30/2018	350,004	893,950	(708,964)	-	(1,055,403)	(520,413)	24,344,739	23,824,326	10,342,489	230.35%

Notes to Schedule:

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

There are no assets accumulated in a trust that meets the criteria of paragraph 4 of GASB 75 for this OPEB plan.

Benefit Changes

There were no changes of benefit terms for the year ended June 30, 2021.

Differences Between Expected and Actual Experience

For fiscal year 2021, the average remaining service life changed to 6 years from 5 years.

Changes of Assumptions

Measurement Date	Rate	Mortality	Trend
6/30/2021	2.16%	RP-2014	Variable
6/30/2020	2.21%	RP-2014	5.50%
6/30/2019	3.50%	RP-2000	5.50%
6/30/2018	3.62%	RP-2000	5.50%

The commencement of benefit changes for 3 years from eligibility for retirement benefits to 5 years.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

SCHEDULE OF SCHOOL BOARD'S PROPORTIONATE SHARE OF THE NET PENSION
LIABILITY FOR THE RETIREMENT SYSTEMS
FOR THE YEAR ENDED JUNE 30, 2021 (*)

Pension Plan	Year	Employer's Proportion of the Net Pension Liability (Asset)	Employer's Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
TRSL	2021	0.3540%	\$ 38,421,813	\$ 16,825,418	228.3558%	65.61%
	2020	0.3343%	33,181,876	15,969,610	207.7814%	68.57%
	2019	0.3363%	33,049,665	15,179,131	217.7309%	68.20%
	2018	0.3394%	34,789,950	14,933,126	232.9716%	65.60%
	2017	0.3069%	36,025,625	14,019,472	256.9685%	59.90%
	2016	0.3257%	35,018,339	14,047,301	249.2887%	62.50%
	2015	0.3287%	33,594,890	14,376,425	233.6804%	63.70%
LSERS	2021	0.4315%	3,467,045	1,305,376	265.5974%	69.67%
	2020	0.4227%	2,958,867	1,234,905	239.6028%	73.49%
	2019	0.3795%	2,535,808	1,137,138	222.9991%	74.44%
	2018	0.3917%	2,506,639	1,138,350	220.1993%	75.03%
	2017	0.3794%	2,862,227	1,079,873	265.0522%	70.09%
	2016	0.4183%	2,652,344	1,134,968	233.6933%	74.49%
	2015	0.4705%	2,727,320	1,320,472	206.5413%	76.18%
LASERS	2021	0.0028%	235,052	55,322	424.8798%	58.00%
	2020	0.0022%	159,823	40,926	390.5170%	62.90%
	2019	0.0021%	143,491	41,122	348.9397%	64.30%
	2018	0.0020%	141,058	38,907	362.5517%	62.50%
	2017	0.0010%	74,678	20,287	368.1077%	57.70%
	2016	0.0025%	171,126	45,140	379.1006%	62.70%
	2015	0.0051%	320,773	79,703	402.4604%	65.00%

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

(*) The amounts presented have a measurement date of the previous fiscal year end.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

SCHEDULE OF EMPLOYER CONTRIBUTIONS TO THE RETIREMENT SYSTEMS
FOR THE YEAR ENDED JUNE 30, 2021

Pension Plan	Year	Contractually Required Contribution ¹	Contributions in Relation to Contractually Required Contribution ²	Contribution Deficiency (Excess)	Employer's Covered Payroll ³	Contributions as a % of Covered Payroll
TRSL	2021	\$ 4,472,533	\$ 4,472,533	\$ -	\$ 17,335,936	25.7992%
	2020	4,364,251	4,364,251	-	16,825,418	25.9384%
	2019	4,261,235	4,261,235	-	15,969,610	26.6834%
	2018	4,030,024	4,030,024	-	15,179,131	26.5498%
	2017	3,824,820	3,824,820	-	14,933,126	25.6130%
	2016	3,697,321	3,697,321	-	14,019,472	26.3728%
	2015	3,939,399	3,939,399	-	14,047,301	28.0438%
LSERS	2021	358,063	358,063	-	1,247,605	28.7000%
	2020	383,827	383,827	-	1,305,376	29.4036%
	2019	345,854	345,854	-	1,234,905	28.0065%
	2018	313,853	313,853	-	1,137,138	27.6003%
	2017	310,780	310,780	-	1,138,350	27.3009%
	2016	325,709	325,709	-	1,079,873	30.1897%
	2015	374,388	374,388	-	1,134,968	32.9867%
LASERS	2021	28,715	28,715	-	71,774	40.0075%
	2020	22,516	22,516	-	55,322	40.6999%
	2019	15,511	15,511	-	40,926	37.9001%
	2018	15,716	15,716	-	41,122	38.2180%
	2017	13,929	13,929	-	38,907	35.8008%
	2016	7,516	7,516	-	20,287	37.0484%
	2015	17,812	17,812	-	45,140	39.4595%

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

For reference only:

¹ *Employer contribution rate multiplied by employer's covered payroll*

² *Actual employer contributions remitted to retirement systems*

³ *Employer's covered payroll amount for the fiscal year ended June 30 of each year*

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2021

Changes of Benefit Terms include:

Teachers Retirement System of Louisiana

2016 - Act 93 of the 2016 provides for a 1.5% permanent benefit increase on the first \$60,000 of a recipient's benefit for eligible members effective 7/1/16 for those retired on or before 6/30/15 who are at least the age of 60.

Louisiana School Employees Retirement System

2016 - Act 93 of the 2016 provides for an up to 2.0% COLA on the first \$60,000 of a recipient's benefit for eligible members effective 7/1/16.

Louisiana State Employees' Retirement System

2016 - Act 93 of the 2016 provides for a 1.5% permanent benefit increase on the first \$60,000 of a recipient's benefit for eligible members effective 7/1/16 for those retired on or before 6/30/15 who are at least the age of 60.

2016 - The Harbor Police Retirement System transferred into LASERS in 2016 that resulted in a change in benefit terms.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2021

Changes of Assumptions

Discount Rate:

Year (*)	Rate	Change
TRSL		
2020	7.450%	-0.100%
2019	7.550%	-0.100%
2018	7.650%	-0.050%
2017	7.700%	-0.050%
2016	7.750%	0.000%
2015	7.750%	
LSERS		
2020	7.000%	0.000%
2019	7.000%	-0.0625%
2018	7.0625%	-0.0625%
2017	7.125%	0.000%
2016	7.125%	0.125%
2015	7.000%	
LASERS		
2020	7.550%	-0.050%
2019	7.600%	-0.050%
2018	7.650%	-0.050%
2017	7.700%	-0.050%
2016	7.750%	0.000%
2015	7.750%	

(*) The amounts presented have a measurement date of the previous fiscal year end.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2021

Changes of Assumptions (continued)

Inflation Rate:

<u>Year (*)</u>	<u>Rate</u>	<u>Change</u>
TRSL		
2020	2.300%	-0.200%
2019	2.500%	0.000%
2018	2.500%	0.000%
2017	2.500%	0.000%
2016	2.500%	0.000%
2015	2.500%	
LSERS		
2020	2.500%	0.000%
2019	2.500%	0.000%
2018	2.500%	-0.125%
2017	2.625%	0.000%
2016	2.625%	-0.125%
2015	2.750%	
LASERS		
2020	2.300%	-0.200%
2019	2.500%	-0.250%
2018	2.750%	0.000%
2017	2.750%	-0.250%
2016	3.000%	0.000%
2015	3.000%	

(*) The amounts presented have a measurement date of the previous fiscal year end.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2021

Changes of Assumptions (continued)

Salary Increases:

<u>Year (*)</u>	<u>Range</u>
TRSL	
2020	3.100% to 4.600%
2019	3.300% to 4.800%
2018	3.300% to 4.800%
2017	3.500% to 10.00%
2016	3.500% to 10.00%
2015	3.500% to 10.00%
LSERS	
2020	3.250%
2019	3.250%
2018	3.250%
2017	3.075% to 5.375%
2016	3.200% to 5.500%
2015	3.200% to 5.500%
LASERS	
2020	3.000% to 12.800%
2019	2.800% to 14.000%
2018	2.800% to 14.300%
2017	2.800% to 14.300%
2016	3.000% to 14.500%
2015	3.000% to 14.500%

(*) The amounts presented have a measurement date of the previous fiscal year end.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2021

Changes of Assumptions (continued)

Mortality table:

TRSL

2020 – No Changes

2019 – No Changes

2018 – Active members – RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by 0.997 for females.

Non-Disabled retiree/inactive members – RP-2014 White Collar Healthy Annuitant tables, adjusted by 1.366 for males and by 1.189 for females.

Disability retiree mortality – RP-2014 Disability tables, adjusted by 1.111 for males and by 1.134 for females.

These base tables are adjusted from 2014 to 2018 using the MP-2017 generational improvement table, with continued future mortality improvement projected using the MP-2017 generational mortality improvement tables.

2017 – Mortality rates were projected based on the RP-2000 Mortality Table with projection to 2025 using Scale AA.

LSERS

2020 – No Changes

2019 – No Changes

2018 – RP-2014 Healthy Annuitant, Sex Distinct Employee, Sex Distinct Disabled Tables

2017 – RP-2000 Sex Distinct Mortality and Disabled Lives Mortality Tables

LASERS

2020 – No Changes

2019 – Non-disabled members - Mortality rates were based on the RP-2014 Healthy Mortality Table with mortality improvement projected using the MP-2018 Mortality Improvement Scale, applied on a fully generational basis.

Disabled members – Mortality rates based on the RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement.

2018 – No Changes

2017 – Non-disabled members - Mortality rates based on the RP-2000 Combined Healthy Mortality Table with mortality improvement.

Disabled members – Mortality rates based on the RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS

School Food Service

The School Food Service fund includes lunch and breakfast and is used to account for the operations of the school food service programs in the parish school system during the regular school term. The basic goals of the school food service programs are to serve nutritionally adequate, attractive and moderately priced meals, to help children grow socially and emotionally, to extend educational influences to the homes of school children, and to provide learning experiences that will improve children's food habits with the ultimate goal of physically fit adults.

Julius Freyhan

The Julius Freyhan fund accounts for funding used to restore the Julius Freyhan building as a community center and as a museum of early West Feliciana Parish education.

Title I

Title I includes programs primarily in the areas of reading and math. These programs strive to meet the special needs of economically and educationally deprived children through federal funding for teachers, aids, instructional materials, equipment and parental involvement.

Special Education - IDEA B

IDEA B (Individuals with Disabilities Educational Act - Part B) is a federally funded program designed to assist states in providing free, appropriate education to all special needs children from 3 to 21 years of age in the least restrictive environment.

Head Start

The objectives of the Head Start Program are to provide comprehensive health, educational, nutritional, social and other services primarily to economically disadvantaged preschool children so that the children will attain overall social competence. Parents also participate in various decision-making processes related to the operation of the program.

Title II

Title II is a federally funded program to provide financial assistance to improve the skills of teaching and instruction in mathematics, science, computer learning, and foreign languages; and increase the access of all students to this instruction.

Education Stabilization Incentive

The Education Stabilization Incentive program is dedicated to aid K-12 education through curricular materials for continuous learning, postsecondary planning for high school students and recent graduates, supports for students with disabilities, and assistance with developing professional learning and adaptive staffing plans.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS

Education Stabilization II Formula

The Education Stabilization II Formula grant is federally awarded by the Department of Education to State educational agencies for the purpose of providing local educational agencies, including charter schools, with emergency relief funds to address the impact that Novel Coronavirus Disease 2019 (COVID-19) has had, and continues to have on elementary and secondary schools across the nation.

Education Stabilization III EB Intervention

The Education Stabilization III EB Intervention grant is federally awarded by the Department of Education to State educational agencies for the purpose of providing local educational agencies, including charter schools, with emergency relief funds to address the impact that Novel Coronavirus Disease 2019 (COVID-19) has had, and continues to have on elementary and secondary schools across the nation.

Carl Perkins

Carl Perkins is a federally funded program restricted to expenditures for salaries, supplies, and equipment to be used in vocational education programs.

Cohort 2

The Cohort 2 program will implement the five strategies outlined in the Early Childhood Care and Education Network- Roadmap. The ultimate goal of the Early Childhood and Education Network is to prepare children for Kindergarten.

Direct Student Services

Direct Student Services supports individualized academic services to improve student achievement.

Get Ready Cohort

The Get Ready Cohort strengthens early childhood care and education system by formalizing local governance for community networks. Participating leading agencies will use this funding to support the development of Ready Start activity in their community.

Title IV SSAE

The program intends to improve student academic achievement by increasing the capacity of local education agencies to provide all students with access to a well-rounded education; improve school conditions for student learning; and improve the use of technology to improve the academic and digital literacy of all students.

Debt Service

This fund accumulates funds for the payment of the 2019 and 2020 general obligation limited tax revenue bonds.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS

Team Nutrition

The goal of the program is to improve children's lifelong eating and physical activity habits by using the principles of the Dietary Guidelines for Americans and the USDA Food Guidance System.

Childcare & Development Block Grant

The Childcare & Development Block Grant is a program to provide communities with an opportunity to support the recovery from the Novel Coronavirus Disease 2019 (Covid-19) of the child care sector and to ensure children continue to have access to high-quality learning options across Louisiana.

Education Stabilization GEERF

The Education Stabilization GEERF program provides local educational agencies with emergency assistance as a result of the Novel Coronavirus Disease 2019 (COVID-19).

Strong Start

The Strong Start grant, also known as the Elementary and Secondary School Emergency Relief Fund (ESSER Fund), is federally awarded by the Department of Education to State educational agencies for the purpose of providing local educational agencies, including charter schools, with emergency relief funds to address the impact that Novel Coronavirus Disease 2019 (COVID-19) has had, and continues to have on elementary and secondary schools across the nation.

School Activity Accounts

The Student Activity Accounts Fund is used to account for those monies collected by pupils and school personnel for school and school related purposes. Each school maintains accounts for its individual student body organizations. These accounts are under the supervision of the school principals, who are responsible for collecting, controlling, disbursing, and accounting for all student activity funds.

**WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA**

**NON-MAJOR GOVERNMENTAL FUNDS-
COMBINING BALANCE SHEET
JUNE 30, 2021**

	<u>School Food Service</u>	<u>Julius Freyhan</u>	<u>Title I</u>	<u>Special Education</u>	<u>Head Start</u>	<u>Title II</u>
<u>Assets</u>						
Cash and cash equivalents	\$ 174,777	\$ 255,854	\$ 1,744	\$ -	\$ 59,941	\$ -
Receivables	100,227	12,790	60,436	117,206	-	20,082
Due from other funds	-	-	-	-	92,870	-
Inventory	34,584	-	-	-	-	-
	<u>\$ 309,588</u>	<u>\$ 268,644</u>	<u>\$ 62,180</u>	<u>\$ 117,206</u>	<u>\$ 152,811</u>	<u>\$ 20,082</u>
<u>Liabilities and Fund Balances</u>						
Liabilities:						
Accounts payable and accrued expenses	\$ 58,188	\$ 26,277	\$ 22,358	17,853	\$ 152,811	\$ 8,462
Unearned revenues	33,318	-	-	-	-	-
Due to other funds	218,082	-	39,822	99,353	-	11,620
	<u>309,588</u>	<u>26,277</u>	<u>62,180</u>	<u>117,206</u>	<u>152,811</u>	<u>20,082</u>
Fund balances:						
Nonspendable	34,584	-	-	-	-	-
Spendable:						
Restricted	-	242,367	-	-	-	-
Unassigned (deficit)	(34,584)	-	-	-	-	-
	<u>-</u>	<u>242,367</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>-</u>	<u>242,367</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 309,588</u>	<u>\$ 268,644</u>	<u>\$ 62,180</u>	<u>\$ 117,206</u>	<u>\$ 152,811</u>	<u>\$ 20,082</u>

(continued)

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NON-MAJOR GOVERNMENTAL FUNDS-
COMBINING BALANCE SHEET
JUNE 30, 2021

	<u>Education Stabilization Incentive</u>	<u>Education Stabilization II Formula</u>	<u>Education Stabilization III EB Interventions</u>	<u>Carl Perkins</u>	<u>Cohort 2</u>	<u>Direct Student Services</u>
<u>Assets</u>						
Cash and cash equivalents	\$ -	\$ 145	\$ -	3,980	\$ -	\$ -
Receivables	-	556,900	113,338	-	1,366	12,134
Due from other funds	-	-	-	-	-	-
Inventory	-	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ -</u>	<u>\$ 557,045</u>	<u>\$ 113,338</u>	<u>\$ 3,980</u>	<u>\$ 1,366</u>	<u>\$ 12,134</u>
<u>Liabilities and Fund Balances</u>						
Liabilities:						
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenues	-	-	-	-	-	-
Due to other funds	-	557,045	113,338	3,980	1,366	12,134
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	<u>-</u>	<u>557,045</u>	<u>113,338</u>	<u>3,980</u>	<u>1,366</u>	<u>12,134</u>
Fund balances:						
Nonspendable	-	-	-	-	-	-
Spendable:						
Restricted	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ 557,045</u>	<u>\$ 113,338</u>	<u>\$ 3,980</u>	<u>\$ 1,366</u>	<u>\$ 12,134</u>

(continued)

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NON-MAJOR GOVERNMENTAL FUNDS-
COMBINING BALANCE SHEET
JUNE 30, 2021

	<u>Get Ready Cohort</u>	<u>Title IV SSAE</u>	<u>Debt Service</u>	<u>Team Nutrition</u>	<u>Childcare & Development Block Grant</u>	<u>Education Stabilization GEERF</u>
<u>Assets</u>						
Cash and cash equivalents	\$ 487	\$ -	\$ 1,961,626	\$ 142	\$ -	\$ -
Receivables	-	527	3,637	-	5,111	-
Due from other funds	-	-	-	-	-	-
Inventory	-	-	-	-	-	-
Total assets	<u>\$ 487</u>	<u>\$ 527</u>	<u>\$ 1,965,263</u>	<u>\$ 142</u>	<u>\$ 5,111</u>	<u>\$ -</u>
<u>Liabilities and Fund Balances</u>						
Liabilities:						
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenues	-	-	-	-	-	-
Due to other funds	487	527	-	142	5,111	-
Total liabilities	<u>487</u>	<u>527</u>	<u>-</u>	<u>142</u>	<u>5,111</u>	<u>-</u>
Fund balances:						
Nonspendable	-	-	-	-	-	-
Spendable:						
Restricted	-	-	1,965,263	-	-	-
Unassigned (deficit)	-	-	-	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>1,965,263</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 487</u>	<u>\$ 527</u>	<u>\$ 1,965,263</u>	<u>\$ 142</u>	<u>\$ 5,111</u>	<u>\$ -</u>

(continued)

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NON-MAJOR GOVERNMENTAL FUNDS-
COMBINING BALANCE SHEET
JUNE 30, 2021

<u>Assets</u>	<u>Strong Start</u>	<u>School Activity Accounts</u>	<u>Total</u>
Cash and cash equivalents	\$ -	\$ 543,272	\$ 3,001,968
Receivables	-	-	1,003,754
Due from other funds	-	-	92,870
Inventory	-	-	34,584
Total assets	<u>\$ -</u>	<u>\$ 543,272</u>	<u>\$ 4,133,176</u>
<u>Liabilities and Fund Balances</u>			
Liabilities:			
Accounts payable and accrued expenses	\$ -	\$ -	\$ 285,949
Unearned revenues	-	-	33,318
Due to other funds	-	-	1,063,007
Total liabilities	<u>-</u>	<u>-</u>	<u>1,382,274</u>
Fund balances:			
Nonspendable	-	-	34,584
Spendable:			
Restricted	-	543,272	2,750,902
Unassigned (deficit)	-	-	(34,584)
Total fund balances	<u>-</u>	<u>543,272</u>	<u>2,750,902</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ 543,272</u>	<u>\$ 4,133,176</u>

(concluded)

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2021

	School Food Service	Julius Freyhan	Title I	Special Education	Head Start	Title II	Education Stabilization Incentive
Revenues							
Local sources:							
Food sales	\$ 15,219	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ad valorem taxes	-	-	-	-	-	-	-
Earnings on investments	-	324	-	-	-	-	-
Other	-	-	-	-	-	-	-
State sources:							
Unrestricted grants-in-aid	12,153	-	-	-	-	-	-
Restricted grants-in-aid	-	-	-	-	-	-	-
Other	-	124,732	-	-	-	-	-
Federal sources:							
Restricted grants-in-aid - direct	-	-	-	-	1,127,441	-	-
Restricted grants-in-aid - subgrants	1,182,438	-	356,452	547,857	-	97,024	93,775
Commodities	119,466	-	-	-	-	-	-
Total revenues	<u>1,329,276</u>	<u>125,056</u>	<u>356,452</u>	<u>547,857</u>	<u>1,127,441</u>	<u>97,024</u>	<u>93,775</u>
Expenditures							
Current:							
Instruction:							
Regular education programs	-	-	71,079	-	-	70,522	87,179
Special education programs	-	-	-	310,909	-	-	-
Other education programs	-	-	160,355	7,497	743,908	-	-
Support services:							
Pupil support services	-	-	-	26,678	-	-	-
Instructional staff services	-	-	57,942	155,023	225,515	18,436	6,599
General administration	-	-	-	-	-	-	-
School administration	-	-	-	-	3,606	-	-
Business services	-	-	36,181	79	-	-	-
Plant operation and maintenance	-	138,219	-	-	70,730	-	-
Transportation	-	-	-	-	69,774	-	-
Technical support and central services	-	-	-	-	-	-	-
Non-Instructional Services:							
School food service	1,329,276	-	-	-	-	-	-
Debt Service:							
Principal retirement	-	-	-	-	-	-	-
Interest and bank charges	-	-	-	-	-	-	-
Total expenditures	<u>1,329,276</u>	<u>138,219</u>	<u>325,557</u>	<u>500,186</u>	<u>1,113,533</u>	<u>88,958</u>	<u>93,778</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(13,163)</u>	<u>30,895</u>	<u>47,671</u>	<u>13,908</u>	<u>8,066</u>	<u>(3)</u>
Other financing sources (uses)							
Operating transfers out	-	-	(30,895)	(47,675)	(107,450)	(8,074)	-
Operating transfers in	-	-	-	4	93,684	8	3
Total other sources (uses)	<u>-</u>	<u>-</u>	<u>(30,895)</u>	<u>(47,671)</u>	<u>(13,766)</u>	<u>(8,066)</u>	<u>3</u>
Changes in fund balance	-	(13,163)	-	-	142	-	-
Fund balances at beginning of year	-	255,530	-	-	(142)	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 242,367</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2021

	Education Stabilization II Formula	Education Stabilization III EB Interventions	Carl Perkins	Cohort 2	Direct Student Services	Get Ready Cohort	Title IV SSAE
Revenues							
Local sources:							
Food sales	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ad valorem taxes	-	-	-	-	-	-	-
Earnings on investments	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
State sources:							
Unrestricted grants-in-aid	-	-	-	-	-	-	-
Restricted grants-in-aid	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Federal sources:							
Restricted grants-in-aid - direct	-	-	-	-	-	-	-
Restricted grants-in-aid - subgrants	556,900	113,338	17,275	7,320	12,134	6,366	29,939
Commodities	-	-	-	-	-	-	-
Total revenues	<u>556,900</u>	<u>113,338</u>	<u>17,275</u>	<u>7,320</u>	<u>12,134</u>	<u>6,366</u>	<u>29,939</u>
Expenditures							
Current:							
Instruction:							
Regular education programs	212,483	87,960	-	-	-	-	-
Special education programs	83,155	35,285	-	-	-	-	-
Other education programs	63,825	128,613	17,275	2,090	11,078	5,812	27,550
Support services:							
Pupil support services	27,177	11,323	-	-	-	-	-
Instructional staff services	28,395	11,831	-	4,823	-	-	-
General administration	5,799	2,417	-	-	-	-	-
School administration	36,675	15,281	-	-	-	-	-
Business services	11,907	4,325	-	-	-	-	-
Plant operation and maintenance	39,605	16,504	-	-	-	-	-
Transportation	49,861	31,304	-	-	-	-	-
Technical support and central services	9,162	3,818	-	-	-	-	-
Non-Instructional Services:							
School food service	28,676	9,947	-	-	-	-	-
Debt Service:							
Principal retirement	-	-	-	-	-	-	-
Interest and bank charges	-	-	-	-	-	-	-
Total expenditures	<u>596,720</u>	<u>358,608</u>	<u>17,275</u>	<u>6,913</u>	<u>11,078</u>	<u>5,812</u>	<u>27,550</u>
Excess (deficiency) of revenues over expenditures	<u>(39,820)</u>	<u>(245,270)</u>	<u>-</u>	<u>407</u>	<u>1,056</u>	<u>554</u>	<u>2,389</u>
Other financing sources (uses)							
Operating transfers out	-	-	-	(637)	(1,056)	(554)	(2,389)
Operating transfers in	39,820	245,270	-	230	-	-	-
Total other sources (uses)	<u>39,820</u>	<u>245,270</u>	<u>-</u>	<u>(407)</u>	<u>(1,056)</u>	<u>(554)</u>	<u>(2,389)</u>
Changes in fund balance	-	-	-	-	-	-	-
Fund balances at beginning of year	-	-	-	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2021

	Debt Service	Team Nutrition	Childcare & Development Block Grant	Education Stabilization GEERF	Strong Start	School Activity Accounts	Total
Revenues							
Local sources:							
Food sales	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,219
Ad valorem taxes	3,666,918	-	-	-	-	-	3,666,918
Earnings on investments	-	-	-	-	-	-	324
Other	1,396	-	-	-	-	715,543	716,939
State sources:							
Unrestricted grants-in-aid	-	-	-	-	-	-	12,153
Restricted grants-in-aid	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	124,732
Federal sources:							
Restricted grants-in-aid - direct	-	-	-	-	-	-	1,127,441
Restricted grants-in-aid - subgrants	-	1,390	49,908	114,776	57,890	-	3,244,782
Commodities	-	-	-	-	-	-	119,466
Total revenues	<u>3,668,314</u>	<u>1,390</u>	<u>49,908</u>	<u>114,776</u>	<u>57,890</u>	<u>715,543</u>	<u>9,027,974</u>
Expenditures							
Current:							
Instruction:							
Regular education programs	-	-	-	102,427	29,005	-	660,655
Special education programs	-	-	-	-	14,375	-	443,724
Other education programs	-	-	44,273	-	14,511	760,331	1,987,118
Support services:							
Pupil support services	-	-	-	-	-	-	65,178
Instructional staff services	-	-	1,292	-	-	-	509,856
General administration	118,210	-	-	-	-	-	126,426
School administration	-	-	-	-	-	-	55,562
Business services	-	-	-	-	-	-	52,492
Plant operation and maintenance	-	-	-	-	-	-	265,058
Transportation	-	-	-	-	-	-	150,939
Technical support and central services	-	-	-	12,350	-	-	25,330
Non-Instructional Services:							
School food service	-	1,270	-	-	-	-	1,369,169
Debt Service:							
Principal retirement	1,090,000	-	-	-	-	-	1,090,000
Interest and bank charges	1,505,757	-	-	-	-	-	1,505,757
Total expenditures	<u>2,713,967</u>	<u>1,270</u>	<u>45,565</u>	<u>114,777</u>	<u>57,891</u>	<u>760,331</u>	<u>8,307,264</u>
Excess (deficiency) of revenues over expenditures	<u>954,347</u>	<u>120</u>	<u>4,343</u>	<u>(1)</u>	<u>(1)</u>	<u>(44,788)</u>	<u>720,710</u>
Other financing sources (uses)							
Operating transfers out	-	(120)	(7,066)	-	-	-	(205,916)
Operating transfers in	-	-	2,723	1	1	-	381,744
Total other sources (uses)	<u>-</u>	<u>(120)</u>	<u>(4,343)</u>	<u>1</u>	<u>1</u>	<u>-</u>	<u>175,828</u>
Changes in fund balance	954,347	-	-	-	-	(44,788)	896,538
Fund balances at beginning of year	1,010,916	-	-	-	-	588,060	1,854,364
Fund balance at end of year	<u>\$ 1,965,263</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 543,272</u>	<u>\$ 2,750,902</u>

(concluded)

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

SCHEDULE OF BOARD MEMBERS' COMPENSATION

FOR THE YEAR ENDED JUNE 30, 2021

Milton Coats, President	\$ 4,800
Sara Wilson-Rogers	4,200
Amanda McKinney	4,200
Kelly O'Brien	4,200
Helen W. Whitfield	4,200
Angelia Norwood	4,200
Scotty Owens	<u>4,200</u>
Total	\$ <u><u>30,000</u></u>

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS
TO THE SUPERINTENDENT

FOR THE YEAR ENDED JUNE 30, 2021

Superintendent Name: Hollis G. Milton

Salary	\$ 158,000
Benefits-insurance	4,555
Benefits-life insurance	59
Benefits-retirement	41,203
Benefits-medicare	2,390
Car allowance	9,600
Stipend	1,700
Reimbursements	578
Registration and conference fees	<u>1,826</u>
	<u><u>\$ 219,911</u></u>



INDEPENDENT AUDITORS' 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

The Members of the West Feliciana
Parish School Board
St. Francisville, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of West Feliciana Parish School Board (the School Board), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated December 21, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School Board's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control.

A deficiency in internal control 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 and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.



Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Board's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Postlethwaite & Netterville

Baton Rouge, Louisiana
December 21, 2021

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

The Members of the West Feliciana
Parish School Board
St. Francisville, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the West Feliciana Parish School Board's (the School Board) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the School Board's major federal programs for the year ended June 30, 2021. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the School Board's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School Board's compliance.

Opinion on Each Major Federal Program

In our opinion, the School Board, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of the School Board is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Board's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Postlethwaite & Netterville

Baton Rouge, Louisiana
December 21, 2021

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

<u>Federal Grantor/ Pass-Through Grantor/ Program Name</u>	<u>Grantor Project Number</u>	<u>Assistance Award Number</u>	<u>Expenditures 2021</u>
<u>UNITED STATES DEPARTMENT OF AGRICULTURE</u>			
CHILD NUTRITION CLUSTER			
Passed through Louisiana Department of Agriculture and Forestry - Food Distribution (Commodities)	N/A	10.555	\$ 119,466
Passed through Louisiana Department of Education:			
School Breakfast Program	LDE/103-63	10.553	264,866
National School Lunch Program	LDE/103-63	10.555	609,280
COVID-19 - National School Lunch Program	LDE/103-63	10.555	232,616
Summer Food Service Program for Children	LDE/103-63	10.559	4,730
TOTAL CHILD NUTRITION CLUSTER			1,230,958
Passed through Louisiana Department of Education:			
Child and Adult Care Food Program - Dinner Feeding	05-SFS-103	10.558	70,946
Team Nutrition Mini Grant	28-19-TN-63	10.574	1,390
TOTAL UNITED STATES DEPARTMENT OF AGRICULTURE			1,303,294
<u>UNITED STATES DEPARTMENT OF EDUCATION</u>			
SPECIAL EDUCATION (IDEA) CLUSTER			
Special Education Grants to States			
Passed through Louisiana Department of Education:			
Individuals with Disabilities Educational Act - Part B	28-21-B1-63	84.027A	537,785
Total Special Education Grants to States			537,785
Special Education Preschool Grants			
Passed through Louisiana Department of Education:			
IDEA B - Preschool	28-21-P1-63	84.173A	10,072
Total Special Education - Preschool Grants			10,072
TOTAL SPECIAL EDUCATION CLUSTER (IDEA)			547,857
Passed through Louisiana Department of Education:			
Title I - Grants to Local Educational Agencies	28-21-T1-63	84.010A	356,452
Direct Student Services - Title I	28-21-DSS-63	84.010A	12,134
Carl Perkins Grant	28-21-02-63	84.048A	17,275
Title IV - ESEA, as amended by ESSA	28-21-71-63	84.424A	29,939
Title II - Part A, Supporting Effective Instruction State Grants	28-21-50-63	84.367A	97,024
COVID-19 - Education Stabilization Fund - Formula	28-20-ESRF-63	84.425D	57,890
COVID-19 - Education Stabilization Fund - GEERF	28-20-GERF-63	84.425C	114,776
COVID-19 - Education Stabilization Fund - Incentive	28-20-ESRI-63	84.425D	93,775
COVID-19 - Education Stabilization Fund - II Formula	28-21-ES2F-63	84.425D	556,900
COVID-19 - Education Stabilization Fund - III EB Interventions	28-21-ESEB-63	84.425U	113,338
TOTAL UNITED STATES DEPARTMENT OF EDUCATION			1,997,360
<u>UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Administration for Children, Youth, and Families - Head Start - (Direct Funding)	06CH01167301-01-00	93.600	1,043,954
COVID-19 - Administration for Children, Youth, and Families - Head Start - (Direct Funding)	06CH01167301-01-03	93.600	83,487
TOTAL HEAD START CLUSTER			1,127,441
Passed through Louisiana Department of Education:			
Child Care and Development Block Grant - Early Childhood Network Pilots	28-19-CO-63	93.575	7,320
COVID-19 - Child Care and Development Block Grant - COVID 19 CCR CCDF	28-21-CCCR-63	93.575	49,908
TOTAL CHILD CARE AND DEVELOPMENT FUND (CCDF) CLUSTER			57,228
Passed through Louisiana Department of Education:			
Every Student Succeeds Act/Preschool	28-19-GRC-63	93.434	6,366
TOTAL UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES			1,191,035
<u>UNITED STATES DEPARTMENT OF DEFENSE</u>			
ROTC - Navy Junior Reserve Officers Training Program - (Direct Funding)	WF-101-63	12.XXX	68,133
Total Expenditures of Federal Awards			\$ 4,559,822

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of West Feliciana Parish School Board and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE B – FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. At June 30, 2021, the organization had food commodities totaling \$17,913 in inventory. The value of commodities received and used during the period ended June 30, 2021 totaled \$119,466.

NOTE C – DE MINIMUS COST RATE

During the year ended June 30, 2021, the West Feliciana Parish School Board did not elect to use the 10% de minimus cost rate as covered in §200.414 of the Uniform Guidance.

NOTE D – AMOUNTS PASSED THROUGH TO SUBRECIPIENTS

During the year ended June 30, 2021, the West Feliciana Parish School Board did not pass through any federal funding to subrecipients.

NOTE E – RECONCILIATION TO THE BASIC FINANCIAL STATEMENTS

Reconciliation of the Schedule of Expenditures of Federal Awards (SEFA) to the Financial Statements

Federal Restricted Grants-in-aid-direct	\$ 1,195,574
Federal Restricted Grants-in-aid-subgrants	3,244,782
Commodities	<u>119,466</u>
Total Federal Expenditures - SEFA	\$ <u>4,559,822</u>

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

A. SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unmodified

- Material weakness(es) identified? _____ yes x no
- Significant deficiencies identified that are not considered to be material weaknesses? _____ yes x none reported

Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ yes x no
- Significant deficiencies identified that are not considered to be material weaknesses? _____ yes x none reported

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR §200.516(a)? _____ yes x no

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
93.600	Head Start Cluster
84.425	Education Stabilization Fund

- The threshold for distinguishing types A & B programs was program expenditures exceeding \$750,000.
- The West Feliciana Parish School Board qualified as a low-risk auditee.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

B. Findings – Financial Statement Audit

None.

C. Findings and Questioned Costs – Major Federal Award Programs

None.

WEST FELICIANA PARISH SCHOOL BOARD
ST. FRANCISVILLE, LOUISIANA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

B. Findings – Financial Statement Audit

2020-001

Pledged Collateral for Deposits

Criteria: According to Louisiana state law, deposits over the Federal Deposit Insurance Corporation's (FDIC) allowed limit must be secured by securities owned by the local bank and pledged to the local government as collateral.

Condition: The School Board's deposits at the financial institution exceeded the FDIC coverage limit combined with pledged securities and were under collateralized by \$9,254,571. The School Board does not have a process in place to monitor adherence to the state law requirement.

Cause: Letters of credit expired and were not renewed prior to June 30, 2020. Therefore, the deposits were not secured by pledged securities as required by State law.

Effect: The School Board's deposits were uncollateralized resulting in a violation of Louisiana law.

Recommendation: Management should obtain written evidence of the local bank's compliance with deposit collateral requirements on a monthly basis.

View of Responsible Official and Planned Corrective Action:

Rather than depend solely on the Bank to meet compliance with deposit collateral requirements, management will track the expiration and amounts of pledged collateral to be sure pledges meet minimum amount and that documentation on all letters of credit renewals are received on or before the expiration date to ensure compliance.

Current Status: *The recommendation has been implemented as described above. Thus, the finding is considered resolved.*

C. Findings and Questioned Costs – Major Federal Award Programs

None.

**Independent Accountants' Report
On Applying Agreed-Upon Procedures**

To the Members of the
West Feliciana Parish School Board,
the Louisiana Department of Education,
and the Louisiana Legislative Auditor

We have performed the procedures enumerated below on the performance and statistical data accompanying the annual financial statements of the West Feliciana Parish School Board for the fiscal year ended June 30, 2021; and to determine whether the specified schedules are free of obvious errors and omissions, in compliance with Louisiana Revised Statute 24:514 I. Management of the West Feliciana Parish School Board is responsible for its performance and statistical data.

The West Feliciana Parish School Board has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the performance and statistical data accompanying the annual financial statements. Additionally, the Louisiana Department of Education and the Louisiana Legislative Auditor have agreed to and acknowledged that the procedures performed are appropriate for their purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

**General Fund Instructional and Support Expenditures and Certain Local Revenue Sources
(Schedule 1)**

1. We selected a sample of 25 transactions, reviewed supporting documentation, and observed that the sampled expenditures/revenues are classified correctly and are reported in the proper amounts among the following amounts reported on the schedule:
 - Total General Fund Instructional Expenditures
 - Total General Fund Equipment Expenditures
 - Total Local Taxation Revenue
 - Total Local Earnings on Investment in Real Property
 - Total State Revenue in Lieu of Taxes
 - Nonpublic Textbook Revenue
 - Nonpublic Transportation Revenue

No differences noted.

Class Size Characteristics (Schedule 2)

2. We obtained a list of classes by school, school type, and class size as reported on the schedule. We then traced a sample of 10 classes to the October 1 roll books for those classes and observed that the class was properly classified on the schedule.

No differences noted.

Experience of Public School Staff (NO SCHEDULE)

3. We obtained October 1st PEP data submitted to the Department of Education (or equivalent listing prepared by management), including full-time teachers, principals, and assistant principals by classification, as well as their level of education and obtained management's representation that the data/listing was complete. We then selected a sample of 25 individuals, traced to each individual's personnel file and observed that each individual's education level was properly classified on the PEP data or equivalent listing prepared by management.

No differences noted.

Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers (NO SCHEDULE)

4. We obtained June 30th PEP data submitted to the Department of Education (or equivalent listing provided by management) of all classroom teachers, including base salary, extra compensation, and ROTC or rehired retiree status, as well as full-time equivalents, and obtained management's representation that the data/listing was complete. We then selected a sample of 25 individuals, traced to each individual's personnel file, and observed that each individual's salary, extra compensation, and full-time equivalents were properly included on the PEP data (or equivalent listing prepared by management).

No differences noted.

We were engaged by the West Feliciana Parish School Board to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants, and the standards applicable to attestation engagements contained in Government Auditing Standards, issued by the United States Comptroller General. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the performance and statistical data. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the West Feliciana Parish School Board and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely to describe the scope of testing performed on the performance and statistical data accompanying the annual financial statements of the West Feliciana Parish School Board, as required by Louisiana Revised Statute 24:514.I, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Postlethwaite & Netterville

Baton Rouge, Louisiana
December 21, 2021

WEST FELICIANA PARISH SCHOOL BOARD
ST FRANCISVILLE, LOUISIANA

Schedules Required by State Law (R.S. 24:514 - Performance Measurement Data)
As of and for the Year Ended June 30, 2021

Schedule 1 – General Fund Instructional and Support Expenditures and Certain Local Revenue Sources

This schedule includes general fund instructional and equipment expenditures. It also contains local taxation revenue, earnings on investments, revenue in lieu of taxes, and nonpublic textbook and transportation revenue. This data is used either in the Minimum Foundation Program (MFP) formula or is presented annually in the MFP 70% Expenditure Requirement Report.

Schedule 2 (Formerly Schedule 6) Class Size Characteristics

This schedule includes the percent and number of classes with student enrollment in the following ranges: 1-20, 21-26, 27-33, and 34+ students.

WEST FELICIANA PARISH SCHOOL BOARD

PERFORMANCE MEASUREMENT DATA

West Feliciana Parish School Board
 General Fund Instructional and Support Expenditures
 and Certain Local Revenue Sources
 For the Year Ended June 30, 2021

Schedule 1

	<u>Column A</u>	<u>Column B</u>
<u>General Fund Instructional and Equipment Expenditures</u>		
General Fund Instructional Expenditures:		
Teacher and Student Interaction Activities:		
Classroom Teacher Salaries	\$10,237,542	
Other Instructional Staff Activities	853,778	
Instructional Staff Employee Benefits	4,416,952	
Purchased Professional and Technical Services	327,764	
Instructional Materials and Supplies	613,052	
Instructional Equipment	789,178	
Total Teacher and Student Interaction Activities		<u>\$17,238,266</u>
Other Instructional Activities		<u>704,734</u>
Pupil Support Activities	1,508,233	
Less: Equipment for Pupil Support Activities	-	
Net Pupil Support Activities		<u>1,508,233</u>
Instructional Staff Services	1,546,621	
Less: Equipment for Instructional Staff Services	-	
Net Instructional Staff Services		<u>1,546,621</u>
School Administration Services	2,099,813	
Less: Equipment for School Administration Services	-	
Net School Administration Services		<u>2,099,813</u>
Total General Fund Instructional Expenditures		<u>\$ 23,097,667</u>
Total General Fund Equipment Expenditures		<u>\$ 789,178</u>
<u>Certain Local Revenue Sources</u>		
Local Taxation Revenue:		
Constitutional Ad Valorem Taxes	\$ 1,799,573	
Renewable Ad Valorem Tax	12,008,478	
Debt Service Ad Valorem Tax	3,666,918	
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	351,124	
Sales and Use Taxes	8,704,956	
Total Local Taxation Revenue		<u>\$ 26,531,049</u>
Local Earnings on Investment in Real Property:		
Earnings from 16th Section Property	\$ -	
Earnings from Other Real Property	-	
Total Local Earnings on Investment in Real Property		<u>\$ -</u>
State Revenue in Lieu of Taxes:		
Revenue Sharing - Constitutional Tax	\$ 56,226	
Revenue Sharing - Other Taxes	-	
Revenue Sharing - Excess Portion	-	
Other Revenue in Lieu of Taxes	-	
Total State Revenue in Lieu of Taxes		<u>\$ 56,226</u>
Nonpublic Textbook Revenue	\$ -	
Nonpublic Transportation Revenue	-	
Total State Revenue for Non-public Education		<u>\$ -</u>

Schedule 2: Class Size Characteristics

Category	Class Size Range							
	1-20		21-26		27-33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	49%	138	43%	121	6%	17	2.0%	5
Elementary Activity Classes	36%	17	55%	26	9%	4	0.0%	0
Middle /Jr. High	94%	210	2%	4	1%	2	3.0%	6
Middle /Jr. High Activity Classes	100%	49	0%	0	0%	0	0.0%	0
High	88%	302	12%	43	0%	0	0.0%	0
High Activity Classes	99%	75	1%	1	0%	0	0.0%	0