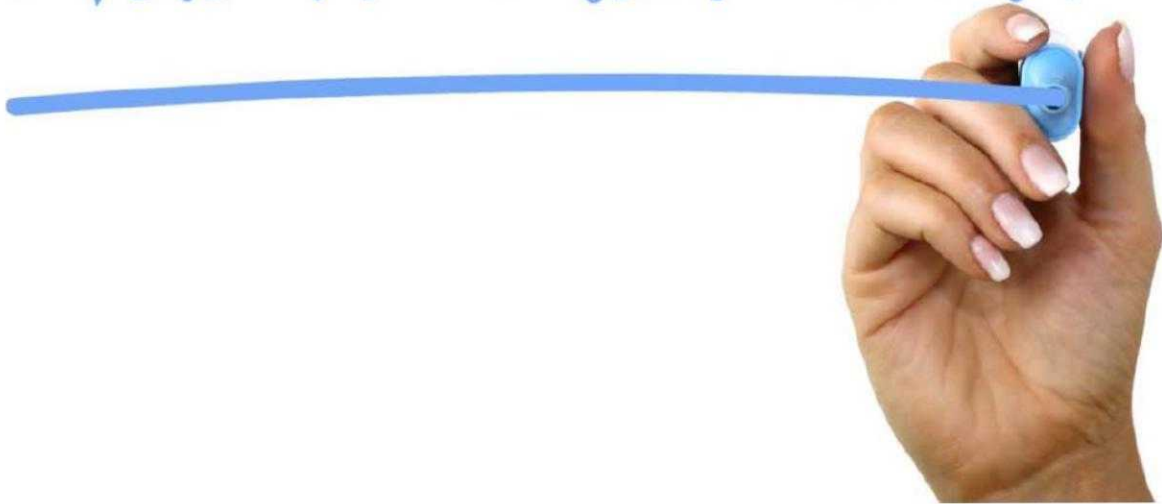


**Vernon Parish School Board**  
Leesville, Louisiana

# AUDIT REPORT



**Comprehensive Annual Financial Report**  
**for the year ended June 30, 2020**



**VERNON PARISH SCHOOL BOARD**  
**Leesville, Louisiana**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**As Of And For The Year Ended June 30, 2020**

**Shad Stewart**  
**President**

**James Williams**  
**Superintendent**

**Tim Ward**  
**Director of Finance**  
**Prepared by the Department of Finance**





**Vernon Parish School Board  
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**Vernon Parish School Board**

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# INTRODUCTORY SECTION



# Vernon Parish School Board

201 Belview Road  
LEESVILLE, LOUISIANA 71446  
(337) 239-3401  
Fax (337) 238-5777

## Transmittal Letter

March 31, 2021

To the Elected School Board  
Members and Citizens of Vernon Parish:

In accordance with the laws of the state of Louisiana, the Comprehensive Annual Financial Report of the Vernon Parish School Board (School Board) for the year ended June 30, 2020 is submitted herewith. Finance Department personnel following the guidelines recommended by the Association of School Business Officials International and the Government Finance Officers Association of the United States and Canada have prepared this report.

**A. Management Responsibility** Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the School Board. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School Board. All disclosures necessary to enable the reader to gain an understanding of the School Board's financial activities have been included.

**B. Reporting Entity** The report includes all entities or organizations that are required to be included in the School Board's reporting entity. The basic criteria for determining whether a governmental department, agency, institution, commission, public authority, or other governmental organization should be included in a governmental unit's reporting entity is financial accountability. Financial accountability includes the appointment of a voting majority of the organization's governing body and either the ability of the primary government to impose its will on the organization or if there is a financial benefit/burden relationship. In addition, an organization which is fiscally dependent on the primary government should be included in its reporting entity.

The financial statements present the Vernon Parish School Board (the primary government). Based on the above criteria, there are no component units included in the School Board's reporting entity.

The School Board is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the Uniform Guidance. Information related to this single audit includes the Schedule of Expenditures of Federal Awards, findings and recommendations, if applicable, and auditors' reports on internal control and compliance with applicable laws and regulations. The single audit report is issued separately from this Comprehensive Annual Financial Report.

“An Equal Opportunity Employer”

The School Board provides a full range of educational services appropriate to grade levels Pre K through 12 for 8,569 students, in which Pre K enrollment was 584 and MFP enrollment was 7,985. Projected enrollment by 2020-2021 is estimated to be similar to current year.

These services include providing instructional personnel, instructional materials, instructional facilities, child nutrition, administrative support, business services, systems operations, and plant maintenance and bus transportation. These basic services are supplemented by a wide variety of offerings in the fine arts and athletics. These education services are provided at eighteen school sites across the Parish with the school buildings ranging in age from 1955 to 2017 with all school sites being renovated over the last 10 ten years.

Management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Vernon Parish School Board's MD&A can be found immediately after the report of the independent auditors.

**C. Internal Control** Management of the School Board is responsible for establishing and maintaining internal control designed to ensure that the assets of the School Board are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. Internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

We believe the School Board's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

As a recipient of federal, state and local financial assistance, the School Board also is responsible for ensuring that adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs.

As a part of the School Board's single audit, described earlier, tests are made to determine the adequacy of internal control, including that portion related to federal awards programs, as well as to determine that the School Board has complied with applicable laws and regulations. The results of the School Board's single audit for the fiscal year ended June 30, 2020, provided no instances of material weaknesses in internal control.

#### **D. Major Initiatives**

- All schools have developed comprehensive improvement plans to provide direction for future curriculum, staff development, assessment, and technology improvements. To support these comprehensive school plans, our central office staff developed district improvement plans. Our School Board supported all the plans by developing its own strategic goals. Much progress has been made in meeting the objectives addressed in these plans. Staff development in our schools is targeted to help schools meet these goals.
- All new teachers to our system were given one day of intensive induction. The teachers received training in classroom management, parish and state policies, and special programs appropriate for their grade levels and/or their subject area. Most of our new teachers also go through the Louisiana Teacher Assistance and Assessment Program. New teachers are paired with a mentor and given two years of support.
- The State of Louisiana has implemented "Reading for Results," a high-stakes testing policy. Teachers are working to prepare students for tests, which are rigorous, standards-driven, and high stakes for students.



- Vernon Parish cares about education and has a tradition of pride in its schools. That tradition will be continued through a commitment to innovation in learning programs. We must continue to seek out new methods to ensure success for every student.
- Vernon Parish School Board receives federal Impact Aid funding due to the Fort Polk military installation being located in Vernon Parish. The amount of aid received can fluctuate. This uncertainty provides a challenge in addressing the problems shared by many school systems across America - teachers' salaries and school plant improvement. Effective and decisive leadership will be required to address these problems given the fluctuation in Impact Aid funding.

**E. Economic Conditions and Outlook and Long Term Financial Planning** The economy of Vernon Parish is driven primarily by the Fort Polk military installation, the fifth largest such facility in the nation. More than half the work force of Vernon Parish is comprised of active duty military personnel, and the base also employs civilians. Aside from its \$970 million annual direct economic impact on Vernon Parish, Fort Polk indirectly influences the surrounding parishes' economy as well. One-third of the population of Vernon Parish is comprised of military personnel or their families living on- or off-base. This influx of career- and family-age population gives the area a relatively low median age, a factor, which appeals to companies seeking to build industrial and manufacturing establishments. The large military population has also drawn specialists to both Bayne-Jones Army Community Hospital and civilian medical practice, giving the Vernon Parish area substantially better medical and health care technology.

The local economy has remained stable over the last five to ten years with unemployment rates holding steady to slightly decreasing over that time period. Unemployment should continue to remain steady depending on the impact of Fort Polk.

The School Board receives Impact Aid because of the number of students that are federally connected. The federally connected child count fluctuates from year to year based on activity at the base. Elected officials and administrators must be conscious of the effect this fluctuation has on funding while assuring that critical instructional needs are met.

The School Board has been trying to build its fund balance to deal with future anticipated state funding reductions and the likelihood of future school bus purchases. Long-term planning is a goal of the School Board but is difficult due to the uncertainty of state funding.

**F. Budgetary Controls** In addition, the School Board maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of the general fund and special revenue funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by function by fund. School Board policy provides that expenditures within a fund may not exceed appropriations by more than five percent. Revisions to the budget enacted require School Board approval.

As demonstrated by the statements and schedules included in the financial section of this report, the School Board continues to meet its responsibility for sound financial management.

**G. Independent Audits** The report of our independent certified public accountants, Allen, Green & Williamson, LLP, follows as an integral component of this report. Their audit of the basic financial statements and accompanying combining and individual fund statements and schedules was performed in accordance with auditing standards generally accepted in the United States of America and, accordingly, included a review of the School Board's system of budgetary and accounting controls.



**H. Awards** The Government Finance Officers Association (GFOA) of the United States and Canada issues a Certificate of Achievement for Excellence in Financial Reporting and the Association of School Business Officials International (ASBO) issues a Certificate of Excellence in Financial Reporting to governments for their Comprehensive Annual Financial Report. To be awarded these certificates, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements. These certificates are valid for a period of one year only. The School Board was awarded the Certificate of Achievement for Excellence in Financial Reporting for the Comprehensive Annual Financial Report for the years ended June 30, 1998 and thereafter.



The School Board received the Association of School Business Officials International Certificate of Excellence in Financial Reporting for the fiscal years ended June 30, 1998 and thereafter. The awards certified that the Comprehensive Annual Financial Report for these fiscal years substantially conforms to the principles and Standards of financial reporting as recommended and adopted by the Association of School Business Officials International. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials.

Management believes that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2020, which will be submitted to GFOA and ASBO for review, continues to conform to the principles and standards of each organization.

**I. Acknowledgments** The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Department of Finance. We want to express our appreciation to them for their assistance. We also thank the members of the School Board for their interest and support in planning and conducting the financial operations of the school system in a responsible and progressive manner.

A handwritten signature in blue ink that reads 'James Williams'.

James Williams  
Superintendent

A handwritten signature in blue ink that reads 'Tim Ward'.

Tim Ward  
Director of Finance



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Vernon Parish School Board  
Louisiana**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2019

*Christopher P. Morill*

Executive Director/CEO



The Certificate of Excellence in Financial Reporting  
is presented to

## Vernon Parish School Board

for its Comprehensive Annual Financial Report  
for the Fiscal Year Ended June 30, 2019.

The CAFR meets the criteria established for  
ASBO International's Certificate of Excellence.

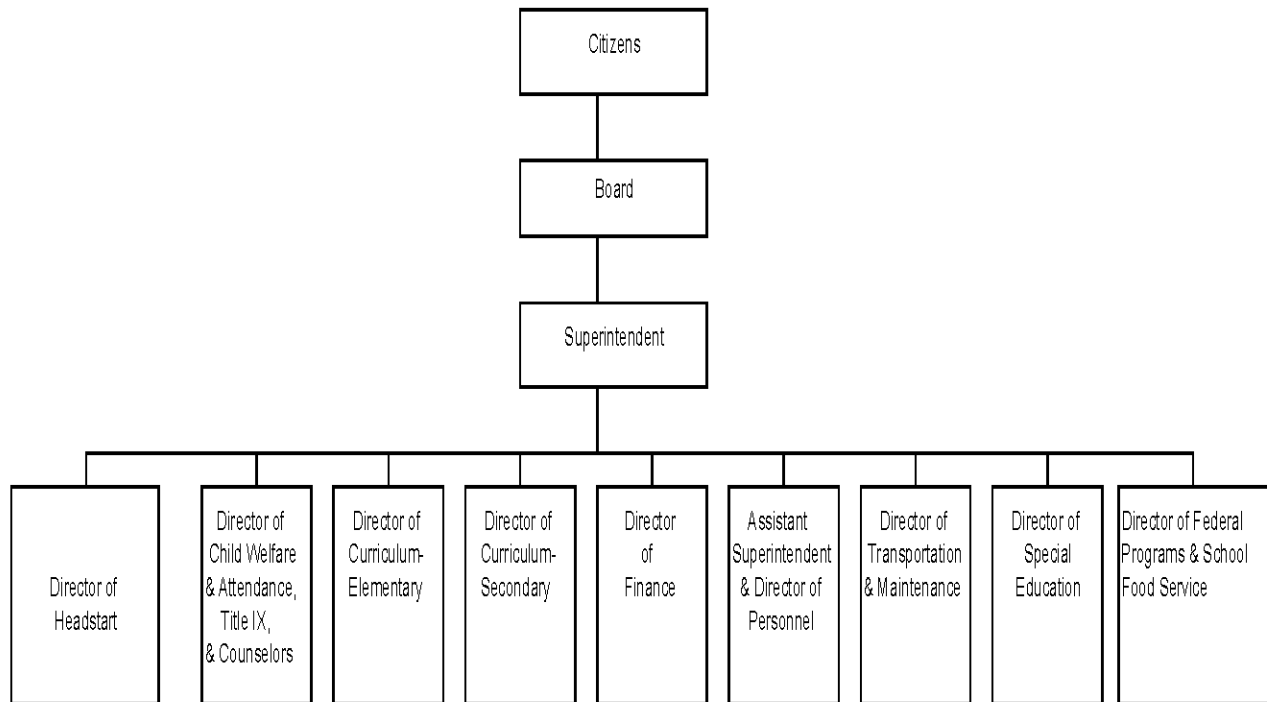


Claire Hertz, SFO  
President

David J. Lewis  
Executive Director

# Vernon Parish School Board Organization Chart

June 30, 2020



Vernon Parish School Board

Elected Officials  
June 30, 2020

<u>Board Member</u>	<u>District</u>
Shad Stewart, President	5
Jackie Self, Vice President	1
John Blankenbaker	7
Doug Brandon	1
Angie Davis	2
David Detz	3
Randy Martin	4
Robert Pynes, Jr.	1
James Seaman	1
Lisa Thompson	8
Vernon L. Travis, Jr.	6
Stephen Woods	1

**Vernon Parish School Board**

**Selected Administrative Officials  
June 30, 2020**

James Williams	Superintendent
Tim Ward	Director of Finance
Charlotte Cooper	Director of Special Education
Hub Jordan	Director of Child Welfare and Attendance, Title IX and Counselors
Michael Kay	Director of Personnel
Tom Neubert	Director of Transportation and Maintenance
Anne Smith	Director of Curriculum - Elementary
Renita Page	Director of Curriculum - Secondary
Joey Whiddon	Director of Federal Programs and School Food Service
Curtis Clay	Director of Headstart

**Vernon Parish School Board**

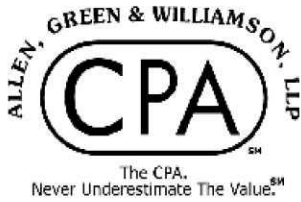
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# FINANCIAL SECTION





# ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive  
Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

Partners: Tim Green, CPA  
Amy Tynes, CPA  
Aimee Buchanan, CPA  
Cindy Thomason, CPA

Principal: \_\_\_\_\_

Jennie Henry CPA, CFE  
Crystal Patterson, CPA  
Mallory Stone, CPA

Audit Manager Margie Williamson, CPA

Ernest L. Allen, CPA  
(Retired) 1963 - 2000A

## **Independent Auditor's Report**

Board Members  
Vernon Parish School Board  
Leesville, 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 Vernon Parish School Board, as of and for the year ended June 30, 2020, 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.

#### ***Auditor's 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 entity'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 entity'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 Vernon Parish School Board, as of June 30, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## *Emphasis of Matters*

As disclosed in Note 7 to the financial statements, the net pension liability for the School Board was \$95,328,012 at June 30, 2020, as determined by the Teachers' Retirement System, of Louisiana (TRSL), and Louisiana School Employees' Retirement System (LSERS). The related actuarial valuations were performed by TRSL's and LSERS's actuaries using various assumptions. Because actual experience may differ from the assumptions used, there is a risk that this amount at June 30, 2020, could be under or overstated. Our opinion is not modified with respect to this matter.

As discussed in Note 8 to the financial statements, the other post-employment benefits (OPEB) liability for the School Board was \$308,553,969 at June 30, 2020 related to its participation in a single-employer other post-employment benefit plan. The related actuarial valuations were performed by the School Board's actuary using various assumptions. Because actual experience may differ from the assumptions used, there is a risk that this amount at June 30, 2020, could be under or overstated. 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, Schedule of Changes in the Total OPEB Liability and Related Ratios, Schedule of Employer's Proportionate Share of Net Pension Liability, Schedule of Employer Contributions to Pension Plans, the Budgetary Comparison Schedules and the notes to the required supplementary information, as listed in the table of contents, 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.

### *Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Vernon Parish School Board's basic financial statements. The accompanying supplementary information, as listed in the table of contents, and the other information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

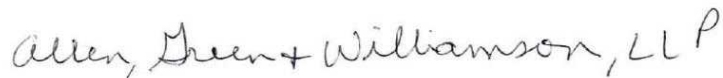
The accompanying supplementary information, as listed in the table of contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing 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 accompanying supplementary information, as listed in the table of contents, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The accompanying other information, listed as the introductory and statistical sections in the table of contents, has 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, under a separate cover, dated March 31, 2021 on our consideration of the Vernon Parish 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.

A handwritten signature in cursive script that reads "Allen, Green & Williamson, LLP".

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
March 31, 2021

**Vernon Parish School Board**

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**REQUIRED SUPPLEMENTARY INFORMATION:**

**MANAGEMENT'S DISCUSSION  
AND ANALYSIS (MD&A)**

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**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2020**

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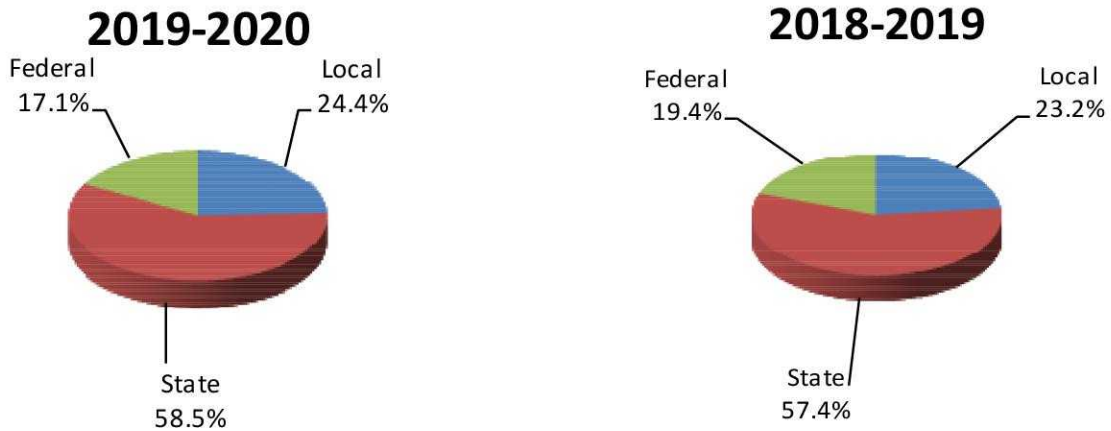
Our discussion and analysis of Vernon Parish School Board's financial performance provides an overview of the School Board's financial activities for the fiscal year ended June 30, 2020. Please read it in conjunction with the transmittal letter included in the introductory section of this report and the School Board's financial statements, which follows this Management's Discussion and Analysis. Amounts are reported in millions unless otherwise noted.

**FINANCIAL HIGHLIGHTS**

Our financial statements provide these insights into the results of this year's operations:

This year, the primary resources available to the school system are local revenues, primarily tax receipts, which total \$24,021,698 or 24.4% of the total; state revenues, primarily minimum foundation funding (equalization) program and special grants, totaling \$57,564,238 or 58.5% of the total; and federal funds, primarily impact aid and special grants totaling \$16,866,495 or 17.1%. Last year, local revenues were \$22,445,006 million or 23.2% of the total, while state revenues were \$55,529,997 million or 57.4% and federal revenues were \$18,751,468 million or 19.4%.

**TOTAL REVENUES BY SOURCE**



Of the total \$98,452,431 in revenues received by the school system this year, \$18,603,266 or 18.9% is restricted. Unrestricted revenues were \$79,849,165 or 81.1%. Last year total revenue was \$96,726,471, of which total \$18,625,627 or 19.3% was restricted revenue and \$78,100,844 or 80.7% was unrestricted revenue.

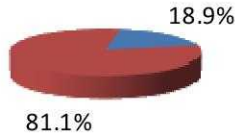


**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2020**

**RESTRICTED VS. UNRESTRICTED REVENUES**

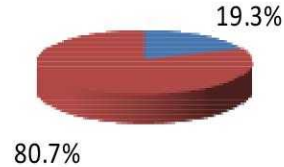
**2019-2020**

■ Restricted ■ Unrestricted



**2018-2019**

■ Restricted ■ Unrestricted

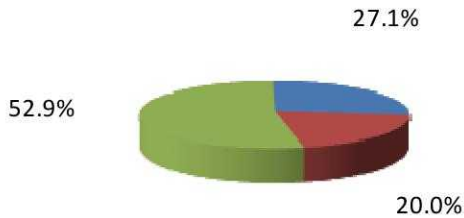


Of the unrestricted amount of \$79,849,165 in 2019-2020, 52.9% was spent for salaries; 27.1% was spent for employee benefits; and 20.0% was spent for other functions of the school system. Of the unrestricted amount of \$78,100,844 in 2018-2019, 57.3% was spent for salaries, 30.3% was spent for employee benefits, and 12.4% was spent for other functions in the school system.

**USES OF UNRESTRICTED REVENUE**

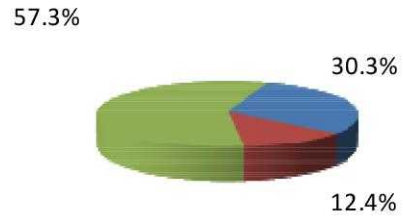
**2019-2020**

■ Benefits ■ Other ■ Salaries



**2018-2019**

■ Benefits ■ Other ■ Salaries



---

**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2020**

---

**FUND FINANCIAL STATEMENTS**

The fund balances of all governmental funds showed an increase of \$286,535, which is due mainly to ad valorem tax revenue. The General fund, a major fund of the School Board, showed an increase of \$126,239. Fund balances in nonmajor maintenance funds and other special revenue funds increased \$429,072. Fund balances in the debt service funds decreased \$(268,776). There was no activity in the non-major capital project funds this year.

Total revenue for all governmental funds for the current year was \$98,452,431, a decrease of \$1,725,960 from the prior year. Total expenditures of \$98,208,533 for the current year was an increase of \$1,090,674 over last year.

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

Most of the School Boards taxes and State Minimum Foundation Program funds were used to support the net cost (after deducting restricted grants and fees charged to users) of these four areas: instruction \$57,676,468 or 58.7%, plant services \$9,425,587 or 9.6%, student transportation \$7,513,896 or 7.6%, and school administration \$7,438,659 or 7.6%.

**USING THIS ANNUAL REPORT** The School Board's annual report consists of a series of financial statements that show information for the School Board as a whole, its funds, and its fiduciary responsibilities. The Statement of Net Position and the Statement of Activities provide information about the activities of the School Board as a whole and present a longer-term view of the School Board's finances. Our fund financial statements are included later in this report. For our governmental activities, these statements tell how we financed our services in the short-term as well as what remains for future spending. Fund statements also may give you some insights into the School Board's overall financial health. Fund financial statements also report the School Board's operations in more detail than the government-wide financial statements by providing information about the School Board's most significant funds, the General fund and CARES ACT Education Stabilization Grant fund. The remaining statement - the Statement of Fiduciary Assets and Liabilities presents financial information about activities for which the School Board acts solely as an agent for the benefit of students and parents.

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Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2020

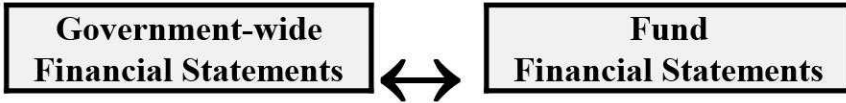
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<b>Comprehensive Annual Financial Report</b>
<b><u>Introductory Section</u></b> Transmittal Letter Certificates of Excellence in Financial Reporting Organization Chart Elected Officials and Selected Administrative Officers
<b><u>Financial Section</u></b> (Details outlined in the next chart)
<b><u>Statistical Section</u></b> Financial Trends Revenue Capacity Debt Capacity Demographic and Economic Information Operating Information
(Refer to the Table of Contents in the front of this report for more details and the specific location of items identified above)

***Financial Section***

**Required Supplementary Information**  
Management's Discussion & Analysis (MD&A)

**Basic Financial Statements**



**Notes to the Financial Statements**

**Required Supplementary Information**  
Schedule of Changes in the Total OPEB Liability and Related Ratios  
Schedule of Employer's Proportionate Share of Net Pension Liability  
Schedule of Employer Contributions to Pension Plans  
Budgetary Information for the Major Funds

**Supplementary Information**  
Nonmajor Funds Combining Statements & Budgetary Information  
Agency Funds Statements/Schedules  
Schedule of Compensation Paid Board Members  
Schedule of Compensation, Benefits and Other Payments to Superintendent

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**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2020**

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Our auditor has provided assurance in the independent auditor's report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. The auditor is providing varying degrees of assurance regarding the Required Supplementary Information and the Supplementary Information identified above. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

### **Reporting the School Board as a Whole**

#### ***The Statement of Net Position and the Statement of Activities***

Our analysis of the School Board as a whole begins with the government-wide financial statements. One of the most important questions asked about the School Board is, "Is the School Board as a whole better off or worse off financially as a result of the year's activities?" The Statement of Net Position and the Statement of Activities, which appear first in the School Board's financial statements, report information on the School Board as a whole and its activities in a way that helps you answer this question. We prepare these statements to include all assets, deferred outflows of resources, liabilities and deferred inflows of resources, using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the School Board's net position - the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, as reported in the Statement of Net Position - as one way to measure the School Board's financial health, or financial position. Over time, increases or decreases in the School Board's net position - as reported in the Statement of Activities - are one indicator of whether its financial health is improving or deteriorating. The relationship between revenues and expenses is the School Board's operating results. However, the School Board's goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other nonfinancial factors, such as the quality of the education provided and the safety of the schools to assess the overall health of the School Board.

The Statement of Net Position and Statement of Activities report the following activity for the School Board:

Governmental activities - All of the School Board's services are reported here, including instruction, plant services, transportation, and food services. Property taxes, sales taxes, Minimum Foundation Program funds, and state and federal grants finance most of these activities.

### **Reporting the School Board's Most Significant Funds**

#### ***Fund Financial Statements***

The School Board's fund financial statements provide detailed information about the most significant funds - not the School Board as a whole. Some funds are required to be established by State law and by bond covenants. However, the School Board establishes many other funds to help it control and manage money for particular purposes (like the School Food Service) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (like grants the School Board receives from the U.S. Department of Education). The School Board's governmental funds use the following accounting approach:

Governmental funds - All of the School Board's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year-end that are available for spending. They are reported using an accounting method called modified accrual accounting, which

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**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2020**

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measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School Board's operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School Board's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation on Statements D and F.

#### **The School Board as Trustee**

##### ***Reporting the School Board's Fiduciary Responsibilities***

The School Board is the trustee, or fiduciary, for its School Activities fund, Scholarship fund, Sales Tax fund, and the Protested Sales Tax fund. All of the School Board's fiduciary activities are reported in the Statement of Fiduciary Assets and Liabilities. We exclude these activities from the School Board's other financial statements because the School Board cannot use these assets to finance its operations. The School Board is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

**THE SCHOOL BOARD AS A WHOLE** The School Board's net position was \$(324,009,496) at June 30, 2020. The School Board reported an unrestricted deficit in net position of \$(371,197,386). Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limit the School Board's ability to use the net position for day-to-day operations. Our analysis below focuses on the net position, (Table 1) and the change in net position (Table 2) of the School Board's governmental activities.

**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2020**

**Table 1**  
**Net Position**  
**June 30,**

	Governmental Activities		
	2020	2019	Variance
Other assets	\$ 26,530,850	\$ 26,545,999	\$ (15,149)
Capital assets	67,076,988	69,559,921	(2,482,933)
Total assets	<u>93,607,838</u>	<u>96,105,920</u>	<u>(2,498,082)</u>
Deferred outflows of resources	<u>92,855,858</u>	<u>65,029,635</u>	<u>27,826,223</u>
Other liabilities	6,181,224	6,543,246	(362,022)
Long-term liabilities	432,414,544	449,925,675	(17,511,131)
Total liabilities	<u>438,595,768</u>	<u>456,468,921</u>	<u>(17,873,153)</u>
Deferred inflows of resources	<u>71,877,424</u>	<u>14,307,028</u>	<u>57,570,396</u>
Net position			
Net investment in capital assets	41,102,938	40,046,528	1,056,410
Restricted	6,084,952	5,871,472	213,480
Unrestricted (deficit)	<u>(371,197,386)</u>	<u>(355,558,394)</u>	<u>(15,638,992)</u>
Total net position	<u>\$ (324,009,496)</u>	<u>\$ (309,640,394)</u>	<u>\$ (14,369,102)</u>

The \$(371,197,386) in unrestricted net position of governmental activities represents accumulated results of all past year's operations. It means that if the School Board had to pay off all of its bills today the School Board would be short \$371,197,386.

The results of this year's operations for the School Board as a whole are reported in the Statement of Activities. Table 2 on the next page takes the information from that statement and rearranges it slightly so that readers can see total revenues for the year.

Total net position decreased \$14,369,103 as a result of OPEB expenses due to a decrease in the discount rate. Total revenues increased \$1,706,191 primarily due to increased MFP revenue and sales tax revenue. The total expenses increased \$5,676,606 mainly due to \$4.5 million increase in special program expenses due mainly to CARES Act funding, a \$.5 million increase in student services, and a \$.4 million increase in school administration.

**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2020**

**Table 2**  
**Changes in Net Position**  
**For Years Ended June 30,**

	Governmental Activities		
	2020	2019	Variance
Governmental Activities:			
<b>Revenues:</b>			
Program revenues			
Charges for services	\$ 492,449	\$ 638,123	\$ (145,674)
Operating grants and contributions	14,049,629	13,972,654	76,975
General Revenue			
Ad Valorem	8,130,695	7,972,704	157,991
Sales taxes	13,337,493	11,987,073	1,350,420
State minimum foundation program	55,381,427	54,054,088	1,327,339
Impact Aid - Department of Defense	4,582,604	5,828,518	(1,245,914)
Other general revenues	2,453,576	2,268,522	185,054
Total revenues	<u>98,427,873</u>	<u>96,721,682</u>	<u>1,706,191</u>
<b>Functions/Program Expenses:</b>			
Instruction			
Regular programs	44,890,280	44,999,149	(108,869)
Special programs	11,451,262	6,903,499	4,547,763
Other instructional programs	9,430,171	9,371,429	58,742
Support services			
Student services	5,645,980	5,129,269	516,711
Instructional staff support	5,008,713	4,820,699	188,014
General administration	2,346,323	2,324,131	22,192
School administration	7,452,640	7,031,984	420,656
Business services	769,915	825,335	(55,420)
Plant services	9,435,902	9,495,128	(59,226)
Student transportation services	7,523,989	7,140,303	383,686
Central service	1,500,772	1,513,715	(12,943)
Food services	6,437,742	6,537,189	(99,447)
Community service programs	28,348	26,840	1,508
Interest on long term debt	874,939	1,001,700	(126,761)
Total expenses	<u>112,796,976</u>	<u>107,120,370</u>	<u>5,676,606</u>
<b>Increase (decrease) in net position</b>	<u>(14,369,103)</u>	<u>(10,398,688)</u>	<u>(3,970,415)</u>
Net Position – beginning	<u>(309,640,393)</u>	<u>(299,241,706)</u>	<u>(10,398,687)</u>
Net Position – ending	<u>\$ (324,009,496)</u>	<u>\$ (309,640,394)</u>	<u>\$ (14,369,102)</u>

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**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2020**

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**Governmental Activities** As reported in the Statement of Activities, the cost of all governmental activities this year was \$112,796,976. The amount that was paid for these activities through School Board general revenues including taxes and minimum foundation program revenues was \$83,885,795 because some of the cost was paid by those who benefited from the programs \$492,449 or by other governments and organizations who subsidized certain programs with grants and contributions \$14,049,629. The \$14,369,103 deficit was funded by using resources available from the prior year.

In the table below, we have presented the cost of each of the School Board's six largest functions - regular programs, special programs, other instructional programs, school administration, plant services, and student transportation services, as well as each program's net cost (total cost less revenues generated by the activities). As discussed above, net cost shows the financial burden that was placed on the School Board's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

**Table 3**  
**For the Years Ended June 30,**

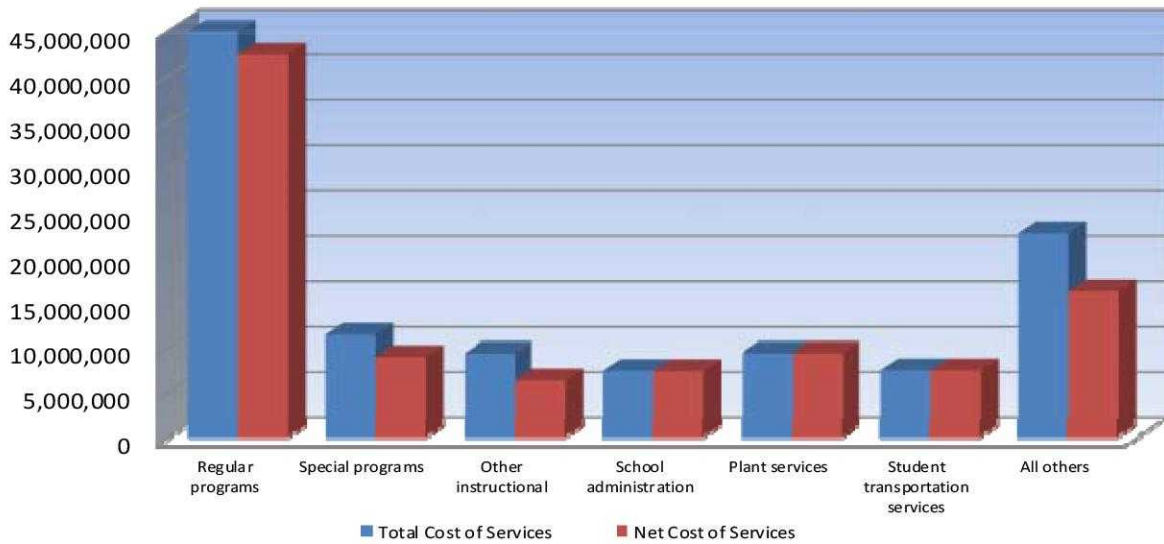
	Governmental Activities			
	Total Cost of Services		Net Cost of Services	
	2020	2019	2020	2019
Regular programs	\$ 44,890,280	\$ 44,999,149	\$ 42,293,642	\$ 42,762,627
Special programs	11,451,262	6,903,499	8,994,727	6,066,367
Other instructional programs	9,430,171	9,371,429	6,388,099	4,298,187
School administration	7,452,640	7,031,984	7,438,659	6,985,327
Plant services	9,435,902	9,495,128	9,425,587	9,444,067
Student transportation services	7,523,989	7,140,303	7,513,896	7,132,223
All others	22,612,732	22,178,878	16,200,288	15,820,795
Totals	\$ 112,796,976	\$ 107,120,370	\$ 98,254,898	\$ 92,509,593



**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2020**

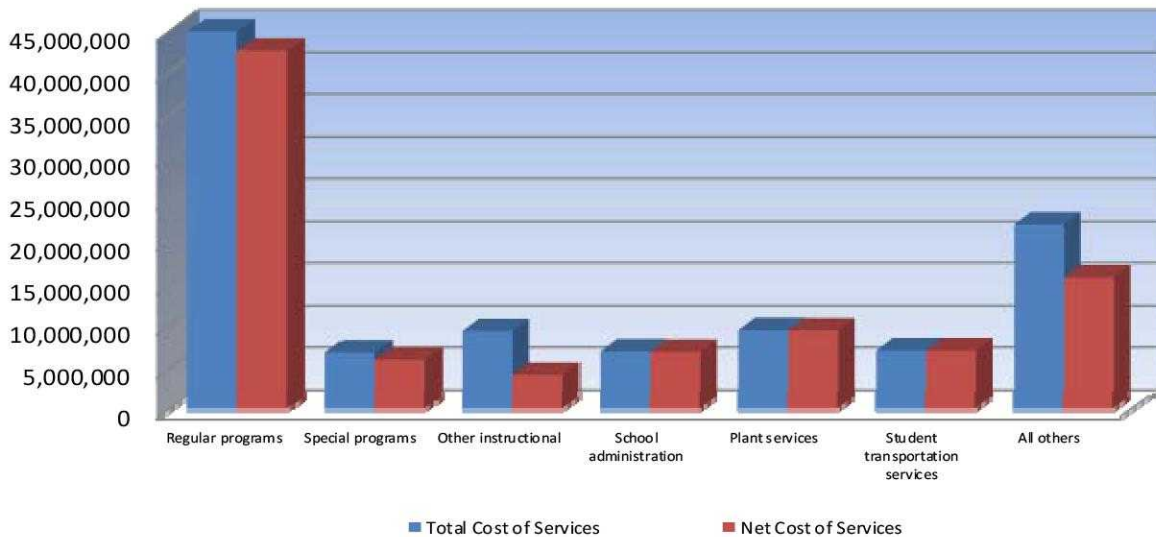
**Total Cost of Services  
Versus  
Net Cost of Services**

**2019-2020**



**Total Cost of Services  
Versus  
Net Cost of Services**

**2018-2019**



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**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2020**

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**THE SCHOOL BOARD'S FUNDS** As we noted earlier, the School Board uses funds to help it control and manage money for particular purposes. Looking at funds helps you consider whether the School Board is being accountable for the resources taxpayers and others provide to it but may also give you more insight into the School Board's overall financial health.

As the School Board completed this year, our governmental funds reported a combined fund balance of \$20,606,641.

Other significant changes in revenues and expenditures, which affected fund balances, were:

The General fund is our principal operating fund. The fund balance in the General fund increased by \$126,239, due to the following changes in comparison with the prior year:

- \$1.45 million increase in sales tax revenue
- \$.8 million decrease in Impact Aid
- \$.5 million increase in regular program expenditures

Nonmajor special revenue funds had an increase in fund balance of \$429,072 due mainly to an increase in ad valorem tax revenue.

Nonmajor debt service funds had a decrease in fund balance of \$(268,776) mainly due to early payment of principal.

There was no activity in nonmajor capital project funds during the year.

***General Fund Budgetary Highlights***

The School Board is mandated by state law to adopt its budget by September 15 of each year. This original budget is based on a "bare bones" approach that reflects only guaranteed revenues and necessary expenditures since the major sources of revenues, i.e., minimum foundation program and impact aid, are based on October 1 student enrollment figures. The original budget figures are amended when revenues or expenditures exceed 5% of estimate. Additionally, the School Board revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. A schedule showing the School Board's original and final budget amounts compared with actual amounts paid and received is provided later in this report as Required Supplemental Information.

There were revisions made to the 2019-2020 General fund original budget. Budgeted revenues increased by \$801,244 primarily due to the following:

- \$.9 million increase in sales tax revenue

Budgeted expenditures increased by \$669,153 due to the following:

- \$.6 million increase in regular program salary expenditures

The total actual expenditures were \$188,586 less than budget expenditures due to \$150,000 decrease in technical services.

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**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2020**

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**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets** At June 30, 2020, the School Board had \$67,076,988 invested in a broad range of capital assets, including land, buildings, and furniture and equipment. This amount represents a net decrease (including additions, deductions and depreciation) of \$2,482,933 or 3.6% from last year.

**Capital Assets at Year-end**  
(in millions)

	<u>Governmental Activities</u>	
	<u>2020</u>	<u>2019</u>
Land	\$ 1,593,197	\$ 1,593,197
Buildings	62,747,372	65,241,774
Furniture and equipment	2,736,419	2,724,950
<b>Totals</b>	<b>\$ 67,076,988</b>	<b>\$ 69,559,921</b>

We present more detailed information about our capital assets in Note 6 of the notes to the financial statements.

**DEBT ADMINISTRATION** At June 30, 2020, the School Board had \$11,231,897 in general obligation debt (including premium on bonds) and \$14,974,000 in direct borrowings and private placement debt outstanding with maturities from 2021 to 2034 with interest rates ranging from 0.10 to 5.9 percent. Under state statute, the School Board is legally restricted from incurring long-term bonded debt in excess of 50% of the assessed value of taxable property. At June 30, 2020, the School Board's net bonded debt of \$24,358,510 (total bonded debt of \$26,205,897 less assets in debt service funds of \$1,847,387) was well below the legal limit of \$100,677,280.

For more detailed information, please refer to Note 12 of the notes to the financial statement.

	<u>Amount</u>	<u>Debt per Capita</u>
June 30, 2020 net direct general obligation and private placement debt and premium	\$26,205,897	\$519

The School Board maintained a Baa bond rating from Moody's Investors Service.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES** Our elected and appointed officials and citizens consider many factors when setting the School Board's 2020-2021 fiscal year budget and tax rates. One of the most important factors affecting the budget is our student count. The 2020-2021 budget was adopted in September, 2020, based on an estimate of students that will be enrolled on October 1. The October 1 student count affects our Minimum Foundation Program (MFP) funding from the state. Approximately 56% of total revenues are from the MFP. Our Impact Aid federal funding is also tied to the number of federally connected students. Impact Aid fluctuates between \$4 to \$6 million per year. We have projected an increase of \$1.5 million in revenues for the 2020-2021 fiscal year with no major uncertainties anticipated for the future.

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**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2020**

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**CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT** Our financial report is designed to provide our citizens, taxpayers, parents, students, and investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or wish to request additional financial information, contact Tim Ward, Director of Finance, at Vernon Parish School Board, 201 Belview Road, Leesville, Louisiana 71446, telephone number (337) 239-3401.

**BASIC FINANCIAL STATEMENTS:**

**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS (GWFS)**

**VERNON PARISH SCHOOL BOARD**

**STATEMENT OF NET POSITION  
June 30, 2020**

	<b>Statement A GOVERNMENTAL ACTIVITIES</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 15,977,454
Investments	3,820,459
Receivables	6,234,381
Inventory	309,910
Prepaid items	188,646
Capital assets:	
Land and construction in progress	1,593,197
Depreciable assets, net of depreciation	65,483,791
<b>TOTAL ASSETS</b>	<b>93,607,838</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred charge on refunding	553,851
Deferred outflows related to OPEB	70,854,985
Deferred outflows related to pensions	21,447,022
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<b>92,855,858</b>
<b>LIABILITIES</b>	
Accounts, salaries and other payables	5,803,301
Unearned revenue	120,908
Interest payable	257,015
Long-term liabilities:	
Long-term liabilities due within one year:	
Bonds, leases, claims, compensated absences	4,856,193
Long-term liabilities due in more than one year:	
Bonds, leases, claims, compensated absences	23,676,370
OPEB liability	308,553,969
Net pension liability	95,328,012
<b>TOTAL LIABILITIES</b>	<b>438,595,768</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred inflows related to OPEB	61,157,468
Deferred inflows related to pensions	10,719,956
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>71,877,424</b>
<b>NET POSITION</b>	
Net investment in capital assets	41,102,938
Restricted for:	
Grant funds	357,067
Facility maintenance	4,137,513
Debt service	1,590,372
Unrestricted (deficit)	(371,197,386)
<b>TOTAL NET POSITION</b>	<b>\$ (324,009,496)</b>

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

VERNON PARISH SCHOOL BOARD

STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2020

Statement B

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	
<i>Governmental activities:</i>				
Instruction:				
Regular programs	\$ 44,890,280	\$ -	\$ 2,596,638	\$ (42,293,642)
Special programs	11,451,262	-	2,456,535	(8,994,727)
Other instructional programs	9,430,171	-	3,042,072	(6,388,099)
Support services:				
Student services	5,645,980	-	655,530	(4,990,450)
Instructional staff support	5,008,713	-	1,203,009	(3,805,704)
General administration	2,346,323	-	725,720	(1,620,603)
School administration	7,452,640	-	13,981	(7,438,659)
Business services	769,915	-	1,075	(768,840)
Plant services	9,435,902	-	10,315	(9,425,587)
Student transportation services	7,523,989	-	10,093	(7,513,896)
Central services	1,500,772	-	-	(1,500,772)
Food services	6,437,742	492,449	3,334,661	(2,610,632)
Community service programs	28,348	-	-	(28,348)
Interest on long-term debt	874,939	-	-	(874,939)
Total Governmental Activities	\$ 112,796,976	\$ 492,449	\$ 14,049,629	(98,254,898)

General revenues:

Taxes:

Property taxes, levied for general purposes	4,069,507
Property taxes, levied for debt services	4,061,188
Sales taxes	13,337,493
Grants and contributions not restricted to specific programs	
State revenue sharing	267,701
Minimum Foundation Program	55,381,427
Other unrestricted state	51,552
Federal Forest Lands	97,820
Impact Aid - Department of Defense	4,582,604
Interest and investment earnings	373,424
Miscellaneous	1,663,079

Total general revenues 83,885,795

Changes in net position (14,369,103)

Net position - beginning (309,640,393)

Net position - ending \$ (324,009,496)

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

**Vernon Parish School Board**

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**BASIC FINANCIAL STATEMENTS:**  
**FUND FINANCIAL STATEMENTS (FFS)**

VERNON PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS  
Balance Sheet  
June 30, 2020

Statement C

	GENERAL	CARES ACT EDUCATION STABILIZATION GRANT	NONMAJOR GOVERNMENTAL	TOTAL
<b>ASSETS</b>				
Cash and cash equivalents	\$ 7,613,987	\$ -	\$ 8,363,467	\$ 15,977,454
Investments	3,820,459	-	-	3,820,459
Receivables	3,038,111	891,193	2,305,077	6,234,381
Interfund receivables	2,693,773	-	-	2,693,773
Inventory	-	-	309,910	309,910
Prepaid items	188,646	-	-	188,646
<b>TOTAL ASSETS</b>	<b>17,354,976</b>	<b>891,193</b>	<b>10,978,454</b>	<b>29,224,623</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	4,437,702	-	1,365,599	5,803,301
Interfund payables	-	891,193	1,802,580	2,693,773
Unearned revenue	-	-	120,908	120,908
<b>TOTAL LIABILITIES</b>	<b>4,437,702</b>	<b>891,193</b>	<b>3,289,087</b>	<b>8,617,982</b>
<b>FUND BALANCES:</b>				
Nonspendable	188,646	-	189,002	377,648
Restricted	-	-	6,341,967	6,341,967
Committed	600,000	-	1,330,195	1,930,195
Unassigned	12,128,628	-	(171,797)	11,956,831
<b>TOTAL FUND BALANCES</b>	<b>12,917,274</b>	<b>-</b>	<b>7,689,367</b>	<b>20,606,641</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 17,354,976</b>	<b>\$ 891,193</b>	<b>\$ 10,978,454</b>	<b>\$ 29,224,623</b>

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

**VERNON PARISH SCHOOL BOARD**

**Reconciliation of the Governmental Funds  
Balance Sheet to the Statement of Net Position  
June 30, 2020**

		<b>Statement D</b>
Total fund balances - governmental funds	\$	20,606,641
<p>The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Position includes those capital assets among the assets of the School Board as a whole. The cost of those capital assets is allocated over their estimated useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in governmental funds.</p>		
Costs of capital assets	\$	119,357,395
Depreciation expense to date		<u>(52,280,407)</u>
		67,076,988
<p>Deferred outflows/inflows of are not due and payable in the current period and accordingly are not reported in the fund financial statements.</p>		
Deferred outflows related to pensions		21,447,022
Deferred inflows related to pensions		(10,719,956)
Deferred outflows related to OPEB		70,854,985
Deferred inflows related to OPEB		(61,157,468)
Deferred outflows related to refundings		553,851
<p>Long-term liabilities applicable to the School Board's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position.</p>		
Balances at June 30, 2020 are:		
Long-term liabilities		
Bonds payable	26,205,897	
Workers' compensation payable	620,803	
Capital lease	322,004	
Compensated absences payable	1,383,859	
Net pension liability	95,328,012	
OPEB liability	308,553,969	
Interest payable	<u>257,015</u>	
		<u>(432,671,559)</u>
Net Position - Governmental Activities	\$	<u><u>(324,009,496)</u></u>

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

VERNON PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended June 30, 2020

Statement E

REVENUES	GENERAL	CARES ACT EDUCATION STABILIZATION GRANT	NONMAJOR GOVERNMENTAL	TOTAL
Local sources:				
Taxes:				
Ad valorem	\$ 1,892,888	\$ -	\$ 6,237,807	\$ 8,130,695
Sales and use	13,337,493	-	-	13,337,493
Interest earnings	240,090	-	133,334	373,424
Food service	-	-	492,449	492,449
Other	928,738	-	758,899	1,687,637
State sources:				
Equalization	54,884,972	-	496,455	55,381,427
Other	164,526	-	2,018,285	2,182,811
Federal sources	4,754,690	891,193	11,220,612	16,866,495
<b>TOTAL REVENUES</b>	<b>76,203,397</b>	<b>891,193</b>	<b>21,357,841</b>	<b>98,452,431</b>
EXPENDITURES				
Current:				
Instruction:				
Regular programs	33,914,419	-	2,385,261	36,299,680
Special programs	8,756,139	-	924,441	9,680,580
Other instructional programs	3,154,012	-	4,834,457	7,988,469
Support services:				
Student services	3,893,450	-	744,208	4,637,658
Instructional staff support	2,886,671	-	1,288,228	4,174,899
General administration	1,032,749	146,449	1,006,246	2,185,444
School administration	5,969,211	-	154,595	6,123,806
Business services	431,077	-	215,141	646,218
Plant services	7,002,510	-	1,444,798	8,447,308
Student transportation services	6,472,205	-	130,099	6,602,304
Central services	1,253,295	-	85,909	1,339,204
Food services	415,298	744,744	4,377,317	5,537,359
Community service programs	28,348	-	-	28,348
Debt service:				
Principal retirement	195,838	-	3,380,000	3,575,838
Interest and bank charges	15,458	-	883,323	898,781
Bond issuance costs	-	-	42,637	42,637
<b>TOTAL EXPENDITURES</b>	<b>75,420,680</b>	<b>891,193</b>	<b>21,896,660</b>	<b>98,208,533</b>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ 782,717	\$ -	\$ (538,819)	\$ 243,898

(CONTINUED)

VERNON PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS  
 Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2020

Statement E

	GENERAL	CARES ACT EDUCATION STABILIZATION GRANT	NONMAJOR GOVERNMENTAL	TOTAL
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 238,900	\$ -	\$ 1,015,620	\$ 1,254,520
Transfers out	(895,378)	-	(359,142)	(1,254,520)
Proceeds from refunding bonds	-	-	4,410,000	4,410,000
Payment to refunded bond escrow agent	-	-	(4,367,363)	(4,367,363)
TOTAL OTHER FINANCING SOURCES (USES)	(656,478)	-	699,115	42,637
Net Change in Fund Balances	126,239	-	160,296	286,535
FUND BALANCES - BEGINNING	12,791,035	-	7,529,071	20,320,106
FUND BALANCES - ENDING	\$ 12,917,274	\$ -	\$ 7,689,367	\$ 20,606,641

(CONCLUDED)

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

VERNON PARISH SCHOOL BOARD

**GOVERNMENTAL FUNDS**  
**Reconciliation of the Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances to the Statement of Activities**  
**For the Year Ended June 30, 2020**

		Statement F
Total net change in fund balances - governmental funds	\$	286,535
Amounts reported for governmental activities in the Statement of Activities are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense for assets over the capitalization threshold. This is the amount by which depreciation exceeds capital outlays in the period:		
Capital outlay additions	\$ 562,743	
Loss on disposal of capital assets	(14,909)	
Depreciation expense	<u>(3,030,767)</u>	(2,482,933)
The recognition of pension expense in the Statement of Activities is based on projected benefit payments discounted to actuarial present value and attributed to periods of employee service. Pension expenditures in the fund financial statements are the amounts actually paid.		
		4,261,913
The issuance of long-term debt provides current financial resources of governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Repayment of bond principal		3,380,000
Reduction of Premium		68,371
Repayment of capital lease		195,838
Refunding bond proceeds		(4,410,000)
Payments to refunded bond escrow agent		4,367,363
Deferred charges on advance refundings are reported in governmental funds as expenditures when debt is issued, whereas these amounts are deferred and amortized as interest expense in the Statement of Activities. The amortization for the current year is \$62,229.		
		(62,229)
In the Statement of Activities, certain operating expenses - compensated absences (vacations and sick leave) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time used (\$1,229,241) was less than the amounts earned (\$1,256,530) by \$27,289.		
		(27,289)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Decrease of interest payable		60,337
Increase of incurred but not reported workers' compensation claims		(71,041)
Increase in OPEB liabilities and deferred outflows		<u>(19,935,968)</u>
Change in net position of governmental activities	\$	<u>(14,369,103)</u>

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

**VERNON PARISH SCHOOL BOARD**  
**FIDUCIARY FUND**  
**Statement of Fiduciary Assets and Liabilities**  
**June 30, 2020**

Statement G

**AGENCY  
FUNDS**

<b>ASSETS</b>	
Cash and cash equivalents	\$ 1,514,279
Investments	177,585
Receivables	<u>3,511,385</u>
<b>TOTAL ASSETS</b>	<u><u>5,203,249</u></u>
<b>LIABILITIES</b>	
Deposits due others	<u>5,203,249</u>
<b>TOTAL LIABILITIES</b>	<u><u>\$ 5,203,249</u></u>

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

**Vernon Parish School Board**  
**Notes to the Financial Statements**  
**June 30, 2020**

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**Vernon Parish School Board**  
**Notes to the Financial Statements**  
**June 30, 2020**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** The accompanying financial statements of the Vernon Parish 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 standard-setting body for establishing governmental accounting and financial reporting principles.

**A. REPORTING ENTITY** The Vernon Parish School Board was created by Louisiana Revised Statute LSA-R.S. 17:51 to provide public education for the children within Vernon 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 comprised of twelve members who are elected from eight districts for terms of four years.

The School Board operates eighteen schools within the parish with a total enrollment of 8,569 pupils in which Pre K enrollment was 584 and MFP enrollment was 7,985. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

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 bonded debt. The School Board also has no component units 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. FUNDS** The accounts of the School Board are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The funds of the School Board are classified into two categories: governmental and fiduciary.

**Governmental Funds** Governmental funds are used to account for the School Board's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets, and the servicing of long-term debt. The School Board reports the following major governmental funds:

**General fund** – The primary operating fund of the School Board accounts for all financial resources, except those required to be accounted for in other funds.

**Cares Act Education Stabilization fund** – Accounts for the ESSER grant which provides state and local educational agencies with emergency relief funds to address the impact that COVID-19 has had, and continues to have, on elementary and secondary schools across the nation.

**Fiduciary Funds** Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of outside parties, including other governments, or on behalf of other funds within the School Board.

**Vernon Parish School Board**  
**Notes to the Financial Statements**  
**June 30, 2020**

*Agency funds* are used to account for assets that the government holds for others in an agency capacity. These agency funds are as follows:

**School activities fund** – accounts for assets held by the School Board as an agent for the individual schools and school organizations.

**Scholarship fund** – accounts for voluntary employee contributions and is used to provide an annual scholarship for a graduate from the parish schools.

**Sales tax fund** – accounts for monies collected on behalf of other taxing authorities within the parish.

**Protested sales tax fund** – accounts for collection of sales tax receipts that are paid under protest and are set aside until the protest has been resolved.

### C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

**Government-Wide Financial Statements (GWFS)** The Statement of Net Position and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the Statement of Fiduciary Assets and Liabilities at the fund financial statement level.

The Statement of Net Position and the Statement of Activities was prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, liabilities, and deferred outflows/inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, liabilities and deferred outflows/inflows of resources resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33 “Accounting and Financial Reporting for Nonexchange Transactions.”

**Program revenues** Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as 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 with a function. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

### **Fund Financial Statements (FFS)**

**Governmental Funds** The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are “measurable and available”). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on long-term debt which is recognized when due. Compensated absences and claims and judgments are reported in a governmental fund only if the claims are due and payable.

**Vernon Parish School Board**  
**Notes to the Financial Statements**  
**June 30, 2020**

With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The governmental funds use the following practices in recording revenues and expenditures:

**Revenues**

**Ad valorem taxes** are recognized when all applicable eligibility requirements are met and the resources are available.

**Sales taxes** are recognized when underlying exchange transaction occurs and the resources are available.

**Entitlements and shared revenues** (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met.

**Other receipts** become measurable and available when cash is received by the School Board and are recognized as revenue at that time.

**Expenditures**

**Salaries** are recorded as paid. The unpaid balance of salaries for employees who work nine months of the year but elect to be paid over twelve months ending August 31 are accrued at June 30.

**Other Financing Sources (Uses)** Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of capital assets, debt extinguishments, long-term debt proceeds, et cetera) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

**Fiduciary Funds** The *agency funds* are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the School Board holds for others in an agency capacity.

**D. CASH AND CASH EQUIVALENTS** Cash includes amounts in demand deposits and interest-bearing demand deposits, and time deposit accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the School Board may deposit funds in demand deposits, interest-bearing demand deposits or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

The School Board participates in the Louisiana Asset Management Pool, Inc. (LAMP) which is an external investment pool that is not SEC-registered. Because the LAMP is an arrangement sponsored by a type of governmental entity, it is exempt by statute from regulation by the SEC.

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.

**Vernon Parish School Board**  
**Notes to the Financial Statements**  
**June 30, 2020**

GASB Statement No. 40 Deposit and Investment Risk Disclosure, requires disclosure of credit risk, custodial credit risk, concentration of credit risk, interest rate risk and foreign currency risk for all public entity investments.

LAMP is an investment pool that, to the extent practical, invests in a manner consistent with GASB Statement No. 79. The following facts are relevant for investment pools:

- Credit risk: Lamp is rated AAAM by Standard & Poor's
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- 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 risk 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. The WAM for LAMP's total investment is 47 days as of June 30, 2020.
- Foreign currency risk: Not applicable.

The investments in LAMP are stated at fair value. 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 net asset value of the pool shares.

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

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

**E. INVESTMENTS** Under state law, the School Board may invest in United States bonds, treasury notes or certificates. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents. The School Board's adopted investment policy does not address interest rate risk, credit risk or custodial credit risk.

Investments in certificates of deposits are stated at amortized cost. Investments in U. S. Treasury securities are stated at fair value. Investments in the Louisiana Asset Management Pool (LAMP) are valued at fair value.

The investments are reflected at fair value except for the following which are permitted per GASB Statement No. 31:

Investments in nonparticipating interest-earning contracts, such as nonnegotiable certificates of deposit with redemption terms that do not consider market rates, are reported using a cost-based measure.

The School Board reported at amortized cost money market investments and participating interest-earning investment contracts that have a remaining maturity at time of purchase of one year or less.

**Vernon Parish School Board  
Notes to the Financial Statements  
June 30, 2020**

**Definitions:**

Interest-earning investment contracts include time deposits with financial institutions (such as certificates of deposit), repurchase agreements, and guaranteed investment contracts.

Money market investments are short-term, highly liquid debt instruments that include U. S. Treasury obligations.

**F. SHORT-TERM INTERFUND RECEIVABLES /PAYABLES** During the course of operations, numerous transactions occur between individual funds for services rendered. These receivables and payables are classified as due from other funds or due to other funds on the fund financial statements balance sheet. Short-term interfund loans are classified as interfund receivables/payables.

**G. ELIMINATION AND RECLASSIFICATIONS** In the process of aggregating data for the Statement of Net Position and the Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the “grossing up” effect on assets and liabilities within the governmental activities column. Interfund services provided and used are not eliminated in the process of consolidation.

**H. INVENTORY** Inventory is accounted for using the consumption method, where expenditures are recognized as inventory is used.

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 Agriculture and Forestry. Unused commodities at June 30 are reported as unearned revenue. All purchased inventory items are valued at cost (first-in, first-out) and commodities are assigned values based on information provided by the United States Department of Agriculture.

**I. CAPITAL ASSETS** Capital assets are recorded at historical cost and depreciated over their estimated useful lives (excluding salvage value). The capitalization threshold is \$5,000 for capital assets and \$100,000 for intangibles-software. Donated capital assets are recorded at their acquisition value at the date of donation. Estimated useful life is management’s estimate of how long the asset is expected to meet service demands. Vehicles and trailers are assigned a salvage value of five percent of historical costs. Straight line depreciation is used based on the following estimated useful lives:

Buildings	10-40 years
Furniture and equipment	3-10 years
Intangible software	3-5 years

**J. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES** In addition to assets, the Statement of Financial Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The School Board has three types of item that qualify for reporting in this category. One item is deferred charges on refunding, which results from the difference in the carrying value of refunded debt and its requisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. In the Statement of Net Position, the net investment in capital assets includes the effect of deferring the recognition of expense from the deferred charge on refunding. The balance of deferred outflow of resources will be recognized as expense and decrease in net investment in capital assets through the 2029 fiscal year. The School Board had deferred outflows related to OPEB; see Note 8 for additional information. Additionally, the School Board had deferred outflows related to pensions; see Note 7 for additional information.

**Vernon Parish School Board**  
**Notes to the Financial Statements**  
**June 30, 2020**

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenues) until that time. The School Board has one item that qualifies as deferred inflows of resources which is related to pension obligations. See Note 7 for additional information.

**K. UNEARNED REVENUES** The School Board reports unearned revenues on its Statement of Net Position and fund Balance Sheet. Unearned revenues arise when resources are received by the School Board before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the School Board has a legal claim to the resources, the liability for unearned revenue is removed and the revenue is recognized.

**L. COMPENSATED ABSENCES** All 12-month employees earn ten days of vacation leave each year. Employees cannot accumulate more than 13 days of vacation leave. Upon retirement, unused vacation leave of up to 13 days is paid to employees.

All School Board employees earn ten days of sick leave each year. Sick leave can be accumulated without limitation. Upon retirement, unused sick leave of up to 25 days is paid to employees per Louisiana Revised Statute 17:425 at the employees' current rate of pay and all unused sick leave is used in the retirement computation as earned service.

Sabbatical leave may be granted for rest and recuperation and for professional and cultural improvement. 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.

The School Board's recognition and measurement criteria for compensated absences follow:

Vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both of the following conditions are met:

- A. The employees' right to receive compensation is attributable to services already rendered.
- B. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

A liability for sick leave should be accrued using one of the following termination approaches:

- A. An accrual for earned sick leave should be made only to the extent it is probable that the benefits will result in termination payments, rather than be taken as absences due to illness or other contingencies, such as medical appointments and funerals. The School Board uses this approach to accrue the liability for sick leave which includes salary related payments. The School Board accrues those employees that have a minimum experience of 20 years.
- B. Alternatively, a governmental entity should estimate its accrued sick leave liability based on the sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as well as other employees who are expected to become eligible in the future to receive such payments.

**Vernon Parish School Board**  
**Notes to the Financial Statements**  
**June 30, 2020**

Sabbatical leave benefits are accrued in the government-wide financial statements if they are based on past service, will be used as unrestricted time off, and are probable of being paid. In the fund financial statements, sabbatical leave benefits are recorded in the governmental fund only if the benefits are due and payable.

**M. LONG-TERM LIABILITIES** For government-wide reporting, the costs associated with the bonds are recognized as expense in the period incurred.

For fund financial reporting, bond premiums and discounts, as well as issuance costs are recognized in the period the bonds are issued. Bond proceeds are reported as an other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

For purposes 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 the retirement systems and additions to/deductions from the retirements systems fiduciary net position have been determined on the accrual basis as they are reported by the retirement systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**N. RESTRICTED NET POSITION** For the government-wide Statement of Net Position, net position is reported as restricted if either of the following conditions exist:

- Restrictions are externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments.
- Restrictions are imposed by law through constitutional provisions or enabling legislation.

Net position restricted for facility maintenance and debt service are restricted by enabling legislation.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as needed.

**O. FUND EQUITY OF FUND FINANCIAL STATEMENTS** GASB 54 requires the fund balance amounts to be reported within the fund balance categories as follows:

**Non-spendable:** Fund balance that is not in spendable form or legally or contractually required to be maintained intact. This category includes items that are not easily converted to cash such as inventories and prepaid items.

**Restricted:** Fund balance that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

**Committed:** Fund balance that can only be used for specific purposes determined by the School Board's highest level of decision-making authority. The Board is the highest level of decision-making authority for the School Board which can commit fund balance prior to the close of the fiscal year through the submission and adoption of a board resolution. Committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action it employed to previously commit the funds.

**Assigned:** Fund balance that is constrained by the School Board's intent to be used for specific purposes but are neither restricted nor committed. The School Board's policies do not address assignment of fund balance.

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**Unassigned:** Fund balance that is the residual classification for the General fund. Negative unassigned fund balance may be reported in other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

The School Board reduces committed amounts, followed by assigned amounts and then unassigned amounts when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used. The School Board considers restricted amounts to have been spent when an expenditure has incurred for purposes for which both restricted and unrestricted fund balance is available.

**P. INTERFUND ACTIVITY** Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

**Q. SALES TAXES** The Vernon Parish School Board has the following two sales tax ordinances:

The School Board collects a one percent parish-wide sales and use tax as authorized in a special election held January 12, 1991. In accordance with the proposition approved by the voters of the parish, the “net revenues derived from said sales and use tax is to be dedicated and used solely for the purpose to provide funds for the payment of salaries of school employees in the Vernon Parish School System” and for benefits of the retirees of the Vernon Parish School System.

The School Board collects a one percent parish-wide sales and use tax authorized in a special election held March 31, 1973. In accordance with the proposition approved by the voters of the parish, the “net revenues derived from said sales and use tax is to be dedicated and used solely for the purpose to provide funds for the payment of salaries of school employees in the Vernon Parish School System.”

**R. BUDGETS**

**General Budget Policies** The School Board follows these procedures in establishing the budgetary data reflected in the combined financial statements:

State statute requires budgets be adopted for the General fund and all special revenue funds. Each year prior to September 15, the Superintendent submits to the Board proposed annual budgets for the General fund and all special revenue funds. Public hearings are conducted, prior to the Board’s approval, to obtain citizens’ comments. The operating budgets include proposed expenditures and the means of financing them. Appropriations (unexpended budget balances) lapse at year end.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental or project level. However, when projected revenues within a fund fail to meet budgeted revenues and/or projected expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting.

**Encumbrances** Encumbrance accounting is employed in governmental funds. Outstanding encumbrances lapse at year end. To the extent the Board intends to honor the purchase orders and commitments, they are disclosed in the notes to the financial statements. Authorization for the eventual expenditure will be included in the following year’s budget appropriations.



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**Budget Basis of Accounting** All governmental funds' budgets are prepared on the modified accrual basis of accounting, with some variations. Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures plus projected expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function. The budget was amended after the close of the year. This is not prohibited by state law.

**S. USE OF 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 at the date of the financial statement and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. Excess of Expenditures Over Appropriations in Individual Funds** The following individual funds had actual expenditures over budgeted expenditures for the year ended June 30, 2020:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
Ward 1 Maintenance	\$ 663,158	\$ 664,071	\$ (913)
Ward 4 Maintenance	221,450	241,889	(20,439)
Ward 5 Maintenance	218,181	218,272	(91)
Sales Tax	300,719	311,343	(10,624)

**NOTE 3 - LEVIED TAXES** The School Board levies taxes on real and business personal property located within Vernon Parish's boundaries. Property taxes are levied by the School Board on property values assessed by the Vernon Parish Tax Assessor and approved by the State of Louisiana Tax Commission.

The Vernon Parish Sheriff's Office bills and collects property taxes for the School Board. Collections are remitted to the School Board monthly.

	<u>Property Tax Calendar</u>
Assessment date	January 1, 2019
Levy date	October 23, 2019
Tax bills mailed	November 4, 2019
Due date	December 31, 2019
Collection Date	December 2019-February 2020
Lien date	January 1, 2020
Tax sale – 2019 delinquent	July 14, 2020

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Assessed values are established by the Vernon Parish Tax Assessor each year on a uniform basis at the following ratios of assessed value to fair market value:

10% land	15% industrial improvements
15% machinery	15% commercial improvements
10% residential improvements	25% public service properties, excluding land

A revaluation of all property is required after 1978 to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2016. Total assessed value was \$201,354,560 in calendar year 2019. 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 \$55,305,102 of the assessed value in calendar year 2019.

State law requires the sheriff to collect property taxes in the calendar year in which the assessment is made. Property taxes become delinquent January 1 of the following year. If taxes are not paid by the due date, taxes bear interest at the rate of 1% per month until the taxes are paid. After notice is given to the delinquent taxpayers, the sheriff is required by the Constitution of the State of Louisiana to sell the least quantity of property necessary to settle the taxes and interest owed.

All property taxes are recorded in the general, special revenue funds and debt service funds on the basis explained in Note 1. Revenues in such funds are recognized in the accounting period in which they become measurable and available. Property taxes are considered measurable in the calendar year of the tax levy. Estimated uncollectible taxes are those taxes based on past experience which will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll. Available means due, or past due, and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter to pay liabilities of the current period. The remaining property taxes receivable are considered available because they are substantially collected within 60 days subsequent to year-end.

The tax roll is prepared by the parish tax assessor in November of each year; therefore, the amount of 2019 property taxes to be collected occurs in December and January and February of the next year.

Historically, virtually all ad valorem taxes receivable were collected since they are secured by property. Therefore, there is no allowance for uncollectible taxes.

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The following is a summary of authorized and levied (tax rate per \$1,000 Assessed Value) ad valorem taxes:

	<u>Date of Voter Approval</u>	<u>Authorized</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parish-wide taxes:				
Constitutional and Operations	Statutory	4.18	4.18	Statutory
Maintenance and Operations	November 16, 2013	8.12	8.12	2024
District Taxes:				
Ward				
1	November 16, 2013	13.03	13.03	2024
2 Hornbeck	December 6, 2014	10.39	10.39	2025
2 Hornbeck	November 16, 2013	13.83	13.83	2024
2 Orange	November 16, 2013	13.24	13.24	2024
3	April 9, 2016	19.49	18.77	2025
4 Pickering	December 8, 2012	14.14	14.14	2023
5	December 8, 2012	19.11	19.11	2023
6	December 8, 2012	12.68	12.68	2023
6 District 161 additional funding	April 9, 2016	10.00	10.00	2026
7	April 9, 2016	17.42	17.42	2025
8	December 8, 2012	14.00	14.00	2023
8 District 151 additional funding	April 9, 2016	10.00	10.00	2026
District Sinking Fund Taxes:				
1	May 4, 2002	Variable	34.76	2021
2 Hornbeck	January 20, 2001	Variable	10.78	2020
2 Orange	November 4, 2008	Variable	28.38	2033
3	February 9, 2008	Variable	18.11	2037
3 (Wildlife Management Area)	February 9, 2008	Variable	8.59	2037
4 Pickering	September 18, 2004	Variable	23.91	2024
5	April 5, 2003	Variable	23.36	2022
6	January 18, 1992	Variable	29.80	2021
7	May 3, 2003	Variable	28.23	2022
8	September 18, 2004	Variable	20.89	2034

**NOTE 4 - DEPOSITS AND INVESTMENTS** Deposits are stated at cost, which approximates fair value. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The fair value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

Total investments of the School Board are \$3,998,044; however, \$177,585 is reported in agency funds (Statement G). The municipal bonds, Build American Bonds Income Trust and stock certificates were donated to Pitkin High School FFA for educational training on the stock market. The school does not invest school funds but uses the donated funds for training, in which all earnings and losses flow through the account.

**Interest Rate Risk:** The School Boards' policy does not address interest rate risk. For information regarding the interest rate risk on LAMP investments, see note 1D. The weighted average years to maturity for the municipal bonds is 20 years. The investment trust bonds are rated investment grade or higher. Investment trust bonds can be liquidated on any business day.

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Credit Risk: The School Board’s policy does not address credit rate risk.

Custodial Credit Risk-Deposits: This represents the risk that in the event of a bank failure, the School Board’s deposits may not be returned to it. As of June 30, 2020, the School Board’s carrying value of cash and cash equivalents was \$21,489,777 (including \$3,820,459 which is in certificates of deposit, classified as investments under Statement A). Statement A reports \$19,797,913, Statement G reports \$1,691,864. Included in cash and cash equivalents on Statement A is \$13,701,858 which is invested in LAMP. The bank balance at June 30, 2020 was \$28,854,081, which includes the amount invested in LAMP. Of the bank balance, \$1,000,000 was covered with federal depository insurance or by collateral held in the School Board’s name. The remaining balance was collateralized with securities held by pledging financial institutions trust department or agent but not in the School Board’s name. Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon request. The School Board has no formal custodial credit risk for deposit policy.

Custodial Credit Risk - Investments: For an investment, this is the risk that, in the event of the failure of the counter party, the School Board will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The School Board does maintain investment accounts at a financial institution.

Investments are measured at fair value on a recurring basis. Recurring fair value measurements are those that Governmental Accounting Standards Board (GASB) Statements require or permit in the Statement of Net Position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset’s fair value. Level 1 inputs are quoted prices in the active markets for identical assets; Level 2 inputs are based on quoted market prices for similar instruments traded in active markets; Level 3 inputs are significant unobservable inputs. Investments’ fair value measurements are as follows at June 30, 2020:

<u>Investment type</u>	<u>Maturities</u>	<u>Percentage of Investment</u>	<u>Fair Value Hierarchy</u>	<u>Valuation Technique</u>	<u>Credit Risk</u>	<u>Fair Value</u>
Municipal Bonds	> 10 years	7.55%	Level 2	Market approach	A+	\$ 13,405
Build America Bonds Income Trust	< 1 year	27.07%	Level 2	Market approach	Unrated	48,070
Mutual Funds	< 1 year	3.99%	Level 1	Not applicable	Unrated	7,090
Stock Certificates	N/A	17.45%	Level 1	Not applicable	Unrated	30,985
Money Market	N/A	43.94%	Level 1	Not applicable	Unrated	78,035
Total						<u>\$ 177,585</u>

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**NOTE 5 - RECEIVABLES** The receivables at June 30, 2020, are as follows:

Class of Receivables	General	CARES ACT Education Stabilization Grant	Nonmajor Governmental	Total
<b>Taxes:</b>				
Sales	\$ 1,480,978	\$ -	\$ -	\$ 1,480,978
<b>Intergovernmental - grants:</b>				
Federal	919,103	891,193	2,200,428	4,010,724
State	-	-	37,909	37,909
Other	638,030	-	66,740	704,770
Total	<u>\$ 3,038,111</u>	<u>\$ 891,193</u>	<u>\$ 2,305,077</u>	<u>\$ 6,234,381</u>

No allowance for doubtful accounts has been established as the School Board expects to collect the full balance. All significant balances included in the above chart are expected to be collected within twelve months of the year-end. The agency funds accounts receivable balance of \$3,511,385 is net of an allowance for doubtful accounts of \$1,200,619.

**NOTE 6 - CAPITAL ASSETS** Capital asset balances and activity for the year ended June 30, 2020 is as follows:

	Balance Beginning	Additions	Deletions	Balance Ending
<b>Governmental activities</b>				
Capital asset not being depreciated				
Land	\$ 1,593,197	\$ -	\$ -	\$ 1,593,197
Capital assets being depreciated				
Buildings	107,479,484	-	-	107,479,484
Furniture and equipment	9,821,845	562,743	99,874	10,284,714
Total capital assets being depreciated	<u>117,301,329</u>	<u>562,743</u>	<u>99,874</u>	<u>117,764,198</u>
Less accumulated depreciation				
Buildings	42,237,710	2,494,402		44,732,112
Furniture and equipment	7,096,895	536,365	84,965	7,548,295
Total accumulated depreciation	<u>49,334,605</u>	<u>3,030,767</u>	<u>84,965</u>	<u>52,280,407</u>
Total capital assets being depreciated, net	<u>67,966,724</u>	<u>(2,468,024)</u>	<u>14,909</u>	<u>65,483,791</u>
<b>Governmental activities</b>				
Capital assets, net	<u>\$ 69,559,921</u>	<u>\$ (2,468,024)</u>	<u>\$ 14,909</u>	<u>\$ 67,076,988</u>

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$ 2,160,461
Special programs	12,731
Other instructional programs	21,795
General administration	1,028
School administration	135,658
Plant services	69,134
Student transportation services	383,264
Food services	246,696
Total depreciation expense	<u>\$ 3,030,767</u>

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**NOTE 7 - PENSION PLANS**

The School Board is a participating employer in two statewide, public employee retirement systems, the Louisiana School Employees' Retirement System (LSERS) and the Teacher's Retirement System of Louisiana (TRSL). Both systems have separate boards of trustees and administer cost-sharing, multiple-employer defined benefit pension plans, including classes of employees with different benefits and contribution rates (sub-plans). Article X, Section 29(F) of the Louisiana Constitution of 1974 assigns the authority to establish and amend benefit provisions of all sub-plans administered by these systems to the State Legislature. Each system issues a public report that includes financial statements and required supplementary information. Copies of these reports for LSERS and TRSL may be obtained at [www.lsers.net](http://www.lsers.net) and [www.trsl.org](http://www.trsl.org), respectively.

TRSL also administers an optional retirement plan (ORP), which was created by Louisiana Revised Statute 11:921-931 for academic and administrative employees of public institutions of higher education and is considered a defined contribution plan. A portion of the employer contributions for ORP plan members is dedicated to the unfunded accrued liability of the TRSL defined benefit plan. The School Board had no participants in ORP.

**General Information about the Pension Plans**

**Plan Descriptions/Benefits Provided:**

Louisiana School Employees' Retirement System: LSERS administers a plan to provide retirement, disability, and survivor's benefits to non-teacher school employees excluding those classified as lunch workers and their beneficiaries as defined in R.S. 11:1001. The age and years of creditable service (service) required in order for a member to receive retirement benefits are established by R.S. 11:1141-1153 and vary depending on the member's hire date.

A member who joined the system on or after July 1, 2015 is eligible for normal retirement if he has at least 5 years of creditable service and is at least age 62. A member who joined between July 1, 2010 and June 30, 2015 is eligible for normal retirement if he has at least 5 years of creditable service and is at least age 60. A member who joined the system on or before June 30, 2010 is eligible for normal retirement if he has at least 30 years of creditable service regardless of age, 25 years of creditable service and is at least age 55, or 10 years of creditable service and is at least age 60. All members are eligible for retirement with 20 years of creditable service regardless of age with an actuarially reduced benefit.

For members who joined the system prior to July 1, 2006, the maximum retirement benefit is an amount equal to 3 1/3% of the average compensation for the 3 highest consecutive years of membership service, subject to the 10% salary limitation, multiplied by the number of years of service limited to 100% of final average compensation plus a supplementary allowance of \$2.00 per month for each year of service. For members who joined the system on or after July 1, 2006 through June 30, 2010, 3 1/3% of the average compensation is used to calculate benefits, however, the calculation consists of the five highest consecutive years of membership service, subject to the 10% salary limitation. For members who joined the system on or after July 1, 2010, 2 1/2% of the average compensation is used to calculate benefits and consists of the five highest consecutive years' average salary, subject to the 15% salary limitation. The supplemental allowance was eliminated for members entering the plan on or after July 1, 1986. Effective January 1, 1992, the supplemental allowance was reinstated to all members whose service retirement became effective after July 1, 1971.

A member is eligible to retire and receive disability benefits if the member has at least 5 years of creditable service, is not eligible for normal retirement and has become totally and permanently disabled and is certified as disabled by

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the Medical Board. A vested person with twenty or more years of creditable service who has withdrawn from active service prior to the age at which that person is eligible for retirement benefits, is eligible for a disability benefit until normal retirement age. A member who joins the system on or after July 1, 2006, must have at least 10 years of service to qualify for disability benefits. Upon the death of a member with five or more years of creditable service, the plan provides benefits for surviving spouses and minor children. Under certain conditions outlined in the statutes, a spouse is entitled to 75% of the member's benefit.

Teachers' Retirement System of Louisiana: TRSL administers a plan to provide retirement, disability, and survivor benefits to employees who meet the legal definition of a "teacher" as provided for in R.S. 11:701. Eligibility for retirement benefits and the calculation of retirement benefits are provided for in R.S. 11:761. Statutory changes closed existing, and created new, sub-plans for members hired on or after January 1, 2011 and July 1, 2015.

Most members are eligible to receive retirement benefits 1) at the age of 60 with 5 years of service, 2) at the age of 55 with at least 25 years of service, or 3) at any age with at least 30 years of service. For members joining on or after July 1, 2015, retirement benefits are paid at age 62 with at least 5 years of service credit. Members may retire with an actuarially reduced benefit with 20 years of service credit. Retirement benefits are calculated by applying a percentage ranging from 2% to 3% of final average salary multiplied by years of service. Average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to January 1, 2011, or highest 60 consecutive months of employment for members employed after that date.

Under R.S. 11:778 and 11:779, members who have suffered a qualified disability are eligible for disability benefits if employed prior to January 1, 2011 and attained at least 5 years of service or if employed on or after January 1, 2011 and attained at least 10 years of service. Members employed prior to January 1, 2011 receive disability benefits equal to 2½% of average compensation multiplied by the years of service, but not more than 50% of average compensation subject to statutory minimums. Members employed on or after January 1, 2011 receive disability benefits equivalent to the regular retirement formula without reduction by reason of age.

Survivor benefits are provided for in R.S. 11:762. In order for survivor benefits to be paid, the deceased member must have been an active member at the time of death and must have a minimum of five years of service, at least two of which were earned immediately prior to death, or must have had a minimum of twenty years of service regardless of when earned in order for a benefit to be paid to a minor or handicapped child. Survivor benefits are equal to 50% of the benefit to which the member would have been entitled if retired on the date of death using a factor of 2½% regardless of years of service or age, or \$600 per month, whichever is greater. Benefits are payable to an unmarried child until age 21, or age 23 if the child remains a full-time student. The minimum service credit requirement is ten years for a surviving spouse with no minor children, and benefits are to be paid for life to the spouse or a qualified handicapped child.

**Deferred Retirement Option Program (DROP)**

In lieu of terminating employment and accepting a service retirement, an eligible LSERS or TRSL member can begin participation in the DROP on the first retirement eligibility date for a period not to exceed 3 years. A member has a 60-day window from his first eligible date to participate in the program in order to participate for the maximum number of years. Delayed participation reduces the three-year maximum participation period. During participation, benefits otherwise payable are fixed, and deposited in an individual DROP account. Upon termination of DROP participation, the member can continue employment and earn additional benefit accruals to be added to the fixed pre-DROP benefit. Upon termination of employment, the member is entitled to the fixed benefit, an additional benefit based on post-DROP service (if any), and the individual DROP account balance which can be paid in a lump sum or an additional annuity based upon the account balance.

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**Cost of Living Adjustments**

As fully described in Title 11 of the Louisiana Revised Statutes, LSERS and TRSL allow for the payment of permanent benefit increases, also known as cost of living adjustments, or COLAs, that are funded through investment earnings when recommended by the board of trustees and approved by the Legislature. These ad hoc COLAs are not considered to be substantively automatic.

**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. For those members participating in the TRSL defined contribution ORP, a portion of the employer contributions are used to fund the TRSL defined benefit plans' unfunded accrual liability.

Employer contributions to LSERS for fiscal year 2020 were \$1,171,458, with active member contributions ranging from 7.5% to 8%, and employer contributions of 29.4%. Employer defined benefit plan contributions to TRSL for fiscal year 2020 were \$11,392,942, with active member contributions of 8%, and employer contributions of 26.0%. Non-employer contributions to TRSL, which are comprised of \$350,387 from ad valorem taxes and revenue sharing funds and \$5,303 from the State for PIP salaries, totaled \$355,690 for fiscal year 2020. These non-employer contributions were recorded as revenue and were used as employer contributions.

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

At June 30, 2020, the School Board reported liabilities of \$10,200,320 and \$85,127,692 under LSERS and TRSL, respectively, for its proportionate share of the Net Pension Liability (NPL). The NPL for LSERS and TRSL was measured as of June 30, 2019, and the total pension liabilities used to calculate the NPL were determined by actuarial valuations as of that date. The School Board's proportions of the NPL were based on projections of the School Board's long-term share of contributions to the pension plans relative to the projected contribution of all participating employers, actuarially determined. As of June 30, 2019, the most recent measurement date, the School Board's proportions and the changes in proportion from the prior measurement date were 1.457060%, or a decrease of .050249% for LSERS and .85774% or a decrease of .00595% for TRSL.



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For the year ended June 30, 2020, the School Board recognized a total pension expense of \$8,302,487, or \$1,207,552 and \$7,094,935 for LSERS and TRSL, respectively. The School Board reported deferred outflows of resources and deferred inflows of resources related to pensions as components of unrestricted net position from the following sources:

	Deferred Outflows			Deferred Inflows		
	LSERS	TRSL	Total	LSERS	TRSL	Total
Differences between expected and actual experience	\$ -	\$ -	\$ -	\$ 254,240	\$ 2,660,270	\$ 2,914,510
Changes of assumptions	295,715	6,051,896	6,347,611	-	-	-
Net difference between projected and actual earnings on pension plan investments	392,411	-	392,411	-	3,150,665	3,150,665
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	2,142,600	2,142,600	334,727	4,320,054	4,654,781
Employer contributions subsequent to the measurement date	<u>1,171,458</u>	<u>11,392,942</u>	<u>12,564,400</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 1,859,584</u>	<u>\$ 19,587,438</u>	<u>\$ 21,447,022</u>	<u>\$ 588,967</u>	<u>\$ 10,130,989</u>	<u>\$ 10,719,956</u>

Deferred outflows of resources related to pensions resulting from the School Board's contributions subsequent to the measurement date will be recognized as a reduction of the LSERS and TRSL NPL in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	<u>LSERS</u>	<u>TRSL</u>	<u>Total</u>
2021	\$ 85,238	\$ (522,179)	\$ (436,941)
2022	(298,543)	(2,524,908)	(2,823,451)
2023	178,868	123,772	302,640
2024	133,596	986,822	1,120,418

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*Actuarial Assumptions*

The total pension liabilities for LSERS and TRSL in the June 30, 2019 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurements:

	<u>LSERS</u>	<u>TRSL</u>
<b>Valuation Date</b>	June 30, 2019	June 30, 2019
<b>Actuarial Cost Method</b>	Entry Age Normal	Entry Age Normal
<b>Expected Remaining Service Lives</b>	3 years	5 years
<b>Investment Rate of Return</b>	7%, net of investment expenses, including inflation	7.55%, net of investment expenses
<b>Inflation Rate</b>	2.5% per annum	2.5% per annum
<b>Mortality - Non-disabled</b>	RP-2014 Healthy Annuitant Tables, RP-2014 Sex Distinct Employee Tables, RP-2014 Sex Distinct Mortality Table	Active members - RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by .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.
<b>Mortality - Disabled</b>	RP-2014 Sex Distinct Disabled Tables	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.
<b>Termination, Disability, Retirement</b>	2012-2017 experience study	Termination, disability, and retirement assumptions were projected based on a 5-year (July 1, 2012 - June 30, 2017) experience study of the system's members.
<b>Salary Increases</b>	3.25% based on a 2012-2017 experience study of the system	3.3% - 4.8% varies depending on the duration of service
<b>Cost of Living Adjustments</b>	Not substantively automatic	Not substantively automatic

For LSERS 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 and an adjustment for the effect of rebalance/diversification.

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For TRSL, the long-term expected rate of return 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 2.5% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return was 8.48% for 2019. The target allocation and best estimates of real rates of return for each major asset class are summarized for each plan in the following table:

	Target Allocation	LT Expected Real Rate of Return
TRSL (arithmetic)		
Domestic equity	27.00%	4.60%
International equity	19.00%	5.70%
Domestic fixed income	13.00%	1.69%
International fixed income	5.50%	2.10%
Private equity	25.50%	8.67%
Other private assets	10.00%	3.65%
Total	100.00%	
LSERS (arithmetic)		
Fixed income	26.00%	1.07%
Equity	39.00%	2.93%
Alternative	17.00%	1.43%
Real estate	12.00%	0.73%
Real assets	6.00%	0.60%
Total	100.00%	6.76%
Inflation		2.00%
Expected arithmetic nominal return		8.76%

*Discount Rate.* The discount rate used to measure the total pension liability was 7% for LSERS and 7.55% for TRSL. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions from participating employers will be made at contractually required rates, actuarially determined. Based on those assumptions, 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 LSERS discount rate was reduced from 7.0625% in the June 30, 2018 valuation to 7.00% in the June 30, 2019 valuation. The TRSL discount rate used in the June 30, 2019 net pension liability valuation was decreased from the 7.65% used in the June 30, 2018 valuation to 7.55%. The discount rate was reduced in accordance with the TRSL Board's adopted plan to reduce the discount rate to 7.5% in 0.05% annual increments. The TRSL Board accelerated the discount rate reduction plan resulting in a reduction of the discount rate by 0.10% for the June 30, 2019 valuation.

*Sensitivity of the proportionate share of the NPL to changes in the discount rate.* The following presents the School Board's proportionate share of the NPL for LSERS and TRSL using the current discount rate as well as what the

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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:

	<u>1.0% Decrease</u>	<u>Current Discount Rate</u>	<u>1.0% Increase</u>
LSERS	\$ 13,823,477	\$ 10,200,320	\$ 7,103,028
TRSL	113,317,139	85,127,692	61,368,292

*Pension plan fiduciary net position.* Detailed information about LSERS and TRSL fiduciary net position is available in the separately issued financial reports referenced above.

*Payables to the Pension Plan.* At June 30, 2020, the School Board had \$0 and \$0 in payables to LSERS and TRSL, respectively, for the June 2020 employee and employer legally required contributions.

**NOTE 8 - OTHER POST EMPLOYMENT BENEFITS**

*Plan Description* - In accordance with state statutes, the School Board provides certain continuing health care and life insurance benefits for its retired employees on a pay-as-you-go basis. The School Board's OPEB Plan is a single employer defined benefit "substantive plan" as understood by past practices of the School Board and its employees. Although no written plan or trust currently exists or is sanctioned by law, the OPEB Plan is reported based on communication to plan members. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits and similar benefits for active employees are provided through the Office of Group Benefits, whose monthly premiums are paid jointly by the employee and the School Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

*Benefits Provided and Funding Policy* - The contribution requirements of plan members and the School Board are established and may be amended by LRS 42:801-883. Employees do not contribute to their post employment benefits cost until they become retirees and begin receiving those benefits. The healthcare and life insurance premiums are paid 25% by the retiree and 75% by the employer.

*Employees Covered by Benefit Terms* - At June 30, 2020, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	841
Inactive employees entitled to but not yet receiving benefit payments	0
Active employees	838
Total	<u><u>1,679</u></u>

*Total OPEB Liability* - The School Board's total OPEB liability of \$308,553,969 was measured as of June 30, 2020 and was determined by an actuarial valuation as of July 1, 2019. The payments on the OPEB liability are made by the General fund.

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Actuarial Assumptions and Other Inputs – The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial method	Entry age normal cost - Level percentage of projected salary
Discount rate	2.21% based on the Bond Buyer General Obligation 20 bond municipal index
Healthcare trend	6.2%/5.1% for Pre-65/Post-65 claims in 2019, gradually decreasing to an ultimate rate of 3.7%/3.7% for 2073 and beyond.
Inflation rate	2.5%, compounded annually
Mortality	PUB-2010 General Amount-Weighted Table with separate employee, healthy annuitant, and disabled rates, projected generationally using scale MP-2019.
Turnover	Range from 9% at age 25 to 4.2% at ages 50 and over
Retirement rates	Ranges from 3.5% at age 38 increasing to 23.5% at age 60, declining to 20% at age 69. Age 70+ is 100%.
Salary increase	Assumed to appreciate at the assumed rate of inflation of 2.5%.

No salary experience studies were conducted. The discount rate decreased from 3.5% in the prior year to 2.21% in the current year. Mortality rates changed from Sex-Distinct RP-2014 Total Dataset Mortality projected generationally using scale MP-2018 to PUB-2010 Amount Weighted Table with Mortality Improvement Scale MP-2019 on a generational bases. The School Board contributed \$5,447,286 utilizing the pay-as-you-go basis.

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Changes in the Total OPEB Liability:

	Total OPEB Liability
Balance at June 30, 2019	\$ 323,006,107
Changes for the year:	
Service cost	12,006,525
Interest	11,630,934
Effect of economic/demographic gains and losses	43,076,459
Effect of assumptions changes or inputs:	
Claims cost	(85,019,094)
Trend rates	(41,775,101)
Retirement, termination & disability rates	(6,973,041)
Mortality table	(1,087,813)
Discount rate	59,136,279
Benefit payments	(5,447,286)
Net changes	(14,452,138)
Balance at June 30, 2020	\$ 308,553,969

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 one percentage point lower and one percentage point higher than the current discount rate.

	1% Decrease (1.21%)	Discount Rate (2.21%)	1% Increase (3.21%)
Total OPEB liability	\$ 369,894,930	\$ 308,553,969	\$ 261,121,905

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates – 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 trend rates that are one percentage point lower and one percentage point higher than the current healthcare cost trend rates.

	1% Decrease	Current Trend Rate	1% Increase
Total OPEB liability	\$ 254,815,733	\$ 308,553,969	\$ 379,782,200

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB– For the year ended June 30, 2020, the School Board recognized OPEB expense of \$25,383,254. At June 30, 2020, the School Board reported deferred outflows of resources related to OPEB from the following sources:

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	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ -	\$ 42,710,832
Changes of assumptions	(61,157,468)	28,144,153
Total	\$ (61,157,468)	\$ 70,854,985

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

Year Ended June 30:	
2021	\$ 1,745,795
2022	1,745,795
2023	1,745,795
2024	1,745,795
2025	2,397,590
Thereafter	316,747

**NOTE 9 - ACCOUNTS, SALARIES AND OTHER PAYABLES** The payables at June 30, 2020, are as follows:

	General	Nonmajor Governmental	Total
Salaries	\$ 4,241,383	\$ 1,272,394	\$ 5,513,777
Accounts	108,771	93,205	201,976
Claims	87,548	-	87,548
Total	\$ 4,437,702	\$ 1,365,599	\$ 5,803,301

**NOTE 10 - AGENCY FUND DEPOSITS DUE OTHERS (FFS LEVEL ONLY)** A summary of changes in agency fund deposit due others follows:

	Balance at Beginning of year	Additions	Reductions	Balance at Ending of year
School activities agency	\$ 1,614,150	\$ 2,455,716	\$ 2,534,756	\$ 1,535,110
Scholarship	2,302	699	300	2,701
Sales tax agency	2,743,876	32,324,107	31,556,598	3,511,385
Protested sales tax	141,763	12,290	-	154,053
Total	\$ 4,502,091	\$ 34,792,812	\$ 34,091,654	\$ 5,203,249

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The following details the changes in deposits due others for the Sales Tax Agency fund:

Beginning Balance, July 1, 2019		\$ 2,743,876
Additions (Sales Tax Collections)		32,324,107
Deductions	Collection Fees	473,167
	Vernon Parish School Board	12,777,392
	Vernon Parish Police Jury	9,573,881
	Vernon Parish Sheriff's Office	3,191,336
	City of Leesville	4,565,285
	Town of Rosepine	216,819
	Town of New Llano	461,008
	Town of Hornbeck	50,941
	Tourism & Use Tax Collections	246,769
	Total Deductions:	<u>31,556,598</u>
Ending Balance, June 30, 2020		<u><u>\$ 3,511,385</u></u>



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**NOTE 11 - SALES TAX DISTRIBUTIONS** The following is a schedule of the sales tax disbursements made to local governmental sales tax entities on a cash basis for the fiscal year ended June 30, 2020.

	<u>Gross Amounts</u>	<u>Less Collection Fees</u>	<u>Net Distributions</u>
Vernon Parish School Board (2%)			
School Board (1%) 1973	\$ 6,485,893	\$ 97,197	\$ 6,388,696
School Board (1%) 1991	6,485,893	97,197	6,388,696
	<u>12,971,786</u>	<u>194,394</u>	<u>12,777,392</u>
Vernon Parish Police Jury ( 1.5%)			
Police Jury (1%) 2006 Renewal	6,479,784	97,198	6,382,586
Police Jury (0.5%) 2006 Renewal	3,239,892	48,598	3,191,294
	<u>9,719,676</u>	<u>145,796</u>	<u>9,573,880</u>
Vernon Parish Sheriff's Office			
Law Enforcement District (0.5%) 2004	3,239,935	48,599	3,191,336
City of Leesville (1.5%)			
City of Leesville (1%) 2004 Renewal	3,089,871	46,348	3,043,523
City of Leesville (0.5%) 2004	1,544,936	23,174	1,521,762
	<u>4,634,807</u>	<u>69,522</u>	<u>4,565,285</u>
Town of Rosepine (1.5%)			
Town of Rosepine (1%) 2011 Renewal	146,747	2,201	144,546
Town of Rosepine (.5%) 2011	73,374	1,101	72,273
	<u>220,121</u>	<u>3,302</u>	<u>216,819</u>
Town of New Llano (1.5%)			
Town of New Llano (1%)	312,019	4,680	307,339
Town of New Llano (.5%) 2007	156,010	2,340	153,670
	<u>468,029</u>	<u>7,020</u>	<u>461,009</u>
Town of Hornbeck (1%)	51,717	776	50,941
Tourism (3%)	250,527	3,758	246,769
Total	<u>\$ 31,556,598</u>	<u>\$ 473,167</u>	<u>\$ 31,083,431</u>

A total of \$10,686 was billed to these entities for audit fees paid to external auditors. Payments were made from each entity directly to the external auditor.

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**NOTE 12 - LONG-TERM LIABILITIES** The following is a summary of the long-term obligation transactions for the year ended June 30, 2020:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One year</u>
Governmental Activities					
Bonds payable:					
General obligation debt	\$ 16,887,000	\$ -	\$ 6,373,000	\$ 10,514,000	\$ 645,000
Private placement bonds	11,868,000	4,410,000	1,304,000	14,974,000	2,343,000
Premium on bonds	786,268	-	68,371	717,897	-
Other liabilities:					
Worker's compensation	549,762	727,532	656,491	620,803	437,741
Capital leases	517,842	-	195,838	322,004	201,211
Compensated absences	1,356,570	1,256,530	1,229,241	1,383,859	1,229,241
Governmental activities					
Long-term liabilities	<u>\$ 31,965,442</u>	<u>\$ 6,394,062</u>	<u>\$ 9,826,941</u>	<u>\$ 28,532,563</u>	<u>\$ 4,856,193</u>

Payments on the general obligation and private placement bonds payable that pertain to the School Board's governmental activities are made by the debt service funds. The compensated absences and the net pension liability attributable to the governmental activities will be liquidated by several of the School Board's governmental funds based on employee's salary expense. In the past, approximately 90% was paid by the General fund, 3% by Special Education fund, 3% by the School Food Service fund and the remaining 4% by other governmental funds. The payments on the workers' compensation claims payable are made by the General fund.

The bonds were issued for acquiring and/or improving lands for building sites and playgrounds; purchasing, erecting and/or improving school buildings and other school related facilities within and for said school district. The capital lease used to purchase buses will be repaid by the General fund.

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The following table lists the pertinent information on each outstanding issue:

General Obligation Bonds					
	Original Issue	Interest Rates	Final Payment Due	Interest to Maturity	Principal Outstanding
WARD I					
December 12, 2011 (Refunding)	\$ 3,560,000	2.34	2022	\$ 28,034	\$ 794,000
December 12, 2017 (Refunding)	8,580,000	2.00 - 4.00	2030	2,403,250	8,525,000
WARD II - HORNBECK					
June 01, 2001	600,000	.10-5.7	2021	1,975	50,000
WARD IV					
March 01, 2005	3,200,000	.9-5.9	2025	105,921	1,145,000
Total general obligation bonds				<u>\$ 2,539,180</u>	<u>\$ 10,514,000</u>
Direct Borrowings and Private Placement					
	Original Issue	Interest Rates	Final Payment Due	Interest to Maturity	Principal Outstanding
WARD 1					
December 18, 2019 (Refunding)	\$ 4,410,000	1.789	2024	\$ 196,629	\$ 4,353,000
WARD 2 - ORANGE					
April 01, 2009	425,000	2.95	2024	12,834	170,000
February 6, 2014 (Refunding)	3,068,000	.5 - 4.6	2034	720,336	2,297,000
WARD III					
November 1, 2007 (Refunding)	900,000	4.25	2022	10,242	159,000
March 24, 2015 (Refunding)	376,000	2.94	2030	45,658	268,000
Nov. 16, 2016 (Refunding)	1,835,000	2.65	2033	323,114	1,623,000
WARD IV					
July 19, 2016	2,500,000	2.89	2031	531,760	2,390,000
WARD V					
June 14, 2012 (Refunding)	2,465,000	2.92	2023	47,158	800,000
WARD VI					
November 26, 2007 (Refunding)	949,000	1.00 - 4.5	2021	2,114	47,000
February 23, 2011 (Refunding)	381,000	2.00 - 4.00	2030	55,040	236,000
WARD VII					
March 17, 2015 (Refunding)	1,200,000	2.28	2025	44,574	640,000
June 14, 2012 (Refunding)	2,835,000	2.67	2023	50,462	935,000
WARD VIII					
February 6, 2014 (Refunding)	1,339,000	.50 - 5.00	2030	221,044	1,056,000
Total direct borrowings and private placement				<u>\$ 2,260,965</u>	<u>\$ 14,974,000</u>

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All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish. At year end, the School Board has accumulated \$1,847,387 in the debt service funds for future debt requirements. The bonds are due as follows:

Year Ending June 30,	General Obligation Bonds			Direct Borrowings and Private Placement		
	Bonds		Total	Bonds		Total
	Principal Payments	Interest Payments		Principal Payments	Interest Payments	
2021	\$ 645,000	\$ 361,294	\$ 1,006,294	\$ 2,343,000	\$ 409,370	\$ 2,752,370
2022	619,000	345,070	964,070	2,369,000	352,519	2,721,519
2023	230,000	329,702	559,702	2,352,000	295,379	2,647,379
2024	240,000	323,032	563,032	1,798,000	239,880	2,037,880
2025	1,550,000	315,832	1,865,832	657,000	199,824	856,824
2026-2030	7,230,000	864,250	8,094,250	3,920,000	652,390	4,572,390
2031-2035	-	-	-	1,535,000	111,603	1,646,603
Total	<u>\$10,514,000</u>	<u>\$ 2,539,180</u>	<u>\$ 13,053,180</u>	<u>\$14,974,000</u>	<u>\$ 2,260,965</u>	<u>\$ 17,234,965</u>

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 50 percent of the assessed value of taxable property. At year end, the statutory limit is \$100,677,280 and outstanding net bonded debt totals \$24,358,510.

Advance Refunding: In December 2019, the School Board issued \$4,410,000 in general obligation refunding bonds along with \$403,000 in existing debt service funds for Ward 1 in defeasance of the 2021 to 2024 callable maturities (\$4,700,000) of the series 2010 general obligation bonds to reduce total future debt service payments. The proceeds were placed in an irrevocable trust with an escrow agent for the purpose of generating resources for all future debt service payments of the refunded general obligation bonds. The reacquisition price exceeded the net carrying amount of the old debt by \$70,363. This amount is considered a deferred outflow of resources and amortized over the life of the new bonds. The refunding resulted in a present value savings of \$174,453 in future debt service payments over the next 12 years and reduced its total debt service payments by \$201,702.

Bond Restructuring: Ward VIII bonds issued February 6, 2014 were restructured for early payment on March 1, 2020. The original final payment date was March 1, 2036. The restructuring allows for additional principal payments which will change the final payment date to March 1, 2030. The redemption provision was changed to allow the bonds to be called by the issuer on or after March 1, 2021. The restructuring will result in an interest savings of \$197,525.

Defeasance of Debt: In the prior years, the School Board defeased general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust account to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the School Board's financial statement. At June 30, 2020, \$8,735,000 of defeased bonds remain outstanding. These bonds will be called on March 1, 2025.

Capital Leases

During the 2015 fiscal year, the School Board purchased five school buses under a new capital lease for \$381,260. During the 2017 fiscal year, the School Board purchased an additional five school buses under a new capital lease for \$412,816. During the 2018 fiscal year, eight buses were purchased under a capital lease for \$585,552. The current depreciation reported under student transportation for the fiscal year ended June 30, 2020 was \$133,569 and accumulated depreciation for these buses at June 30, 2020 fiscal year end was \$487,153. The following is a schedule

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of future minimum lease payments under the capital lease agreements and the present value of the net minimum lease payments, as of June 30, 2020:

2021		\$ 210,666
2022		124,718
Net minimum lease payments		335,384
Less: amounts representing interest		13,380
Present value of net minimum lease payments		\$ 322,004

**NOTE 13 - INTERFUND TRANSACTIONS (FFS LEVEL ONLY)**

**Interfund Receivables/Payables**

<u>Receivable Fund</u>	<u>Amount</u>	<u>Payable Fund</u>	<u>Amount</u>
General	\$ 2,693,773	CARES Act Education Stabilization Fund	\$ 891,193
		Nonmajor Governmental	1,802,580
Total	\$ 2,693,773		\$ 2,693,773

The purpose of the interfund assets/liabilities was to cover current-year expenditures on cost reimbursement programs until the reimbursement requisitions are deposited. All interfund balances are expected to be paid within twelve months of year-end.

**Interfund Transfers**

<u>Transfer In Fund</u>	<u>Amount</u>	<u>Transfer Out Fund</u>	<u>Amount</u>
Nonmajor Governmental	\$ 895,378	General	\$ 895,378
General	238,900	Nonmajor Governmental	238,900
Nonmajor Governmental	120,242	Nonmajor Governmental	120,242
Totals	\$ 1,254,520		\$ 1,254,520

The purpose of interfund transfers was due mainly to transferring money to School Food Service to cover shortfalls in this fund. The non-major governmental Sales Tax fund transferred to the General fund to reimburse the cost of operations of sales tax agency. Nonmajor Governmental to Nonmajor Governmental were transfers from the Title II grant allowed to be used in the Title I program.

**NOTE 14 - RISK MANAGEMENT** The School Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. A risk management program for workers' compensation insurance was established by the School Board several years ago. Premiums are paid into the General fund by all other funds and are available to pay claims, claim reserves and administrative costs of the program. As of June 30, 2020, such interfund premiums did not exceed reimbursable expenditures. Interfund premiums are based primarily upon the individual funds' payroll and are reported as expenditures in the individual funds.

An insurance policy covers individual claims in excess of \$600,000. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. This liability is the School Board's best estimate based on available information and does not include incremental costs.

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Changes in the claims amount in previous fiscal years were as follows:

<u>Years Ended June 30</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Changes in Estimates</u>	<u>Benefit Payment and Claims</u>	<u>Ending of Fiscal Year Liability</u>
2018	\$ 1,020,956	\$ 124,026	\$ 390,466	\$ 754,516
2019	754,516	322,818	420,247	657,087
2020	657,087	727,532	676,268	708,351

Of the total liability, \$87,548 is recorded as an accounts payable in the governmental funds balance sheet (Statement C) and the remaining liability of \$620,803 is recorded as long-term debt in the Statement of Net Position (Statement A), in which \$437,741 is considered due within one year.

The School Board continues to carry commercial insurance for all other risks of loss. The School Board has not made any significant reductions in insurance coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The School Board also participates in an entity risk pool for insurance coverage, including property and casualty insurance and the reinsurance of such coverage, in order to provide a more efficient and effective way to acquire insurance coverage. The entity risk pool is known as Property Casualty Alliance of Louisiana (PCAL), which is established only for School Boards and is overseen by a board made up of School Board members. The responsibilities of the School Board are to pay contributions based upon a risk-funding plan developed by the program as well as to have a loss prevention plan to make all reasonable efforts to eliminate and minimize hazards that would contribute to property/casualty losses. The pool is responsible for handling any and all claims after notice of loss has been received.

**NOTE 15 - LITIGATION AND CLAIMS**

**Litigation** At June 30, 2020, the School Board is involved in various litigations. It is the opinion of the legal advisor for the School Board that ultimate resolution of these lawsuits would not materially affect the financial statements.

**Self-Insurance** The School Board is partially self-insured for workers' compensation. Claims are funded through operating funds of the School Board. The School Board maintains stop-loss coverage with an insurance company for claims in excess of \$600,000 per occurrence for each employee.

**Grant Disallowances** The School Board participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. School Board management believes that the amount of disallowances, if any, which may arise from future audits will not be material.

**Tax Arbitrage Rebate** Under the Tax Reform Act of 1986, interest earned on the debt proceeds in excess of interest expense prior to the disbursement of the proceeds must be rebated to the Internal Revenue Service (IRS). Management believes there is no tax arbitrage rebate liability at year end.

**Energy Performance Contract** The School Board entered into an energy performance contract with TAC Americas, Inc. in May 2005 which includes an operational stipulated savings. The School Board contracts with Associated Design Group to monitor savings. The contract may be terminated by the School Board at any time

**Vernon Parish School Board**  
**Notes to the Financial Statements**  
**June 30, 2020**

by giving 30 days written notice. The Louisiana Attorney General recently issued an opinion (A. G. Opinion No. 07-0002) regarding a similar contract with another School Board and concluded that some of these contracts may not meet the statutory definition of a performance based energy contract. The School Board signed an addendum to the contract excluding the operational stipulated savings.

**NOTE 16 - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES** On-behalf payments for fringe benefits and salaries are direct payments made by an entity (the paying agent) to a third-party recipient for the employees of another, legally separate entity (the employer entity). GASB Statement No. 24 requires employer governments to recognize revenue and expenditures or expenses for these on-behalf payments.

The State of Louisiana made pension contributions (regarding Professional Improvement Program) directly to the Teachers' Retirement System of Louisiana on behalf of the School Board in the amount of \$5,303. This amount was recognized as state revenue and a corresponding expenditure in the applicable fund from which the salary was paid.

The Parish Tax Collector makes pension contributions to the Teacher's Retirement System of Louisiana on behalf of the School Board. These remittances are a portion of the property taxes and state revenue sharing collected which are statutorily set aside for teacher's retirement. The basis for recognizing the revenue and expenditure is the actual contribution made by the Tax Collector's office. For the 2020 fiscal year the Tax Collector paid the Teacher's Retirement System of Louisiana \$188,646 on behalf of the School Board. This amount was recognized as ad valorem revenue and a reduction in the School Board's required contribution.

**NOTE 17 - ECONOMIC DEPENDENCY** Approximately one-half of the student population consists of students from military families at Fort Polk which impacts the funding of the School Board. The Minimum Foundation Program funding provided by the state to all public school systems in Louisiana is primarily based on October 1 student count. The state provided \$55,381,427 to the School Board, which represents approximately 56% of the School Board's total revenues for the year. Potentially up to approximately one-half of this Minimum Foundation Program funding is attributable to the students of military personnel at Fort Polk. Additionally, the federal government provided \$4,582,604 in direct funding (Impact Aid) to the School Board. A realignment or reduction in force at Fort Polk would adversely impact the funding for the School Board from both sources.

**NOTE 18 - NEW GASB STANDARDS** In May 2020, the Governmental Accounting Standards Board issued Statement No. 95 – Postponement of the Effective Dates of Certain Authoritative Guidance. This statement extended the effective dates of certain accounting and financial reporting provisions in Statements and Implementation Guides. The primary objective of GASB Statement No. 95 was to provide temporary relief to governments and other stakeholders in the light of the COVID 19 pandemic. The School board implemented this statement for the fiscal year ended June 30, 2020.

**Vernon Parish School Board**  
**Notes to the Financial Statements**  
**June 30, 2020**

**NOTE 19 - TAX ABATEMENTS** The School Board is subject to tax abatements granted by the Louisiana Department of Economic Development, Office of Commerce and Industry. Louisiana has a ten-year industrial exemption law that provides any manufacturing establishment entering Louisiana, or any manufacturing establishment expanding its Louisiana facilities, to receive exemption on buildings and equipment from state, parish and local property taxes for a period of ten years. The exemption is for the “contract” value of buildings or equipment used by the business. When the exemption expires, the property is to be placed on the tax roll at 15% of its current market value. The amount of tax abatement under this program during the fiscal year ended June 30, 2020 by authorized millage is as follows:

Tax Code	Taxable Value	Taxpayer Exemption
Parishwide constitutional and maintenance	\$ 282,890	\$ 3,480
Ward 4 maintenance and sinking fund	282,890	10,764
		\$ 14,244

**NOTE 20 - FUND BALANCE CLASSIFICATION DETAILS** The following are the details of the fund balance classifications:

	General	Nonmajor Governmental	Total
Nonspendable:			
Inventory	\$ -	\$ 189,002	\$ 189,002
Prepaid items	188,646	-	188,646
Restricted:			
Debt service	-	1,847,387	1,847,387
Facility maintenance	-	4,137,513	4,137,513
Grant funds	-	357,067	357,067
Committed:			
Sales tax collection operations	-	1,330,195	1,330,195
Fire insurance	600,000	-	600,000
Unassigned	12,128,628	(171,797)	11,956,831
Total	\$ 12,917,274	\$ 7,689,367	\$ 20,606,641

**NOTE 21 – SUBSEQUENT EVENTS** The School Board was impacted from Hurricane Laura on August 27, 2020 and then Hurricane Delta on October 10, 2020. Hurricane Laura caused extensive damage to roofs at nine schools with Hicks High School being affected the worse. There were damages at all 18 schools and the central office buildings estimated around \$25 million. Hurricane Delta caused more water damage at the schools with damaged roofs. The damage is expected to be covered by insurance except for the deductible of \$250,000 for each storm. The School Board is working with FEMA to try to cover the deductibles. Repairs are ongoing and are estimated to take up to a year. The School Board has been notified that an additional \$3.2 million has been allocated in ESSER 2 funding.

**NOTE 22 – CHANGE IN PRESENTATION** The Headstart fund was reported as a major fund in the audit report for fiscal year ended June 30, 2019. This fund did not meet the criteria to be reported as a major fund for the June 30, 2020 year end. The CARES ACT Equalization Stabilization Grant fund is a new fund for the June 30, 2020 year end and meets the criteria to be reported as a major fund.



**REQUIRED SUPPLEMENTARY  
INFORMATION**

**Vernon Parish School Board**

**Schedule Of Changes in the Total OPEB Liability and Related Ratios  
June 30, 2020**

**Exhibit 1-1**

<b>Total OPEB Liability</b>	2020	2019	2018
Service costs	\$ 12,006,525	\$ 5,537,035	\$ 5,751,318
Interest	11,630,934	11,296,963	10,671,757
Effect of economic/demographic grains or (losses)	43,076,459	-	13,712,189
Effect of assumption changes or inputs	(75,718,770)	22,489,170	20,763,101
Benefit payments	<u>(5,447,286)</u>	<u>(5,331,851)</u>	<u>(5,313,585)</u>
Net change in total OPEB liability	(14,452,138)	33,991,317	45,584,780
Total OPEB liability - Beginning	<u>323,006,107</u>	<u>289,014,790</u>	<u>243,430,010</u>
Total OPEB liability - Ending	308,553,969	323,006,107	289,014,790
Covered employee payroll	46,379,785	51,386,139	48,018,232
Total OPEB liability as a percentage of covered employee payroll	665.28%	628.59%	601.89%

**Changes of Assumptions**

Changes of assumptions and other inputs reflect the effect of changes in the discount rate each period. The following is the discount rate used:

2018	3.87%
2019	3.50%
2020	2.21%

2020 - Mortality rates changed from Sex-distinct RP-2014 Total Dataset Mortality projected generationally using scale MP-2018 to PUB-2010 Amount Weighted Table with Mortality Improvement Scale MP-2019 on a generational basis.

**Notes:**

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, only information for those years for which information is available is presented.

No assets are accumulated in a trust that meets the criteria in GASB No. 75, paragraph 4, to pay related benefits.

**Vernon Parish School Board**

**Schedule of Employer's Proportionate Share of Net Pension Liability  
June 30, 2020**

**Exhibit 1-2**

<u>Fiscal Year</u>	<u>Employer's Proportion of the Net Pension Liability</u>	<u>Employer's Proportionate Share of the Net Pension Liability</u>	<u>Employer's Covered Payroll</u>	<u>Employer's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
Louisiana School Employees' Retirement System					
2015	1.694000%	\$ 9,836,365	\$ 4,733,399	208%	76.18%
2016	1.600173%	10,147,129	4,518,115	225%	74.49%
2017	1.606378%	12,117,668	4,568,757	265%	70.09%
2018	1.545301%	9,888,798	4,433,554	223%	75.03%
2019	1.507309%	10,070,894	4,337,948	232%	74.44%
2020	1.457060%	10,200,320	4,219,282	242%	73.49%
Teacher's Retirement System of Louisiana					
2015	0.95197%	\$ 97,305,295	\$ 46,245,446	210%	63.7%
2016	0.91819%	98,726,413	45,618,169	216%	62.5%
2017	0.92248%	108,271,591	44,106,560	245%	59.9%
2018	0.90156%	92,426,721	42,900,065	215%	65.6%
2019	0.86369%	84,883,232	40,835,573	208%	68.2%
2020	0.85774%	85,127,692	42,205,740	202%	68.6%

**Notes:**

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

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, only information for those years for which information is available is presented.

See accompanying notes to required supplementary information.

**Vernon Parish School Board**

**Schedule of Employer Contributions to Pension Plans  
June 30, 2020**

**Exhibit 1-3**

<u>Fiscal Year</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractually Required Contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
Louisiana School Employees' Retirement System					
2015	\$ 1,476,379	\$ 1,476,379	\$ -	\$ 4,518,115	32.7%
2016	1,376,067	1,376,067	-	4,568,757	30.1%
2017	1,211,630	1,211,630	-	4,433,554	27.3%
2018	1,182,921	1,182,921	-	4,337,948	27.3%
2019	1,156,935	1,156,935	-	4,219,282	27.4%
2020	1,199,283	1,199,283	-	4,079,198	29.4%
Teacher's Retirement System of Louisiana					
2015	\$ 12,894,938	\$ 12,894,938	\$ -	\$ 45,618,169	28.3%
2016	11,396,334	11,396,334	-	44,106,560	25.8%
2017	10,916,659	10,916,659	-	42,900,065	25.4%
2018	11,009,318	11,009,318	-	40,835,573	27.0%
2019	11,321,614	11,321,614	-	42,205,740	26.8%
2020	11,315,894	11,315,894	-	43,501,143	26.0%

**Notes:**

The amounts presented were determined as of the fiscal year end.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, only information for those years for which information is available is presented.

See accompanying notes to required supplementary information.

**Vernon Parish School Board**

**Notes to Required Supplementary Information for Pensions**

**Louisiana School Employees' Retirement System**

*Changes in Benefit Terms:* Members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after July 1, 2015 may retire with a 2.5% benefit factor after attaining the age of 62 with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. This benefit change raised the age requirement from 60 years of age for members hired after June 30, 2010.

*Changes in assumptions:* The changes in assumptions are as follows:

Report Date	Valuation Date	Investment Rate of Return	Inflation Rate	Mortality Non-disabled Active	Mortality Non-disabled Retiree	Mortality Disabled	Termination, Disability, Retirement	Salary Increases
June 30,								
2015	2014	7.25% (net of investment and administrative expenses)	2.75% per annum	RP-2000 Combined Healthy Sex Distinct Tables	RP-2000 Combined Healthy Sex Distinct Tables	RP-2000 Disabled Lives Mortality Tables for Males and Females	2008-2012 experience study	3.2% to 5.5%
2016	2015	7.00% (net of investment and administrative expenses)	2.75% per annum	RP-2000 Combined Healthy Sex Distinct Tables	RP-2000 Combined Healthy Sex Distinct Tables	RP-2000 Disabled Lives Mortality Tables for Males and Females	2008-2012 experience study	3.2% to 5.5%
2017 & 2018	2016 & 2017	7.125% (net of investments expenses)	2.625% per annum	RP-2000 Combined Healthy Sex Distinct Tables	RP-2000 Combined Healthy Sex Distinct Tables	RP-2000 Disabled Lives Mortality Tables for Males and Females	2008-2012 experience study	3.075% to 5.375%
2019	2018	7.0625% (net of investments expenses)	2.50% per annum	RP-2014 Employee Table with Blue Collar Adjustment, 130% for males and 115% for females, each with the full generational MP-2017 scale.	RP-2014 Healthy Annuitant Table with Blue Collar Adjustment, 130% for males and 115% for females, each with the full generational MP-2017 scale.	RP-2014 Disabled Tables for Males and Females, with the full generational MP-2017 scale.	2013-2017 experience study	3.25%
2020	2019	7.00% (net of investments expenses)	2.50% per annum	RP-2014 Employee Table with Blue Collar Adjustment, 130% for males and 115% for females, each with the full generational MP-2017 scale.	RP-2014 Healthy Annuitant Table with Blue Collar Adjustment, 130% for males and 115% for females, each with the full generational MP-2017 scale.	RP-2014 Disabled Tables for Males and Females, with the full generational MP-2017 scale.	2012-2017 experience study	3.25%

**Vernon Parish School Board**

**Notes to Required Supplementary Information for Pensions**

**Teacher’s Retirement System of Louisiana**

*Changes in Benefit Terms:* Members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after July 1, 2015 may retire with a 2.5% benefit factor after attaining the age of 62 with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. This benefit change raised the age requirement from 60 years of age for members hired after January 1, 2011.

*Change in assumptions:* Changes in assumptions are as follows:

Report Date	Valuation Date	Investment Rate of Return	Inflation Rate	Mortality Non-disabled Active	Mortality Non-disabled Retiree	Mortality Disabled	Termination, Disability, Retirement	Salary Increases
June 30,								
2015, 2016, & 2017	2014, 2015, & 2016	7.75% (net of investment expense)	2.50% per annum	RP-2000 Mortality Table with projection to 2025 using scale AA	RP-2000 Mortality Table with projection to 2025 using scale AA	RP-2000 Disabled Lives Mortality Table	2008-2012 experience study	3.5% to 10.0%
2018	2017	7.70% per annum	2.50% per annum	RP-2000 Mortality Table with projection to 2025 using scale AA	RP-2000 Mortality Table with projection to 2025 using scale AA	RP-2000 Disabled Lives Mortality Table	2008-2012 experience study	3.5% to 10.0%
2019	2018	7.65% per annum	2.50% per annum	RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by 0.997 for females ***	RP-2014 White Collar Healthy Annuitant tables, adjusted by 1.366 for males and by 1.189 for females ***	RP-2014 Disability tables, adjusted by 1.111 for males and by 1.134 for females ***	2012-2017 experience study	3.3% to 4.8%
2020	2019	7.55% per annum	2.50% per annum	RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by 0.997 for females ***	RP-2014 White Collar Healthy Annuitant tables, adjusted by 1.366 for males and by 1.189 for females ***	RP-2014 Disability tables, adjusted by 1.111 for males and by 1.134 for females ***	2012-2017 experience study	3.3% to 4.8%

\*\*\* Base tables for active, non-disabled retirees, and disabled retirees 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.

**Vernon Parish School Board**

**Budgetary Comparison Schedule**

**General Fund and Major Special Revenue Funds With a Legally Adopted Annual Budget**

**GENERAL FUND** The General fund accounts for all activities of the School Board except those that are accounted for in other funds.

**CARES ACT EDUCATION STABILIZATION GRANT** The Cares Act Education Stabilization Act fund accounts for the ESSER grant.

VERNON PARISH SCHOOL BOARD

GENERAL FUND  
Budgetary Comparison Schedule  
For the Year Ended June 30, 2020

Exhibit 1-4

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS (GAAP Basis)	FINAL BUDGET POSITIVE (NEGATIVE)
<b>REVENUES</b>				
Local sources:				
Taxes:				
Ad valorem	\$ 1,839,829	\$ 1,904,000	\$ 1,892,888	\$ (11,112)
Sales and use	11,800,680	13,343,355	13,337,493	(5,862)
Interest earnings	297,661	250,000	240,090	(9,910)
Other	625,581	951,326	928,738	(22,588)
State sources:				
Equalization	55,002,873	54,884,972	54,884,972	-
Other	161,408	169,634	164,526	(5,108)
Federal sources	5,857,069	4,883,058	4,754,690	(128,368)
<b>TOTAL REVENUES</b>	<b>75,585,101</b>	<b>76,386,345</b>	<b>76,203,397</b>	<b>(182,948)</b>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	33,394,209	33,890,742	33,914,419	(23,677)
Special programs	9,049,004	8,762,309	8,756,139	6,170
Other instructional programs	3,146,689	3,192,353	3,154,012	38,341
Support services:				
Student services	3,771,144	3,895,519	3,893,450	2,069
Instructional staff support	2,942,666	2,909,494	2,886,671	22,823
General administration	1,178,582	1,183,987	1,032,749	151,238
School administration	5,782,765	5,945,555	5,969,211	(23,656)
Business services	430,199	431,977	431,077	900
Plant services	7,058,518	7,012,067	7,002,510	9,557
Student transportation services	6,159,143	6,469,266	6,472,205	(2,939)
Central services	1,343,612	1,251,923	1,253,295	(1,372)
Food services	365,417	419,378	415,298	4,080
Community service programs	26,840	28,696	28,348	348
Debt service:				
Principal retirement	269,236	200,000	195,838	4,162
Interest and bank charges	22,089	16,000	15,458	542
<b>TOTAL EXPENDITURES</b>	<b>74,940,113</b>	<b>75,609,266</b>	<b>75,420,680</b>	<b>188,586</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>\$ 644,988</b>	<b>\$ 777,079</b>	<b>\$ 782,717</b>	<b>\$ 5,638</b>

(CONTINUED)



VERNON PARISH SCHOOL BOARD

GENERAL FUND  
 Budgetary Comparison Schedule  
 For the Year Ended June 30, 2020

Exhibit 1-4

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS (GAAP Basis)	FINAL BUDGET POSITIVE (NEGATIVE)
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 600,000	\$ 916,000	\$ 238,900	\$ (677,100)
Transfers out	(1,100,000)	(1,570,000)	(895,378)	674,622
TOTAL OTHER FINANCING SOURCES (USES)	(500,000)	(654,000)	(656,478)	(2,478)
Net Change in Fund Balances	144,988	123,079	126,239	3,160
FUND BALANCES - BEGINNING	13,006,222	12,995,222	12,791,035	(204,187)
FUND BALANCES - ENDING	\$ 13,151,210	\$ 13,118,301	\$ 12,917,274	\$ (201,027)

(CONCLUDED)

See accompanying notes to budgetary comparison schedule.

VERNON PARISH SCHOOL BOARD

CARES ACT EDUCATION STABILIZATION GRANT  
 Budgetary Comparison Schedule  
 For the Year Ended June 30, 2020

Exhibit 1-5

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS (GAAP Basis)	FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Federal sources	\$ 1,810,404	\$ 891,193	\$ 891,193	\$ -
TOTAL REVENUES	1,810,404	891,193	891,193	-
EXPENDITURES				
Current:				
Instruction:				
Regular programs	650,000	-	-	-
Support services:				
General administration	-	146,449	146,449	-
Plant services	20,000	-	-	-
Food services	1,140,404	744,744	744,744	-
TOTAL EXPENDITURES	1,810,404	891,193	891,193	-
Net Change in Fund Balances	-	-	-	-
FUND BALANCES - BEGINNING	-	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -	\$ -

See accompanying notes to budgetary comparison schedule.

## Vernon Parish School Board

### Notes to the Budgetary Comparison Schedule For the Year Ended June 30, 2020

#### NOTE A. BUDGETS

**General Budget Policies** The School Board follows these procedures in establishing the budgetary data reflected in the combined financial statements:

State statute requires budgets be adopted for the General fund and all special revenue funds. Each year prior to September 15, the Superintendent submits to the Board proposed annual budgets for the General fund and all special revenue funds. Public hearings are conducted, prior to the Board's approval, to obtain citizens' comments. The operating budgets include proposed expenditures and the means of financing them.

Appropriations (unexpended budget balances) lapse at year end.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental or project level. However, when projected revenues within a fund fail to meet budgeted revenues and/or projected expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting.

**Encumbrances** Encumbrance accounting is employed in governmental funds. Outstanding encumbrances lapse at year end. To the extent the Board intends to honor the purchase orders and commitments, they are disclosed in the notes to the financial statements. Authorization for the eventual expenditure will be included in the following year's budget appropriations.

**Budget Basis of Accounting** All governmental funds' budgets are prepared on the modified accrual basis of accounting, with some variations. Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures plus projected expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function. The budget was amended after the close of the year. This is not prohibited by state law.

**SUPPLEMENTARY INFORMATION**

**COMBINING**

**NONMAJOR GOVERNMENTAL FUNDS**

**AGENCY FUNDS**

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**Combining Balance Sheet - By Fund Type**  
**June 30, 2020**

Exhibit 2

	<u>SPECIAL REVENUE</u>	<u>DEBT SERVICE</u>	<u>SOUTH POLK CONSTRUCTION</u>	<u>TOTAL</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 6,516,080	\$ 1,847,387	\$ -	\$ 8,363,467
Receivables	2,275,912	-	29,165	2,305,077
Inventory	309,910	-	-	309,910
<b>TOTAL ASSETS</b>	<u>9,101,902</u>	<u>1,847,387</u>	<u>29,165</u>	<u>10,978,454</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts, salaries and other payables	1,365,599	-	-	1,365,599
Interfund payables	1,773,415	-	29,165	1,802,580
Unearned revenue	120,908	-	-	120,908
<b>TOTAL LIABILITIES</b>	<u>3,259,922</u>	<u>-</u>	<u>29,165</u>	<u>3,289,087</u>
<b>FUND BALANCES:</b>				
Nonspendable	189,002	-	-	189,002
Restricted	4,494,580	1,847,387	-	6,341,967
Committed	1,330,195	-	-	1,330,195
Unassigned	(171,797)	-	-	(171,797)
<b>TOTAL FUND BALANCES</b>	<u>5,841,980</u>	<u>1,847,387</u>	<u>-</u>	<u>7,689,367</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 9,101,902</u>	<u>\$ 1,847,387</u>	<u>\$ 29,165</u>	<u>\$ 10,978,454</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances - By Fund Type  
 For the Year Ended June 30, 2020

Exhibit 3

	SPECIAL REVENUE	DEBT SERVICE	SOUTH POLK CONSTRUCTION	TOTAL
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 2,176,619	\$ 4,061,188	\$ -	\$ 6,237,807
Interest earnings	92,943	40,391	-	133,334
Food service	492,449	-	-	492,449
Other	734,458	24,441	-	758,899
State sources:				
Equalization	496,455	-	-	496,455
Other	2,018,285	-	-	2,018,285
Federal sources	11,220,612	-	-	11,220,612
<b>TOTAL REVENUES</b>	<b>17,231,821</b>	<b>4,126,020</b>	<b>-</b>	<b>21,357,841</b>
EXPENDITURES				
Current:				
Instruction:				
Regular programs	2,385,261	-	-	2,385,261
Special programs	924,441	-	-	924,441
Other instructional programs	4,834,457	-	-	4,834,457
Support services:				
Student services	744,208	-	-	744,208
Instructional staff support	1,288,228	-	-	1,288,228
General administration	874,773	131,473	-	1,006,246
School administration	154,595	-	-	154,595
Business services	215,141	-	-	215,141
Plant services	1,444,798	-	-	1,444,798
Student transportation services	130,099	-	-	130,099
Central services	85,909	-	-	85,909
Food services	4,377,317	-	-	4,377,317
Debt service:				
Principal retirement	-	3,380,000	-	3,380,000
Interest and bank charges	-	883,323	-	883,323
Bond issuance costs	-	42,637	-	42,637
<b>TOTAL EXPENDITURES</b>	<b>17,459,227</b>	<b>4,437,433</b>	<b>-</b>	<b>21,896,660</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>\$ (227,406)</b>	<b>\$ (311,413)</b>	<b>\$ -</b>	<b>\$ (538,819)</b>

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances - By Fund Type  
 For the Year Ended June 30, 2020

Exhibit 3

	<u>SPECIAL REVENUE</u>	<u>DEBT SERVICE</u>	<u>SOUTH POLK CONSTRUCTION</u>	<u>TOTAL</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 1,015,620	\$ -	\$ -	\$ 1,015,620
Transfers out	(359,142)	-	-	(359,142)
Proceeds from refunding bonds	-	4,410,000	-	4,410,000
Payment to refunded bond escrow agent	-	(4,367,363)	-	(4,367,363)
	<u>656,478</u>	<u>42,637</u>	<u>-</u>	<u>699,115</u>
TOTAL OTHER FINANCING SOURCES (USES)				
Net Change in Fund Balances	429,072	(268,776)	-	160,296
FUND BALANCES - BEGINNING	<u>5,412,908</u>	<u>2,116,163</u>	<u>-</u>	<u>7,529,071</u>
FUND BALANCES - ENDING	<u>\$ 5,841,980</u>	<u>\$ 1,847,387</u>	<u>\$ -</u>	<u>\$ 7,689,367</u>

(CONCLUDED)

Vernon Parish School Board

Nonmajor Special Revenue Funds

MAINTENANCE FUNDS

- Ward 1
- Ward 2 - Orange
- Ward 2 - Hornbeck
- Ward 3
- Ward 4
- Ward 5
- Ward 6
- Ward 7
- Ward 8

The maintenance funds for the various school districts are used to account for the proceeds of ad valorem taxes levied for the purpose of maintaining and improving schools within each school district.

EARLY CHILDHOOD The 8G State Program and Early Childhood Program are programs to provide enhancement to elementary early childhood programs funded through state and federal funds.

VOCATIONAL EDUCATION To make the United States more competitive in the world economy by developing more fully the academic and occupational skills of all segments of the population, principally through concentrating resources on improving educational programs leading to academic and occupational skills needed to work in a technologically advanced society.

SPECIAL EDUCATION To provide grants to states to assist them in providing free appropriate public education to all children with disabilities.

LA 4 To increase the availability of early childhood development programs.

SCHOOL FOOD SERVICE To assist through grants and food donations in providing a nutritious breakfast and lunch service for school students and to encourage the domestic consumption of nutritious agricultural commodities.

JAG To implement a school-to-career program to assist in keeping young people in school through graduation and provide work-based learning experiences that will lead to career advancement opportunities or to enroll in a postsecondary institution.

MISCELLANEOUS FEDERAL GRANTS These are additional funding the School Board receives from the Louisiana Department of Education to enhance the education of students within the Parish. Also included is the Indian Education Grant.

(Continued)



**Vernon Parish School Board**

**Nonmajor Special Revenue Funds**

**TITLE I AND TITLE IV** To improve the educational opportunities of educationally deprived children by helping them succeed in the regular school program, attain grade level proficiency and improve achievement in basic and more advanced skills. Primarily for provision of compensatory instructional activities to educationally deprived children that reside in low-income areas and have been selected on the basis of a needs assessment. Services supplement, not supplant, those normally provided by state and local educational agencies.

**TITLE II** To ensure that teachers, staff and administrators have access to sustained and intensive high-quality professional development. To challenge state content standards in core academic subjects.

**TITLE III** To provide funds to teach English to limited English proficient children and helping them to meet the state standards.

**SALESTAX** Vernon Parish School Board is the centralized sales tax collection agency for all taxing authorities in Vernon Parish. As a result, Vernon Parish School Board receives a fee of 1.5 percent of collections for performing the duties of collection agency. Expenditures are the cost of operating the sales tax department.

**EDUCATION EXCELLENCE** To enhance instructional programs approved by the legislature for students of pre-kindergarten through twelfth grade with proceeds received from tobacco settlement monies.

**REAP** To provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in schools.

**DEPARTMENT OF DEFENSE EDUCATION GRANTS** To strengthen family-school-community relationships and enhance student achievement for military dependent students.

**HEADSTART** To promote school readiness of low-income children by enhancing children's cognitive, social, and emotional development.

(Concluded)

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2020**

	<u>WARD 1 MAINTENANCE</u>	<u>WARD 2 - ORANGE MAINTENANCE</u>	<u>WARD 2 - HORNBECK MAINTENANCE</u>	<u>WARD 3 MAINTENANCE</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 2,626,935	\$ 96,262	\$ 68,337	\$ 433,163
Receivables	-	-	-	-
Inventory	-	-	-	-
<b>TOTAL ASSETS</b>	<u>2,626,935</u>	<u>96,262</u>	<u>68,337</u>	<u>433,163</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts, salaries and other payables	13,273	5,012	5,563	8,165
Interfund payables	-	-	-	119
Unearned revenue	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>13,273</u>	<u>5,012</u>	<u>5,563</u>	<u>8,284</u>
<b>FUND BALANCES:</b>				
Nonspendable	-	-	-	-
Restricted	2,613,662	91,250	62,774	424,879
Committed	-	-	-	-
Unassigned	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<u>2,613,662</u>	<u>91,250</u>	<u>62,774</u>	<u>424,879</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 2,626,935</u>	<u>\$ 96,262</u>	<u>\$ 68,337</u>	<u>\$ 433,163</u>

Exhibit 4

<u>WARD 4</u> <u>MAINTENANCE</u>	<u>WARD 5</u> <u>MAINTENANCE</u>	<u>WARD 6</u> <u>MAINTENANCE</u>	<u>WARD 7</u> <u>MAINTENANCE</u>	<u>WARD 8</u> <u>MAINTENANCE</u>
\$ 141,924	\$ 395,596	\$ 28,455	\$ 364,319	\$ 54,641
-	-	-	-	-
-	-	-	-	-
<u>141,924</u>	<u>395,596</u>	<u>28,455</u>	<u>364,319</u>	<u>54,641</u>
10,299	12,188	2,480	14,695	325
-	-	-	-	-
-	-	-	-	-
<u>10,299</u>	<u>12,188</u>	<u>2,480</u>	<u>14,695</u>	<u>325</u>
-	-	-	-	-
131,625	383,408	25,975	349,624	54,316
-	-	-	-	-
-	-	-	-	-
<u>131,625</u>	<u>383,408</u>	<u>25,975</u>	<u>349,624</u>	<u>54,316</u>
<u>\$ 141,924</u>	<u>\$ 395,596</u>	<u>\$ 28,455</u>	<u>\$ 364,319</u>	<u>\$ 54,641</u>

(CONTINUED)

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2020**

	<u>EARLY CHILDHOOD</u>	<u>VOCATIONAL EDUCATION</u>	<u>SPECIAL EDUCATION</u>	<u>LA 4</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 78,658	\$ -	\$ -	\$ 214,160
Receivables	257,485	5,161	503,898	-
Inventory	-	-	-	-
<b>TOTAL ASSETS</b>	<b><u>336,143</u></b>	<b><u>5,161</u></b>	<b><u>503,898</u></b>	<b><u>214,160</u></b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	101,638	-	157,249	214,160
Interfund payables	234,505	5,161	346,649	-
Unearned revenue	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b><u>336,143</u></b>	<b><u>5,161</u></b>	<b><u>503,898</u></b>	<b><u>214,160</u></b>
<b>FUND BALANCES:</b>				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Unassigned	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 336,143</u></b>	<b><u>\$ 5,161</u></b>	<b><u>\$ 503,898</u></b>	<b><u>\$ 214,160</u></b>

Exhibit 4

SCHOOL FOOD SERVICE	JAG	MISCELLANEOUS FEDERAL GRANTS	TITLE I AND TITLE IV
\$ 157,590	\$ -	\$ -	\$ -
485	18,480	2,287	514,121
309,910	-	-	-
<u>467,985</u>	<u>18,480</u>	<u>2,287</u>	<u>514,121</u>
329,872	10,952	2,099	154,121
-	7,528	69	360,000
120,908	-	-	-
<u>450,780</u>	<u>18,480</u>	<u>2,168</u>	<u>514,121</u>
189,002	-	-	-
-	-	119	-
-	-	-	-
(171,797)	-	-	-
<u>17,205</u>	<u>-</u>	<u>119</u>	<u>-</u>
<u>\$ 467,985</u>	<u>\$ 18,480</u>	<u>\$ 2,287</u>	<u>\$ 514,121</u>

(CONTINUED)

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2020**

	<u>TITLE II</u>	<u>TITLE III</u>	<u>SALES TAX</u>	<u>EDUCATION EXCELLENCE</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ -	\$ 1,489,901	\$ 366,139
Receivables	114,564	-	66,255	-
Inventory	-	-	-	-
<b>TOTAL ASSETS</b>	<b>114,564</b>	<b>-</b>	<b>1,556,156</b>	<b>366,139</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts, salaries and other payables	36,195	-	25,961	9,191
Interfund payables	78,369	-	200,000	-
Unearned revenue	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>114,564</b>	<b>-</b>	<b>225,961</b>	<b>9,191</b>
<b>FUND BALANCES:</b>				
Nonspendable	-	-	-	-
Restricted	-	-	-	356,948
Committed	-	-	1,330,195	-
Unassigned	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>-</b>	<b>-</b>	<b>1,330,195</b>	<b>356,948</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 114,564</b>	<b>\$ -</b>	<b>\$ 1,556,156</b>	<b>\$ 366,139</b>

Exhibit 4

REAP	DEPARTMENT OF DEFENSE EDUCATION GRANTS	HEADSTART	TOTAL
\$ -	\$ -	\$ -	\$ 6,516,080
-	29,018	764,158	2,275,912
-	-	-	309,910
-	29,018	764,158	9,101,902
-	8,525	243,636	1,365,599
-	20,493	520,522	1,773,415
-	-	-	120,908
-	29,018	764,158	3,259,922
-	-	-	189,002
-	-	-	4,494,580
-	-	-	1,330,195
-	-	-	(171,797)
-	-	-	5,841,980
\$ -	\$ 29,018	\$ 764,158	\$ 9,101,902

(CONCLUDED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2020

	WARD 1 MAINTENANCE	WARD 2 - ORANGE MAINTENANCE	WARD 2 - HORNBECK MAINTENANCE	WARD 3 MAINTENANCE
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 826,968	\$ 126,113	\$ 83,571	\$ 192,424
Interest earnings	42,882	1,318	874	6,782
Food service	-	-	-	-
Other	14,140	-	-	-
State sources:				
Equalization	-	-	-	-
Other	40,609	16,735	15,236	12,311
Federal sources	-	-	-	-
<b>TOTAL REVENUES</b>	<b>924,599</b>	<b>144,166</b>	<b>99,681</b>	<b>211,517</b>
EXPENDITURES				
Current:				
Instruction:				
Regular programs	-	-	-	515
Special programs	-	-	-	-
Other instructional programs	99,346	-	6,229	21,614
Support services:				
Student services	-	-	-	-
Instructional staff support	-	-	-	-
General administration	29,153	4,399	3,123	6,497
School administration	39,893	-	9,154	27,058
Business services	11,361	13,764	4,959	7,322
Plant services	476,161	108,872	39,410	126,678
Student transportation services	8,157	4,264	42,158	3,973
Central services	-	-	-	-
Food services	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>664,071</b>	<b>131,299</b>	<b>105,033</b>	<b>193,657</b>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ 260,528	\$ 12,867	\$ (5,352)	\$ 17,860



Exhibit 5

	<u>WARD 4</u>	<u>WARD 5</u>	<u>WARD 6</u>	<u>WARD 7</u>	<u>WARD 8</u>
	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>
\$	223,635	\$ 220,477	\$ 99,434	\$ 301,058	\$ 102,939
	2,421	6,129	360	6,769	528
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	9,861	9,659	7,713	30,204	10,171
	-	-	-	-	-
	<u>235,917</u>	<u>236,265</u>	<u>107,507</u>	<u>338,031</u>	<u>113,638</u>
	356	2,710	-	5,177	-
	-	-	-	-	-
	29,969	9,530	1,250	52,917	-
	-	81,036	-	7,642	-
	-	-	-	-	-
	370	4,047	15,485	1,418	21,102
	20,045	1,512	-	26,680	11,200
	5,907	4,595	3,396	8,457	-
	160,824	109,489	60,636	292,666	57,044
	24,418	5,353	1,281	8,048	2,534
	-	-	-	-	-
	-	-	-	-	-
	<u>241,889</u>	<u>218,272</u>	<u>82,048</u>	<u>403,005</u>	<u>91,880</u>
\$	<u>(5,972)</u>	<u>\$ 17,993</u>	<u>\$ 25,459</u>	<u>\$ (64,974)</u>	<u>\$ 21,758</u>

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2020

	WARD 1 MAINTENANCE	WARD 2 - ORANGE MAINTENANCE	WARD 2 - HORNBECK MAINTENANCE	WARD 3 MAINTENANCE
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ -	\$ -	\$ 20,000	\$ -
Transfers out	-	(8,900)	(10,000)	(119)
TOTAL OTHER FINANCING SOURCES (USES)	-	(8,900)	10,000	(119)
Net Change in Fund Balances	260,528	3,967	4,648	17,741
FUND BALANCES - BEGINNING	2,353,134	87,283	58,126	407,138
FUND BALANCES - ENDING	\$ 2,613,662	\$ 91,250	\$ 62,774	\$ 424,879

Exhibit 5

WARD 4 MAINTENANCE	WARD 5 MAINTENANCE	WARD 6 MAINTENANCE	WARD 7 MAINTENANCE	WARD 8 MAINTENANCE
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	(5,000)	-	(15,000)
-	-	(5,000)	-	(15,000)
(5,972)	17,993	20,459	(64,974)	6,758
137,597	365,415	5,516	414,598	47,558
\$ 131,625	\$ 383,408	\$ 25,975	\$ 349,624	\$ 54,316

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2020

	EARLY CHILDHOOD	VOCATIONAL EDUCATION	SPECIAL EDUCATION	LA 4
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ -	\$ -	\$ -	\$ -
Interest earnings	-	-	-	-
Food service	-	-	-	-
Other	225,000	-	-	-
State sources:				
Equalization	-	-	37,354	-
Other	119,022	-	-	1,406,060
Federal sources	439,894	91,573	1,997,978	-
<b>TOTAL REVENUES</b>	<b>783,916</b>	<b>91,573</b>	<b>2,035,332</b>	<b>1,406,060</b>
EXPENDITURES				
Current:				
Instruction:				
Regular programs	467,677	10,725	147,021	5,086
Special programs	87,089	-	832,183	-
Other instructional programs	93,156	80,561	5,044	1,387,303
Support services:				
Student services	-	-	654,472	-
Instructional staff support	94,650	287	240,547	949
General administration	33,711	-	151,925	-
School administration	5,582	-	-	12,607
Business services	-	-	529	-
Plant services	-	-	-	115
Student transportation services	-	-	3,612	-
Central services	2,549	-	-	-
Food services	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>784,414</b>	<b>91,573</b>	<b>2,035,333</b>	<b>1,406,060</b>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ (498)	\$ -	\$ (1)	\$ -

Exhibit 5

SCHOOL FOOD SERVICE	JAG	MISCELLANEOUS FEDERAL GRANTS	TITLE I AND TITLE IV
\$ -	\$ -	\$ -	\$ -
366	-	-	-
492,449	-	-	-
-	-	-	-
459,101	-	-	-
-	-	2,228	-
2,589,917	36,960	4,000	2,093,820
<u>3,541,833</u>	<u>36,960</u>	<u>6,228</u>	<u>2,093,820</u>
-	36,806	5,793	306,126
-	-	-	64
-	-	-	1,461,871
-	-	-	-
-	154	-	155,456
-	-	306	172,380
-	-	-	-
2,486	-	-	51,564
883	-	-	650
19,820	-	-	-
17,659	-	-	65,701
4,377,317	-	-	-
<u>4,418,165</u>	<u>36,960</u>	<u>6,099</u>	<u>2,213,812</u>
\$ (876,332)	\$ -	\$ 129	\$ (119,992)

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2020

	EARLY CHILDHOOD	VOCATIONAL EDUCATION	SPECIAL EDUCATION	LA 4
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 500	\$ -	\$ 1	\$ -
Transfers out	(2)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	498	-	1	-
Net Change in Fund Balances	-	-	-	-
FUND BALANCES - BEGINNING	-	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -	\$ -

Exhibit 5

<u>SCHOOL FOOD SERVICE</u>	<u>JAG</u>	<u>MISCELLANEOUS FEDERAL GRANTS</u>	<u>TITLE I AND TITLE IV</u>
\$ 875,000	\$ -	\$ 119	\$ 119,995
-	-	(129)	(3)
<u>875,000</u>	<u>-</u>	<u>(10)</u>	<u>119,992</u>
(1,332)	-	119	-
<u>18,537</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 17,205</u>	<u>\$ -</u>	<u>\$ 119</u>	<u>\$ -</u>

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2020

REVENUES	TITLE II	TITLE III	SALES TAX	EDUCATION EXCELLENCE
Local sources:				
Taxes:				
Ad valorem	\$ -	\$ -	\$ -	\$ -
Interest earnings	-	-	24,514	-
Food service	-	-	-	-
Other	-	-	495,318	-
State sources:				
Equalization	-	-	-	-
Other	-	-	-	338,476
Federal sources	476,702	1,426	-	-
<b>TOTAL REVENUES</b>	<b>476,702</b>	<b>1,426</b>	<b>519,832</b>	<b>338,476</b>
EXPENDITURES				
Current:				
Instruction:				
Regular programs	312,460	1,318	-	158,137
Special programs	-	-	-	5,105
Other instructional programs	14,469	-	-	1,682
Support services:				
Student services	-	-	-	-
Instructional staff support	2,542	-	-	12,040
General administration	27,242	110	209,918	-
School administration	-	-	-	864
Business services	-	-	100,255	-
Plant services	-	-	1,170	-
Student transportation services	-	-	-	-
Central services	-	-	-	-
Food services	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>356,713</b>	<b>1,428</b>	<b>311,343</b>	<b>177,828</b>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ 119,989	\$ (2)	\$ 208,489	\$ 160,648



Exhibit 5

	REAP	DEPARTMENT OF DEFENSE EDUCATION GRANTS	HEADSTART	TOTAL
\$	-	\$ -	\$ -	\$ 2,176,619
	-	-	-	92,943
	-	-	-	492,449
	-	-	-	734,458
	-	-	-	496,455
	-	-	-	2,018,285
	175,556	967,266	2,345,520	11,220,612
	175,556	967,266	2,345,520	17,231,821
	162,149	763,205	-	2,385,261
	-	-	-	924,441
	-	-	1,569,516	4,834,457
	-	-	1,058	744,208
	-	203,588	578,015	1,288,228
	13,407	-	180,180	874,773
	-	-	-	154,595
	-	473	73	215,141
	-	-	10,200	1,444,798
	-	-	6,481	130,099
	-	-	-	85,909
	-	-	-	4,377,317
	175,556	967,266	2,345,523	17,459,227
\$	-	\$ -	\$ (3)	\$ (227,406)

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2020

	<u>TITLE II</u>	<u>TITLE III</u>	<u>SALES TAX</u>	<u>EDUCATION EXCELLENCE</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ -	\$ 2	\$ -	\$ -
Transfers out	(119,989)	-	(200,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(119,989)</u>	<u>2</u>	<u>(200,000)</u>	<u>-</u>
Net Change in Fund Balances	-	-	8,489	160,648
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>1,321,706</u>	<u>196,300</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,330,195</u>	<u>\$ 356,948</u>

Exhibit 5

		DEPARTMENT OF DEFENSE EDUCATION GRANTS		HEADSTART	TOTAL
REAP					
\$	-	\$	-	\$ 3	\$ 1,015,620
	-		-	-	(359,142)
	-		-	3	656,478
	-		-	-	429,072
	-		-	-	5,412,908
\$	-	\$	-	\$ -	\$ 5,841,980

(CONCLUDED)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2020

Exhibit 6-1

\*\*\*\*\*WARD 1 MAINTENANCE\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 821,000	\$ 826,968	\$ 5,968
Interest earnings	48,355	42,882	(5,473)
Other	14,000	14,140	140
State sources:			
Other	41,237	40,609	(628)
<b>TOTAL REVENUES</b>	<u>924,592</u>	<u>924,599</u>	<u>7</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	106,122	99,346	6,776
Support services:			
General administration	25,855	29,153	(3,298)
School administration	75,152	39,893	35,259
Business services	8,279	11,361	(3,082)
Plant services	445,481	476,161	(30,680)
Student transportation services	2,269	8,157	(5,888)
<b>TOTAL EXPENDITURES</b>	<u>663,158</u>	<u>664,071</u>	<u>(913)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	261,434	260,528	(906)
OTHER FINANCING SOURCES (USES)			
Transfers in	31	-	(31)
Net Change in Fund Balances	261,465	260,528	(937)
FUND BALANCES - BEGINNING	<u>2,353,134</u>	<u>2,353,134</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 2,614,599</u>	<u>\$ 2,613,662</u>	<u>\$ (937)</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2020

Exhibit 6-2

\*\*\*\*\*WARD 2 - ORANGE MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 119,499	\$ 126,113	\$ 6,614
Interest earnings	1,603	1,318	(285)
State sources:			
Other	17,134	16,735	(399)
TOTAL REVENUES	<u>138,236</u>	<u>144,166</u>	<u>5,930</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	6,293	-	6,293
Support services:			
General administration	4,166	4,399	(233)
School administration	7,455	-	7,455
Business services	12,230	13,764	(1,534)
Plant services	94,383	108,872	(14,489)
Student transportation services	7,316	4,264	3,052
TOTAL EXPENDITURES	<u>131,843</u>	<u>131,299</u>	<u>544</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>6,393</u>	<u>12,867</u>	<u>6,474</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	6,700	-	(6,700)
Transfers out	(8,920)	(8,900)	20
TOTAL OTHER FINANCING SOURCES (USES)	<u>(2,220)</u>	<u>(8,900)</u>	<u>(6,680)</u>
Net Change in Fund Balances	4,173	3,967	(206)
FUND BALANCES - BEGINNING	<u>87,283</u>	<u>87,283</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 91,456</u>	<u>\$ 91,250</u>	<u>\$ (206)</u>

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020**

Exhibit 6-3

\*\*\*\*\*WARD 2 - HORNBECK MAINTENANCE\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 83,000	\$ 83,571	\$ 571
Interest earnings	1,051	874	(177)
State sources:			
Other	15,406	15,236	(170)
	<u>99,457</u>	<u>99,681</u>	<u>224</u>
TOTAL REVENUES			
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	3,070	6,229	(3,159)
Support services:			
General administration	2,934	3,123	(189)
School administration	6,359	9,154	(2,795)
Business services	4,392	4,959	(567)
Plant services	59,350	39,410	19,940
Student transportation services	34,373	42,158	(7,785)
	<u>110,478</u>	<u>105,033</u>	<u>5,445</u>
TOTAL EXPENDITURES			
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>(11,021)</u>	<u>(5,352)</u>	<u>5,669</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	20,000	20,000	-
Transfers out	(5,000)	(10,000)	(5,000)
	<u>15,000</u>	<u>10,000</u>	<u>(5,000)</u>
TOTAL OTHER FINANCING SOURCES (USES)			
Net Change in Fund Balances	3,979	4,648	669
FUND BALANCES - BEGINNING	<u>58,126</u>	<u>58,126</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 62,105</u>	<u>\$ 62,774</u>	<u>\$ 669</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2020

Exhibit 6-4

\*\*\*\*\*WARD 3 MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 191,000	\$ 192,424	\$ 1,424
Interest earnings	7,934	6,782	(1,152)
State sources:			
Other	12,392	12,311	(81)
TOTAL REVENUES	211,326	211,517	191
EXPENDITURES			
Current:			
Instruction:			
Regular programs	5,106	515	4,591
Other instructional programs	28,127	21,614	6,513
Support services:			
General administration	6,894	6,497	397
School administration	15,989	27,058	(11,069)
Business services	6,861	7,322	(461)
Plant services	123,335	126,678	(3,343)
Student transportation services	7,545	3,973	3,572
TOTAL EXPENDITURES	193,857	193,657	200
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	17,469	17,860	391
OTHER FINANCING SOURCES (USES)			
Transfers out	-	(119)	(119)
Net Change in Fund Balances	17,469	17,741	272
FUND BALANCES - BEGINNING	407,138	407,138	-
FUND BALANCES - ENDING	\$ 424,607	\$ 424,879	\$ 272

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020**

Exhibit 6-5

\*\*\*\*\*WARD 4 MAINTENANCE\*\*\*\*\*

	<b>BUDGET</b>	<b>ACTUAL</b>	<b>VARIANCE POSITIVE (NEGATIVE)</b>
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 223,890	\$ 223,635	\$ (255)
Interest earnings	2,400	2,421	21
State sources:			
Other	10,216	9,861	(355)
	<u>236,506</u>	<u>235,917</u>	<u>(589)</u>
<b>TOTAL REVENUES</b>			
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	1,427	356	1,071
Other instructional programs	18,556	29,969	(11,413)
Support services:			
General administration	360	370	(10)
School administration	9,557	20,045	(10,488)
Business services	7,961	5,907	2,054
Plant services	175,717	160,824	14,893
Student transportation services	7,872	24,418	(16,546)
	<u>221,450</u>	<u>241,889</u>	<u>(20,439)</u>
<b>TOTAL EXPENDITURES</b>			
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	15,056	(5,972)	(21,028)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	(19,996)	-	19,996
	<u>(19,996)</u>	<u>-</u>	<u>19,996</u>
<b>Net Change in Fund Balances</b>	(4,940)	(5,972)	(1,032)
<b>FUND BALANCES - BEGINNING</b>	<u>137,597</u>	<u>137,597</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 132,657</u>	<u>\$ 131,625</u>	<u>\$ (1,032)</u>



VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2020

Exhibit 6-6

\*\*\*\*\*WARD 5 MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 218,643	\$ 220,477	\$ 1,834
Interest earnings	8,287	6,129	(2,158)
State sources:			
Other	9,777	9,659	(118)
TOTAL REVENUES	<u>236,707</u>	<u>236,265</u>	<u>(442)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	16,967	2,710	14,257
Other instructional programs	3,696	9,530	(5,834)
Support services:			
Student services	78,405	81,036	(2,631)
General administration	4,967	4,047	920
School administration	4,599	1,512	3,087
Business services	4,400	4,595	(195)
Plant services	89,582	109,489	(19,907)
Student transportation services	5,339	5,353	(14)
Food services	10,226	-	10,226
TOTAL EXPENDITURES	<u>218,181</u>	<u>218,272</u>	<u>(91)</u>
Net Change in Fund Balances	18,526	17,993	(533)
FUND BALANCES - BEGINNING	<u>365,415</u>	<u>365,415</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 383,941</u>	<u>\$ 383,408</u>	<u>\$ (533)</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2020

Exhibit 6-7

\*\*\*\*\*WARD 6 MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 98,500	\$ 99,434	\$ 934
Interest earnings	1,046	360	(686)
State sources:			
Other	7,891	7,713	(178)
TOTAL REVENUES	<u>107,437</u>	<u>107,507</u>	<u>70</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	2,270	1,250	1,020
Support services:			
General administration	14,902	15,485	(583)
School administration	848	-	848
Business services	2,851	3,396	(545)
Plant services	59,222	60,636	(1,414)
Student transportation services	2,908	1,281	1,627
TOTAL EXPENDITURES	<u>83,001</u>	<u>82,048</u>	<u>953</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	24,436	25,459	1,023
OTHER FINANCING SOURCES (USES)			
Transfers out	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Net Change in Fund Balances	19,436	20,459	1,023
FUND BALANCES - BEGINNING	<u>5,516</u>	<u>5,516</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 24,952</u>	<u>\$ 25,975</u>	<u>\$ 1,023</u>

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020**

Exhibit 6-8

\*\*\*\*\*WARD 7 MAINTENANCE\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 298,000	\$ 301,058	\$ 3,058
Interest earnings	9,657	6,769	(2,888)
State sources:			
Other	30,852	30,204	(648)
<b>TOTAL REVENUES</b>	<u>338,509</u>	<u>338,031</u>	<u>(478)</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	24,628	5,177	19,451
Other instructional programs	24,630	52,917	(28,287)
Support services:			
Student services	2,227	7,642	(5,415)
General administration	1,332	1,418	(86)
School administration	48,088	26,680	21,408
Business services	8,337	8,457	(120)
Plant services	280,620	292,666	(12,046)
Student transportation services	10,535	8,048	2,487
Capital outlay	4,460	-	4,460
<b>TOTAL EXPENDITURES</b>	<u>404,857</u>	<u>403,005</u>	<u>1,852</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<u>(66,348)</u>	<u>(64,974)</u>	<u>1,374</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	<u>(20)</u>	<u>-</u>	<u>20</u>
<b>Net Change in Fund Balances</b>	<u>(66,368)</u>	<u>(64,974)</u>	<u>1,394</u>
<b>FUND BALANCES - BEGINNING</b>	<u>414,598</u>	<u>414,598</u>	<u>-</u>
<b>FUND BALANCES - ENDING</b>	<u><u>\$ 348,230</u></u>	<u><u>\$ 349,624</u></u>	<u><u>\$ 1,394</u></u>

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020**

Exhibit 6-9

\*\*\*\*\*WARD 8 MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 103,498	\$ 102,939	\$ (559)
Interest earnings	660	528	(132)
State sources:			
Other	10,423	10,171	(252)
<b>TOTAL REVENUES</b>	<b>114,581</b>	<b>113,638</b>	<b>(943)</b>
<b>EXPENDITURES</b>			
Current:			
Support services:			
General administration	20,009	21,102	(1,093)
School administration	17,232	11,200	6,032
Plant services	56,171	57,044	(873)
Student transportation services	3,105	2,534	571
<b>TOTAL EXPENDITURES</b>	<b>96,517</b>	<b>91,880</b>	<b>4,637</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	18,064	21,758	3,694
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	(10,000)	(15,000)	(5,000)
<b>Net Change in Fund Balances</b>	8,064	6,758	(1,306)
<b>FUND BALANCES - BEGINNING</b>	<b>47,558</b>	<b>47,558</b>	<b>-</b>
<b>FUND BALANCES - ENDING</b>	<b>\$ 55,622</b>	<b>\$ 54,316</b>	<b>\$ (1,306)</b>

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020**

Exhibit 6-10

\*\*\*\*\*EARLY CHILDHOOD\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
Local sources:			
Other	\$ 225,000	\$ 225,000	\$ -
State sources:			
Other	119,027	119,022	(5)
Federal sources	598,081	439,894	(158,187)
<b>TOTAL REVENUES</b>	<u>942,108</u>	<u>783,916</u>	<u>(158,192)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	561,271	467,677	93,594
Special programs	87,089	87,089	-
Other instructional programs	93,155	93,156	(1)
Support services:			
Instructional staff support	152,299	94,650	57,649
General administration	44,377	33,711	10,666
School administration	4,418	5,582	(1,164)
Central services	-	2,549	(2,549)
<b>TOTAL EXPENDITURES</b>	<u>942,609</u>	<u>784,414</u>	<u>158,195</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<u>(501)</u>	<u>(498)</u>	<u>3</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	501	500	(1)
Transfers out	-	(2)	(2)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>501</u>	<u>498</u>	<u>(3)</u>
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020**

Exhibit 6-11

\*\*\*\*\*VOCATIONAL EDUCATION\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 91,573	\$ 91,573	\$ -
TOTAL REVENUES	91,573	91,573	-
EXPENDITURES			
Current:			
Instruction:			
Regular programs	10,725	10,725	-
Other instructional programs	80,561	80,561	-
Support services:			
Instructional staff support	287	287	-
TOTAL EXPENDITURES	91,573	91,573	-
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -

VERNON PARISH SCHOOL BOARD  
NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020

Exhibit 6-12

\*\*\*\*\*SPECIAL EDUCATION\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
State sources:			
Equalization	\$ 37,354	\$ 37,354	\$ -
Federal sources	1,997,978	1,997,978	-
<b>TOTAL REVENUES</b>	<b>2,035,332</b>	<b>2,035,332</b>	<b>-</b>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	147,021	147,021	-
Special programs	832,183	832,183	-
Other instructional programs	5,044	5,044	-
Support services:			
Student services	654,472	654,472	-
Instructional staff support	240,547	240,547	-
General administration	151,925	151,925	-
Business services	529	529	-
Student transportation services	3,612	3,612	-
<b>TOTAL EXPENDITURES</b>	<b>2,035,333</b>	<b>2,035,333</b>	<b>-</b>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(1)	(1)	-
OTHER FINANCING SOURCES (USES)			
Transfers in	1	1	-
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2020

Exhibit 6-13

\*\*\*\*\*LA 4\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
State sources:			
Other	\$ 1,406,060	\$ 1,406,060	\$ -
TOTAL REVENUES	<u>1,406,060</u>	<u>1,406,060</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	52,355	5,086	47,269
Other instructional programs	1,353,660	1,387,303	(33,643)
Support services:			
Instructional staff support	-	949	(949)
School administration	-	12,607	(12,607)
Business services	9	-	9
Plant services	36	115	(79)
TOTAL EXPENDITURES	<u>1,406,060</u>	<u>1,406,060</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020**

Exhibit 6-14

\*\*\*\*\*SCHOOL FOOD SERVICE\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
<b>REVENUES</b>			
Local sources:			
Interest earnings	\$ 481	\$ 366	\$ (115)
Food service	493,392	492,449	(943)
State sources:			
Equalization	459,101	459,101	-
Other	24,457	-	(24,457)
Federal sources	<u>2,574,000</u>	<u>2,589,917</u>	<u>15,917</u>
 TOTAL REVENUES	 <u>3,551,431</u>	 <u>3,541,833</u>	 <u>(9,598)</u>
 <b>EXPENDITURES</b>			
Current:			
Support services:			
Instructional staff support	134	-	134
Business services	3,025	2,486	539
Plant services	28,509	883	27,626
Student transportation services	21,830	19,820	2,010
Central services	17,222	17,659	(437)
Food services	<u>4,357,492</u>	<u>4,377,317</u>	<u>(19,825)</u>
 TOTAL EXPENDITURES	 <u>4,428,212</u>	 <u>4,418,165</u>	 <u>10,047</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	 (876,781)	 (876,332)	 449
 OTHER FINANCING SOURCES (USES)			
Transfers in	<u>875,000</u>	<u>875,000</u>	<u>-</u>
 Net Change in Fund Balances	 (1,781)	 (1,332)	 449
 FUND BALANCES - BEGINNING	 <u>18,537</u>	 <u>18,537</u>	 <u>-</u>
 FUND BALANCES - ENDING	 <u>\$ 16,756</u>	 <u>\$ 17,205</u>	 <u>\$ 449</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2020

Exhibit 6-15

\*\*\*\*\* JAG\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 36,960	\$ 36,960	\$ -
TOTAL REVENUES	<u>36,960</u>	<u>36,960</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	36,806	36,806	-
Support services:			
Instructional staff support	<u>154</u>	<u>154</u>	<u>-</u>
TOTAL EXPENDITURES	<u>36,960</u>	<u>36,960</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2020

Exhibit 6-16

\*\*\*\*\*MISCELLANEOUS FEDERAL GRANTS\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
State sources:			
Other	\$ 4,930	\$ 2,228	\$ (2,702)
Federal sources	4,000	4,000	-
	<u>8,930</u>	<u>6,228</u>	<u>(2,702)</u>
TOTAL REVENUES			
EXPENDITURES			
Current:			
Instruction:			
Regular programs	8,550	5,793	2,757
Support services:			
General administration	251	306	(55)
	<u>8,801</u>	<u>6,099</u>	<u>2,702</u>
TOTAL EXPENDITURES			
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	129	129	-
OTHER FINANCING SOURCES (USES)			
Transfers in	-	119	119
Transfers out	(129)	(129)	-
	<u>(129)</u>	<u>(10)</u>	<u>119</u>
TOTAL OTHER FINANCING SOURCES (USES)			
Net Change in Fund Balances	-	119	119
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ 119</u>	<u>\$ 119</u>

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020**

Exhibit 6-17

\*\*\*\*\*TITLE I AND TITLE IV\*\*\*\*\*

	<b>BUDGET</b>	<b>ACTUAL</b>	<b>VARIANCE POSITIVE (NEGATIVE)</b>
<b>REVENUES</b>			
Federal sources	\$ 2,213,809	\$ 2,093,820	\$ (119,989)
<b>TOTAL REVENUES</b>	<b>2,213,809</b>	<b>2,093,820</b>	<b>(119,989)</b>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	306,126	306,126	-
Special programs	64	64	-
Other instructional programs	1,461,871	1,461,871	-
Support services:			
Instructional staff support	155,456	155,456	-
General administration	172,380	172,380	-
Business services	51,564	51,564	-
Plant services	650	650	-
Central services	65,701	65,701	-
<b>TOTAL EXPENDITURES</b>	<b>2,213,812</b>	<b>2,213,812</b>	<b>-</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>(3)</b>	<b>(119,992)</b>	<b>(119,989)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	6	119,995	119,989
Transfers out	(3)	(3)	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>3</b>	<b>119,992</b>	<b>119,989</b>
Net Change in Fund Balances	-	-	-
<b>FUND BALANCES - BEGINNING</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES - ENDING</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020**

Exhibit 6-18

\*\*\*\*\*TITLE II\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 356,713	\$ 476,702	\$ 119,989
TOTAL REVENUES	356,713	476,702	119,989
EXPENDITURES			
Current:			
Instruction:			
Regular programs	312,460	312,460	-
Other instructional programs	14,469	14,469	-
Support services:			
Instructional staff support	2,542	2,542	-
General administration	27,242	27,242	-
TOTAL EXPENDITURES	356,713	356,713	-
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	119,989	119,989
OTHER FINANCING SOURCES (USES)			
Transfers out	-	(119,989)	(119,989)
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -

**VERNON PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Budget (GAAP Basis) and Actual**  
**For the Year Ended June 30, 2020**

Exhibit 6-19

*****TITLE III*****			
	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 1,426	\$ 1,426	\$ -
TOTAL REVENUES	1,426	1,426	-
EXPENDITURES			
Current:			
Instruction:			
Regular programs	1,318	1,318	-
Support services:			
General administration	110	110	-
TOTAL EXPENDITURES	1,428	1,428	-
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(2)	(2)	-
OTHER FINANCING SOURCES (USES)			
Transfers in	2	2	-
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020**

Exhibit 6-20

	*****SALES TAX*****		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
Local sources:			
Interest earnings	\$ 24,514	\$ 24,514	\$ -
Other	481,000	495,318	14,318
	<u>505,514</u>	<u>519,832</u>	<u>14,318</u>
TOTAL REVENUES			
EXPENDITURES			
Current:			
Support services:			
General administration	205,630	209,918	(4,288)
Business services	90,101	100,255	(10,154)
Plant services	4,988	1,170	3,818
	<u>300,719</u>	<u>311,343</u>	<u>(10,624)</u>
TOTAL EXPENDITURES			
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	204,795	208,489	3,694
OTHER FINANCING SOURCES (USES)			
Transfers out	(200,000)	(200,000)	-
Net Change in Fund Balances	4,795	8,489	3,694
FUND BALANCES - BEGINNING	<u>1,321,706</u>	<u>1,321,706</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 1,326,501</u>	<u>\$ 1,330,195</u>	<u>\$ 3,694</u>

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020**

Exhibit 6-21

\*\*\*\*\*EDUCATION EXCELLENCE\*\*\*\*\*

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES			
State sources:			
Other	\$ 338,476	\$ 338,476	\$ -
TOTAL REVENUES	<u>338,476</u>	<u>338,476</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	158,137	158,137	-
Special programs	5,105	5,105	-
Other instructional programs	1,682	1,682	-
Support services:			
Instructional staff support	12,040	12,040	-
School administration	864	864	-
TOTAL EXPENDITURES	<u>177,828</u>	<u>177,828</u>	<u>-</u>
Net Change in Fund Balances	160,648	160,648	-
FUND BALANCES - BEGINNING	<u>196,300</u>	<u>196,300</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 356,948</u>	<u>\$ 356,948</u>	<u>\$ -</u>



**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020**

Exhibit 6-22

\*\*\*\*\*REAP\*\*\*\*\*

	<b>BUDGET</b>	<b>ACTUAL</b>	<b>VARIANCE POSITIVE (NEGATIVE)</b>
<b>REVENUES</b>			
Federal sources	\$ 175,556	\$ 175,556	\$ -
<b>TOTAL REVENUES</b>	175,556	175,556	-
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	162,149	162,149	-
Support services:			
General administration	13,407	13,407	-
<b>TOTAL EXPENDITURES</b>	175,556	175,556	-
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR SPECIAL REVENUE FUND  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget (GAAP Basis) and Actual  
For the Year Ended June 30, 2020**

Exhibit 6-23

\*\*\*DEPARTMENT OF DEFENSE EDUCATION GRANTS\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 967,266	\$ 967,266	\$ -
TOTAL REVENUES	967,266	967,266	-
EXPENDITURES			
Current:			
Instruction:			
Regular programs	763,205	763,205	-
Support services:			
Instructional staff support	203,588	203,588	-
Business services	473	473	-
TOTAL EXPENDITURES	967,266	967,266	-
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2020

Exhibit 6-24

\*\*\*\*\*HEADSTART\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 2,345,520	\$ 2,345,520	\$ -
<b>TOTAL REVENUES</b>	<b>2,345,520</b>	<b>2,345,520</b>	<b>-</b>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	1,569,516	1,569,516	-
Support services:			
Student services	1,058	1,058	-
Instructional staff support	578,015	578,015	-
General administration	180,180	180,180	-
Business services	73	73	-
Plant services	10,200	10,200	-
Student transportation services	6,481	6,481	-
<b>TOTAL EXPENDITURES</b>	<b>2,345,523</b>	<b>2,345,523</b>	<b>-</b>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(3)	(3)	-
OTHER FINANCING SOURCES (USES)			
Transfers in	3	3	-
Net Change in Fund Balances	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -

**Vernon Parish School Board**

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**Vernon Parish School Board**

**Nonmajor Debt Service Funds**

- Ward No. 1
- Ward No. 2 - Orange
- Ward No. 2 - Hornbeck
- Ward No. 3
- Ward No. 4
- Ward No. 5
- Ward No. 6
- Ward No. 7
- Ward No. 8

The debt service funds are used to accumulate monies to pay outstanding bond issues. The bonds were issued by the respective school districts to acquire lands for building sites and to purchase, erect, and improve school buildings, equipment, and furnishings. The bond issues are financed by ad valorem tax on property within the territorial boundaries of the respective wards.

VERNON PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUNDS

Combining Balance Sheet

June 30, 2020

	<u>WARD 1</u>	<u>WARD 2 - ORANGE</u>	<u>WARD 2 - HORNBECK</u>	<u>WARD 3</u>
ASSETS				
Cash and cash equivalents	\$ 833,477	\$ 165,850	\$ 21,254	\$ 34,338
TOTAL ASSETS	<u>833,477</u>	<u>165,850</u>	<u>21,254</u>	<u>34,338</u>
FUND BALANCES:				
Restricted	<u>833,477</u>	<u>165,850</u>	<u>21,254</u>	<u>34,338</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 833,477</u>	<u>\$ 165,850</u>	<u>\$ 21,254</u>	<u>\$ 34,338</u>

Exhibit 7

<u>WARD 4</u>	<u>WARD 5</u>	<u>WARD 6</u>	<u>WARD 7</u>	<u>WARD 8</u>	<u>TOTAL</u>
<u>\$ 228,116</u>	<u>\$ 133,601</u>	<u>\$ 108,676</u>	<u>\$ 255,098</u>	<u>\$ 66,977</u>	<u>\$ 1,847,387</u>
<u>228,116</u>	<u>133,601</u>	<u>108,676</u>	<u>255,098</u>	<u>66,977</u>	<u>1,847,387</u>
<u>228,116</u>	<u>133,601</u>	<u>108,676</u>	<u>255,098</u>	<u>66,977</u>	<u>1,847,387</u>
<u>\$ 228,116</u>	<u>\$ 133,601</u>	<u>\$ 108,676</u>	<u>\$ 255,098</u>	<u>\$ 66,977</u>	<u>\$ 1,847,387</u>

**VERNON PARISH SCHOOL BOARD**

**NONMAJOR DEBT SERVICE FUNDS**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**For the Year Ended June 30, 2020**

	<u>WARD 1</u>	<u>WARD 2 - ORANGE</u>	<u>WARD 2 - HORNBECK</u>	<u>WARD 3</u>
<b>REVENUES</b>				
Local sources:				
Taxes:				
Ad valorem	\$ 2,205,998	\$ 270,367	\$ 37,196	\$ 197,604
Interest earnings	19,402	3,221	581	1,852
Other	24,441	-	-	-
<b>TOTAL REVENUES</b>	<b>2,249,841</b>	<b>273,588</b>	<b>37,777</b>	<b>199,456</b>
<b>EXPENDITURES</b>				
Current:				
Support services:				
General administration	72,850	9,430	1,390	7,736
Debt service:				
Principal retirement	1,893,000	173,000	45,000	190,000
Interest and bank charges	472,961	93,378	4,013	64,313
Bond issuance costs	42,637	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>2,481,448</b>	<b>275,808</b>	<b>50,403</b>	<b>262,049</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>(231,607)</b>	<b>(2,220)</b>	<b>(12,626)</b>	<b>(62,593)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from refunding bonds	4,410,000	-	-	-
Payment to refunded bond escrow agent	(4,367,363)	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>42,637</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>(188,970)</b>	<b>(2,220)</b>	<b>(12,626)</b>	<b>(62,593)</b>
<b>FUND BALANCES - BEGINNING</b>	<b>1,022,447</b>	<b>168,070</b>	<b>33,880</b>	<b>96,931</b>
<b>FUND BALANCES - ENDING</b>	<b>\$ 833,477</b>	<b>\$ 165,850</b>	<b>\$ 21,254</b>	<b>\$ 34,338</b>



Exhibit 8

WARD 4	WARD 5	WARD 6	WARD 7	WARD 8	TOTAL
\$ 372,140	\$ 269,533	\$ 130,873	\$ 487,879	\$ 89,598	\$ 4,061,188
4,541	2,961	2,020	4,614	1,199	40,391
-	-	-	-	-	24,441
<u>376,681</u>	<u>272,494</u>	<u>132,893</u>	<u>492,493</u>	<u>90,797</u>	<u>4,126,020</u>
15,874	9,212	1,798	11,128	2,055	131,473
255,000	260,000	105,000	410,000	49,000	3,380,000
108,483	31,352	16,185	50,436	42,202	883,323
-	-	-	-	-	42,637
<u>379,357</u>	<u>300,564</u>	<u>122,983</u>	<u>471,564</u>	<u>93,257</u>	<u>4,437,433</u>
(2,676)	(28,070)	9,910	20,929	(2,460)	(311,413)
-	-	-	-	-	4,410,000
-	-	-	-	-	(4,367,363)
-	-	-	-	-	42,637
(2,676)	(28,070)	9,910	20,929	(2,460)	(268,776)
<u>230,792</u>	<u>161,671</u>	<u>98,766</u>	<u>234,169</u>	<u>69,437</u>	<u>2,116,163</u>
<u>\$ 228,116</u>	<u>\$ 133,601</u>	<u>\$ 108,676</u>	<u>\$ 255,098</u>	<u>\$ 66,977</u>	<u>\$ 1,847,387</u>

## Vernon Parish School Board

### Agency Funds

**SCHOOL ACTIVITIES FUND** The activities of the various individual school accounts are accounted for in the School Activities fund. While the accounts are under the supervision of the School Board, they belong to the individual schools or their student bodies and are not available for use by the School Board.

**SCHOLARSHIP FUND** This scholarship fund is funded by voluntary employee contributions. The proceeds are used to provide an annual scholarship for an outstanding graduate who plans to major in education.

**SALES TAX FUND** The sales tax fund accounts for monies collected on behalf of the other taxing authorities in Vernon Parish. Upon receipt of sales tax returns and monies, a direct deposit is made into the bank account of the other taxing authorities.

**PROTESTED SALES TAX FUND** This fund accounts for collection of sales tax receipts that are paid under protest and are set aside until the protest has been resolved.

**VERNON PARISH SCHOOL BOARD**

**AGENCY FUNDS**

**Combining Statement of Fiduciary Assets and Liabilities  
June 30, 2020**

Exhibit 9

	<b>SCHOOL ACTIVITIES FUND</b>	<b>SCHOLARSHIP FUND</b>	<b>SALES TAX FUND</b>	<b>PROTESTED SALES TAX FUND</b>	<b>TOTAL</b>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 1,357,525	\$ 2,701	\$ -	\$ 154,053	\$ 1,514,279
Investments	177,585	-	-	-	177,585
Receivables	-	-	3,511,385	-	3,511,385
<b>TOTAL ASSETS</b>	<b>1,535,110</b>	<b>2,701</b>	<b>3,511,385</b>	<b>154,053</b>	<b>5,203,249</b>
<b>LIABILITIES</b>					
Deposits due others	1,535,110	2,701	3,511,385	154,053	5,203,249
<b>TOTAL LIABILITIES</b>	<b>\$ 1,535,110</b>	<b>\$ 2,701</b>	<b>\$ 3,511,385</b>	<b>\$ 154,053</b>	<b>\$ 5,203,249</b>

**VERNON PARISH SCHOOL BOARD**

**AGENCY FUNDS**

**Combining Statement of Changes in Fiduciary Assets and Liabilities  
For the Year Ended June 30, 2020**

Exhibit 10

	<u>Balance, Beginning</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance, Ending</u>
<b>*****SCHOOL ACTIVITIES FUND*****</b>				
ASSETS				
Cash and cash equivalents	\$ 1,446,514	\$ 2,445,767	\$ 2,534,756	\$ 1,357,525
Investments	167,636	9,949	-	177,585
	<u>\$ 1,614,150</u>	<u>\$ 2,455,716</u>	<u>\$ 2,534,756</u>	<u>\$ 1,535,110</u>
TOTAL ASSETS				
	<u>\$ 1,614,150</u>	<u>\$ 2,455,716</u>	<u>\$ 2,534,756</u>	<u>\$ 1,535,110</u>
LIABILITIES				
Deposits due others	\$ 1,614,150	\$ 2,455,716	\$ 2,534,756	\$ 1,535,110
	<u>\$ 1,614,150</u>	<u>\$ 2,455,716</u>	<u>\$ 2,534,756</u>	<u>\$ 1,535,110</u>
<b>*****SCHOLARSHIP FUND*****</b>				
ASSETS				
Cash and cash equivalents	\$ 2,302	\$ 699	\$ 300	\$ 2,701
	<u>\$ 2,302</u>	<u>\$ 699</u>	<u>\$ 300</u>	<u>\$ 2,701</u>
LIABILITIES				
Deposits due others	\$ 2,302	\$ 699	\$ 300	\$ 2,701
	<u>\$ 2,302</u>	<u>\$ 699</u>	<u>\$ 300</u>	<u>\$ 2,701</u>
<b>*****SALES TAX FUND*****</b>				
ASSETS				
Receivables	\$ 2,743,876	\$ 32,324,107	\$ 31,556,598	\$ 3,511,385
	<u>\$ 2,743,876</u>	<u>\$ 32,324,107</u>	<u>\$ 31,556,598</u>	<u>\$ 3,511,385</u>
LIABILITIES				
Deposits due others	\$ 2,743,876	\$ 32,324,107	\$ 31,556,598	\$ 3,511,385
	<u>\$ 2,743,876</u>	<u>\$ 32,324,107</u>	<u>\$ 31,556,598</u>	<u>\$ 3,511,385</u>
<b>***PROTESTED SALES TAX FUND***</b>				
ASSETS				
Cash and cash equivalents	\$ 141,763	\$ 12,290	\$ -	\$ 154,053
	<u>\$ 141,763</u>	<u>\$ 12,290</u>	<u>\$ -</u>	<u>\$ 154,053</u>
LIABILITIES				
Deposits due others	\$ 141,763	\$ 12,290	\$ -	\$ 154,053
	<u>\$ 141,763</u>	<u>\$ 12,290</u>	<u>\$ -</u>	<u>\$ 154,053</u>

(CONTINUED)

**VERNON PARISH SCHOOL BOARD**

**AGENCY FUNDS**  
**Combining Statement of Changes in Fiduciary Assets and Liabilities**  
**For the Year Ended June 30, 2020**

Exhibit 10

	Balance, Beginning	Additions	Deductions	Balance, Ending
*****ALL AGENCY FUNDS*****				
ASSETS				
Cash and cash equivalents	\$ 1,590,579	\$ 2,458,756	\$ 2,535,056	\$ 1,514,279
Investments	167,636	9,949	-	177,585
Receivables	2,743,876	32,324,107	31,556,598	3,511,385
TOTAL ASSETS	\$ 4,502,091	\$ 34,792,812	\$ 34,091,654	\$ 5,203,249
LIABILITIES				
Deposits due others	\$ 4,502,091	\$ 34,792,812	\$ 34,091,654	\$ 5,203,249
TOTAL LIABILITIES	\$ 4,502,091	\$ 34,792,812	\$ 34,091,654	\$ 5,203,249

(CONCLUDED)

**VERNON PARISH SCHOOL BOARD**

**SCHOOL ACTIVITIES AGENCY FUND  
Schedule of Changes in Deposits Due Others  
For the Year Ended June 30, 2020**

Exhibit 11

<u>SCHOOL</u>	<u>Balance, Beginning</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance, Ending</u>
Anacoco High	\$ 95,371	\$ 136,315	\$ 154,461	\$ 77,225
Anacoco Elementary	24,212	88,309	86,929	25,592
East Leesville Elementary	20,930	28,786	26,185	23,531
Evans High	89,223	127,222	124,064	92,381
Hicks High	81,672	239,203	244,609	76,266
Hornbeck High	150,187	114,307	191,596	72,898
Leesville High	181,437	431,035	438,705	173,767
Leesville Junior High	81,226	114,251	101,786	93,691
North Polk Elementary	20,253	24,087	28,946	15,394
Pickering High	50,345	214,550	220,149	44,746
Pickering Elementary	98,032	83,563	85,367	96,228
Pitkin High	263,795	149,009	132,948	279,856
Rosepine High	162,153	341,865	340,050	163,968
Rosepine Elementary	107,852	108,951	106,576	110,227
Simpson High	62,679	112,149	113,060	61,768
Parkway Elementary	23,017	63,588	50,259	36,346
Vernon Middle School	41,862	46,587	53,522	34,927
West Leesville Elementary	59,904	31,939	35,544	56,299
TOTAL	<u>\$ 1,614,150</u>	<u>\$ 2,455,716</u>	<u>\$ 2,534,756</u>	<u>\$ 1,535,110</u>

**SCHEDULES OF COMPENSATION PAID:**

**BOARD MEMBERS**

**SUPERINTENDENT**

Vernon Parish School Board

Exhibit 12

Schedule of Compensation Paid Board Members  
For the Year Ended June 30, 2020

The schedule of compensation paid to the School Board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the School Board members is included in the general administrative expenditures of the General fund. In accordance with Louisiana Revised Statute 17:56, the School Board members have elected the monthly payment method of compensation. Under this method, each member of the School Board receives \$800 per month, and the president receives \$900 per month for performing the duties of his office.

Shad Stewart, President	\$10,800
Jackie Self, Vice President	9,600
Doug Brandon	9,600
Angie Davis	9,600
David Detz	9,600
John Blankenbaker	9,600
Randy Martin	9,600
Robert Pynes, Jr.	9,600
James Seaman	9,600
Vernon L. Travis, Jr.	9,600
Lisa Thompson	9,600
Stephen Woods	9,600
Total	<u>\$116,400</u>



Vernon Parish School Board

Exhibit 13

Schedule of Compensation, Benefits and Other Payments to Superintendent  
For the Year Ended June 30, 2020

Agency Head Name: James Williams , Superintendent

<u>Purpose</u>	<u>Amount</u>
Salary	\$127,632
Benefits-insurance	6,259
Benefits-retirement	33,184
Travel	268
Total	<u>\$167,343</u>

**Vernon Parish School Board**

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# STATISTICAL SECTION



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Statistical Section  
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Statistical Section  
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These schedules offer demographic and economic indicators to help the reader understand the environment within which the School Board's financial activities take place.		
Demographic and Economic Statistics	14	176
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These schedules contain service and infrastructure data to help the reader understand how the information in the School Board's financial report relates to the services the School Board provides and the activities it performs.		
School Personnel	16	178
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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

(concluded)

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Net Position by Component  
Fiscal Years Ended June 30, 2011 through June 30, 2020  
(Accrual Basis of Accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental Activities										
Net investment in capital assets	\$ 17,110,626	\$ 17,817,725	\$ 17,594,873	\$ 19,563,790	\$ 29,610,182	\$ 37,075,297	\$ 39,560,172	\$ 39,670,293	\$ 40,046,528	\$ 41,102,938
Restricted	5,297,917	5,147,840	5,753,340	5,552,144	5,691,497	6,066,405	6,237,959	6,188,549	5,871,472	6,084,952
Unrestricted	(2,188,347)	(8,266,158)	(18,847,134)	(29,896,245)	(156,744,487)	(159,397,316)	(173,361,662)	(345,100,548)	(355,558,394)	(371,197,386)
Total governmental activities net position	<u>\$ 20,220,196</u>	<u>\$ 14,699,407</u>	<u>\$ 4,501,079</u>	<u>\$ (4,780,311)</u>	<u>\$ (121,442,808)</u>	<u>\$ (116,255,614)</u>	<u>\$ (127,563,531)</u>	<u>\$ (299,241,706)</u>	<u>\$ (309,640,394)</u>	<u>\$ (324,009,496)</u>

Source: Comprehensive Annual Financial Report

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Changes in Net Position  
Fiscal Years Ended June 30, 2011 through June 30, 2020  
(Accrual Basis of Accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Expenses</b>										
Instruction:										
Regular programs	\$ 39,488,548	\$ 43,005,602	\$ 42,628,714	\$ 42,985,954	\$ 41,319,191	\$ 37,735,478	\$ 42,110,760	\$ 40,666,746	\$ 44,999,149	\$ 44,890,280
Special programs	14,578,985	16,000,695	14,184,535	12,627,239	10,270,790	9,844,714	10,303,623	10,617,892	6,903,499	11,451,262
Other instructional programs	5,567,933	4,494,574	5,743,328	5,527,661	6,746,247	7,627,559	8,780,832	8,820,060	9,371,429	9,430,171
Support services:										
Student services	5,123,873	5,367,333	5,297,452	5,127,729	4,919,127	4,736,599	5,298,562	5,040,395	5,129,269	5,645,980
Instructional staff support	4,883,683	4,327,332	4,307,987	4,684,588	4,269,329	4,164,416	4,604,856	4,604,529	4,820,699	5,008,713
General administration	1,907,569	1,906,467	2,001,812	2,121,497	2,013,156	3,910,914	2,267,488	2,333,094	2,324,131	2,346,323
School administration	6,528,311	6,573,618	6,762,117	6,937,725	6,648,565	6,466,520	6,853,830	6,667,304	7,031,984	7,452,640
Business services	612,852	669,182	602,374	569,332	669,247	653,218	695,921	718,234	825,335	769,915
Plant services	8,913,033	9,188,026	8,620,193	9,264,377	8,479,562	7,852,440	9,036,509	10,003,509	9,495,128	9,435,902
Student transportation services	7,180,796	7,715,968	7,815,764	7,349,972	6,905,439	6,690,661	7,187,943	6,916,549	7,140,303	7,523,989
Central services	733,513	630,565	1,010,764	1,257,347	1,133,596	1,195,328	1,313,514	1,253,346	1,513,715	1,500,772
Food services	6,924,015	7,270,604	7,415,613	7,393,967	7,165,689	6,690,780	6,602,763	6,440,350	6,537,189	6,437,742
Community services	58,772	66,260	24,390	25,502	25,694	31,977	35,302	35,720	26,840	28,348
Interest on long-term debt	1,427,467	1,973,433	1,263,918	1,355,712	1,260,559	1,249,477	1,184,909	1,032,185	1,001,700	874,939
Total expenses	<u>103,929,350</u>	<u>109,189,659</u>	<u>107,678,961</u>	<u>107,228,602</u>	<u>101,826,191</u>	<u>98,850,081</u>	<u>106,276,812</u>	<u>105,149,913</u>	<u>107,120,370</u>	<u>112,796,976</u>
<b>Program Revenues</b>										
Charges for services:										
Food Service Operations	925,693	1,004,166	905,096	811,651	826,273	703,263	706,938	633,107	638,123	492,449
Operating Grants and Contributions	15,073,056	14,547,924	13,486,407	13,672,847	12,422,748	13,824,955	13,027,639	14,186,572	13,972,654	14,049,629
Capital Grants and Contributions					8,957,526	7,576,380	673,908	-	-	-
Total program revenues	<u>15,998,749</u>	<u>15,552,090</u>	<u>14,391,503</u>	<u>14,484,498</u>	<u>22,206,547</u>	<u>22,104,598</u>	<u>14,408,485</u>	<u>14,819,679</u>	<u>14,610,777</u>	<u>14,542,078</u>
<b>Net (Expense) / Revenue</b>	<u>(87,930,601)</u>	<u>(93,637,569)</u>	<u>(93,287,458)</u>	<u>(92,744,104)</u>	<u>(79,619,644)</u>	<u>(76,745,483)</u>	<u>(91,868,327)</u>	<u>(90,330,234)</u>	<u>(92,509,593)</u>	<u>(98,254,898)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Taxes										
Ad valorem taxes levied for general purposes	3,244,532	3,404,612	3,811,940	3,979,481	3,925,678	4,044,606	3,954,442	3,983,713	3,957,854	4,069,507
Ad valorem taxes levied for debt service purposes	3,041,503	3,805,546	4,021,574	3,829,468	3,597,917	3,699,130	3,845,591	3,881,459	4,014,850	4,061,188
Sales taxes	10,818,744	12,231,273	12,098,220	11,824,150	12,537,062	11,989,856	11,454,481	11,379,185	11,987,073	13,337,493
Grants and contributions not restricted to specific programs	57,175,819	56,929,909	55,175,980	56,251,232	55,871,289	55,745,881	54,558,407	55,115,911	54,480,293	55,798,500
Interest and investment earnings	274,139	152,816	135,720	59,457	51,707	64,180	122,333	305,963	461,487	373,424
Impact Aid, Department of Defense, ROTC	5,927,128	10,030,372	6,928,669	6,705,595	6,108,826	5,455,857	5,565,092	5,243,580	5,828,518	4,582,604
Miscellaneous	1,012,562	978,077	917,027	813,331	951,767	933,167	1,060,062	2,321,695	1,380,830	1,663,079
Total	<u>81,494,427</u>	<u>87,532,605</u>	<u>83,089,130</u>	<u>83,462,714</u>	<u>83,044,246</u>	<u>81,932,677</u>	<u>80,560,408</u>	<u>82,231,506</u>	<u>82,110,905</u>	<u>83,885,795</u>
<b>Change in Net Position</b>	<u>\$ (6,436,174)</u>	<u>\$ (6,104,964)</u>	<u>\$ (10,198,328)</u>	<u>\$ (9,281,390)</u>	<u>\$ 3,424,602</u>	<u>\$ 5,187,194</u>	<u>\$ (11,307,919)</u>	<u>\$ (8,098,728)</u>	<u>\$ (10,398,688)</u>	<u>\$ (14,369,103)</u>

Source: Comprehensive Annual Financial Report



Table 3

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(Modified Accrual Basis of Accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>General Fund</b>										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 181,539	\$ 188,646
Restricted	679,425	646,000	646,000	646,000	646,000	646,000	646,000	386,000	-	-
Committed	-	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000
Unassigned	21,730,728	23,935,602	20,799,034	17,473,031	14,056,940	13,267,549	11,338,320	11,982,799	12,009,497	12,128,628
<b>Total general fund</b>	<b><u>22,410,153</u></b>	<b><u>25,181,602</u></b>	<b><u>22,045,034</u></b>	<b><u>18,719,031</u></b>	<b><u>15,302,940</u></b>	<b><u>14,513,549</u></b>	<b><u>12,584,320</u></b>	<b><u>12,968,799</u></b>	<b><u>12,791,036</u></b>	<b><u>12,917,274</u></b>
<b>All Other Governmental Funds</b>										
Nonspendable	142,009	101,861	89,765	117,511	56,027	117,765	125,411	102,107	113,145	189,002
Restricted	26,483,283	21,887,480	11,928,079	7,579,931	6,916,802	6,480,694	7,511,362	6,371,539	6,188,824	6,341,967
Committed	962,407	1,300,694	1,547,023	1,860,731	2,016,368	1,447,118	1,414,791	1,350,326	1,321,707	1,330,195
Unassigned	(501,008)	(192,216)	18,799	-	(526,974)	(130,804)	(612,641)	(81,278)	(94,607)	(171,797)
<b>Total all other governmental funds</b>	<b><u>27,086,691</u></b>	<b><u>23,097,819</u></b>	<b><u>13,583,666</u></b>	<b><u>9,558,173</u></b>	<b><u>8,462,223</u></b>	<b><u>7,914,773</u></b>	<b><u>8,438,923</u></b>	<b><u>7,742,694</u></b>	<b><u>7,529,069</u></b>	<b><u>7,689,367</u></b>
<b>Grand total of funds</b>	<b><u>\$ 49,496,844</u></b>	<b><u>\$ 48,279,421</u></b>	<b><u>\$ 35,628,700</u></b>	<b><u>\$ 28,277,204</u></b>	<b><u>\$ 23,765,163</u></b>	<b><u>\$ 22,428,322</u></b>	<b><u>\$ 21,023,243</u></b>	<b><u>\$ 20,711,493</u></b>	<b><u>\$ 20,320,105</u></b>	<b><u>\$ 20,606,641</u></b>

Source: Comprehensive Annual Financial Report

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(Modified Accrual Basis of Accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Revenues</b>										
Ad valorem taxes	\$ 6,286,035	\$ 7,210,158	\$ 7,833,514	\$ 7,808,949	\$ 7,523,595	\$ 7,743,736	\$ 7,800,033	\$ 7,865,172	\$ 7,972,704	\$ 8,130,695
Sales & use taxes	10,818,744	12,231,273	12,098,220	11,824,150	12,537,062	11,989,856	11,454,481	11,379,185	11,987,073	13,337,493
Investment Earning	274,139	152,816	135,720	59,457	51,707	64,180	122,333	305,963	461,487	373,424
Food services	925,693	1,004,166	905,096	811,651	826,273	703,263	706,938	633,107	638,123	492,449
Other Revenues	1,079,910	1,004,223	1,091,525	914,920	1,013,393	948,167	1,110,047	2,405,449	1,385,619	1,687,637
Total revenues from local sources	19,384,521	21,602,636	22,064,075	21,419,127	21,952,030	21,449,202	21,193,832	22,588,876	22,445,006	24,021,698
Equalization	54,275,158	56,465,134	54,734,675	55,385,942	55,359,232	55,170,245	53,833,632	54,813,754	54,054,088	55,381,427
Other	1,395,570	1,495,551	714,344	2,740,043	1,994,095	2,384,360	1,719,856	1,569,396	1,479,915	2,182,811
Total revenue from state sources	55,670,728	57,960,685	55,449,019	58,125,985	57,353,327	57,554,605	55,553,488	56,383,150	55,534,003	57,564,238
Revenue from federal sources	22,890,944	24,165,120	20,142,037	18,503,689	26,007,064	25,048,468	18,271,558	18,162,913	18,747,462	16,866,495
Total Revenues	97,946,193	103,728,441	97,655,131	98,048,801	105,312,421	104,052,275	95,018,878	97,134,939	96,726,471	98,452,431
<b>Expenditures:</b>										
<b>Current:</b>										
Instruction services	52,593,523	55,912,775	55,708,501	54,731,386	54,906,061	52,848,548	51,682,911	52,135,704	52,904,865	53,968,729
Student services	4,608,378	4,765,205	4,763,831	4,593,860	4,595,319	4,530,918	4,642,348	4,406,892	4,450,911	4,637,658
Instructional staff support	4,398,974	3,883,499	3,920,150	4,280,031	4,095,878	4,042,024	4,089,800	4,079,991	4,206,118	4,174,899
General administration	1,806,824	1,801,407	2,047,289	2,027,683	1,981,473	1,964,596	2,040,641	2,107,713	2,190,650	2,185,444
School administration	5,802,597	5,838,013	6,068,667	6,185,661	6,307,958	6,236,908	6,026,915	5,826,407	6,058,060	6,123,806
Business services	548,509	601,605	548,645	519,173	637,115	624,910	626,539	643,468	728,457	646,218
Plant services	8,443,651	8,582,495	8,184,249	8,812,079	8,222,018	7,789,971	8,298,290	9,590,704	8,898,314	8,447,308
Student transportation services	6,605,648	7,115,861	7,277,919	6,850,665	6,544,931	6,387,142	6,169,606	6,077,309	6,030,149	6,602,304
Central services	692,947	592,738	946,478	1,181,360	1,114,332	1,196,691	1,198,132	1,166,867	1,419,839	1,339,204
Food service	6,230,640	6,580,326	6,918,755	6,786,114	6,681,948	6,513,786	5,934,845	5,841,536	5,840,529	5,537,359
Community services	56,456	62,890	21,417	22,693	22,163	28,390	29,181	28,213	26,840	28,348
Capital Outlay	3,098,715	9,122,016	10,509,740	5,173,063	12,000,905	9,127,265	4,267,127	2,083,557	242,960	-
Debt service:										
Principal	1,066,008	1,979,742	2,471,168	7,081,458	2,994,363	2,848,562	3,061,546	2,981,183	3,069,483	3,575,838
Interest, bank charges, & debt issue costs	1,218,882	1,909,604	1,397,243	1,562,071	1,310,558	1,249,405	1,318,187	1,245,562	1,050,684	941,418
Total Expenditures	97,171,752	108,748,176	110,784,052	109,807,297	111,415,022	105,389,116	99,386,068	98,215,106	97,117,859	98,208,533
Excess of revenues over (under) expenditures	774,441	(5,019,735)	(13,128,921)	(11,758,496)	(6,102,601)	(1,336,841)	(4,367,190)	(1,080,167)	(391,388)	243,898
<b>Other Financing Sources (Uses)</b>										
Debt issuance	23,311,763	3,550,737	-	-	1,590,560	-	2,912,816	585,552	-	-
Debt refinancing	381,000	8,860,000	-	4,407,000	376,000	-	1,835,000	8,580,000	-	4,410,000
Payments to escrow agent	(381,000)	(8,575,000)	-	-	(376,000)	-	(1,785,707)	(9,291,658)	-	(4,367,363)
Transfers in	1,369,021	1,842,717	1,641,371	1,685,435	1,944,641	2,513,516	1,998,375	1,872,166	1,409,527	1,254,520
Transfers out	(1,369,021)	(1,842,717)	(1,641,371)	(1,685,435)	(1,944,641)	(2,513,516)	(1,998,375)	(1,872,166)	(1,409,527)	(1,254,520)
Premium on bonds issued	21,790	-	478,200	-	-	-	-	894,522	-	-
Total other financing sources (uses)	23,333,553	3,835,737	478,200	4,407,000	1,590,560	-	2,962,109	768,416	-	42,637
Net change in fund balances	\$ 24,107,994	\$ (1,183,998)	\$ (12,650,721)	\$ (7,351,496)	\$ (4,512,041)	\$ (1,336,841)	\$ (1,405,081)	\$ (311,751)	\$ (391,388)	\$ 286,535
Debt service as a percentage of noncapital expenditures	2.4%	3.9%	3.9%	8.3%	4.3%	4.3%	4.6%	4.4%	4.3%	4.6%

Source: Comprehensive Annual Financial Report

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Assessed Value and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Real Property		Personal Property	Less: Homestead Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property						
2011	\$ 89,062,970	\$ 35,780,470	\$ 38,177,500	\$ 45,925,907	\$ 117,095,033	432.99	\$ 1,278,471,460	12.75%
2012	93,035,570	35,472,550	39,589,200	47,441,907	120,655,413	428.72	1,325,668,067	12.68%
2013	95,327,900	38,361,480	42,317,950	47,592,300	128,415,030	433.14	1,388,295,897	12.68%
2014	97,896,180	37,697,300	53,918,680	48,670,969	140,841,191	391.26	1,430,984,520	13.24%
2015	102,305,550	39,796,230	46,540,100	50,234,143	138,407,737	385.19	1,432,651,519	13.17%
2016	103,023,169	41,855,890	47,011,100	51,117,725	140,772,434	394.17	1,432,680,444	13.39%
2017	102,944,643	48,770,017	43,107,510	53,431,546	141,390,624	418.15	1,550,562,932	12.56%
2018	104,642,403	49,815,587	39,183,820	54,189,541	139,452,269	415.16	1,548,992,495	12.50%
2019	106,353,373	52,538,077	36,305,480	54,749,391	140,447,539	420.88	1,558,220,877	12.53%
2020	115,596,120	49,960,920	35,797,520	55,305,102	146,049,458	405.72	1,610,147,408	12.51%

Source: Vernon Parish Tax Assessor Agency

Notes:

- (1) Property in the parish is reassessed every four years
- (2) Assessed values are established by the Assessor each year on a uniform basis at the following ratios of assessed value to actual value:
  - 10% land
  - 10% residential improvements
  - 15% industrial improvements
  - 15% machinery
  - 15% commercial improvements
  - 25% public service properties, excluding land
- (3) Tax rates are per \$1,000 of assessed value.

Table 6

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Overlapping Governments  
Last Ten Fiscal Years

Fiscal Year Ended June 30	School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Rates
	Operating Millage	Debt Service Millage	Total School Millage	Vernon Parish Police Jury	City of Leesville	
2011	157.20	275.79	432.99	130.07	16.60	579.66
2012	157.20	271.52	428.72	130.07	17.76	576.55
2013	158.45	274.69	433.14	134.43	17.76	585.33
2014	158.45	232.81	391.26	134.43	18.70	544.39
2015	158.45	226.74	385.19	135.43	18.10	538.72
2016	158.45	235.72	394.17	134.43	17.50	546.10
2017	175.58	242.57	418.15	140.41	17.50	576.06
2018	178.91	236.25	415.16	140.41	17.56	573.13
2019	178.91	241.97	420.88	142.26	17.56	580.70
2020	178.91	226.81	405.72	142.26	17.85	565.83

## Notes:

- (1) School district debt service millage is for individual school districts.
- (2) The above schedule does not include water districts, fire districts, forestry districts, or levee districts.
- (3) Overlapping rates are those of city and parish governments that apply to property owners within Vernon Parish. Not all overlapping rates apply to all property owners.

Source: Vernon Parish Tax Assessor

Table 7

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Principal Property Taxpayers  
June 30, 2020 and Nine Years Ago

Taxpayer	Fiscal Year 2020			Fiscal Year 2011		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Cleco Corporation	\$ 4,864,130	1	3.33%	\$ 4,104,080	4	3.50%
Tenneco, Inc.	3,440,230	2	2.36%	1,484,510	10	1.27%
Energy Transfer Crude Oil	3,056,550	3	2.09%			
Beauregard Electric Company	2,852,400	4	1.95%	2,320,370	6	1.98%
Zarvona Energy, LLC	2,852,060	5	1.95%			
Regency	2,704,930	6	1.85%			
Southwestern Electric	2,473,890	7	1.69%			
YUMA Energy	2,346,340	8	1.61%			
Leesville Real Estate Holdings	2,244,940	9	1.54%			
The Woodlands Healthcare	1,907,970	10	1.31%			
Addison Oil				5,181,490	1	4.43%
Amisub (Byrd Hospital)				2,651,190	7	2.26%
Bell South Communications				3,551,640	5	3.03%
Merit Energy						
Swift Energy Operating				4,734,240	3	4.04%
Chesapeake Operating Co.						
Valley Electric				1,741,110	8	1.49%
Eagle Rock Energy				4,957,420	2	4.23%
Entergy Louisiana				1,960,740	9	1.67%
Indigo Minerals						
Totals	\$ <u>28,743,440</u>			\$ <u>32,686,790</u>		

Source: Vernon Parish Tax Assessor Agency

Table 8

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Property Tax Levies and Collections  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2011	\$ 6,274,406	\$ 6,132,048	97.73%	\$ 48,693	\$ 6,180,741	98.51%
2012	7,090,335	7,005,340	98.80%	5,857	7,011,197	98.88%
2013	7,396,853	7,372,832	99.68%	27,957	7,400,789	100.05%
2014	7,766,306	7,528,063	96.93%	57,415	7,585,478	97.67%
2015	7,388,322	7,388,413	100.00%	5,585	7,393,998	100.08%
2016	7,560,753	7,525,400	99.53%	10,478	7,535,878	99.67%
2017	7,826,588	7,684,511	98.18%	80,010	7,764,521	99.21%
2018	7,786,694	7,695,261	98.83%	60,024	7,755,285	99.60%
2019	7,962,142	7,729,400	97.08%	18,304	7,747,704	97.31%
2020	8,174,035	7,923,745	96.94%	N/A	7,923,745	96.94%

Source: Vernon Parish Sheriff (ex-officio tax collector)

N/A - Information is not yet available.

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Sales and Use Tax Rates and Collections - All Governments  
Last Ten Fiscal Years

Fiscal Year	Sales and Use Tax Rates						Tax Collections					
	Parishwide				Municipalities		School Board	Parishwide		Municipalities		Total Collections
	School Board	Police Jury	Sheriff's Office	Total Rate	Leesville	Other		Police Jury	Sheriff's Office	Leesville	Other	
2011	2.00%	1.50%	0.50%	4.00%	1.50%	3.50%	\$ 10,773,530	\$8,079,219	\$ 2,694,610	\$ 4,027,757	\$ 549,709	\$26,124,825
2012	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	11,966,547	8,973,442	2,990,986	4,183,411	704,918	28,819,304
2013	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	12,267,041	9,199,050	3,066,331	4,342,739	801,563	29,676,724
2014	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	11,932,505	8,944,410	2,981,459	4,210,115	806,217	28,874,706
2015	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	12,125,260	9,092,880	3,030,951	4,320,356	914,294	29,483,741
2016	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	12,300,332	9,225,248	3,075,082	4,544,340	930,031	30,075,033
2017	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	11,495,206	8,621,340	2,873,793	4,259,728	995,641	28,245,708
2018	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	11,181,906	8,386,484	2,795,481	4,159,813	965,437	27,489,121
2019	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	12,076,178	9,051,625	3,017,387	4,385,610	998,371	29,529,171
2020	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	12,971,786	9,719,676	3,239,935	4,634,807	990,394	31,556,598

Notes:

- (1) Information provided by Vernon Parish Sales and Use Tax Agency.
- (2) Total rate represents the maximum amount that may be assessed by local taxing authorities. These rates do not include the state sales and use tax rate.
- (3) The Municipalities - Other column includes 1% for Hornbeck and 1.5% each for New Llano and Rosepine.
- (4) Sales tax collections reported by the Vernon Sales and Use Tax Agency are on the cash basis.

Table 10

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation Bonds	Direct Borrowings & Private Placement Debt	Certificate of Indebtedness	Capital Leases	Total Debt Outstanding	Percentage of Personal Income	Per Capita
2011	\$ 42,074,641	\$ -	\$ -	\$ -	\$ 42,074,641	1.91%	804
2012	42,330,636	-	1,600,000	-	43,930,636	2.14%	843
2013	40,526,959	-	1,295,000	-	41,821,959	1.77%	776
2014	38,167,501	-	980,000	-	39,147,501	1.79%	744
2015	36,782,000	-	660,000	301,698	37,743,698	1.55%	724
2016	34,338,000	-	335,000	228,686	34,901,686	1.79%	687
2017	34,412,000	-	-	480,956	34,892,956	1.78%	690
2018	32,410,639	-	-	786,325	33,196,964	1.68%	654
2019	17,673,268	11,868,000	-	517,842	30,059,110	1.57%	615
2020	11,231,897	14,974,000	-	322,004	26,527,901	1.37%	559

## Notes:

- (1) Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.
- (2) See the Schedule of Demographic and Economic Statistics (Table 14) for personal income and population data.



Table 11

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation Bonds	Direct Borrowings & Private Placement Debt	Less: Amounts Available in Debt Service Funds	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2011	\$ 42,074,641	\$ -	\$ 2,351,667	\$ 39,722,974	3.11%	759
2012	42,330,636	-	2,363,758	39,966,878	3.01%	767
2013	40,526,959	-	2,722,207	37,804,752	2.72%	702
2014	38,167,501	-	2,515,292	35,652,209	2.49%	678
2015	36,782,000	-	2,090,610	34,691,390	2.42%	665
2016	34,338,000	-	2,014,073	32,323,927	2.26%	636
2017	34,412,000	-	1,997,939	32,414,061	2.09%	641
2018	32,410,639	0	2,008,236	30,402,403	1.96%	599
2019	17,673,268	11,868,000	2,116,161	27,425,107	1.76%	561
2020	11,231,897	14,974,000	1,590,372	24,615,525	1.53%	519

## Notes:

- (1) Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.
- (2) See the Schedule of Demographic and Economic Statistics for population data.
- (3) See Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.
- (4) Amount available in debt service funds is net of interest payable.

Table 12

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Direct and Overlapping Governmental Activities Debt  
As of June 30, 2020

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt repaid</b>			
Vernon Parish Police Jury	\$ 9,694,448	100.00%	\$ 9,694,448
City of Leesville	7,532,336	100.00%	7,532,336
Subtotal, overlapping debt			<u>17,226,784</u>
<b>Vernon Parish School Board Direct Debt</b>	26,527,901		<u>26,527,901</u>
<b>Total direct and overlapping debt</b>			<u><u>\$ 43,754,685</u></u>

Sources: Debt outstanding data extracted from annual financial report of respective governments.

Notes:

- (1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the School Board. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the School Board.
- (2) Various tax districts exist within Vernon Parish that involve a small percentage of parish taxpayers. These districts' debt are not included as the amounts and impact on this schedule is not significant.
- (3) Debt outstanding includes all debt outstanding in Table 10.

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Legal Debt Margin Information  
Last Ten Fiscal Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Debt Limit	\$ 81,510,470	\$ 84,048,660	\$ 88,003,665	\$ 94,756,080	\$ 94,320,940	\$ 95,945,080	\$ 97,411,085	\$ 96,820,905	\$ 97,598,465	\$ 100,677,280
Total net debt applicable to limit	<u>39,722,974</u>	<u>39,966,878</u>	<u>37,804,752</u>	<u>35,652,209</u>	<u>34,691,390</u>	<u>32,323,927</u>	<u>32,414,061</u>	<u>30,402,403</u>	<u>27,425,107</u>	<u>24,615,525</u>
Legal debt margin	<u>\$ 41,787,496</u>	<u>\$ 44,081,782</u>	<u>\$ 50,198,913</u>	<u>\$ 59,103,871</u>	<u>\$ 59,629,550</u>	<u>\$ 63,621,153</u>	<u>\$ 64,997,024</u>	<u>\$ 66,418,502</u>	<u>\$ 70,123,358</u>	<u>\$ 76,061,755</u>
Total net debt applicable to the limit as a percentage of debt limit	48.73%	47.55%	42.96%	37.63%	36.78%	33.69%	33.28%	31.40%	28.10%	24.45%

**Legal Debt Margin Calculation for Fiscal Year 2020**

Assessed value	146,049,458
Add back: exempt real property	<u>55,305,102</u>
Total assessed value	<u>201,354,560</u>
Debt limit ( 50% of total assessed value)	<u>100,677,280</u>
Debt applicable to limit:	
General Obligation bonds	26,205,897
Less: Amount set aside for repayment of general obligation debt	<u>1,590,372</u>
Total net debt applicable to limit	<u>24,615,525</u>
Legal debt margin	<u>76,061,755</u>

Source: Comprehensive Annual Financial Report

Notes:

The debt limit is 50% of total assessed value. This percentage is in accordance with Act 103 of 1980 Regular Session of the Louisiana Legislature R. S. 39:562 ( C ).

Table 14

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Demographic and Economic Statistics  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Population	Personal Income	Per Capita Personal Income	School Enrollment	Percentage on Free & Reduced Meals	Unemployment Rate
2011	52,334	\$ 2,202,162,386	\$ 42,079	9,348	59.60%	7.3%
2012	52,107	2,055,047,973	39,439	9,496	57.50%	7.7%
2013	53,869	2,364,148,803	43,887	9,687	57.60%	6.5%
2014	52,606	2,187,094,450	41,575	9,716	58.90%	7.2%
2015	52,132	2,427,891,504	46,572	9,372	54.99%	8.4%
2016	50,803	1,950,022,352	38,384	8,649	47.09%	7.7%
2017	50,569	1,956,160,627	38,683	8,259	47.59%	7.3%
2018	50,726	1,974,712,454	38,929	8,303	60.68%	6.5%
2019	48,860	1,920,491,160	39,306	8,508	62.45%	8.7%
2020	47,429	1,931,735,741	40,729	8,569	66.83%	7.3%

## Sources:

- (1) Population data, per capita income & personal income obtained from State America
- (2) School enrollment data, which doesn't include Pre-K, and free and reduced meals data obtained from Louisiana Department of Education
- (3) Unemployment rate obtained from U. S. Department of Labor

Table 15

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Principal Employers  
Current Year and Nine Years Ago

	2020			2011		
	Number of Employees	%	of Total Employment	Number of Employees	%	of Total Employment
Fort-Polk- JRTC (active duty)	7,815	1	34.15%	9,792	1	31.57%
Fort-Polk- JRTC (civilian employees)	5,703	2	24.92%	5,758	2	18.56%
Vernon Parish School Board	1,132	3	4.95%	2,451	3	7.90%
Wal-Mart Supercenter	430	4	1.88%	450	4	1.45%
Byrd Regional Hospital	267	5	1.17%	370	5	1.19%
Lowe's Home Center	200	6	0.87%	126	9	0.41%
Barksdale Fed. Credit Union	200	7	0.87%			
Vernon Parish Sheriff's Office	125	8	0.55%	193	6	0.62%
Rosepine Retirement & Rehab	99	9	0.43%			
Vernon Parish Police Jury	90	10	0.39%	170	7	0.55%
Picerne Military Housing				127	8	0.41%
City of Leesville				114	10	0.37%

Source: North East Louisiana Economic Development

Notes:

(1) Employment data obtained from U.S. Department of Labor. Non civilian labor has been added to total.

(2) Military stats obtained from [www.jrtc-polk.army.mil](http://www.jrtc-polk.army.mil)

Table 16

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

School Personnel  
Fiscal Years Ended June 30, 2011 through June 30, 2020

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Teachers										
Less than a Bachelor's degree	-	-	3	3	1	1	1	0	5	3
Bachelor	487	483	495	480	474	447	441	417	448	423
Master	104	110	119	112	117	116	116	105	115	108
Master +30	27	23	23	22	25	22	17	13	12	12
Specialist in Education	1	1	1	1	2	2	2	1	2	2
Ph.D or Ed.D	-	-	-	-	-	-	-	0	0	0
Total	<u>619</u>	<u>617</u>	<u>641</u>	<u>618</u>	<u>619</u>	<u>588</u>	<u>577</u>	<u>536</u>	<u>582</u>	<u>548</u>
Principals & Assistants										
Bachelor	-	-	-	-	-	-	2	2	0	1
Master	16	21	18	20	2	3	21	21	24	23
Master +30	23	19	21	18	23	22	12	14	13	15
Specialist in Education	2	1	1	1	15	12	1	0	0	0
Ph.D or Ed.D	-	-	-	-	1	1	-	0	0	0
Total	<u>41</u>	<u>41</u>	<u>40</u>	<u>39</u>	<u>41</u>	<u>38</u>	<u>36</u>	<u>37</u>	<u>37</u>	<u>39</u>

Source:

2009-2017 Agreed upon procedures report on performance and statistical data accompanying the annual financial statements.

After 2017 Vernon Parish School Board

Table 17

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Student Capacity and Utilization  
Fiscal Years Ended June 30, 2011 through June 30, 2020

Instructional Sites	2011	2012	2,013	2014	2015	2016	2017	2018	2019	2020
<u>High Schools:</u>										
Anacoco High School										
Square feet	53,712	53,712	53,712	53,712	53,712	53,712	53,712	53,712	53,712	53,712
Number of classrooms	26	26	26	26	26	26	26	26	26	26
Student capacity	898	898	898	898	898	898	898	898	898	898
Student enrollment	400	387	345	350	385	364	335	364	368	345
Enrollment per # of Classrooms	15	15	13	13	15	14	13	14	14	13
Square feet per enrollment	134	139	156	153	140	148	160	148	146	156
Evans High School										
Square feet	65,105	65,105	65,105	65,105	65,105	65,105	65,105	65,105	65,105	65,105
Number of classrooms	20	20	20	20	20	20	20	20	20	20
Student capacity	731	731	731	731	731	731	731	731	731	731
Student enrollment	349	425	397	391	396	382	371	394	394	394
Enrollment per # of Classrooms	17	21	20	20	20	19	19	20	20	20
Square feet per enrollment	187	153	164	167	164	170	175	165	165	165
Hicks High School										
Square feet	61,425	61,425	61,425	61,425	61,425	61,425	61,425	61,425	61,425	61,425
Number of classrooms	18	18	18	18	18	18	18	18	18	18
Student capacity	633	633	633	633	633	633	633	633	633	633
Student enrollment	333	363	344	340	367	352	344	369	372	377
Enrollment per # of Classrooms	19	20	19	19	20	20	19	21	21	21
Square feet per enrollment	184	169	179	181	167	175	179	166	165	163
Hornbeck High School										
Square feet	87,821	87,821	87,821	87,821	87,821	87,821	87,821	87,821	87,821	87,821
Number of classrooms	33	33	33	33	33	33	33	33	33	33
Student capacity	1,067	1,067	1,067	1,067	1,067	1,067	1,067	1,067	1,067	1,067
Student enrollment	461	456	450	431	419	402	362	366	339	318
Enrollment per # of Classrooms	14	14	14	13	13	12	11	11	10	10
Square feet per enrollment	191	193	195	204	210	218	243	240	259	276
Leesville High School										
Square feet	217,411	217,411	217,411	217,411	217,411	217,411	217,411	217,411	217,411	217,411
Number of classrooms	66	66	66	66	66	66	66	66	66	66
Student capacity	2,338	2,338	2,338	2,338	2,338	2,338	2,338	2,338	2,338	2,338
Student enrollment	890	877	804	800	782	787	735	714	746	755
Enrollment per # of Classrooms	13	13	12	12	12	12	11	11	11	11
Square feet per enrollment	244	248	270	272	278	276	296	304	291	288

(continued)

Table 17

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Student Capacity and Utilization  
Fiscal Years Ended June 30, 2011 through June 30, 2020

Instructional Sites	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Pickering High School</b>										
Square feet	103,221	103,221	103,221	103,221	103,221	103,221	103,221	103,221	103,221	103,221
Number of classrooms	33	33	33	33	33	33	33	33	33	33
Student capacity	938	938	938	938	938	938	938	938	938	938
Student enrollment	488	578	586	616	630	617	519	477	402	406
Enrollment per # of Classrooms	15	18	18	19	19	19	16	14	12	12
Square feet per enrollment	212	179	176	168	164	167	199	216	257	254
<b>Pitkin High School</b>										
Square feet	105,812	105,812	105,812	105,812	105,812	105,812	105,812	105,812	105,812	105,812
Number of classrooms	45	45	45	45	45	45	45	45	45	45
Student capacity	1,453	1,453	1,453	1,453	1,453	1,453	1,453	1,453	1,453	1,453
Student enrollment	531	526	507	512	518	512	449	496	484	457
Enrollment per # of Classrooms	12	12	11	11	12	11	10	11	11	10
Square feet per enrollment	199	201	209	207	204	207	236	213	219	232
<b>Rosepine High School</b>										
Square feet	82,887	82,887	82,887	82,887	82,887	82,887	82,887	82,887	82,887	82,887
Number of classrooms	35	35	35	35	35	35	35	35	35	35
Student capacity	1,235	1,235	1,235	1,235	1,235	1,235	1,235	1,235	1,235	1,235
Student enrollment	516	548	498	500	507	516	526	529	522	533
Enrollment per # of Classrooms	15	16	14	14	14	15	15	15	15	15
Square feet per enrollment	161	151	166	166	163	161	158	157	159	156
<b>Simpson High School</b>										
Square feet	68,779	68,779	68,779	68,779	68,779	68,779	68,779	68,779	68,779	68,779
Number of classrooms	29	29	29	29	29	29	29	29	29	29
Student capacity	981	981	981	981	981	981	981	981	981	981
Student enrollment	354	347	323	317	302	283	263	270	257	275
Enrollment per # of Classrooms	12	12	11	11	10	10	9	9	9	9
Square feet per enrollment	194	198	213	217	228	243	262	255	268	250
<u>Middle Schools:</u>										
<b>Leesville Jr. High School</b>										
Square feet	71,544	71,544	71,544	71,544	71,544	71,544	71,544	71,544	71,544	71,544
Number of classrooms	40	40	40	40	40	40	40	40	40	40
Student capacity	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400
Student enrollment	533	506	468	467	398	392	386	398	399	419
Enrollment per # of Classrooms	13	13	12	12	10	10	10	10	0	0
Square feet per enrollment	134	141	153	153	180	183	185	180	179	171

(continued)



Table 17

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Student Capacity and Utilization  
Fiscal Years Ended June 30, 2011 through June 30, 2020

Instructional Sites	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Vernon Middle School</b>										
Square feet	77,919	77,919	77,919	77,919	77,919	77,919	77,919	77,919	77,919	77,919
Number of classrooms	41	41	41	41	41	41	41	41	41	41
Student capacity	1,433	1,433	1,433	1,433	1,433	1,433	1,433	1,433	1,433	1,433
Student enrollment	543	514	459	419	367	407	390	383	396	392
Enrollment per # of Classrooms	13	13	11	10	9	10	10	9	10	10
Square feet per enrollment	143	152	170	186	212	191	200	203	197	199
<b>Elementary Schools:</b>										
<b>East Leesville Elementary School</b>										
Square feet	73,247	73,247	73,247	73,247	73,247	73,247	73,247	73,247	73,247	73,247
Number of classrooms	33	33	33	33	33	33	33	33	33	33
Student capacity	898	898	898	898	898	898	898	898	898	898
Student enrollment	525	512	521	514	483	479	355	489	459	442
Enrollment per # of Classrooms	16	16	16	16	15	15	11	15	14	13
Square feet per enrollment	140	143	141	143	152	153	206	150	160	166
<b>Pickering Elementary School</b>										
Square feet	60,601	60,601	60,601	60,601	60,601	60,601	60,601	60,601	60,601	60,601
Number of classrooms	46	46	46	46	46	46	46	46	46	46
Student capacity	1,377	1,377	1,377	1,377	1,377	1,377	1,377	1,377	1,377	1,377
Student enrollment	865	931	904	895	903	898	709	753	709	746
Enrollment per # of Classrooms	19	20	20	19	20	20	15	16	15	16
Square feet per enrollment	70	65	67	68	67	67	85	80	85	81
<b>South Polk Elementary School</b>										
Square feet	62,313	62,313	62,313	62,313	62,313	62,313				
Number of classrooms	29	29	29	29	29	29				
Student capacity	857	857	857	857	857	857				
Student enrollment	550	536	491	461	459	456				
Enrollment per # of Classrooms	19	18	17	16	16	16				
Square feet per enrollment	113	116	127	135	136	137				
<b>Parkway Elementary School</b>										
Square feet							94,982	94,982	94,982	94,982
Number of classrooms							50	50	50	50
Student capacity							1,000	1,000	1,000	1,000
Student enrollment							638	604	569	566
Enrollment per # of Classrooms							13	12	11	11
Square feet per enrollment							149	157	167	168

(continued)

Table 17

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Student Capacity and Utilization  
Fiscal Years Ended June 30, 2011 through June 30, 2020

Instructional Sites	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
West Leesville Elementary School										
Square feet	74,899	74,899	74,899	74,899	74,899	74,899	74,899	74,899	74,899	74,899
Number of classrooms	25	25	25	25	25	25	25	25	25	25
Student capacity	746	746	746	746	746	746	746	746	746	746
Student enrollment	453	449	424	399	423	436	441	424	401	431
Enrollment per # of Classrooms	18	18	17	16	17	17	18	17	16	17
Square feet per enrollment	165	167	177	188	177	172	170	177	187	174
Rosepine Elementary School										
Square feet	82,883	82,883	82,883	82,883	82,883	82,883	82,883	82,883	82,883	82,883
Number of classrooms	41	41	41	41	41	41	41	41	41	41
Student capacity	970	970	970	970	970	970	970	970	970	970
Student enrollment	860	884	830	779	780	768	711	882	840	842
Enrollment per # of Classrooms	21	22	20	19	19	19	17	22	20	21
Square feet per enrollment	96	94	100	106	106	108	117	94	99	98
Anacoco Elementary School										
Square feet	54,851	54,851	54,851	54,851	54,851	54,851	54,851	54,851	54,851	54,851
Number of classrooms	30	30	30	30	30	30	30	30	30	30
Student capacity	775	775	775	775	775	775	775	775	775	775
Student enrollment	538	519	531	538	564	550	492	539	537	512
Enrollment per # of Classrooms	18	17	18	18	19	18	16	18	18	17
Square feet per enrollment	102	106	103	102	97	100	111	102	102	107
North Polk Elementary School										
Square feet	83,457	83,457	83,457	83,457	83,457	83,457	83,457	83,457	83,457	83,457
Number of classrooms	40	40	40	40	40	40	40	40	40	40
Student capacity	895	895	895	895	895	895	895	895	895	895
Student enrollment	774	821	792	713	653	639	233	378	355	359
Enrollment per # of Classrooms	19	21	20	18	16	16	6	9	9	9
Square feet per enrollment	108	102	105	117	128	131	358	221	235	232
Vernon Optional Elementary School										
Square feet	8,000	8,000	8,000	8,000	8,000					
Number of classrooms	8	8	8	8	8					
Student capacity	35	35	35	35	35					
Student enrollment	15	2	13	22	0					
Enrollment per # of Classrooms	2	0	2	3	0					
Square feet per enrollment	533	4,000	615	364						

(concluded)

Table 18

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Operating Statistics  
For the Fiscal Years Ended June 30, 2011 through June 30, 2020

Fiscal Year Ended June 30	Expenses	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/ Teacher Ratio
2011	\$ 103,929,350	9,348	\$ 11,118	3.39%	619	15.10
2012	109,189,659	9,496	11,498	3.42%	617	15.39
2013	107,678,961	9,687	11,116	(3.33%)	641	15.11
2014	107,228,602	9,716	11,036	(0.72%)	618	15.71
2015	101,826,191	9,336	10,907	(1.17%)	619	15.08
2016	98,850,081	8,649	11,429	4.79%	588	14.71
2017	106,276,812	8,259	12,868	12.59%	577	14.31
2018	105,149,913	8,303	12,664	(1.58%)	536	15.49
2019	107,120,370	8,508	12,591	(0.58%)	582	14.62
2020	112,796,976	8,569	13,163	4.55%	548	15.64

## Notes:

- (1) The enrollment information is extracted from Table 14, Demographic and Economic Statistics.
- (2) Expenses are on full accrual and are extracted from Table 2, Changes in Net Position
- (3) Teaching staff is extracted from Table 16, School Personnel.

**Vernon Parish School Board**

Leesville, Louisiana

**Single Audit Report  
And Other Information  
For the Year Ended June 30, 2020**

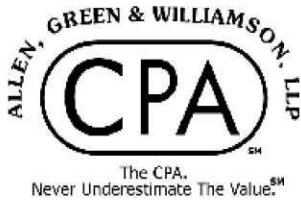


**Vernon Parish School Board  
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**Vernon Parish School Board**

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# ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive

Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

Partners: Tim Green, CPA

Amy Tynes, CPA, CFE

Aimee Buchanan, CPA

Principal: Cindy Thomason, CPA

Jennie Henry, CPA, CFE

Crystal Patterson, CPA

Mallory Stone, CPA

Audit Manager: Margie Williamson, CPA

Ernest L. Allen, CPA

(Retired) 1963 - 2000

## **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***

### **Independent Auditor's Report**

Board Members  
Vernon Parish School Board  
Leesville, 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 Vernon Parish School Board as of and for the year ended June 30, 2020, 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 March 31, 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513 this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

Handwritten signature in cursive script that reads "Allen, Green & Williamson, LLP".

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
March 31, 2021



# ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive  
Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

Partners: Tim Green, CPA  
Amy Tynes, CPA, CFE  
Aimee Buchanan, CPA  
Principal: Cindy Thomason, CPA

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Audit Manager: Margie Williamson, CPA

Ernest L. Allen, CPA  
(Retired) 1963 - 2000

## **Report on Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

### **Independent Auditor's Report**

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

#### **Report on Compliance for Each Major Federal Program**

We have audited Vernon Parish School Board's 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, 2020. 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.

#### ***Auditor's 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, 2020.

### **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 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. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513 this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements. We issued our report thereon dated March 31, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Allen, Green + Williamson, LLP*

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
March 31, 2021

**Vernon Parish School Board**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2020**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	CFDA No.	Pass-Through Grantor No.	Expenditures
<b>United States Department of Agriculture</b>			
Passed Through Louisiana Department of Education:			
Child Nutrition Cluster:			
Cash Assistance			
School Breakfast Program	10.553	N/A	599,272
National School Lunch Program	10.555	N/A	1,551,916
COVID-19 National School Lunch Program	10.555	N/A	190,076
Non-Cash Assistance			
National School Lunch Program	10.555	N/A	248,653
Total Child Nutrition Cluster			<u>2,589,917</u>
Passed Through Louisiana Department of Treasury:			
Schools and Roads - Grants to States (Forest Service Schools & Roads Cluster)	10.665	N/A	97,820
Total United States Department of Agriculture			<u>2,687,737</u>
<b>United States Department of Education</b>			
Direct Programs:			
Impact Aid - Maintenance and Operation	84.041	28-LA-0204	4,582,604
Indian Education	84.060	N/A	4,000
Passed Through Louisiana Department of Education:			
Title I Grants to Local Educational Agencies			
	84.010A	28-20-DSS-58	50,019
	84.010A	28-19-RD19-58	97,225
	84.010A	28-20-T1-58	<u>1,780,726</u>
			1,927,970
Special Education Cluster:			
Grants to States - Part B			
	84.027A	28-20-B1-58	1,989,387
	84.027A	28-20-RH-58	8,591
Preschool Grants			
	84.173A	28-20-PI-58	<u>83,394</u>
Total Special Education Cluster			2,081,372
Career & Technical Education - Basic Grants to States	84.048A	28-20-02-58	91,573
Supporting Effective Instruction State Grants (Title II)	84.367A	28-20-50-58	476,702
Title III - English Language Acquisition State Grants	84.365	28-20-S3-58	1,426
Striving Readers/Comprehensive Literacy Development			
	84.371C	28-18-SR01-58	109,145
	84.371C	28-18-SR05-58	88,867
	84.371C	28-18-SR06-58	<u>137,798</u>
			335,810
Rural Education Achievement	84.358B	28-20-RE-58	175,556
Title IV Student Support and Academic Enrichment	84.424A	28-20-71-58	165,850
COVID-19 Education Stabilization Fund (ESSERF - Formula)	84.425D	28-20-ESRF-58	891,193
State Personnel Development Grant	84.323A	28-18-SPDU-58	10,069
Total United States Department of Education			<u>10,744,125</u>

(Continued)

**Vernon Parish School Board**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2020**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	CFDA No.	Pass-Through Grantor No.	Expenditures
<b>United States Department of Health and Human Services</b>			
Direct Programs:			
Head Start	93.600	06CH01043704	2,345,520
Passed Through Louisiana Workforce Commission:			
Temporary Assistance for Needy Families TANF Cluster	93.558	N/A	36,960
EC Network Lead Agency Consolidated-CCDF Cluster	93.575	28-19-CO-58	10,621
Total United States Department of Health and Human Services			<u>2,393,101</u>
<b>United States Department of Defense</b>			
Direct Programs:			
Department of the Army - JROTC	12.UKN	N/A	74,266
Promoting K-12 Student Achievement at Military Con. Schools			
Project Advance	12.556	HE1254-15-1-0028	387,542
Project Level	12.556	HE1254-16-1-0041	352,564
Project Navigate	12.556	HE1254-17-1-0031	227,160
Total United States Department of Defense			<u>967,266</u> <u>1,041,532</u>
TOTAL FEDERAL AWARDS			<u>\$ 16,866,495</u>

(Concluded)

The accompanying notes are an integral part of this schedule.

**Vernon Parish School Board**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2020**

**NOTE 1 - BASIS OF PRESENTATION** The accompanying Schedule of Expenditures of Federal Awards includes the federal award activity of the Vernon Parish School Board, Leesville, Louisiana under programs of the federal government for the year ended June 30, 2020. 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). Because the Schedule presents only a selected portion of the operations of the School Board, it is not intended to and does not present the financial position or changes in net assets of the School Board.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the School Board's basic financial statements of the School Board's Comprehensive Annual Financial Report. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**NOTE 3 - RELATIONSHIP TO BASIC FINANCIAL STATEMENTS** Federal awards revenues are reported in the School Board's basic financial statements as follows:

<u>Federal Sources</u>	<u>Amount</u>
Major Funds:	
General	4,754,690
CARES Act Education Stabilization Grant	891,193
Non Major Funds:	
Early Childhood	439,894
Vocational Education	91,573
Special Education	1,997,978
School Food Service	2,589,917
JAG	36,960
Miscellaneous Federal Grants	4,000
Title I and Title IV	2,093,820
Title II	476,702
Title III	1,426
REAP	175,556
Department of Defense Education Grants	967,266
Headstart	2,345,520
Total	<u>\$ 16,866,495</u>

**NOTE 4 - RELATIONSHIP TO FEDERAL FINANCIAL REPORTS** Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports except for changes made to reflect amounts in accordance with accounting principles generally accepted in the United States of America.

**NOTE 5 - MATCHING REVENUES** For those funds that have matching revenues and state funding, federal expenditures were determined by deducting matching revenues from total expenditures.

**NOTE 6 - NONCASH PROGRAMS** The commodities received, which are noncash revenues, are valued using prices provided by the United States Department of Agriculture.

**NOTE 7 - INDIRECT COST RATE** The School Board has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**Vernon Parish School Board  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2020**

**PART I - Summary of the Auditor's Results**

**Financial Statement Audit**

- i. The type of audit report issued was unmodified.
- ii. There were no significant deficiencies required to be disclosed by Government Auditing Standards issued by the Comptroller General of the United States of America.
- iii. There were no instances of noncompliance considered material to the financial statements, as defined by the Government Auditing Standards.

**Audit of Federal Awards**

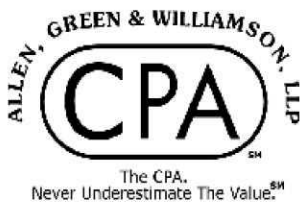
- iv. There were no significant deficiencies required to be disclosed by the Uniform Guidance (2 CFR 200).
- v. The type of report the auditor issued on compliance of major federal awards was unmodified.
- vi. The audit disclosed no audit findings which the auditor is required to report under the Uniform Guidance.
- vii. The major federal awards are:
  - CFDA #84.041      Impact Aid
  - CFDA #93.600      Headstart
  - CFDA #12.556      Department of Defense Education Grants
  - CFDA #84.425D      Education Stabilization Fund
- viii. The dollar threshold used to distinguish between Type A and Type B programs as defined in the Uniform Guidance was \$750,000.
- ix. The auditee qualifies as a low-risk auditee under the Uniform Guidance.



**OTHER INFORMATION**

**Vernon Parish School Board**

**AGREED UPON PROCECURES**



# ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive  
Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

Partners: Tim Green, CPA  
Amy Tynes, CPA, CFE  
Aimee Buchanan, CPA  
Principal: Cindy Thomason, CPA

Jennie Henry, CPA, CFE  
Crystal Patterson, CPA  
Mallory Stone, CPA  
Audit Manager: Margie Williamson, CPA

Ernest L. Allen, CPA  
(Retired) 1963 - 2000

## INDEPENDENT ACCOUNTANT’S REPORT ON APPLYING BESE AGREED-UPON PROCEDURES

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

We have performed the procedures enumerated below, which were agreed to by the Vernon Parish School Board, the Louisiana Department of Education, and the Louisiana Legislative Auditor (the specified parties), on the performance and statistical data accompanying the annual financial statements of the School Board for the fiscal year ended June 30, 2020; and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin, in compliance with Louisiana Revised Statute 24:514 I. This agreed-upon procedures engagement was performed 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. Management of the School Board is responsible for its performance and statistical data. The sufficiency of these procedures is solely the responsibility of the specified parties. Consequently, we make no representation regarding the sufficiency of the procedures enumerated below either for the purpose for which this report has been requested or for any other purpose.

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

**Comment:** No exceptions were noted as a result of applying the agreed upon procedures.

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.

**Comment:** No exceptions were noted as a result of applying the agreed upon procedures.

Education Levels/Experience of Public School Staff (NO SCHEDULE)

3. We obtained October 1<sup>st</sup> 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 experience, 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 and experience was properly classified on the PEP data or equivalent listing prepared by management.

**Comment:** One exception was noted where a teacher was listed on the PEP report with a high school diploma but actually had a bachelor's degree.

**Management's Response:** The Personnel Department will ensure that the employee's degree levels are properly classified when entered into PEP and thoroughly checked before the data is submitted.

Public School Staff Data: Average Salaries (NO SCHEDULE)

4. We obtained June 30<sup>th</sup> 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).

**Comment:** No exceptions were noted as a result of applying the agreed upon procedures.

We were not engaged to and did not conduct an examination or review, 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.

The purpose of this report is solely to describe the scope of testing performed on the performance and statistical data accompanying the annual financial statements of the 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. This report is intended solely for the information and use of the specified users listed above and is not intended to be and should not be used by anyone other than the specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

*Allen, Green & Williamson, LLP*

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
March 31, 2021

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**General Fund Instructional and Support Expenditures  
and Certain Local Revenue Sources  
For the Year Ended June 30, 2020**

	Column A	Column B
<b><u>General Fund Instructional and Equipment Expenditures</u></b>		
General Fund Instructional Expenditures:		
Teacher and Student Interaction Activities:		
Classroom Teacher Salaries	\$27,215,505	
Other Instructional Staff Activities	3,037,625	
Instructional Staff Employee Benefits	15,585,554	
Purchased Professional and Technical Services	289,694	
Instructional Materials and Supplies	1,145,713	
Instructional Equipment	10,686	
Total Teacher and Student Interaction Activities		\$47,284,777
Other Instructional Activities		\$298,665
Pupil Support Activities	\$3,893,451	
Less: Equipment for Pupil Support Activities	0	
Net Pupil Support Activities		\$3,893,451
Instructional Staff Services	\$2,985,036	
Less: Equipment for Instructional Staff Services	0	
Net Instructional Staff Services		\$2,985,036
School Administration	\$6,018,866	
Less: Equipment for School Administration	\$0	
Net School Administration		\$6,018,866
Total General Fund Instructional Expenditures (Total of Column B)		\$60,480,795
Total General Fund Equipment Expenditures (Object 730; Function Series 1000-4000)		\$444,302
<b><u>Certain Local Revenue Sources</u></b>		
Local Taxation Revenue:		
Constitutional Ad Valorem Taxes		\$579,165
Renewable Ad Valorem Tax		3,301,697
Debt Service Ad Valorem Tax		4,061,189
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes		188,646
Sales and Use Taxes		13,349,785
Total Local Taxation Revenue		21,480,482
Local Earnings on Investment in Real Property:		
Earnings from 16th Section Property		\$0
Earnings from Other Real Property		2
Total Local Earnings on Investment in Real Property		\$ 2
State Revenue in Lieu of Taxes:		
Revenue Sharing - Constitutional Tax		\$39,150
Revenue Sharing - Other Taxes		228,550
Revenue Sharing - Excess Portion		0
Other Revenue in Lieu of Taxes		0
Total State Revenue in Lieu of Taxes		\$267,700
Nonpublic Textbook Revenue		\$2,228
Nonpublic Transportation Revenue		\$0

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Class Size Characteristics**  
**As of October 1, 2019**

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	42.4	449	46.9	497	9.2	97	1.5	17
Elementary Activity Classes	16.1	34	56.4	119	12.3	26	15.2	32
Middle/Jr. High	55.2	79	35.7	51	9.1	13	0	0
Middle/Jr. High Activity Classes	91.1	51	3.6	2	3.6	2	1.7	1
High	74.8	814	16.5	179	8.5	93	0.2	2
High Activity Classes	92.7	228	5.3	13	1.6	4	0.4	1
Combination	85.9	715	8.1	67	5.3	44	0.7	6
Combination Activity Classes	80.4	152	5.8	11	10.1	19	3.7	7

**Note:** The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.