

NON-EXPENDABLE TRUST FUND

JOSEPH ACCARDO SCHOLARSHIP FUND

The Joseph Accardo Scholarship Fund accounts for a \$15,000 donation received from the widow of Joseph Accardo in March 1970. The principal remains intact, and the earnings from investment of the principal are used for an annual scholarship. The most deserving student from a high school in St. Bernard Parish, chosen on a rotating basis, is awarded the scholarship.

AGENCY FUNDS

FEDERAL CLEARING FUND

The Federal Clearing Fund is used to separate all state and/or federal monies that are multi-fund in nature.

SALES TAX CLEARING FUND

The Sales Tax Clearing Fund accounts for the collection and distribution of a two cent sales and use tax.

EXTENDED DAY SCHOOL CLEARING FUND

The Extended Day School Clearing Fund accounts for all tuition collected for the extended day program at St. Claude Heights Elementary School.

SCHOOL ACTIVITY FUND

The activities of the various individual school accounts are accounted for in the School Activity 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.

DEBT SERVICE FUNDS

AD VALOREM TAX BOND SINKING FUND

The Ad Valorem Tax Bond Sinking Fund accounts for the proceeds of property taxes (ad valorem taxes) that are dedicated for debt service.

SALES TAX BOND SINKING FUND - 1990

The Sales Tax Bond Sinking Fund - 1990 accounts for that portion of sales and use taxes required to meet the debt service requirements on the 1990 sales tax bonds. Monthly deposits out of the proceeds of the sales and use taxes are required to be made into this fund in an amount that will equal one-sixth of the interest falling due on the next interest payment date and one-twelfth of the principal falling due on the next principal payment date.

SALES TAX BOND RESERVE FUND - 1990

The Sales Tax Bond Reserve - 1990 Fund accounts for that portion of the sales and use taxes that are set aside as a reserve to pay principal and interest on the sales tax bonds payable from the bond fund for which there would otherwise be default. The maximum amount required to be accumulated in this fund at June 30, 1996 is \$700,000.

	<u>School Board</u>	<u>Employees</u>
Teachers' - Regular	\$3,581,994	\$1,736,840
Teachers' - Plan A	44,785	24,699
LA School Employees	<u>173,935</u>	<u>184,082</u>
Total	<u>\$3,800,714</u>	<u>\$1,945,621</u>

The "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess a retirement system's funding status on a going-concern basis and assess progress comparisons among public employer retirement systems and employers.

Neither the Teachers' Retirement System nor the School Employees' Retirement System make separate measurements of assets and pension benefit obligations for individual employers. The pension benefit obligation at June 30, 1995 (the latest available date), as a whole for the Teachers' Retirement System and the School Employees' Retirement System, determined through actuarial valuation performed as of that date, were \$10,570 million and \$834 million, respectively. The System's net assets available for benefits on that date (value at market) were \$6,082 million and \$963 million, respectively, leaving an unfunded pension benefit obligation of \$4,489 million for the Teachers' Retirement System and \$128 million net assets in excess of actuarial present value of credited projected benefits for the School Employees' System. The School Board's 1996 contributions represented .7% and .7%, respectively, of 1995 total contributions required of all participating entities.

Ten year historical trend information showing the Teachers' Retirement and School Employees' Retirement Systems' progress in accumulating sufficient assets to pay benefits when due is presented in the June 30, 1995 comprehensive annual financial reports of these systems.

B. Deferred Compensation Plan

The School Board offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all School Board employees, permits them to defer until future years up to 33 1/3% of gross earnings per year not to exceed \$7,500. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

NON-EXPENDABLE TRUST FUND
 Joseph Accardo Scholarship Fund
 Comparative Statement of Revenues, Expenses
 and Changes in Fund Balance
 For the Year Ended June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
<u>OPERATING REVENUES</u>		
Contributions	\$2,000	\$2,500
Interest earnings	<u>1,408</u>	<u>885</u>
Total operating revenues	<u>3,408</u>	<u>3,385</u>
 <u>OPERATING EXPENSES</u>		
Other operating expenses	<u>1,211</u>	<u>1,050</u>
Total operating expenses	<u>1,211</u>	<u>1,050</u>
 NET INCOME	 2,197	 2,335
 FUND BALANCE AT BEGINNING OF YEAR	 <u>25,727</u>	 <u>23,392</u>
 FUND BALANCE AT END OF YEAR	 <u><u>\$27,924</u></u>	 <u><u>\$25,727</u></u>

NON-EXPENDABLE TRUST FUND
 Joseph Accardo Scholarship Fund
 Comparative Balance Sheet
 June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
ASSETS		
Cash and cash equivalents	<u>\$27,924</u>	<u>\$25,727</u>
TOTAL ASSETS	<u><u>\$27,924</u></u>	<u><u>\$25,727</u></u>
 FUND BALANCE		
Fund Balance:		
Reserved for scholarships	\$15,000	\$15,000
Unreserved- undesignated	<u>12,924</u>	<u>10,727</u>
TOTAL FUND BALANCE	<u><u>\$27,924</u></u>	<u><u>\$25,727</u></u>

AGENCY FUNDS					
EXTENDED DAY SCHOOL CLEARING	SCHOOL ACTIVITY	SUMMER SCHOOL	DEFERRED COMPENSATION	TOTALS	
				1996	1995
\$580	\$350,901	\$105,917	-	\$490,631	\$446,695
-	-	-	\$168,542	168,542	117,924
-	-	-	-	2,420,686	2,640,231
<u>\$580</u>	<u>\$350,901</u>	<u>\$105,917</u>	<u>\$168,542</u>	<u>\$3,079,859</u>	<u>\$3,204,850</u>
\$580	-	\$105,917	-	\$2,532,492	\$2,704,675
-	\$350,901	-	\$168,542	519,443	474,448
<u>580</u>	<u>350,901</u>	<u>105,917</u>	<u>168,542</u>	<u>3,051,935</u>	<u>3,179,123</u>
-	-	-	-	15,000	15,000
-	-	-	-	12,924	10,727
-	-	-	-	27,924	25,727
<u>\$580</u>	<u>\$350,901</u>	<u>\$105,917</u>	<u>\$168,542</u>	<u>\$3,079,859</u>	<u>\$3,204,850</u>

ST. BERNARD PARISH SCHOOL BOARD

TRUST AND AGENCY FUNDS

Combining Balance Sheet

June 30, 1996

With Comparative Totals for June 30, 1995

	NON-EXPENDABLE TRUST FUND- JOSEPH ACCARDO SCHOLARSHIP	FEDERAL CLEARING	SALES TAX CLEARING
<u>ASSETS</u>			
Cash and cash equivalents	\$27,924	\$2,718	\$2,591
Investments	-	-	-
Receivables	-	21,174	2,399,512
TOTAL ASSETS	<u>\$27,924</u>	<u>\$23,892</u>	<u>\$2,402,103</u>
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Interfund payables	-	\$23,892	\$2,402,103
Deposits due others	-	-	-
Total liabilities	<u>-</u>	<u>23,892</u>	<u>2,402,103</u>
Fund balance:			
Reserved for scholarships	\$15,000	-	-
Unreserved- undesignated	12,924	-	-
Total Fund Balance	<u>27,924</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$27,924</u>	<u>\$23,892</u>	<u>\$2,402,103</u>

5. EXPENDITURES - ACTUAL AND BUDGET

For the year ended June 30, 1996 the following Special Revenue Fund had actual expenditures (on a budgetary basis) which exceeded budgeted expenditures:

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Special Revenue Fund:			
Public Law 101-476:			
Pre School	\$58,783	\$59,094	(\$311)

Funds originally budgeted for instructional materials in the Public Law 101-476 Pre School grant were used for instructional equipment, resulting in a lesser amount of indirect cost which allowed more overall actual expenditures within the same appropriations.

6. RETIREMENT AND DEFERRED COMPENSATION PLANS

A. Retirement Plans

The School Board provides pension benefits for all employees through two separate cost-sharing, multiple-employer public employee retirement systems - the Teachers' Retirement System of Louisiana, Regular and Plan A; and the Louisiana School Employees' Retirement System.

For the year ended June 30, 1996, the School Board's total payroll cost was \$27,111,038. Contributions to these retirement systems are based on participating employee earnings which are as follows:

Teachers' Retirement System - Regular	\$21,710,559
Teachers' Retirement System - Plan A	271,421
School Employees' Retirement System	2,898,925

All employees who meet the legal definition of teacher are eligible for membership in the Teachers' Retirement System upon employment. Teachers' Retirement System - Plan A was formed in 1983 when the Teachers' Retirement System merged with the Louisiana School Lunch Retirement System. School Board employees who were in the School Lunch System were transferred into Teachers' - Plan A. This system

SUMMER SCHOOL FUND

The School Board provides a summer school program during June and July for elementary and high school students.

DEFERRED COMPENSATION FUND

The Deferred Compensation Fund accounts for receipts and disbursements of the deferred compensation plan created in accordance with Internal Revenue Code Section 457.

3. RECEIVABLES

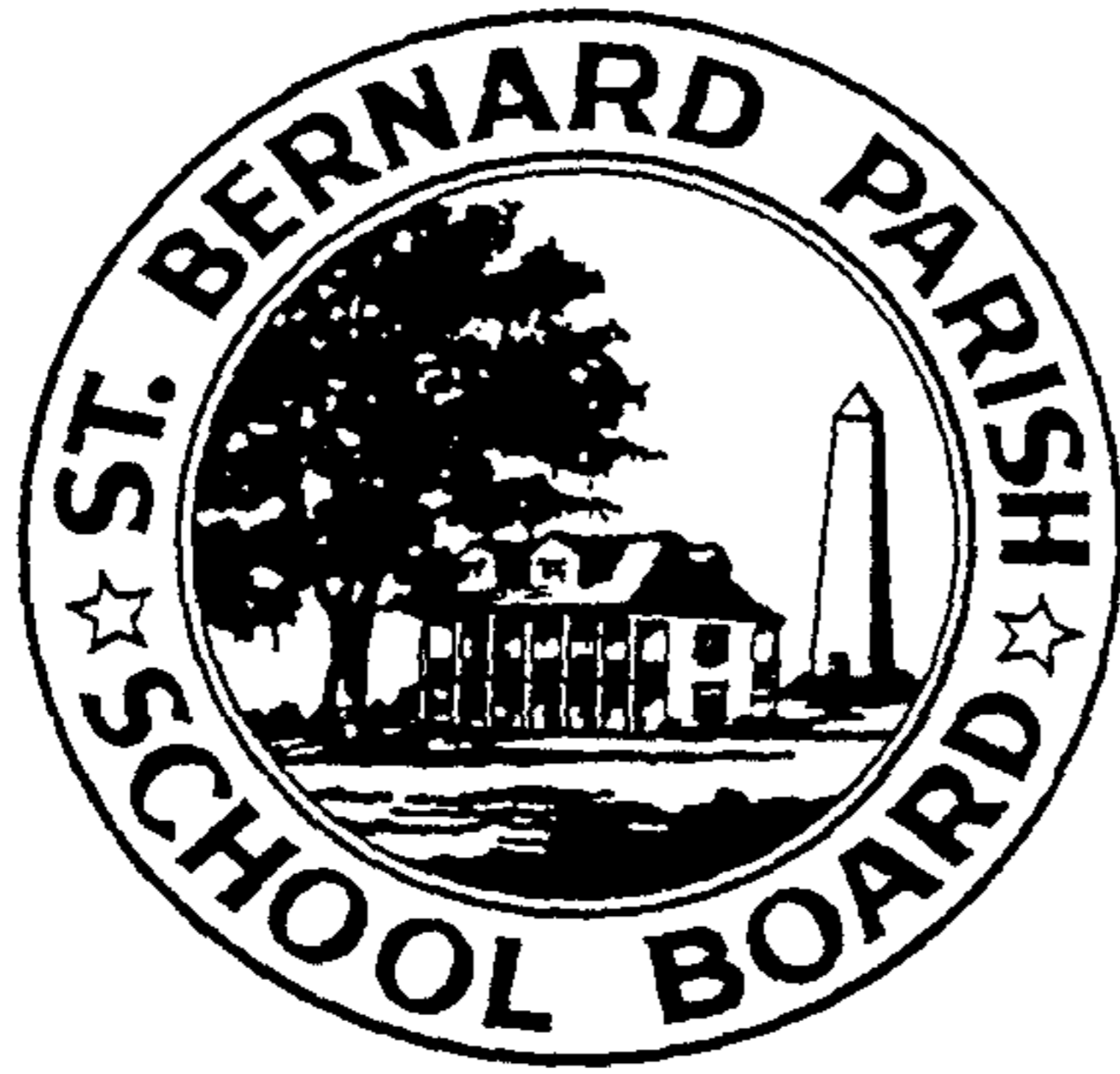
The receivables of \$3,163,532 at June 30, 1996, are as follows:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Internal Service Fund</u>	<u>Agency Funds</u>	<u>Total</u>
Taxes:					
Sales and use	-	-	-	\$2,399,512	\$2,399,512
Ad Valorem	-	-	-	21,174	21,174
Grants:					
Federal	\$ 1,841	\$576,331	-	-	578,172
State	72,960	38,649	-	-	111,609
Other	41,814	520	\$ 10,731	-	53,065
TOTAL	<u>\$116,615</u>	<u>\$615,500</u>	<u>\$ 10,731</u>	<u>\$2,420,686</u>	<u>\$3,163,532</u>

4. FIXED ASSETS

A summary of changes in general fixed assets follow:

	<u>Balance July 1, 1995</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 1996</u>
Land	\$ 934,696	-	-	\$ 934,696
Buildings and Improvements	32,051,305	\$ 250,149	-	32,301,454
Furniture & Equipment	12,247,591	1,547,249	\$1,312,812	12,482,028
Assets Under Capital Lease	214,496	-	214,496	-
	<u>\$45,448,088</u>	<u>\$1,797,398</u>	<u>\$1,527,308</u>	<u>\$45,718,178</u>



TRUST AND AGENCY FUNDS

Trust funds are used to account for assets held by the School Board in a trustee capacity. Agency funds are used to account for assets held by the School Board as an agent of others. The School Board maintains the following Trust and Agency Funds:

**JOSEPH ACCARDO SCHOLARSHIP
FEDERAL CLEARING
SALES TAX CLEARING
EXTENDED DAY SCHOOL CLEARING
SCHOOL ACTIVITY FUNDS
SUMMER SCHOOL CLEARING
DEFERRED COMPENSATION FUND**

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ST. BERNARD PARISH SCHOOL BOARD

EXHIBIT I-3

INTERNAL SERVICE FUND

Workers' Compensation Fund

Comparative Statement of Cash Flows

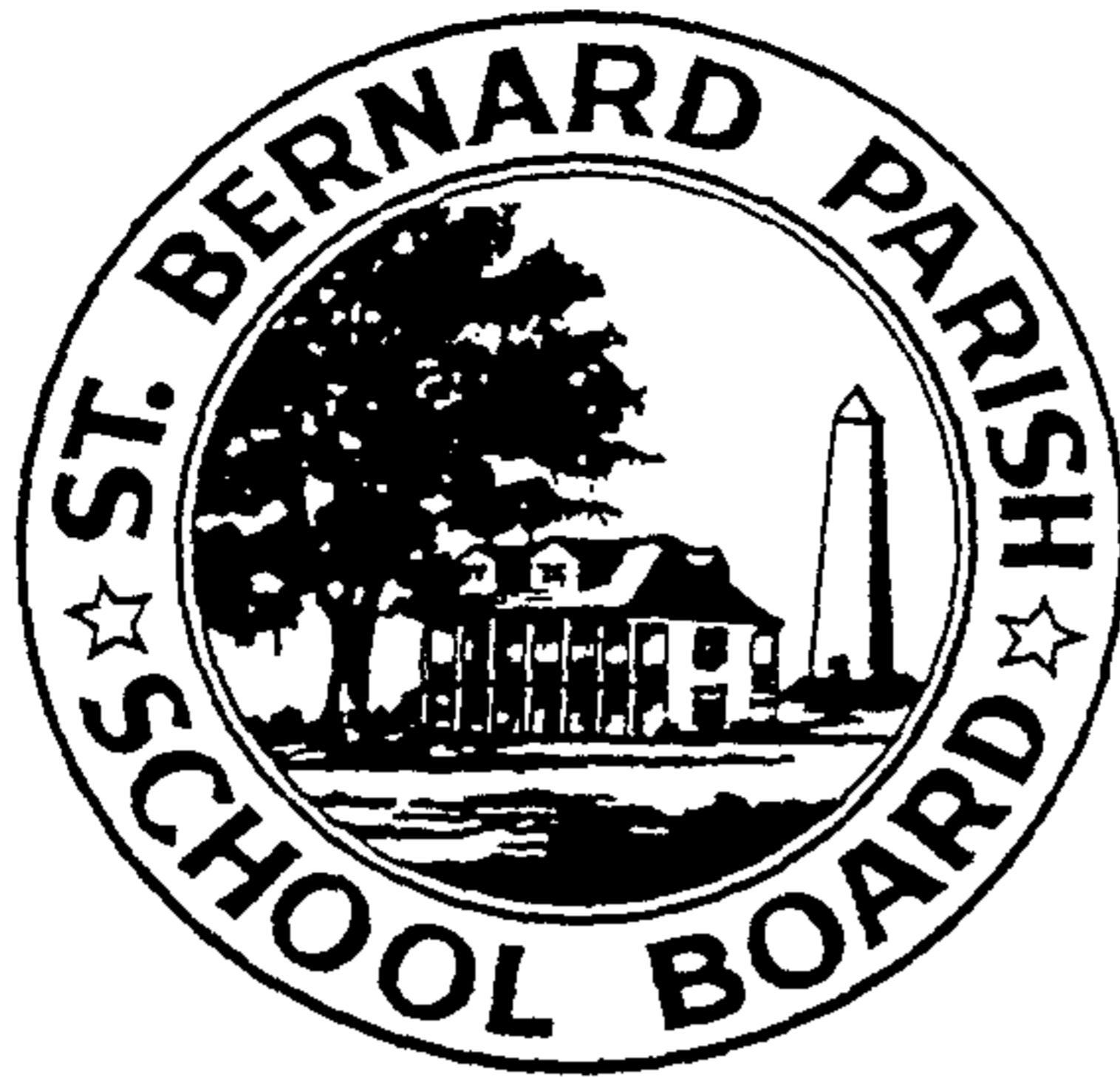
For the Year Ended June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Cash received from General Fund	\$344,249	\$328,034
Cash received from Lunch Fund	50,000	50,000
Judgements received	1,050	-
Cash paid to claimants	(208,648)	(374,876)
Cash paid for claims administration & loss control	(20,610)	(7,707)
Excess insurance premium paid	(3,992)	(100,426)
Application fee and assessment paid	(17,960)	(12,307)
Salaries paid	(14,830)	(14,265)
Professional development expenses paid	-	(159)
Surety bond paid	-	(3,750)
Office expense paid	(658)	(570)
Bank charges paid	(239)	(145)
Net cash provided (used) by operating activities	<u>128,362</u>	<u>(136,171)</u>
<u>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</u>		
Operating transfers in	<u>5,751</u>	<u>21,966</u>
Net cash provided by non-capital financing activities	<u>5,751</u>	<u>21,966</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Interest received	<u>13,371</u>	<u>12,086</u>
Net cash provided by investing activities	<u>13,371</u>	<u>12,086</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	147,484	(102,119)
CASH & CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>371,739</u>	<u>473,858</u>
CASH & CASH EQUIVALENTS AT END OF YEAR	<u>\$519,223</u>	<u>\$371,739</u>
<u>Reconciliation of Operating Loss to Net Cash Provided (Used) by Operating Activities:</u>		
Operating Loss	(\$2,332)	(\$9,005)
Changes in Assets and Liabilities:		
(Increase) decrease in accounts receivable	(10,731)	6,586
(Increase) decrease in prepaid expenses	51,932	(51,932)
Increase (decrease) in accounts payable	89,493	(81,820)
Net Cash Provided (Used) by Operating Activities	<u>\$128,362</u>	<u>(\$136,171)</u>

INTERNAL SERVICE FUND
 Workers' Compensation Fund
 Comparative Statement of Revenues, Expenses
 and Changes in Fund Equity
 For the Year Ended June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
OPERATING REVENUES		
Billings to General Fund	\$344,249	\$328,034
Billings to Lunch Fund	50,000	50,000
Judgements received	2,000	-
	<u>396,249</u>	<u>378,034</u>
OPERATING EXPENSES		
Claims	288,360	297,720
Claims administration and loss control	20,610	9,629
Excess insurance premiums	54,049	50,369
Surety bond	1,875	1,875
Other operating expenses	33,687	27,446
	<u>398,581</u>	<u>387,039</u>
OPERATING LOSS	(2,332)	(9,005)
NON-OPERATING REVENUES		
Interest earnings	13,371	12,086
	<u>11,039</u>	<u>3,081</u>
INCOME BEFORE OPERATING TRANSFER		
	<u>5,751</u>	<u>21,966</u>
OPERATING TRANSFER IN		
	<u>16,790</u>	<u>25,047</u>
NET INCOME		
	<u>324,787</u>	<u>299,740</u>
RETAINED EARNINGS AT BEGINNING OF YEAR		
	<u>\$341,577</u>	<u>\$324,787</u>

ADULT EDUCATION			TOTALS		
BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
.	.	.	\$435,200	\$429,542	(\$5,658)
.	.	.	5,000	9,647	4,647
.	.	.	615,650	615,650	.
.	.	.	98,397	94,432	(3,965)
\$1,691	\$1,689	(2)	83,881	80,483	(3,398)
46,220	46,181	(39)	426,435	426,435	.
			4,388,984	4,155,007	(233,977)
			175,000	162,033	(12,967)
47,911	47,870	(41)	6,228,547	5,973,229	(255,318)
.	.	.	\$278,981	\$277,816	\$1,165
46,070	46,031	39	1,319,574	1,724,564	95,010
.	.	.	46,070	46,031	39
150	150	.	297,784	295,088	2,696
.	.	.	770,957	708,357	62,600
.	.	.	1,900	1,900	.
.	.	.	36,670	20,521	16,149
.	.	.	19,334	16,891	2,443
			2,873,100	2,857,730	15,370
46,220	46,181	39	6,144,370	5,948,898	195,472
1,691	1,689	2)	84,177	24,331	(59,846)
(1,691)	(1,689)	2	(83,881)	2,065	2,065
(1,691)	(1,689)	2	(83,881)	(80,483)	3,398
.	.	.	(83,881)	(78,418)	5,463
.	.	.	296	(54,087)	(54,383)
.	.	.	123,114	123,114	.
			\$123,410	\$69,027	(\$54,383)



INTERNAL SERVICE FUND

The Workers' Compensation Fund is used to account for the accumulation of resources to pay the claims of and provide benefits to employees under the School Board's self insurance program.

ST. BERNARD PARISH SCHOOL BOARD

SPECIAL REVENUE FUNDS

Combining Schedule of Revenues, Expenditures
and Changes in Fund Balances -
Budget and Actual (Adjusted to Budgetary Basis)
For the Year Ended June 30, 1996

	JOB TRAINING PARTNERSHIP ACT			VOCATIONAL EDUCATION		
	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES						
Local Sources:						
Food services income	.	.	.	.	.	.
Interest earnings	.	.	.	.	.	.
State Sources:						
Unrestricted grants-in-aid	.	.	.	.	.	.
Restricted grants-in-aid	.	.	.	.	.	.
Federal Sources:						
Unrestricted indirect cost recoveries	.	.	.	.	.	.
Restricted grants-in-aid:						
Direct	.	.	.	.	.	.
Subgrants	.	.	.	.	.	.
Other - Commodities	.	.	.	.	.	.
	\$168,917	\$167,754	(\$1,163)	\$87,874	\$87,873	(\$1)
Total Revenues	168,917	167,754	(1,163)	87,874	87,873	(1)
EXPENDITURES						
Current:						
Instruction:						
Regular programs	168,917	167,754	1,163	87,874	87,873	1
Special programs	.	.	.	.	.	.
Adult and continuing education programs	.	.	.	.	.	.
Support Services:						
Student services	.	.	.	.	.	.
Instructional staff support	.	.	.	.	.	.
General administration	.	.	.	.	.	.
Plant services	.	.	.	.	.	.
Student transportation services	.	.	.	.	.	.
Food services program	.	.	.	.	.	.
	168,917	167,754	1,163	87,874	87,873	1
Total Expenditures	168,917	167,754	1,163	87,874	87,873	1
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES						
OTHER FINANCING SOURCES (USES)						
Sale of fixed assets	.	.	.	.	.	.
Operating transfers out	.	.	.	.	.	.

Total Other Financing Sources (Uses)						
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)						
FUND BALANCES AT BEGINNING OF YEAR						
FUND BALANCES AT END OF YEAR						

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INTERNAL SERVICE FUND
 Workers' Compensation Fund
 Comparative Balance Sheet
 June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
<u>ASSETS</u>		
Cash and cash equivalents	\$519,223	\$371,739
Accounts receivables	10,731	-
Prepaid expenses	-	51,932
	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$529,954</u>	<u>\$423,671</u>
<u>LIABILITIES AND FUND EQUITY</u>		
Liabilities:		
Accounts, salaries and other payables	<u>\$188,377</u>	<u>\$98,884</u>
Total Liabilities	<u>188,377</u>	<u>98,884</u>
Fund equity:		
Retained earnings	<u>341,577</u>	<u>324,787</u>
	<u> </u>	<u> </u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$529,954</u>	<u>\$423,671</u>

SCHOOL ACTIVITY AGENCY FUND
 Schedule of Changes in Deposit Balances - By School
 For the Year Ended June 30, 1996

SCHOOL	BALANCE JULY 1, 1995	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 1996
Arabi Elementary	\$1,013	\$37,902	\$38,452	\$463
Arabi Park Middle	5,865	134,138	119,956	20,047
Borgnemouth Elementary	3,058	27,718	27,939	2,837
Carolyn Park Elementary	12,121	19,798	24,691	7,228
Chalmette Middle	54,810	183,874	194,865	43,819
Chalmette High	23,623	174,884	182,260	16,247
Chalmette High - Owl Fest	7,640	-	-	7,640
Chalmette High- Athletic	27,961	119,460	98,158	49,263
Andrew Jackson High	56,624	351,055	346,394	61,285
Sebastien Roy Elementary	18,232	98,969	91,479	25,722
N.P. Trist Middle	18,965	106,047	122,450	2,562
P.G.T. Beauregard Middle	17,196	50,717	52,060	15,853
J.F. Gauthier Elementary	6,315	49,557	50,945	4,927
Lacoste Elementary	13,023	60,438	47,268	26,193
Meraux Elementary	26,070	71,773	82,974	14,869
Millaudon Elementary	1,165	47,002	46,804	1,363
C.F. Rowley Elementary	1,521	33,692	34,263	950
St. Bernard High	52,603	208,520	222,675	38,448
St. Claude Heights	8,719	60,968	58,502	11,185
TOTAL	<u>\$356,524</u>	<u>\$1,836,512</u>	<u>\$1,842,135</u>	<u>\$350,901</u>

	BALANCE July 1, 1995	ADDITIONS	DEDUCTIONS	BALANCE June 30, 1996
Summer School Clearing Fund				
Assets:				
Cash and equivalents	\$58,054	\$108,228	\$60,365	\$105,917
Investments	-	-	-	-
Receivables	-	-	-	-
Total Assets	\$58,054	\$108,228	\$60,365	\$105,917
Liabilities:				
Due to other funds	\$58,054	\$108,228	\$60,365	\$105,917
Deposits due others	-	-	-	-
Total Liabilities	\$58,054	\$108,228	\$60,365	\$105,917
Deferred Compensation Fund				
Assets:				
Cash and equivalents	-	-	-	-
Investments	\$117,924	\$58,792	\$8,174	\$168,542
Receivables	-	-	-	-
Total Assets	\$117,924	\$58,792	\$8,174	\$168,542
Liabilities:				
Due to other funds	-	-	-	-
Deposits due others	\$117,924	\$58,792	\$8,174	\$168,542
Total Liabilities	\$117,924	\$58,792	\$8,174	\$168,542
Total - All Agency Funds				
Assets:				
Cash and equivalents	\$420,968	\$41,771,595	\$41,729,856	\$462,707
Investments	117,924	58,792	8,174	168,542
Receivables	2,640,231	2,420,686	2,640,231	2,420,686
Total Assets	\$3,179,123	\$44,251,073	\$44,378,261	\$3,051,935
Liabilities:				
Due to other funds	\$2,704,675	\$2,783,610	\$2,955,793	\$2,532,492
Deposits due others	474,448	1,895,304	1,850,309	519,443
Total Liabilities	\$3,179,123	\$4,678,914	\$4,806,102	\$3,051,935

AGENCY FUNDS

Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 1996

	BALANCE July 1, 1995	ADDITIONS	DEDUCTIONS	BALANCE June 30, 1996
<u>Federal Clearing Fund</u>				
Assets:				
Cash and equivalents	\$3,094	\$26,755,880	\$26,756,256	\$2,718
Investments	-	-	-	-
Receivables	769,483	21,174	769,483	21,174
Total Assets	\$772,577	\$26,777,054	\$27,525,739	\$23,892
Liabilities:				
Due to other funds	\$772,577	\$23,892	\$772,577	\$23,892
Deposits due others	-	-	-	-
Total Liabilities	\$772,577	\$23,892	\$772,577	\$23,892
<u>Sales Tax Clearing Fund</u>				
Assets:				
Cash and equivalents	\$2,594	\$12,821,588	\$12,821,591	\$2,591
Investments	-	-	-	-
Receivables	1,870,748	2,399,512	1,870,748	2,399,512
Total Assets	\$1,873,342	\$15,221,100	\$14,692,339	\$2,402,103
Liabilities:				
Due to other funds	\$1,873,342	\$2,402,103	\$1,873,342	\$2,402,103
Deposits due others	-	-	-	-
Total Liabilities	\$1,873,342	\$2,402,103	\$1,873,342	\$2,402,103
<u>Extended Day School Clearing Fund</u>				
Assets:				
Cash and equivalents	\$702	\$249,387	\$249,509	\$580
Investments	-	-	-	-
Receivables	-	-	-	-
Total Assets	\$702	\$249,387	\$249,509	\$580
Liabilities:				
Due to other funds	\$702	\$249,387	\$249,509	\$580
Deposits due others	-	-	-	-
Total Liabilities	\$702	\$249,387	\$249,509	\$580
<u>School Activity Fund</u>				
Assets:				
Cash and equivalents	\$356,524	\$1,836,512	\$1,842,135	\$350,901
Investments	-	-	-	-
Receivables	-	-	-	-
Total Assets	\$356,524	\$1,836,512	\$1,842,135	\$350,901
Liabilities:				
Due to other funds	\$356,524	\$1,836,512	\$1,842,135	\$350,901
Deposits due others	-	-	-	-
Total Liabilities	\$356,524	\$1,836,512	\$1,842,135	\$350,901

NON-EXPENDABLE TRUST FUND
 Joseph Accardo Scholarship Fund
 Comparative Statement of Cash Flows
 For the Year Ended June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Cash paid for scholarships	(\$1,200)	(\$1,050)
Contributions received	2,000	2,500
Bank charges	(11)	-
	<u>789</u>	<u>1,450</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Interest received	<u>1,408</u>	<u>885</u>
Net cash provided by investing activities	<u>1,408</u>	<u>885</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	2,197	2,335
CASH & CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>25,727</u>	<u>23,392</u>
CASH & CASH EQUIVALENTS AT END OF YEAR	<u><u>\$27,924</u></u>	<u><u>\$25,727</u></u>

Reconciliation of Net Income to Net Cash Provided by Operating Activities:

Net Income from Operating Activities	\$2,197	\$2,335
Interest reported as operating income	<u>(1,408)</u>	<u>(885)</u>
Net Cash Provided in Operating Activities	<u><u>\$789</u></u>	<u><u>\$1,450</u></u>

Proprietary Funds - Internal Service Fund

Proprietary funds account for activities similar to those found in the private sector where the determination of net income is necessary or useful for sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement which, together with the maintenance of equity, is an important financial indicator. The School Board has one proprietary fund - the Workers' Compensation Internal Service Fund. This fund accounts for the financing of the School Board's self insurance program for workers' compensation.

Fiduciary Funds

Fiduciary funds account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the School Board. Fiduciary funds include:

1. Joseph Accardo Scholarship Non-Expendable Trust Fund - accounts for a \$15,000 donation received from the widow of Joseph Accardo in March 1970 for the purpose of establishing a permanent scholarship fund in memory of her late husband. The principal is to remain intact. The income from investment of the principal is to be awarded annually to the most deserving student in the top 10 percent of his/her class from a high school in St. Bernard Parish on a rotating basis.
2. Agency Funds - account for assets held by the School Board on behalf of other funds and as an agent for the individual schools, school organizations and employees.

Fixed Assets and Long-Term Obligations

Fixed assets used in the governmental fund type operations of the School Board are accounted for in the General Fixed Assets Account Group rather than in the governmental funds. General Fixed Assets consist of land, buildings, machinery, furniture and equipment with an expected useful life of more than one year. No depreciation has been provided on general fixed assets. All fixed assets are stated at historical cost or estimated historical cost if historical cost is not available. Donated fixed assets are stated at fair market value at the date of donation.

The long-term debts expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

The two account groups, General Fixed Assets and General Long-Term Debt are not "funds". They are concerned only with the measurement of financial position and not the measurement of results of operations.

E. BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of the governmental funds present increases and decreases in net current assets. The modified accrual basis of accounting is used by all governmental funds except the proprietary fund which follows the accrual basis of accounting whereby revenues are recorded as earned and expenses are recorded when incurred. All other governmental funds use the following practices in recording revenues and expenditures:

Revenues

Revenues are recognized when they become measurable and available.

Federal and state entitlements (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid when available and measurable. Federal and state grants are recorded when the reimbursable expenditures have been incurred.

Ad valorem taxes are recorded in the year the taxes are levied, due and payable. Ad valorem taxes are assessed on a calendar year basis and finance the budget of the current fiscal year. The taxes become due on December 1 of each year, and become delinquent on December 31. The taxes are generally collected in December, January and February of the fiscal year.

Food services income is recorded as operating revenue when collected. All food services income applicable to an accounting period is collected during that accounting period.

Interest earnings on time deposits are recorded when the time deposits have matured and the interest is available.

Sales and use tax revenues are recorded in the accounting period in which they become measurable and available to finance expenditures of the fiscal period, in

retained the same benefits and contribution rates as the Louisiana School Lunch Retirement System. All lunch employees hired after July 1, 1983 were enrolled in Teachers' - Regular.

Employees participating in the Teachers' Retirement System - Regular are entitled to a retirement benefit at age 60 with 10 years of creditable service, age 55 with 25 years of service, or at any age with 30 years of creditable service. The retirement benefit is 2% or 2.5% (depending on years of service and age) of the member's average salary of the thirty-six highest successive months of employment multiplied by the number of years of service. The system also provides death and disability benefits. Benefits are established by state legislation.

Employees participating in the Teachers' Retirement System - Plan A are entitled to a retirement benefit at age 60 with 10 years of creditable service, age 55 with 25 years of creditable service, or at any age with 30 years of creditable service. The retirement benefit is generally 2.5% or 3% (depending on years of service and age) of average compensation for the highest 36 consecutive months of employment multiplied by years of service. The system also provides death and disability benefits. Benefits are established by state legislation.

The Louisiana School Employees' Retirement System provides retirement benefits for non-teacher school employees excluding those classified as lunch workers within the Public Educational System of Louisiana. Membership is mandatory for all employees under age 60, employed by the School Board on a permanent basis more than 20 hours per week. Employees are entitled to a retirement benefit at age 60 with 10 years of creditable service, at age 55 with 25 years of creditable service or at any age with 30 years of creditable service. The retirement benefit is generally 2.5% of the average compensation for the 3 highest consecutive years of service multiplied by the number of years of service. For members entering the system prior to July 1, 1986, a supplementary allowance of \$24 per annum is also provided for each year of service. The system also provides death and disability benefits. Benefits are established by state legislation.

For the period July 1, 1995 through June 30, 1996, state legislation has established the obligation of the School Board and the employees for contributions at 16.5% and 8.0% of employees' earnings, respectively, for the Teachers' Regular Plan, and at 16.5% and 9.1% of employees' earnings, respectively, for Teachers' Plan A. For the period July 1, 1995 through June 30, 1996, contribution rates for the School Board and employees were set at 6.00% and 6.35% of employees' earnings, respectively, for the Louisiana School Employees' Retirement System. Contributions to these retirement systems made and required were as follows for the year ended June 30, 1996:

accordance with GASB No. 22, "Accounting for Taxpayer-Assessed Tax Revenues in Governmental Funds."

Substantially all other revenues are recorded when received.

Expenditures

Salaries are recorded as expenditures when earned. Teachers' salaries are earned over a 9-month period but are paid over a 12-month period.

Purchases of various operating supplies, excluding inventory items in the School Lunch Fund which are recorded as expenditures when consumed, are recorded as expenditures in the accounting period in which they are purchased.

Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death, while the cost of leave privileges not requiring current resources is recorded in the General Long-Term Debt Account Group.

Principal and interest on general long-term debt are recognized when due.

Substantially all other expenditures are recognized when the related fund liability has been incurred.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid and the sale of fixed assets are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Deferred Revenues

The School Board reports deferred revenue on its combined balance sheet. Deferred revenues arise when monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when the School Board has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

The Proprietary Fund and Non-Expendable Trust Fund are accounted for on a flow of economic resources measurement focus and a determination of net income and capital maintenance. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. The Proprietary Fund

CAPITAL PROJECTS FUND
 Capital Projects Construction Fund
 Comparative Balance Sheet
 June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
<u>ASSETS</u>		
Cash and cash equivalents	\$637,164	\$157,733
Receivables	-	40,747
	<u>637,164</u>	<u>198,480</u>
TOTAL ASSETS	<u>\$637,164</u>	<u>\$198,480</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	-	\$14,085
	<u>-</u>	<u>14,085</u>
Total Liabilities	-	14,085
Fund balance:		
Reserved for encumbrances	-	41,450
Unreserved - undesignated	\$637,164	142,945
	<u>637,164</u>	<u>184,395</u>
Total Fund Balance	637,164	184,395
TOTAL LIABILITIES AND FUND BALANCE	<u>\$637,164</u>	<u>\$198,480</u>

and the Non-Expendable Trust Fund use the accrual basis of accounting. Revenues are recognized when earned, and expenses are recognized at the time the liabilities are incurred.

Agency funds are custodial in nature (assets equal liabilities) and thus do not involve measurement of results of operations. Agency fund assets and liabilities are accounted for on the modified accrual basis of accounting.

F. BUDGETS

The following summarizes the budget activities of the School Board:

Completed and available for public inspection	August 4, 1995
Public notices	August 4, 1995
Public hearings	August 22, 1995
Board adoption	August 22, 1995

The School Board legally adopts budgets for the General Fund and Special Revenue Funds. Formal budget integration is employed as a management control device. The School Board approves budgets at the fund level giving management the authority to transfer amounts among line items within any fund. When actual revenues within a fund fail to meet budgeted revenues by five percent or more and/or actual 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. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments.

The budgets are prepared on a basis which differs from generally accepted accounting principles in that the School Board's budget includes encumbered amounts. Accordingly, the budgetary basis expenditure data reflected in the Combined Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Adjusted to Budgetary Basis) - General and Special Revenue Funds (Exhibit 3) includes encumbrances and, thus, differs from the expenditure data reflected in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types (Exhibit 2) by the amount of encumbrances outstanding at year end.

G. ENCUMBRANCES

Commitments relating to outstanding purchase orders and contracts for goods and services are recorded as encumbrances in order to reserve the applicable portion of the appropriation. Encumbrances outstanding at year end are reported as reservations of fund balances since they do not constitute expenditures or liabilities but represent authority for expenditures in the subsequent year. Encumbered appropriations lapse at year end but are reappropriated in the subsequent fiscal year. As materials are subsequently received and contracts are executed, liabilities are recorded and the related encumbrances are liquidated.

H. CASH AND INVESTMENTS

Cash includes amounts in demand deposits and interest bearing demand deposits. Cash equivalents include amounts in time deposits, all of which are certificates of deposit. Under state law, the School Board may deposit funds in demand deposits, interest bearing demand deposits, money market accounts or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

For purposes of the Statement of Cash Flows, the School Board considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Investments in the deferred compensation agency fund are fixed annuities which are reported at market value.

I. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, short-term loans occur between individual funds. These short-term interfund loans are classified as interfund receivables/payables.

J. INVENTORIES

Inventory of the School Lunch 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. The commodities are recorded as revenues when received; however, all inventories are recorded as expenditures when consumed. 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.

K. FIXED ASSETS

Fixed assets of governmental funds are recorded as expenditures at the time they are purchased or constructed, and the related assets are capitalized (reported) at cost in the General Fixed Assets Account Group. No depreciation has been provided on general fixed assets. Actual historical cost data was not available for furniture and equipment acquired prior to January 1, 1980. Approximately 80 percent of fixed assets are valued at actual historical cost while the remaining 20 percent are valued at estimated historical cost using catalog prices of the acquisition period.

L. COMPENSATED ABSENCES

1. Sick Leave

Teachers accrue 10 to 14.5 days of sick leave each year, which may be accumulated without limitation. Other 9-month employees accrue 10 to 12 days of sick leave each year, which may be accumulated without limitation. Upon retirement or death, unused accumulated sick leave of up to 25 days is paid to the employee or to the employee's estate at the employee's current rate of pay.

Twelve month employees accrue from 12 to 18 days of sick leave each year, depending upon their length of service with the School Board. Upon retirement or death, unused accumulated leave of up to 25 days is paid to the employee or to the employee's estate at the employee's current rate of pay.

The amount of sick leave expenditure reported in the General Fund and the Lunch Fund for the fiscal year is the amount actually claimed by employees during that period. A non-current liability of \$2,091,869 is reported in the General Long-Term Debt Account Group, as none of this amount met the condition for accrual in the governmental funds and thus will not be retired from expendable available financial resources.

2. Vacation Leave

All 12-month employees are entitled to vacation leave which must be approved by the Superintendent. Employees earn from 5 to 20 days of vacation leave each year depending on their length of service. Vacation leave may be accumulated without limitation. Upon retirement, resignation or death, unused vacation leave up to 60 days earned prior to July 1, 1988, is paid to the employee or to the employee's estate at the employee's current rate of pay. The amount of vacation claimed during the fiscal year is the reported expenditure for that period in the General Fund and the Lunch Fund. A long-term liability of \$735,623 has been reported for vacation in the General Long-

Term Debt Account Group. This liability represents accumulated vacation at June 30, 1996, none of which met the condition for accrual in the General Fund and thus will not be retired from expendable available financial resources.

3. Sabbatical Leave

Sabbatical leave may be granted for rest and recuperation or 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. Sabbatical leave benefits are recorded as expenditures in the period paid. Unused sabbatical leave may be carried forward to one or more periods subsequent to that in which it is earned, but no more than two semesters of leave may be accumulated. Sabbatical leave does not vest. All sabbatical leaves must be approved by the School Board.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current-year expenditure in the governmental funds when leave is actually taken.

The amount of accumulated sabbatical at June 30, 1996 was \$3,633,967, none of which met the condition for accrual in the governmental funds and thus will not be retired from expendable available financial resources; hence, the entire amount is reported in the General Long-Term Debt Account Group.

M. LONG-TERM DEBT

Long-term debt expected to be financed from governmental funds are reported in the General Long-Term Debt Account Group. Expenditures for principal and interest payments for long-term debt are recognized in the governmental funds when due. Long-term debt expected to be financed from proprietary fund operations are accounted for in that fund.

N. FUND EQUITY

Reserves

Reserves represent those portions of fund equity not appropriable for expenditures or legally segregated for a specific future use.

Designated Fund Balances

Designated fund balances represent tentative plans for future use of financial resources.

O. INTERFUND TRANSACTIONS

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring and non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

P. SALES AND USE TAX

At June 30, 1996, a four and one-half percent local sales and use tax is levied and collected within St. Bernard Parish of which two percent is received by the School Board. The sales and use tax received by the School Board is pledged as security for the sales tax bonds. The amount received in excess of the debt service requirements on the sales tax bonds may be used for any other lawful purpose.

The tax is collected by the St. Bernard Parish Sheriff's Office, except those taxes levied on the sale of motor vehicles, which are collected by the State of Louisiana. The St. Bernard Parish Sheriff's Office receives a commission of eight percent on the gross amount of one and one-half percent of the two percent sales tax collected for the School Board. The St. Bernard Parish Sheriff's Office receives no commission in the collection of the additional one-half percent. The sales tax revenues reported in the accompanying financial statements are shown net of the sheriff's commission.

Q. AD VALOREM TAX

The ad valorem tax is due and becomes an enforceable lien on property on the first day of the month following the filing of the tax rolls by the assessor with the Louisiana Tax Commission (usually December 1). The tax is delinquent thirty days after the due date. The tax is levied based on property values determined by the St. Bernard Parish Assessor's Office. Land and improvements are assessed at 10% of fair market value and all other property is assessed at 15% of fair market value. The tax is billed and collected by the St. Bernard Parish Sheriff's Office.

The following is a summary of authorized and levied ad valorem taxes:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parishwide taxes:			
Constitutional	3.75	3.75	Constitutional
Maintenance	9.25	9.25	December 31, 2002
Maintenance	3.00	3.00	December 31, 1999
Bond and Interest	1.40	1.40	Various

R. COMPARATIVE DATA AND TOTAL COLUMNS ON COMBINED STATEMENTS (MEMORANDUM ONLY)

Comparative total data for the prior year have been presented in the accompanying combined general purpose financial statements in order to provide an understanding of changes in the School Board's financial position and operations. However, comparative data (i.e., presentation of prior year total by fund type) have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

Total columns on the combined statements are captioned Memorandum Only (overview) to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Inter-fund eliminations have not been made in the aggregation of this data.

2. CASH AND INVESTMENTS

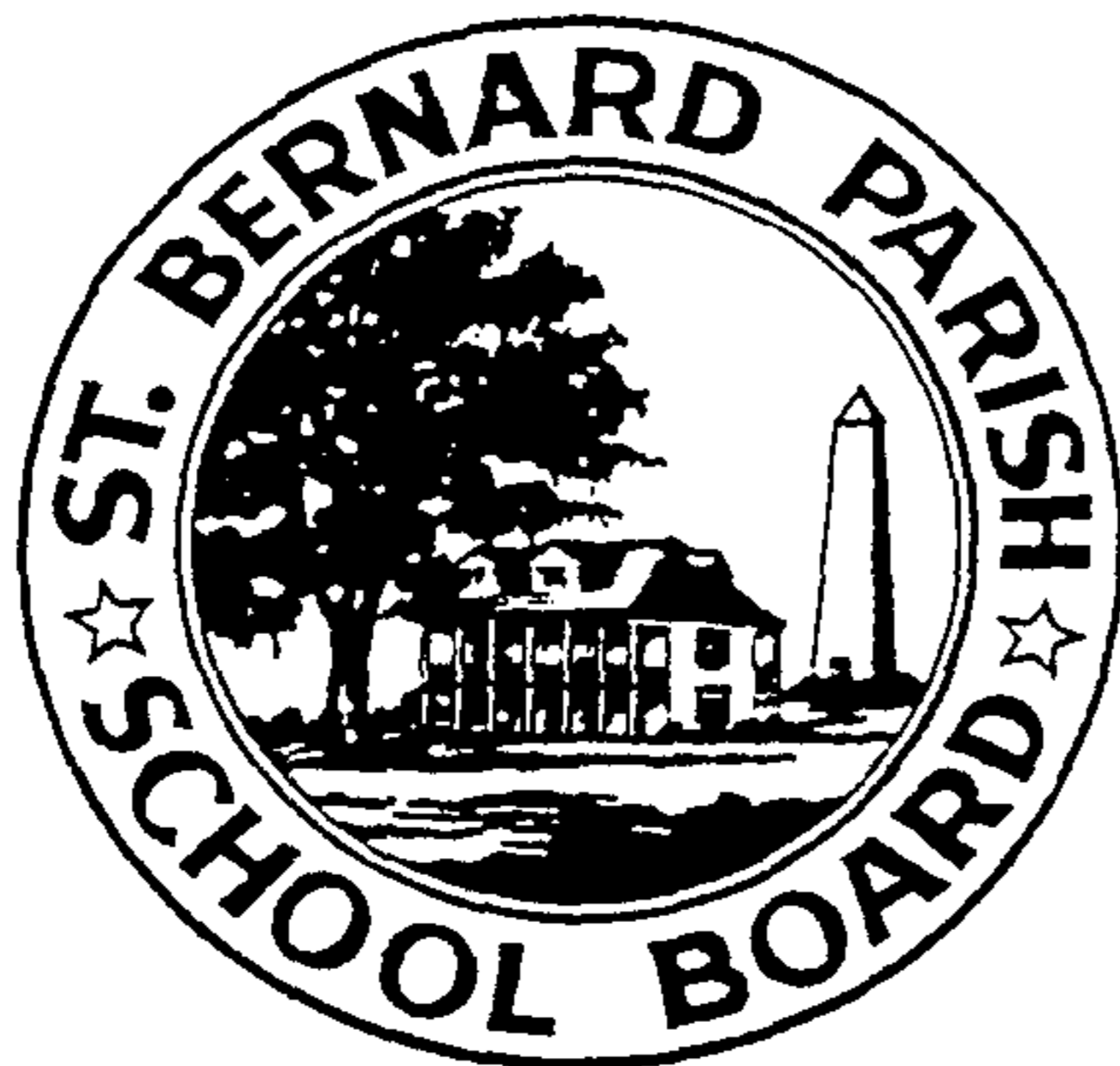
At June 30, 1996, the School Board has cash and cash equivalents (book balances) totaling \$5,770,672, as follows:

Demand deposits	\$ 406,005
Interest bearing demand deposits	1,897,977
Time deposits	<u>3,466,690</u>
TOTAL	<u>\$ 5,770,672</u>

In accordance with Louisiana Statutes, the School Board maintains all deposits in financial institutions. At June 30, 1996, the School Board has collected bank balances of \$8,262,624. Of the bank balances, \$549,613 is covered by federal depository insurance. In compliance with state laws, the remaining balance of \$7,713,011 is secured by bank owned securities specifically pledged to the School Board and held by an independent custodian bank. Under the provisions of GASB Statement No. 3, this remaining balance is considered uncollateralized because the securities are held by the pledging institution or its agent, but not in the School Board's name. However, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon demand.

The School Board's time certificates of deposit are considered cash equivalents.

Investments in the Deferred Compensation Agency Fund (discussed in note 6) are fixed rate annuities which have a market value of \$168,542 at June 30, 1996. The carrying value of these investments is equal to the market value.



SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes. The School Board maintains the following Special Revenue Funds:

**IMPROVING AMERICA'S SCHOOLS ACT — Title I,
Title II, Title IV and Title VI**

**ECONOMIC OPPORTUNITY ACT - Headstart
SCHOOL LUNCH FUND**

SPECIAL EDUCATION - PL 101-476 and PL 89-313

GOALS 2000: EDUCATE AMERICA ACT

SCHOOL - TO - WORK OPPORTUNITIES ACT

STATE EXTENDED SCHOOL YEAR PROGRAM

EARLY CHILDHOOD DEVELOPMENT PROGRAM

INFANT/TODDLER CHILD SEARCH PROGRAM

JOB TRAINING PARTNERSHIP ACT

VOCATIONAL EDUCATION

ADULT EDUCATION

Reserved for Debt Service

This reserve represents the amounts reserved for payment of principal and interest maturing in future years on bonded debt.

Reserved for Scholarships

This reserve represents the principal amount donated by the widow of Joseph Accardo. The earnings from investment of the \$15,000 principal are used for scholarships.

Designated for Instruction

This represents an unexpended portion of unrestricted monies received by the School Board and designated for Regular and Adult Education programs.

Designated for Special Education

This represents the unexpended portion of unrestricted monies received by the School Board and designated for Special Education programs.

Designated for Equipment Repair

This represents funds set aside by the School Board for boiler and machinery repairs.

Designated for Pay Raises - Teachers' Bargaining Unit

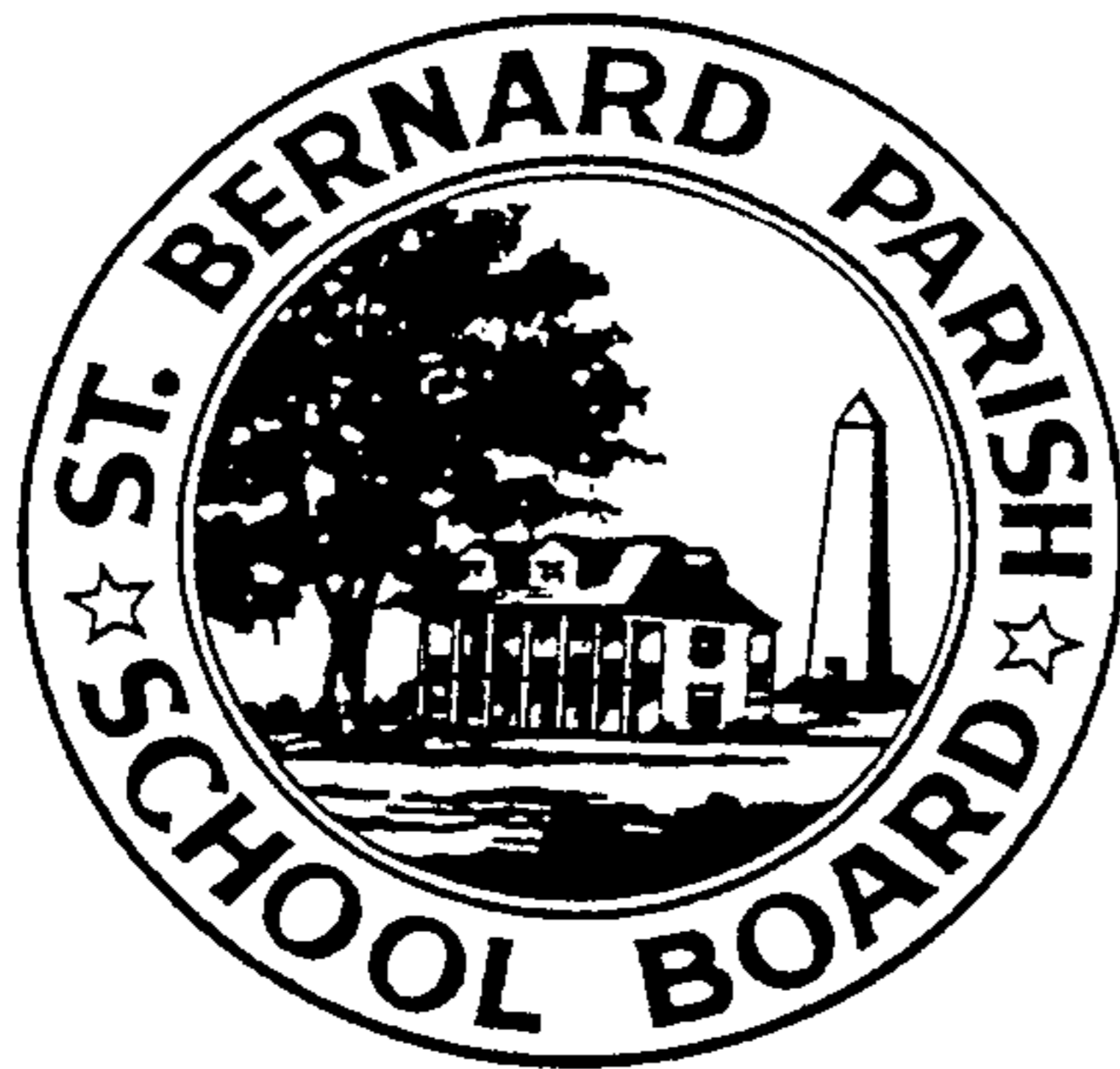
This represents the portion of increases in sales tax revenues which has been set aside for teacher pay raises in accordance with a collective bargaining agreement between the St. Bernard Parish School Board and the St. Bernard Association of Educators.

Designated for Pay Raises - Combined Bargaining Unit

This represents the portion of increases in sales tax revenue which has been set aside for employee pay raises in accordance with a collective bargaining agreement between the St. Bernard Parish School Board and the St. Bernard Parish Association of Educators.

Designated for Self Insurance Retention

This represents a designation by the School Board to cover the cost of the deductibles on a single claim of the property and liability insurance policies.



**COMBINING INDIVIDUAL FUNDS
AND ACCOUNT GROUP
FINANCIAL
STATEMENTS AND SCHEDULES**

ST. BERNARD PARISH SCHOOL BOARD

SPECIAL REVENUE FUNDS

Combining Balance Sheet,

June 30, 1996

With Comparative Totals for June 30, 1995

	IMPROVING AMERICA'S SCHOOLS ACT				ECONOMIC OPPORTUNITY ACT: HEAD START	SCHOOL LUNCH FUND
	TITLE I	TITLE II	TITLE IV	TITLE VI		
ASSETS						
Cash and cash equivalents	\$5,904	\$7,629	\$43,332	\$747	\$7,773	\$108,542
Receivables	293,337	16,263	20,184	9,178	66,005	12,723
Interfund receivables	-	-	-	-	-	-
Inventory	-	-	-	-	-	81,032
TOTAL ASSETS	\$299,241	\$23,892	\$63,516	\$9,925	\$73,778	\$202,297
LIABILITIES AND FUND BALANCE						
Liabilities:						
Accounts, salaries and other payables	\$84,756	-	\$5,187	-	\$49,401	\$130,874
Interfund payables	214,485	\$23,892	58,329	\$9,925	24,377	2,396
Total Liabilities	299,241	23,892	63,516	9,925	73,778	133,270
Fund balance:						
Unreserved- undesignated	-	-	-	-	-	69,027
TOTAL LIABILITIES & FUND BALANCE	\$299,241	\$23,892	\$63,516	\$9,925	\$73,778	\$202,297

12. RESERVED AND UNRESERVED - DESIGNATED FUND BALANCES

The reserved and unreserved - designated components of fund balances consist of the following:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Projects Funds</u>	<u>Joseph Accardo Scholarship Non- Expendable Trust Fund</u>	<u>Total</u>
Reserved for:						
Encumbrances	\$ 191,579	-	-	-	-	\$ 191,579
Debt service	-	-	\$1,129,977	-	-	1,129,977
Scholarships	-	-	-	-	\$15,000	15,000
Total Reserved	<u>191,579</u>	<u>-</u>	<u>1,129,977</u>	<u>-</u>	<u>15,000</u>	<u>1,336,556</u>
Unreserved -						
Designated for:						
Instruction	38,860	-	-	-	-	38,860
Special Education	4,080	-	-	-	-	4,080
Equipment Repair	28,100	-	-	-	-	28,100
Pay Raises - Teachers' Bargaining Unit	362,880	-	-	-	-	362,880
Pay Raises - Combined Bargaining Unit	586,951	-	-	-	-	586,951
Self Insurance Retention	115,000	-	-	-	-	115,000
Alternative School	350,000	-	-	-	-	350,000
Total Unreserved - Designated	<u>1,485,871</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,485,871</u>
Undesignated	<u>1,194,285</u>	<u>\$ 69,027</u>	<u>-</u>	<u>\$637,164</u>	<u>12,924</u>	<u>1,913,400</u>
TOTAL FUND BALANCE	<u>\$2,871,735</u>	<u>\$ 69,027</u>	<u>\$1,129,977</u>	<u>\$637,164</u>	<u>\$27,924</u>	<u>\$4,735,827</u>

The nature and purpose of the reserves and designations of fund balance are as follows:

Reserved for Encumbrances

This reserve was established for outstanding purchase orders that the School Board intends to honor.

ST. BERNARD PARISH SCHOOL BOARD

OTHER AGENCY FUNDS

Schedule of Changes in Deposit Balances

For the Year Ended June 30, 1996

With Comparative Totals for June 30, 1995

	FEDERAL CLEARING	SALES TAX CLEARING	EXTENDED DAY SCHOOL CLEARING
DEPOSIT BALANCES: July 1, 1995	-	-	-
ADDITIONS:			
Federal and State Grants	\$23,598,543	-	-
Taxes	2,385,325	\$11,557,467	-
Fees, Tuition, Etc.	-	-	\$249,387
Interest Earnings	9,651	4,071	-
Contributions to Deferred Compensation Plan	-	-	-
Total Additions	25,993,519	11,561,538	249,387
TOTAL	25,993,519	11,561,538	249,387
DEDUCTIONS:			
Distributions:			
General Fund	24,274,849	10,907,511	249,387
Debt service funds:			
Ad valorem tax bond	191,923	-	-
Sales tax bond	-	654,027	-
Special revenue funds	1,526,747	-	-
Other	-	-	-
Total Deductions	25,993,519	11,561,538	249,387
DEPOSIT BALANCES: June 30, 1996	-	-	-

Certificate of Achievement for Excellence in Financial Reporting

Presented to

St. Bernard Parish
School Board,
Louisiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1995

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Timothy H. Rividan
President

Jeffrey L. Essler
Executive Director

SPECIAL EDUCATION				GOALS 2000: EDUCATE AMERICA ACT Title III	SCHOOL- TO-WORK OPPORTUNITIES ACT	STATE EXTENDED SCHOOL YEAR PROGRAM	EARLY CHILDHOOD DEVELOPMENT PROGRAM
FLOW THRU	PUBLIC LAW 101-476 PRESCHOOL	IDEA Part H	PL 89-313				
\$76,749 66,892 -	\$12,602 7,505 20 -	\$100 515 -	- - -	\$1,577 50,859 -	\$2,266 7,500 -	\$4,860 15,248 -	\$1,338 16,465 -
<u>\$143,641</u>	<u>\$20,127</u>	<u>\$615</u>	<u>-</u>	<u>\$52,436</u>	<u>\$9,766</u>	<u>\$20,108</u>	<u>\$17,803</u>
\$5,770 137,871	\$1,181 18,946	\$427 188	- -	\$52,436	\$9,766	\$8 20,100	\$5,303 12,500
<u>143,641</u>	<u>20,127</u>	<u>615</u>	<u>-</u>	<u>52,436</u>	<u>9,766</u>	<u>20,108</u>	<u>17,803</u>
<u>\$143,641</u>	<u>\$20,127</u>	<u>\$615</u>	<u>-</u>	<u>\$52,436</u>	<u>\$9,766</u>	<u>\$20,108</u>	<u>\$17,803</u>

CAPITAL PROJECTS FUND
 Capital Projects Construction Fund
 Comparative Statement of Revenues, Expenditures
 and Changes in Fund Balance
 For the Year Ended June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
<u>REVENUES</u>		
Local sources:		
Interest earnings	\$2,994	\$9,975
Insurance proceeds from loss	-	\$40,747
Total Revenues	<u>2,994</u>	<u>50,722</u>
<u>EXPENDITURES</u>		
Facility acquisition and construction:		
Improvement or remodeling of existing buildings	239,387	161,743
Architects, engineers and legal fees	10,762	51,295
Other expenditures	76	77
Total Expenditures	<u>250,225</u>	<u>213,115</u>
(DEFICIENCY) OF REVENUES OVER EXPENDITURES	(247,231)	(162,393)
<u>OTHER FINANCING SOURCES</u>		
Operating transfer in	<u>700,000</u>	-
Total Other Financing Sources	<u>700,000</u>	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	452,769	(162,393)
FUND BALANCES AT BEGINNING OF YEAR	<u>184,395</u>	<u>346,788</u>
FUND BALANCES AT END OF YEAR	<u>\$637,164</u>	<u>\$184,395</u>

SPECIAL REVENUE FUNDS
Combining Balance Sheet,
June 30, 1996
With Comparative Totals for June 30, 1995

	INFANT/ TODDLER CHILD SEARCH	JOB TRAINING PARTNERSHIP ACT	VOCATIONAL EDUCATION	ADULT EDUCATION	TOTALS	
					1996	1995
ASSETS						
Cash and cash equivalents	\$837	\$50,342	\$72	\$4,981	\$329,651	\$189,561
Receivables	6,936	5,338	10,410	10,142	615,500	678,494
Interfund receivables	812	-	-	-	832	37,391
Inventory	-	-	-	-	81,032	114,477
TOTAL ASSETS	\$8,585	\$55,680	\$10,482	\$15,123	\$1,027,015	\$1,019,923

LIABILITIES AND FUND BALANCE

Liabilities:						
Accounts, salaries and other payables	\$1,555	\$19,680	\$3,582	\$1,668	\$309,392	\$387,821
Interfund payables	7,030	36,000	6,900	13,455	648,596	508,988
Total Liabilities	8,585	55,680	10,482	15,123	957,988	896,809
Fund balance:						
Unreserved- undesignated	-	-	-	-	69,027	123,114
TOTAL LIABILITIES & FUND BALANCE	\$8,585	\$55,680	\$10,482	\$15,123	\$1,027,015	\$1,019,923

SPECIAL EDUCATION FUNDS

Public Law 101-476 is a federally financed program of free education in the least restrictive environment for children with exceptionalities. The Pre-School Intervention Program, which serves pre-school children with disabilities, and the IDEA - Part H Program which provides initial evaluations to disabled infants and toddlers who do not qualify for medicaid and are not counted in the state funding formula are also funded through this public law.

Public Law 89-313 is a federally financed program of free education in the least restrictive environment for children with exceptionalities who have transferred to the local school system from state facilities.

GOALS 2000 : EDUCATE AMERICA ACT FUND

Title III of Public Law 103-227, The Goals 2000 : Educate America Act, is a program to empower parents and communities to improve their public schools. Federal funds through this act are passed to the state in a block grant, with funds being distributed to local school districts through a competitive process. St. Bernard Parish school/community leadership teams were awarded grants in the area of local improvement planning, professional development planning and curriculum and assessment development which have allowed the district and each of the seventeen schools to plan improvement programs leading into the 21st century. In Louisiana, the Goals 2000 initiative is termed Louisiana Learn.

SCHOOL-TO-WORK OPPORTUNITIES ACT FUND

The School-To-Work program is a joint effort on the part of the Department of Labor and the Department of Education at both the federal and state levels to prepare youths for jobs and careers. Federal funds are passed to the state in a block grant and awarded on a competitive basis by the Louisiana School-To-Work Design Team. The grant provides career exploration opportunities to parish middle and high school students.

STATE EXTENDED SCHOOL YEAR PROGRAM FUND

The State Extended School Year Program is a state funded program to provide a summer program for the more severely handicapped children whose educational development would be hampered by regression that cannot be compensated for in the regular school year.

Designated for Alternative School

This represents a designation by the School Board to provide initial funding for an alternative school for students who will be suspended or expelled from the regular instructional program.

13. COMMITMENTS AND CONTINGENCIES

A. Claims and Judgements

At June 30, 1996, the School Board is involved in several lawsuits. In the opinion of legal counsel for the School Board, the potential claims against the School Board not covered by insurance would not materially affect the financial statements.

B. Federal Programs

The School Board participates in a number of federally financed grant programs. Although the grant programs have been audited in accordance with the Single Audit Act of 1984 through June 30, 1996, these programs are subject to compliance audits by the grantors. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. However, the School Board expects such amounts, if any, to be immaterial.

C. Risk Management

The School Board established a limited risk management program for workers' compensation in 1989-90. Premiums are paid into the Internal Service Fund by the General and Special Revenue School Lunch Funds and are available to pay claims, claim reserves and administrative costs of the program. During fiscal year 1995-96, a total of \$398,580 was expensed for benefits and administrative costs. An excess coverage insurance policy covers individual claims in excess of \$250,000 per occurrence or \$1,000,000 in aggregate. The cost of this policy and the accompanying surety bond required by the State of Louisiana totaled \$55,924 for the 1995-96 fiscal year. Incurred but not reported claims of \$185,198 have been accrued as a liability based primarily upon

an actuary's estimate. This liability is included in accounts, salaries and other payables on Exhibit 1. Changes in the Fund's claims liability amount in fiscal year 1996 were:

	<u>1996</u>	<u>1995</u>
Beginning of Fiscal Year Liability	\$ 95,463	\$146,210
Current Year Claims and Changes in Estimates	298,383	324,129
Claim Payments	<u>(208,648)</u>	<u>(374,876)</u>
Balance at Fiscal Year End	<u>\$185,198</u>	<u>\$ 95,463</u>

The School Board purchases conventional insurance for all other risks of loss including property, flood, fleet, liability and errors and omissions. Settled claims have not exceeded coverage in any of the past three fiscal years. There have been no significant reductions in insurance coverage from the prior year.

IASA TITLE IV			IASA TITLE VI			EOA HEADSTART PROGRAM		
BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
.
.
\$2,334	\$2,329	(\$5)	\$652	\$638	(\$14)	\$15,650	\$15,650	.
68,891	68,765	(126)	70,855	70,470	(385)	426,435	426,435	.
71,225	71,094	(131)	71,507	71,108	(399)	442,085	442,085	.
.
66,086	65,960	126	70,855	70,470	385	261,924	264,817	(2,893)
.	.	.	.	.	.	73,469	72,253	1,216
2,805	2,805	.	.	.	.	86,192	84,521	1,671
68,891	68,765	126	70,855	70,470	385	700	700	.
.	.	.	.	.	.	4,150	4,144	6
2,334	2,329	(5)	652	638	(14)	15,650	15,650	.
(2,334)	(2,329)	5	(652)	(638)	14	(15,650)	(15,650)	.
(2,334)	(2,329)	5	(652)	(638)	14	(15,650)	(15,650)	.

SPECIAL EDUCATION				GOALS 2000: EDUCATE AMERICA ACT Title III	SCHOOL- TO-WORK OPPORTUNITIES ACT	STATE EXTENDED SCHOOL YEAR PROGRAM	EARLY CHILDHOOD DEVELOPMENT PROGRAM
FLOW THRU	PUBLIC LAW 101-476		PL 89-313				
	PRE-SCHOOL	IDEA Part H					
.
.	.	.	.	.	.	\$39,551	\$47,945
\$14,242	\$1,826	\$18	\$22	\$2,336	\$266	.	.
486,862	59,094	497	587	81,276	7,234	.	.
501,104	60,920	515	609	83,612	7,500	39,551	47,945
135,710	36,653	.	587	15,094	7,095	33,081	47,257
149,442	.	497	.	.	.	.	.
195,349	21,766	.	.	66,182	.	.	.
500	.	.	.	.	.	.	.
2,800	.	.	.	.	.	1,540	.
3,061	675	.	.	.	139	4,930	688
486,862	59,094	497	587	81,276	7,234	39,551	47,945
14,242	1,826	18	22	2,336	266	.	.
(14,242)	(1,826)	(18)	(22)	(2,336)	(266)	.	.
(14,242)	(1,826)	(18)	(22)	(2,336)	(266)	.	.
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ST. BERNARD PARISH SCHOOL BOARD

SPECIAL REVENUE FUNDS

Combining Schedule of Revenues, Expenditures
and Changes in Fund Balances -
Budget and Actual (Adjusted to Budgetary Basis)
For the Year Ended June 30, 1996

	IASA TITLE I			IASA TITLE II		
	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES						
Local Sources:						
Food services income						
Interest earnings						
State Sources:						
Unrestricted grants-in-aid						
Restricted grants-in-aid						
Federal Sources:						
Unrestricted indirect cost recoveries						
Restricted grants-in-aid:	\$42,240	\$39,433	(\$2,807)	\$2,052	\$2,034	(\$18)
Direct						
Subgrants						
Other - Commodities	1,606,748	1,438,279	(168,469)	55,913	55,429	(484)
Total Revenues	1,648,988	1,477,712	(171,276)	57,965	57,463	(502)
EXPENDITURES						
Current:						
Instruction:						
Regular programs						
Special programs	1,233,400	1,135,663	97,737		326	(326)
Adult and continuing education programs						
Support Services:						
Student services						
Instructional staff support	340,318	285,286	55,032	55,913	55,103	810
General administration	700	700				
Plant services	32,330	16,181	16,149			
Student transportation services		449	(449)			
Food services program						
Total Expenditures	1,606,748	1,438,279	168,469	55,913	55,429	484
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	42,240	39,433	(2,807)	2,052	2,034	(18)
OTHER FINANCING SOURCES (USES)						
Sale of fixed assets						
Operating transfers out	(42,240)	(39,433)	2,807	(2,052)	(2,034)	18
Total Other Financing Sources (Uses)	(42,240)	(39,433)	2,807	(2,052)	(2,034)	18
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)						
FUND BALANCES AT BEGINNING OF YEAR						
FUND BALANCES AT END OF YEAR						

SPECIAL REVENUE FUNDS

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

For the Year Ended June 30, 1996

With Comparative Totals for the Year Ended June 30, 1995

	INFANT/ TODDLER CHILD SEARCH	JOB TRAINING PARTNERSHIP ACT	VOCATIONAL EDUCATION	ADULT EDUCATION	TOTALS	
					1996	1995
REVENUES						
Local Sources:						
Food services income	-	-	-	-	\$429,542	\$435,418
Interest earnings	-	-	-	-	9,647	5,627
State Sources:						
Unrestricted grants-in-aid	-	-	-	-	615,650	615,650
Restricted grants-in-aid	\$6,936	-	-	-	94,432	129,246
Federal Sources:						
Unrestricted indirect cost recoveries	-	-	-	\$1,689	80,483	72,254
Restricted grants-in aid:						
Direct	-	-	-	-	426,435	460,156
Subgrants	-	\$167,754	\$87,873	46,181	4,155,007	4,173,384
Other - Commodities	-	-	-	-	162,033	195,454
Total Revenues	6,936	167,754	87,873	47,870	5,973,229	6,087,189
EXPENDITURES						
Current:						
Instruction:						
Regular programs	-	167,754	87,873	-	277,316	315,157
Special programs	-	-	-	-	1,724,564	1,792,792
Adult and continuing education programs	-	-	-	46,031	46,031	50,608
Support Services:						
Student services	6,936	-	-	-	295,088	259,846
Instructional staff support	-	-	-	150	708,357	681,414
General administration	-	-	-	-	1,900	1,900
Plant services	-	-	-	-	20,521	36,111
Student transportation services	-	-	-	-	16,891	12,846
Food services program	-	-	-	-	2,857,730	2,847,662
Total Expenditures	6,936	167,754	87,873	46,181	5,948,898	5,998,336
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	1,689	24,331	88,853
OTHER FINANCING SOURCES (USES):						
Sale of fixed assets	-	-	-	-	2,065	-
Operating transfers out	-	-	-	(1,689)	(80,483)	(72,254)
Total Other Financing Sources (Uses)	-	-	-	(1,689)	(78,418)	(72,254)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	-	-	-	-	(54,087)	16,599
FUND BALANCES AT BEGINNING OF YEAR	-	-	-	-	123,114	106,515
FUND BALANCES AT END OF YEAR	-	-	-	-	\$69,027	\$123,114

GENERAL FUND

Schedule of Revenues, Expenditures
and Changes in Fund Balance-Budget
and Actual (Adjusted to Budgetary Basis)
For the Year Ended June 30, 1996

	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Local sources:			
Ad valorem tax	\$2,226,612	\$2,264,527	\$37,915
Sales and use tax	10,050,000	10,905,752	855,752
Rentals, leases and royalties	123,000	119,186	(3,814)
Tuition	463,000	474,107	11,107
Interest earnings	230,000	276,010	46,010
Other	307,826	316,286	8,460
State sources:			
Unrestricted grants-in-aid	22,340,183	22,343,230	3,047
Restricted grants-in-aid	1,108,136	1,103,934	(4,202)
Federal sources:			
Restricted grants-in-aid:			
Direct	29,890	30,392	502
Total Revenues	36,878,647	37,833,424	954,777
EXPENDITURES			
Current:			
Instruction:			
Regular programs	18,030,580	17,917,117	113,463
Special programs	5,806,614	5,802,350	4,264
Adult and continuing education programs	76,344	68,971	7,373
Support Services:			
Student services	1,580,031	1,571,950	8,081
Instructional staff support	1,420,071	1,414,269	5,802
General administration	826,564	797,581	28,983
School administration	2,415,478	2,412,101	3,377
Business services	355,364	354,743	621
Plant services	3,814,721	3,826,240	(11,519)
Student transportation services	2,578,028	2,555,308	22,720
Central services	357,833	355,102	2,731
Community service programs	2,100	2,100	-
Food service programs	136,000	135,679	321
Debt service:			
Principal retirement	34,125	34,125	-
Interest and bank charges	1,147	1,147	-
Total Expenditures	37,435,000	37,248,783	186,217
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(556,353)	584,641	1,140,994
OTHER FINANCING SOURCES (USES)			
Sale of equipment	4,137	4,137	-
Operating transfers in	85,000	80,483	(4,517)
Operating transfers out	(750,000)	(705,751)	44,249
Total Other Financing Sources (Uses)	(660,863)	(621,131)	39,732
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(1,217,216)	(36,490)	1,180,726
ENCUMBRANCES OUTSTANDING AT YEAR END	-	191,579	191,579
FUND BALANCES AT BEGINNING OF YEAR	2,716,646	2,716,646	-
FUND BALANCES AT END OF YEAR	\$1,499,430	\$2,871,735	\$1,372,305

Participation in the plan is mandatory for those employees not eligible for enrollment in the Teachers' Retirement System or the Louisiana School Employees' Retirement System. Participation in the plan is optional for those employees enrolled in either of the above retirement systems.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the School Board, subject only to the claims of the School Board's general creditors. Participants' rights under the plan are equal to those of general creditors of the School Board in an amount equal to the fair market value of the deferred account for each participant.

Management is of the opinion that the School Board has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor. The School Board believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

7. POST-RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

The School Board provides certain continuing health care and life insurance benefits for its retired employees. 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 for retirees and similar benefits for active employees are provided through the State Employees Group Benefits Program, whose monthly premiums are paid jointly by the employee and the School Board. The School Board recognizes the cost of providing these benefits as an expenditure when the monthly premiums are due. For 1996 the cost of retiree benefits totaled \$1,240,094 for approximately 402 retirees.

8. CHANGES IN AGENCY FUND DEPOSITS DUE OTHERS

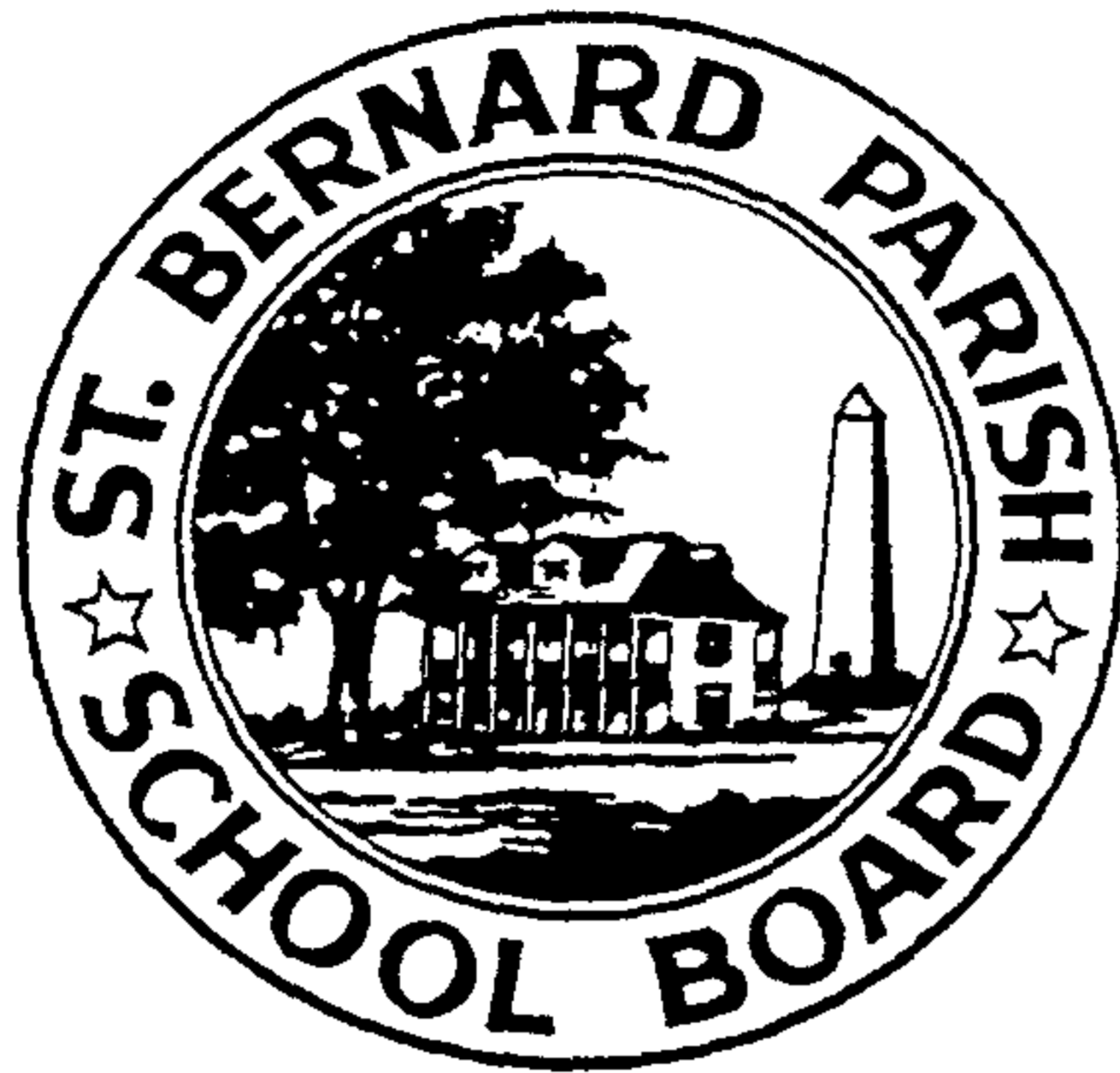
A summary of changes in Agency Fund deposits due others follows:

	School Activity Fund	Deferred Compensation Fund	Total
Balance at July 1, 1995	\$ 356,524	\$ 117,924	\$ 474,448
Additions	1,836,512	58,792	1,895,304
Deductions	(1,842,135)	(8,174)	(1,850,309)
Balance at June 30, 1996	<u>\$ 350,901</u>	<u>\$ 168,542</u>	<u>\$ 519,443</u>

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GENERAL FUND
Comparative Balance Sheet
June 30, 1996 and 1995

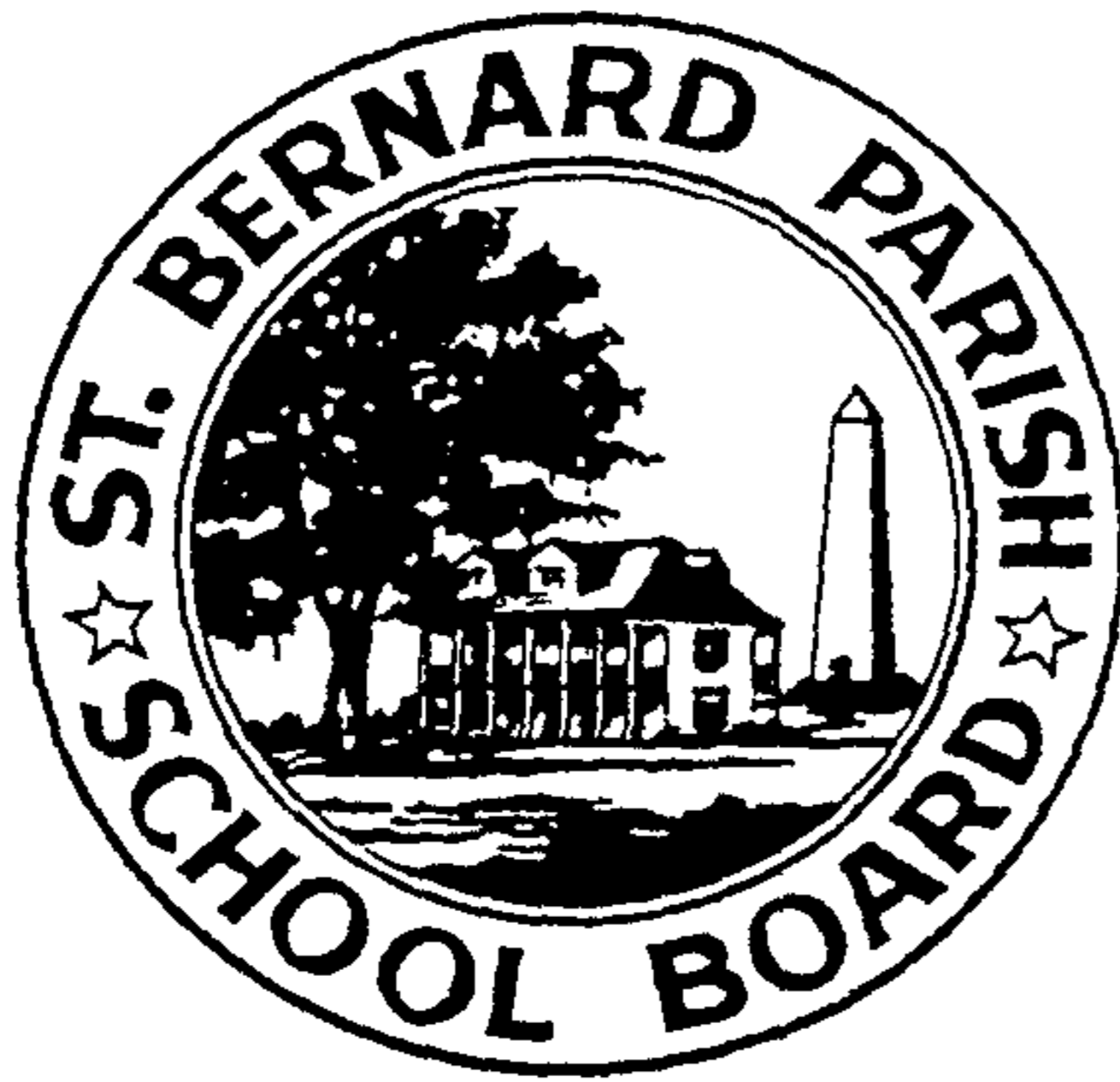
	<u>1996</u>	<u>1995</u>
ASSETS		
Cash and cash equivalents	\$2,776,317	\$3,342,986
Receivables	116,615	226,648
Interfund receivables	3,067,986	3,067,003
Other assets	204,048	256,024
	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$6,164,966</u>	<u>\$6,892,661</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts, salaries, and other payables	\$3,194,424	\$4,071,556
Interfund payables	21	2,042
Deferred revenues	98,786	102,417
	<u> </u>	<u> </u>
Total Liabilities	<u>3,293,231</u>	<u>4,176,015</u>
Fund balance:		
Reserved for encumbrances	191,579	184,399
Unreserved:		
Designated for instruction	38,860	32,393
Designated for special education	4,080	831
Designated for equipment repair	28,100	21,077
Designated for pay raises - teachers' bargaining unit	362,880	354,911
Designated for pay raises - combined bargaining unit	586,951	-
Designated for self insurance retention	115,000	115,000
Designated for alternative school	350,000	-
Undesignated fund balance	1,194,285	2,008,035
	<u> </u>	<u> </u>
Total Fund Balance	<u>2,871,735</u>	<u>2,716,646</u>
	<u> </u>	<u> </u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$6,164,966</u>	<u>\$6,892,661</u>



CAPITAL PROJECTS FUND

The Capital Projects Fund is used to account for the district-wide improvement of public school facilities. Financing has been provided by monies transferred from the general fund for projects authorized by the School Board.

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GENERAL FUND

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

DEBT SERVICE FUNDS

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

For the Year Ended June 30, 1996

With Comparative Totals for the Year Ended June 30, 1995

	AD VALOREM TAX BOND	SALES TAX BOND - 1990		TOTALS	
		SINKING	RESERVE	1995	1994
REVENUES					
Local sources:					
Ad valorem tax	\$198,158	-	-	\$198,158	\$203,838
Sales and use tax	-	\$654,027	-	654,027	661,133
Interest earnings	10,910	11,570	-	22,480	17,594
Total Revenues	209,068	665,597	-	874,665	882,565
EXPENDITURES					
Current:					
Support services- general administration	6,235	-	-	6,235	6,478
Debt service:					
Principal retirement	65,000	225,000	-	290,000	275,000
Interest	123,548	441,022	-	564,570	591,820
Bank charges	781	1,219	-	2,000	2,792
Total Expenditures	195,564	667,241	-	862,805	876,090
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	13,504	(1,644)	-	11,860	6,475
FUND BALANCES AT BEGINNING OF YEAR	195,223	222,894	\$700,000	1,118,117	1,111,642
FUND BALANCES AT END OF YEAR	\$208,727	\$221,250	\$700,000	\$1,129,977	\$1,118,117

EARLY CHILDHOOD DEVELOPMENT PROGRAM FUND

The Early Childhood Development Program is a program that includes children who are at high risk of being insufficiently ready for the regular school program and who have not been identified as eligible for special education services.

INFANT/TODDLER CHILD SEARCH PROGRAM FUND

The Infant/Toddler Child Search Program is a state funded search to identify children from birth to age three who are in need of special education and social services.

JOB TRAINING PARTNERSHIP ACT FUND

The Job Training Partnership Act Fund accounts for federal funds allocated to programs which provide basic education, job training and employment skills to economically disadvantaged students or those who face significant employment barriers.

VOCATIONAL EDUCATION FUND

The Vocational Education Fund accounts for Carl D. Perkins Vocational and Applied Technology Education federal funds allocated for business education, guidance and counseling.

ADULT EDUCATION FUND

The Adult Education Fund accounts for federal funds allocated to programs serving undereducated individuals sixteen years of age and above whose goal is to achieve a general equivalency diploma.

DEBT SERVICE FUNDS
 Combining Balance Sheet
 As Of June 30, 1996
 With Comparative Totals for June 30, 1995

	AD VALOREM TAX BOND	SALES TAX BOND - 1990		TOTALS	
		SINKING	RESERVE	1996	1995
ASSETS					
Cash and cash equivalents	\$207,023	\$110,663	\$700,000	\$1,017,686	\$1,006,806
Interfund receivables	1,704	110,587	-	112,291	111,561
TOTAL ASSETS	<u>\$208,727</u>	<u>\$221,250</u>	<u>\$700,000</u>	<u>\$1,129,977</u>	<u>\$1,118,367</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Interfund Payables	-	-	-	-	\$250
Total liabilities	-	-	-	-	250
Fund balance:					
Reserved for debt service	\$208,727	\$221,250	\$700,000	\$1,129,977	1,118,117
TOTAL LIABILITIES AND FUND BALANCE	<u>\$208,727</u>	<u>\$221,250</u>	<u>\$700,000</u>	<u>\$1,129,977</u>	<u>\$1,118,367</u>

11. INTERFUND ASSETS/LIABILITIES

Individual fund balances due from/to other funds at June 30, 1996 are as follows:

<u>Fund</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$3,067,986	\$ 21
Special Revenue Funds:		
Improving America's Schools Act - Title I	-	214,485
Improving America's Schools Act - Title II	-	23,892
Improving America's Schools Act - Title IV	-	58,329
Improving America's Schools Act - Title VI	-	9,925
Head Start	-	24,377
School Lunch Fund	-	2,396
Public Law 101-476 - Flow Thru	-	137,871
Public Law 101-476 - Preschool	20	18,946
Public Law 101-476 - IDEA - Part H	-	188
Goals 2000 : Educate America Act School-To-Work	-	52,436
State Extended School Year Program	-	9,766
Early Childhood Development Program	-	20,100
Infant/Toddler Child Search Program	812	12,500
Job Training Partnership Act	-	7,030
Vocational Education	-	36,000
Adult Education	-	6,900
		13,455
Debt Service Funds:		
Ad Valorem Tax	1,704	-
Sales Tax Bond	110,587	-
Agency Funds:		
Federal Clearing Fund	-	23,892
Sales Tax Clearing Fund	-	2,402,103
Extended Day School Clearing Fund	-	580
Summer School Fund	-	105,917
Totals	<u>\$3,181,109</u>	<u>\$3,181,109</u>

PUBLIC LAW 101-476 PRESCHOOL			PUBLIC LAW 101-476 IDEA Part H			PUBLIC LAW 89-313		
BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
.
.
2,165	1,826	(339)	18	18	.	22	22	.
58,783	59,094	311	497	497	.	588	587	(1)
60,948	60,920	(28)	515	515	.	610	609	(1)
34,713	36,653	(1,940)	.	.	.	588	587	1
21,074	21,766	(692)	497	497	.	.	.	.
2,996	675	2,321	.	.	.	.	.	.
58,783	59,094	(311)	497	497	.	588	587	1
2,165	1,826	(339)	18	18	.	22	22	.
(2,165)	(1,826)	339	(18)	(18)	.	(22)	(22)	.
(2,165)	(1,826)	339	(18)	(18)	.	(22)	(22)	.

9. ACCOUNTS, SALARIES AND OTHER PAYABLES

The payables of \$3,692,193 at June 30, 1996, are as follows:

	General Fund	Special Revenue Funds	Workers' Compensation Internal Service Fund	Total
Salaries payable	\$1,827,048	\$240,195	-	\$2,067,243
Withholding payable	1,279,021	61,598	-	1,340,619
Accounts payable	88,355	7,599	\$188,377	284,331
TOTAL	<u>\$3,194,424</u>	<u>\$309,392</u>	<u>\$188,377</u>	<u>\$3,692,193</u>

10. CHANGES IN GENERAL LONG-TERM DEBT

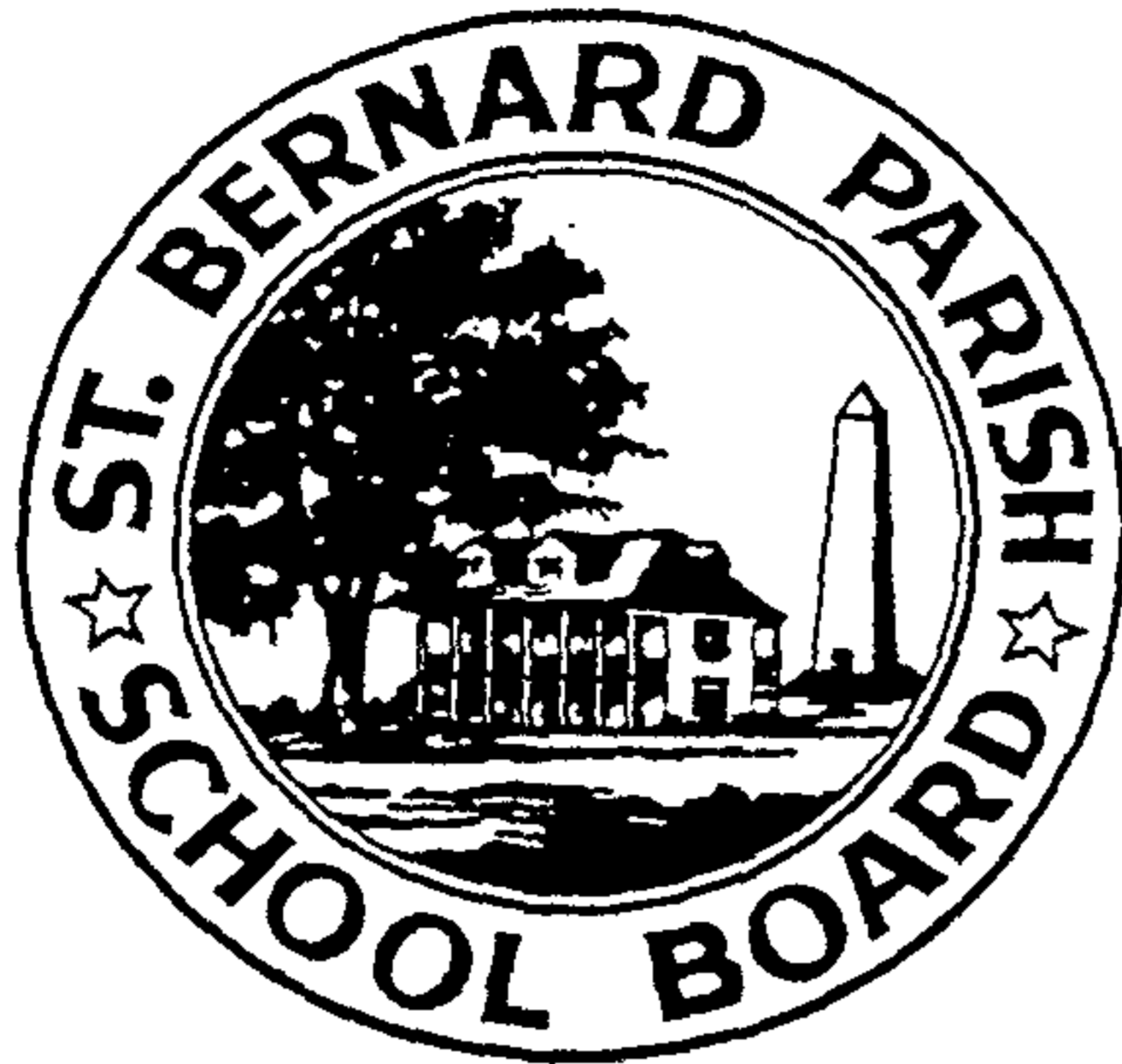
The following is a summary of the long-term debt transactions for the year ended June 30, 1996:

	Bonded Debt	Compensated Absences	Capital Lease	Total
Long-term Debt at July 1, 1995	\$7,840,000	\$6,142,051	\$ 34,125	\$14,016,176
Additions	-	903,972	-	903,972
Deductions	(290,000)	(584,564)	(34,125)	(908,689)
Long-term Debt at June 30, 1996	<u>\$7,550,000</u>	<u>\$6,461,459</u>	<u>-</u>	<u>\$14,011,459</u>

Bonded Debt

School Board bonds outstanding at June 30, 1996, in the amount of \$7,550,000 are general obligation and sales tax bonds with maturities from 1996 to 2010 and interest rates from 6.5 to 10.0 percent. Bond principal and interest payable in the next fiscal year are \$315,000 and \$535,570 respectively. The individual issues are as follows:

Bond Issue	Original Issue	Interest Rates	Final Payments Due	Interest to Maturity	Principal Outstanding	Funding Source
General Obligation: 3/1/90	\$ 1,965,000	6.5-10.0%	3/1/10	\$ 985,710	\$ 1,675,000	Ad valorem
Sales Tax: 5/1/90	\$ 7,000,000	6.6-10.0%	5/1/10	3,549,698	5,875,000	Sales Tax
Total				<u>\$4,535,408</u>	<u>\$7,550,000</u>	



DEBT SERVICE FUNDS

The Debt Service Funds are used to account for the accumulation of monies for the payment of general obligation and sales tax bond principal and interest. The general obligation bond payments are financed by ad valorem tax levies and the sales tax bond payments are financed by sales tax collections. The School Board maintains the following Debt Service Funds:

**AD VALOREM TAX BOND SINKING
SALES TAX BOND SINKING - 1990
SALES TAX BOND RESERVE - 1990**

ST. BERNARD PARISH SCHOOL BOARD

SPECIAL REVENUE FUNDS

Combining Schedule of Revenues, Expenditures
and Changes in Fund Balances -
Budget and Actual (Adjusted to Budgetary Basis)
For the Year Ended June 30, 1996

	SCHOOL LUNCH FUND			PUBLIC LAW 101-476 FLOW THRU		
	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES						
Local Sources:						
Food services income						
Interest earnings	\$435,200	\$429,542	(\$5,658)	.	.	.
State Sources:	5,000	9,647	4,647	.	.	.
Unrestricted grants-in-aid				.	.	.
Restricted grants-in-aid	615,650	615,650	.	.	.	.
Federal Sources:						
Unrestricted indirect cost recoveries	.	.	.	.	.	.
Restricted grants-in-aid:				\$14,242	\$14,242	.
Direct	.	.	.	.	.	.
Subgrants	1,642,546	1,584,706	(\$57,840)	.	.	.
Other - Commodities	175,000	162,033	(12,967)	486,862	486,862	.
Total Revenues	<u>2,873,396</u>	<u>2,801,578</u>	<u>(71,818)</u>	<u>501,104</u>	<u>501,104</u>	.
EXPENDITURES						
Current:						
Instruction:						
Regular programs	.	.	.	.	.	.
Special programs	.	.	.	.	.	.
Adult and continuing education programs	.	.	.	135,710	135,710	.
Support Services:						
Student services	.	.	.	.	.	.
Instructional staff support	.	.	.	149,442	149,442	.
General administration	.	.	.	195,349	195,349	.
Plant services	.	.	.	500	500	.
Student transportation services	.	.	.	2,800	2,800	.
Food services program	.	.	.	3,061	3,061	.
Total Expenditures	<u>2,873,100</u>	<u>2,857,730</u>	<u>15,370</u>	<u>486,862</u>	<u>486,862</u>	.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>296</u>	<u>(56,152)</u>	<u>(56,448)</u>	<u>14,242</u>	<u>14,242</u>	.
OTHER FINANCING SOURCES (USES)						
Sale of fixed assets	.	2,065	2,065	.	.	.
Operating transfers out	.	.	.	(14,242)	(14,242)	.
Total Other Financing Sources (Uses)	.	<u>2,065</u>	<u>2,065</u>	<u>(14,242)</u>	<u>(14,242)</u>	.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	<u>296</u>	<u>(54,087)</u>	<u>(54,383)</u>	.	.	.
FUND BALANCES AT BEGINNING OF YEAR	<u>123,114</u>	<u>123,114</u>	.	.	.	.
FUND BALANCES AT END OF YEAR	<u>\$123,410</u>	<u>\$69,027</u>	<u>(\$54,383)</u>	.	.	.

SPECIAL REVENUE FUNDS

IMPROVING AMERICA'S SCHOOLS ACT FUNDS

Title I of Public Law 103-382, the Improving America's Schools Act (IASA), is a program for educationally deprived school children residing in areas having high concentrations of children from low-income families. Title I services are provided through various projects that are designed to meet the special needs of educationally deprived children. The activities supplement, rather than replace, state and locally mandated activities.

Title II of Public Law 103-382, the Improving America's Schools Act, is a federally financed program designed to strengthen the skills of teachers in mathematics, science, foreign languages and computer learning.

Title IV of Public Law 103-382, the Improving America's Schools Act, establishes programs of drug abuse education and prevention coordinated with related community efforts and resources.

Title VI of Public Law 103-382, the Improving America's Schools Act, is a program by which the federal government provides block grant funds to the school system based on a per pupil allocation for audio-visual materials, equipment and library resources.

ECONOMIC OPPORTUNITY ACT FUND - HEADSTART

Headstart is a federally financed program designed to benefit economically disadvantaged pre-school age children. Medical, dental, mental health and social services as well as adult education and literacy programs are provided for Headstart students, their parents and their families.

SCHOOL LUNCH FUND

The School Lunch Fund accounts for revenues received from food services, federal and state grants and entitlements for operation of the school cafeterias.

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 and sales tax. At June 30, 1996, the School Board has accumulated \$1,129,977 in the Debt Service Funds for future debt requirements. The bonds are due as follows:

<u>Year Ending June 30</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total</u>
1997	\$ 315,000	\$ 535,570	\$ 850,570
1998	335,000	504,070	839,070
1999	365,000	470,570	835,570
2000	395,000	446,560	841,560
2001	425,000	420,275	845,275
2002	460,000	391,730	851,730
2003	495,000	360,608	855,608
2004	535,000	326,865	861,865
2005	580,000	290,130	870,130
2006	620,000	250,305	870,305
2007	675,000	207,728	882,728
2008	725,000	161,377	886,377
2009	780,000	111,593	891,593
2010	845,000	58,027	903,027
Total	<u>\$7,550,000</u>	<u>\$4,535,408</u>	<u>\$12,085,408</u>

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term general obligation bonded debt in excess of 35 percent of the assessed value of taxable property. At June 30, 1996, the statutory limit is \$85,464,560 and outstanding general obligation bonded debt totals \$1,675,000.

In addition, the School Board is legally restricted from incurring long-term bonded debt secured by sales and use taxes in excess of 75 percent of the avails of the tax. The School Board was within this 75 percent limitation in 1990 when the sales tax bonds were issued.

GENERAL FUND

Comparative Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
REVENUES		
Local sources:		
Ad valorem tax	\$2,264,527	\$2,174,139
Sales and use tax	10,905,752	9,880,966
Rentals, leases and royalties	119,186	154,006
Tuition	474,107	450,378
Interest earnings	276,010	222,380
Other	316,286	328,088
State sources:		
Unrestricted grants-in-aid	22,343,230	21,898,828
Restricted grants-in-aid	1,103,934	1,762,547
Federal sources:		
Restricted Grants-in-aid:		
Direct	30,392	29,053
Subgrants	-	10,148
Total Revenues	<u>37,833,424</u>	<u>36,910,533</u>
EXPENDITURES		
Current:		
Instruction:		
Regular programs	17,784,779	17,512,075
Special programs	5,797,895	5,616,916
Adult and continuing education programs	68,971	71,332
Support Services:		
Student services	1,569,056	1,524,821
Instructional staff support	1,410,758	1,431,326
General administration	797,581	973,377
School administration	2,412,101	2,403,555
Business services	354,743	340,833
Plant services	3,805,831	3,664,853
Student transportation service	2,527,336	2,520,336
Central services	355,102	307,605
Community service programs	2,100	2,100
Food service programs	135,679	124,448
Debt Service:		
Principal retirement	34,125	47,554
Interest and bank charges	1,147	5,354
Total Expenditures	<u>37,057,204</u>	<u>36,546,485</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>776,220</u>	<u>364,048</u>
OTHER FINANCING SOURCES (USES)		
Sale of equipment	4,137	858
Operating transfers in	80,483	72,254
Operating transfers out	(705,751)	(21,966)
Total Other Financing Sources (Uses)	<u>(621,131)</u>	<u>51,146</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>155,089</u>	<u>415,194</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>2,716,646</u>	<u>2,301,452</u>
FUND BALANCES AT END OF YEAR	<u>\$2,871,735</u>	<u>\$2,716,646</u>

ST. BERNARD PARISH SCHOOL BOARD

SPECIAL REVENUE FUNDS

Combining Schedule of Revenues, Expenditures
and Changes in Fund Balances -
Budget and Actual (Adjusted to Budgetary Basis)
For the Year Ended June 30, 1996

	GOALS 2000: EDUCATE AMERICA ACT TITLE III			SCHOOL-TO-WORK OPPORTUNITIES ACT		
	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES						
Local Sources:						
Food services income	.	.	.	.	.	.
Interest earnings	.	.	.	.	.	.
State Sources:						
Unrestricted grants-in-aid	.	.	.	.	.	.
Restricted grants-in-aid	.	.	.	.	.	.
Federal Sources:						
Unrestricted indirect cost recoveries	.	.	.	.	.	.
Restricted grants-in-aid:	\$2,549	\$2,336	(\$213)	\$266	\$266	.
Direct	.	.	.	.	.	.
Subgrants	87,056	81,276	(5,780)	7,234	7,234	.
Other - Commodities	.	.	.	.	.	.
Total Revenues	89,605	83,612	(5,993)	7,500	7,500	.
EXPENDITURES						
Current:						
Instruction:						
Regular programs	15,095	15,094	1	7,095	7,095	.
Special programs	.	.	.	.	.	.
Adult and continuing education programs	.	.	.	.	.	.
Support Services:						
Student services	.	.	.	.	.	.
Instructional staff support	71,961	66,182	5,779	.	.	.
General administration	.	.	.	.	.	.
Plant services	.	.	.	.	.	.
Student transportation services	.	.	.	.	.	.
Food services program	.	.	.	139	139	.
Total Expenditures	87,056	81,276	5,780	7,234	7,234	.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,549	2,336	(\$213)	266	266	.
OTHER FINANCING SOURCES (USES)						
Sale of fixed assets	.	.	.	.	.	.
Operating transfers out	(2,549)	(2,336)	213	(266)	(266)	.
Total Other Financing Sources (Uses)	(2,549)	(2,336)	213	(266)	(266)	.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)
FUND BALANCES AT BEGINNING OF YEAR
FUND BALANCES AT END OF YEAR

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Principal Property Taxpayers
June 30, 1996
(Unaudited)

<u>TAXPAYER</u>	<u>TYPE OF BUSINESS</u>	<u>1996 ASSESSED VALUATION</u>	<u>1996 PERCENTAGE OF ASSESSED VALUATION</u>
(1) Mobil Oil Corporation	Oil and Gas	\$22,735,635	16.01%
(2) Murphy Oil	Oil and Gas	17,113,536	12.05%
(3) South Central Bell	Telephone Utility	6,548,510	4.61%
(4) Amstar	Sugar Refinery	6,100,802	4.30%
(5) Louisiana Power and Light	Electric Utility	5,445,566	3.84%
(6) Southern Natural Gas	Gas Utility	4,131,603	2.91%
(7) Total Minatome Corporation	Oil and Gas	3,379,500	2.38%
(8) Universal Health Services	Health Care	2,234,189	1.57%
(9) Warren Petroleum	Oil and Gas	2,142,665	1.51%
(10) First National Bank of St. Bernard	Financial Services	<u>1,747,535</u>	1.23%
Totals		<u>\$71,579,541</u>	<u>50.41%</u>

Source: St. Bernard Parish Assessor's Office

- 4) The Single Audit Section includes the schedule of federal financial assistance and the independent auditor's reports on the internal control structure and compliance with applicable laws and regulations. This single audit is required in conformity with the provisions of the Single Audit Act of 1984 and U.S. Office of Management and Budget Circular A-128, Audits of State and Local Governments.

The St. Bernard Parish School Board was created by Louisiana Revised Statute (LSA-R.S.) 17:51 to provide public education for the children within St. Bernard 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 eleven members who are elected from eleven districts serving concurrent terms of four years. The Superintendent serves as secretary/treasurer to the School Board.

The School Board operates seventeen schools within the parish providing a full range of public educational programs and services appropriate to the 9,452 students enrolled. To supplement the regular educational programs, gifted and talented, special education, adult education and vocational education programs are offered. Instructional support services, as well as transportation services and food services are provided for the students.

This report includes all funds, account groups and activities which are not legally separate from the School Board and has been prepared in conformity with generally accepted accounting principles.

ECONOMIC CONDITION AND OUTLOOK

St. Bernard Parish is located in the extreme southeastern section of Louisiana bordering on the Mississippi River and extending eastward to the Gulf of Mexico. Population has not changed significantly over the past ten years. The Parish currently has a 7.4% unemployment rate as compared with a statewide rate of 6.8% and a national average of 5.3%. Latest per capita income figures show St. Bernard Parish at \$16,137 compared with \$18,827 for Louisiana and \$22,788 for the nation. From the perspective of the educational system, a school to work program has been developed in an effort to reduce the unemployment levels of newly graduated high school students.

St. Bernard Parish is diversifying its industrial base so as to better utilize its natural resources. Key to this is the Mississippi River, its fishing estuaries and its growing port

facilities. The Port of St. Bernard, located on the convergence of the three major maritime corridors of the Mississippi River, the Mississippi Gulf Outlet and the Gulf Intracoastal Waterway, has expanded its physical facilities in order to attract additional commercial development and to serve as a warehousing and distribution center. Operating both the Chalmette and Arabi Terminals, the Port of St. Bernard currently has 27 tenants. The 27 tenants occupy approximately 1.2 million square feet of space at the Port. The tenants employ approximately 357 workers of which approximately 60% live in St. Bernard Parish. With a total annual payroll of \$6 million, approximately \$3.6 million directly impacts the employees who reside in St. Bernard Parish. The present tenants project the addition of approximately 50-75 employees within the next year. The Port tenants spend approximately \$205 million per year in the purchase of goods and services, of which \$112 million is spent in Louisiana, \$75 million in the New Orleans area and \$9 million in St. Bernard Parish. Their operations generate \$4.5 million in sales taxes of which approximately \$622,500 directly impacts St. Bernard Parish.

The Port intends to begin a \$34 million rehabilitation of the docks at the Chalmette and Arabi Terminals. The first phase of the rehabilitation will cost approximately \$10 million, \$6 million of which has been allocated, but has not yet been received by the Port. Additionally, 40,000 square feet of buildings will be renovated at a projected cost of \$1 million. This project is expected to generate 20-30 new jobs.

St. Bernard Parish is experiencing growth in the support services for the oil and gas industry. The State of Louisiana is seeing growth and prosperity in that field as it has not seen for the past ten years.

The demand for technically skilled workers, such as welders and machinists, is expected to increase. Demand for trained office and service workers is expected to remain strong and slightly increase over the next several years. Specialty plastics, specialty chemicals, prepared foods, furniture manufacturing, tourism, warehousing and distribution represent the most promising growth sectors for the local economy; however, job generation from these sectors is expected to increase only gradually over the next several years.

The forty-four acre Versailles Industrial Park is currently occupied by approximately 25 businesses. The infrastructure servicing this industrial park has recently been upgraded. The property owners assessed themselves a one-time tax which generated approximately \$700,000 and, as part of the 1995 capital outlay budget, St. Bernard Parish was awarded \$300,000. Road and drainage improvements began in early 1996 and is in its final phase. The projected total cost of the project is \$3,200,000.

The School Board continues to face many challenges. The instructional and capital needs of the district remain numerous, with needs increasing as we serve a greater and more diverse population of students. To address these issues citizen and educational groups are joining together for the purpose of long range strategic planning.

tests were among the best in the metropolitan area. St. Bernard Parish was able to boast of the highest scores in the metro-New Orleans area on the LEAP graduation exit exam, a test all high school graduates must pass in order to receive a high school diploma. These results indicate that the district's commitment to high educational standards continues to be paramount, and that students are responding to those standards with a performance that ranks above the minimum.

- 5) With the 1995-96 school year came a new commitment to establishing School-to-Work programs within the St. Bernard Parish Schools. For the first time, high school students were participating in career shadowing activities, and middle school students were completing interest inventories designed to provide counselors with information for career counseling programs, each made possible with funds received through a \$7,500 grant from the Louisiana School-to-Work Design Team. Seniors were treated to a day of mock job interviews as a practice activity prior to their actual searching for jobs after graduation. It also allowed for the seeds of a new publication for students called "Get A Life" which will give students the information they need to plan their high school careers and their directions after high school. The close of the school year found plans for the district's first School-to-Work academy becoming a reality, as Chalmette High School staffed and ordered materials for a new Communications Academy and Virtual Academy for students in the 1996-97 school year.
- 6) In order to keep pace with our technologically advanced society, the School Board has installed and maintained networked computer laboratories in all seventeen of its schools. Additionally, through a pooling of federal, state and local funds, two computers in every kindergarten classroom and three computers in every first through fifth grade classroom have been maintained. These computers are used as interactive instructional tools to support and enhance the daily curriculum in our elementary schools.

In all of our elementary schools, both teachers and students have received training on the use of computers and software. Software has been used to reinforce classroom instruction in reading and math. A children's word processing program was also used to provide practice and improvement of writing skills. The new math program reinforced basic math facts and has been correlated with the current math series and identified LEAP objectives. A management system, which enables teachers to track student progress, was installed. One incentive program, Accelerated Reader Program (ARP), was used to improve comprehension skills while motivating students to read independently. In the past year, students read over 87,000 books and successfully passed tests on each of the books.

This program, which is scheduled to open October 1996, is designed for middle and high school students who are:

- expelled according to the guidelines outlined in the St. Bernard Parish Public Schools' Guide to Student Conduct. Nova Academy is mandatory for these students.
- exceptional students who have been identified by the IEP Committees as being severely disruptive and needing more structure than can be provided in the traditional school setting.
- mandated to attend by a joint decision of the courts and school system.

12) Through an 8(g) grant obtained for the purpose of enhancing the middle school program through staff development activities, administrators, teachers and counselors attended workshops and conferences addressing the needs of the middle school child. Activities focused on ways to individualize classroom delivery to better address the diverse learning styles and preferences of students.

13) In an effort to work toward the goal of having all children ready to start school, the Board has continued to work with at-risk families through the Head Start Program and Model Early Childhood Program (MECP). Teachers, assistants and component coordinators go into the home to assess needs and collaborate with families in meeting these needs and in setting goals to be achieved through education. One hundred families are served through Head Start and an additional twenty families through MECP.

An on-site review of program services was conducted during 1996 by an eight member team from the Region VI office. Recommendations of this review team combined with the recommendations of a program self-assessment constitute a Program Improvement Plan which will be the blueprint for program improvement activities for the next three years.

A community needs assessment will soon be conducted in order to determine any changes in population, in services needed, or in services provided in the community. The results of this assessment will be studied and the results will be incorporated with the Program Improvement Plan.

Services provided by the Head Start Family Literacy Center have been expanded to include a computer managed program addressing skills necessary to achieve a GED, and greater efforts will be made to reach more families who aspire to this goal. A partnership was established with

together with administrators, employees, parents and community leaders are exploring funding sources for these major renovations as well as for possible new construction.

- 20) The end of the 1995-96 school year saw change sweep through the district. The Board appointed a new Superintendent who, based on the recommendations of a Blue Ribbon Citizen's Review Committee, began the processes for developing a five-year strategic plan for the district. Employees, community members and parents have been invited to join the efforts to re-design our school district for the 21st century. As the 1996-97 school year progresses, that plan will take shape, and district-wide improvement efforts will be underway. Our new vision for the future? "St. Bernard Parish Public Schools will be recognized as a premier school district empowering staff to meet the needs of all students through state-of-the-art educational programs and facilities, evoking pride within an involved community."

FINANCIAL INFORMATION

Internal Controls

When establishing and maintaining its accounting system, the School Board ensures that adequate internal controls are in place. Internal controls are designed to provide reasonable, but not absolute, assurances that the assets of the School Board are protected from loss, theft or misuse and to ensure the reliability of the financial records used in the preparation of financial statements. 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 cost and benefits requires estimates and judgements by management. We believe that the School Board, through its internal control structure, adequately safeguards assets and provides reasonable assurances of proper recording of financial transactions.

Budgetary Controls

Louisiana state law requires all School Boards to adopt a balanced budget for its General Fund by September 30th of each year and for each Special Revenue Fund by September 30th or when the Special Revenue Fund is established.

The School Board approves its annual General Fund and Special Revenue Funds budgets by purpose, function and object. The School Board approves budgets at the fund level giving management the authority to transfer amounts among line items within any fund.

If actual revenues within the General Fund fail to meet budgeted revenues by five percent or more and/or actual expenditures within the General Fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting. Budgetary controls are in effect to ensure that the level of expenditures does not exceed the appropriated amounts and to ensure that all budget amendments are adopted when necessary.

An encumbrance accounting system, to further ensure budgetary controls, is used to record outstanding commitments of expenditures per line item. Encumbered amounts in the General Fund at year end are reserved in the fund balance but, for budgetary comparison purposes, are included as expenditures. In the Special Revenue Funds, encumbered amounts lapse at year end; however, encumbrances generally are reappropriated as part of the following year's budget.

Governmental Fund Operations

The Governmental Funds consisting of the General Fund, the Special Revenue Funds, the Debt Service Funds and the Capital Projects Fund with revenues totaling \$44,684,312 represent the largest portion of the School Board's revenues. The following schedule presents a summary of these revenues for the fiscal year ended June 30, 1996, and the amounts and percentages of increases and decreases in relation to prior year revenues.

Revenues	1996 Amount	Percent of Total	1995 Amount	Increase (Decrease) from 1995	Percent of Increase (Decrease)
Local Sources:					
Ad valorem tax	\$ 2,462,685	5.5%	\$ 2,377,977	\$ 84,708	3.6%
Sales and use tax	11,559,779	25.9%	10,542,099	1,017,680	9.7%
Rentals, leases and royalties	119,186	0.3%	154,006	<34,820>	<22.6%>
Tuition	474,107	1.1%	450,378	23,729	5.3%
Food service	429,542	1.0%	435,418	<5,876>	<1.3%>
Interest earnings	311,131	0.7%	255,576	55,555	21.7%
Other	316,286	0.7%	328,088	<11,802>	<3.6%>
Total Local Sources	<u>15,672,716</u>	<u>35.2%</u>	<u>14,543,542</u>	<u>1,129,174</u>	<u>7.8%</u>
State Sources:					
Equalization	22,633,586	50.6%	22,178,848	454,738	2.1%
Contributions to Teachers' Retirement	59,483	0.1%	64,121	<4,638>	<7.2%>
Revenue sharing Professional Improvement Program	325,214	0.7%	335,551	<10,337>	<3.1%>
Other	449,539	1.0%	476,963	<27,424>	<5.7%>
Other	689,424	1.5%	1,350,788	<661,364>	<49.0%>
Total State Sources	<u>24,157,246</u>	<u>53.9%</u>	<u>24,406,271</u>	<u><249,025></u>	<u><1.0%></u>
Total Federal Sources	<u>4,854,350</u>	<u>10.9%</u>	<u>4,940,449</u>	<u><86,099></u>	<u><1.7%></u>
Total Revenues	<u>\$44,684,312</u>	<u>100.0%</u>	<u>\$43,890,262</u>	<u>\$ 794,050</u>	<u>1.8%</u>

Local revenues are derived primarily from ad valorem taxes and sales and use taxes. Ad valorem tax receipts continue to grow as new construction and previously exempt industrial property are added to the tax rolls. Millages are established by the Louisiana State Constitution and tax propositions approved by the people. Sales and Use taxes reflect a significant increase resulting from a one-time payment of back taxes owed by a large taxpayer within St. Bernard Parish. Royalties decreased because a one-time payment for the right-of-way across School board owned property which had been paid in the

prior year was no longer available. Increasing interest rates and greater availability of funds account for additional earnings on investments.

State revenues continue to provide the majority of revenue available to the School Board. An increase in Equalization funding from the prior year is the result of an increase in the per-pupil amount in the state funding formula. In 1995, Harrah's Casino in New Orleans was licensed by the state of Louisiana as its sole land-based casino. Upon the opening of its temporary facility, Harrah's paid the state a lump sum of \$125 million which was used to fund a one-time salary supplement for all state employees in 1995. The decrease in other state revenues reflects the School Board's portion of this funding which was not renewed in 1996.

A small decrease in federal revenues resulted from the decrease in the Head Start and Title I funding and a decrease in federal commodities provided for the School Lunch Program.

The following schedule presents a summary of governmental funds expenditures for the fiscal year ended June 30, 1996, and the percentages of increases and decreases in relation to prior year expenditures.

<u>Expenditures</u>	<u>1996 Amount</u>	<u>Percent of Total</u>	<u>1995 Amount</u>	<u>Increase (Decrease) from 1995</u>	<u>Percent of Increase (Decrease)</u>
Instruction:					
Regular programs	\$18,062,595	40.9%	\$17,827,232	\$ 235,363	1.3%
Special programs	7,522,459	17.0%	7,409,708	112,751	1.5%
Adult and continuing education programs	<u>115,002</u>	<u>0.3%</u>	<u>121,940</u>	<u><6,938></u>	<u><5.7%></u>
Total Instruction	<u>25,700,056</u>	<u>58.2%</u>	<u>25,358,880</u>	<u>341,176</u>	<u>1.3%</u>
Support Services:					
Student services	1,864,144	4.2%	1,784,667	79,477	4.5%
Instructional staff services	2,119,115	4.8%	2,112,740	6,375	0.3%
General administration	805,716	1.8%	981,755	<176,039>	<17.9%>
School administration	2,412,101	5.5%	2,403,555	8,546	0.4%
Business services	354,743	0.8%	340,833	13,910	4.1%
Plant services	3,826,352	8.7%	3,700,964	125,388	3.4%
Student transportation services	2,544,227	5.8%	2,533,182	11,045	.4%
Central services	<u>355,102</u>	<u>0.8%</u>	<u>307,605</u>	<u>47,497</u>	<u>15.4%</u>
Total Support Services	<u>14,281,500</u>	<u>32.4%</u>	<u>14,165,301</u>	<u>116,199</u>	<u>0.8%</u>
Food Services	<u>2,993,409</u>	<u>6.8%</u>	<u>2,972,110</u>	<u>21,299</u>	<u>0.7%</u>
Community Services	<u>2,100</u>	<u>0.0%</u>	<u>2,100</u>	<u>-</u>	<u>0.0%</u>
Facility acquisition and construction	<u>250,225</u>	<u>0.6%</u>	<u>213,115</u>	<u>37,110</u>	<u>17.4%</u>
Debt Service	<u>891,842</u>	<u>2.0%</u>	<u>922,520</u>	<u><30,678></u>	<u><3.3%></u>
Total Expenditures	<u>\$44,119,132</u>	<u>100.00%</u>	<u>\$43,634,026</u>	<u>\$485,106</u>	<u>1.1%</u>

Overall expenditures in 1996 are at the School Board's normal operating level showing only a 1.1% increase from the prior year. The slight increase in expenditures in program cost areas are primarily attributable to increased labor costs and maintenance on aging school buildings.

The total fund balance of all governmental funds is \$4,707,903 at year-end, which is an increase of \$565,631. While the School Board has no need to enter the short-term debt market to finance current operations, it continues to study the possibility of incurring long-term debt to finance renovations for deteriorating school facilities.

Proprietary Fund Operation and Risk Management

On July 1, 1989, the School Board initiated a limited risk management program for workers' compensation and established a self funded Workers' Compensation Internal Service Fund. Monies are transferred from the General Fund and School Lunch Fund each year to accumulate resources to pay current claims and provide for potential losses. Insurance has been purchased to fund individual workers' compensation claims exceeding \$250,000. Loss control procedures, including employee safety training, have been implemented. As a result, claims have decreased resulting in an increase of \$16,790 in retained earnings.

Fiduciary Funds Operations

The School Board acts in a trustee capacity for the Joseph Accardo Scholarship Fund. The donated principal of \$15,000 must remain intact, and the earnings from investment of the principal are used to award a college scholarship to a deserving senior chosen from each high school on a rotating basis. Fund equity for the year ended June 30, 1996, is \$27,924.

The School Board has oversight responsibility for all school activity and clearing accounts. Monies collected in the clearing accounts are transferred to the appropriate governmental funds and are recognized as revenues only after transfer. School principals exercise significant authority over the disbursement of funds in the school activity accounts. We believe that sufficient internal controls are in place to ensure that these funds are expended in accordance with all state laws and regulations.

Debt Administration

At June 30, 1996, the School Board had the following outstanding debt: \$1,675,000 of general obligation bonds and \$5,875,000 of sales tax bonds. No bonds were issued nor capitalized lease agreements entered into during the fiscal year.

Under Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring general obligation long-term bonded debt in excess of 35% of the total assessed value of the taxable property within the parish. At June 30, 1996, the outstanding general obligation bonded debt of \$1,675,000 is well under the statutory limit of \$85,464,560. The general obligations bonds are serviced by an ad valorem tax levy on all taxable property. The 1990 bond issuance with an outstanding amount of \$1,675,000 has received a bond rating of "AAA" from Standard & Poor's Corporation and a rating

of "Aaa" from Moody's Investors Service as well as insurance coverage from Municipal Bond Investors Assurance Corporation.

In addition the School Board is legally restricted from incurring long-term bonded debt secured by sales and use tax in excess of 75% of the avails of the tax. The School Board was within this 75% limitation in 1990 when the sales tax bonds were issued. Each one-half percent sales tax generates approximately \$2,800,000. Outstanding sales tax bonds from the 1990 issuance total \$5,875,000 and have a "AAA" rating from Standard & Poor's Corporation and a "Aaa" rating from Moody's Investors Service as well as insurance coverage from Municipal Bond Investors Assurance Corporation.

Cash Management

The School Board currently invests all idle funds in demand deposits and certificates of deposit with local banks and savings and loans based on competitive bids. Interest earnings on all investments totaled \$344,971 for the year.

At June 30, 1996, the School Board has collected bank balances of \$8,262,624. Of the balances, \$549,613 is covered by federal depository insurance. In compliance with state laws, the remaining balance of \$7,713,011 is secured by bank owned securities specifically pledged to the School Board and held by an independent custodian bank. Under the provisions of GASB Statement No. 3, this remaining balance is considered uncollateralized because the securities are held by the pledging institution or its agent. However, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell pledged securities within ten days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon demand.

MAJOR OPERATIONAL OR FINANCIAL CONCERNS

The St. Bernard Parish School System enjoys a fine reputation throughout the metropolitan New Orleans area in terms of the curriculum it offers to its students and the resulting achievements of those students. However, two very serious concerns remain to this date unanswered.

First, the school system conducts its educational program in buildings ranging from 30 to 75 years of age. The school system simply cannot provide quality, forward-moving educational programs with the latest technology in out-of-date and deteriorating buildings. The economically depressed climate of the 1980's caused the district to severely curtail its on-going maintenance program; and, now as we approach the 21st century, our buildings simply cannot accommodate the demands placed upon them in terms of a positive student environment which is conducive to learning.

Secondly, our teachers continue to be among the lowest paid in the metropolitan New Orleans area. While working conditions, student achievement and conservative community values help us to maintain a highly qualified teaching corps, our concern is that, in the current economic time, the higher salaries in neighboring parishes will lure our

teachers away. We must address the issue of teacher pay raises if our educational system is to remain sound and student achievement is to remain consistent with local, state and national expectations.

On November 5th the School Board will present the voters with proposals which address both of these issues. However, if these proposals are rejected, the school system will have to give serious consideration to either returning to the voters in the near future or to a reprioritization of expenditures which could negatively impact instructional programs.

OTHER INFORMATION

Independent Audit

The financial records and transactions of the School Board for the year ended June 30, 1996, have been audited by Arthur Andersen LLP, a firm of independent certified public accountants. In addition to meeting the requirements set forth in Louisiana state statutes, the audit was designed to meet the requirements of the Single Audit Act of 1984 and related OMB Circular A-128. The auditor's report on the general purpose financial statements is included in the financial section of this report; the auditor's reports related to the Single Audit Act are included in the Single Audit Section.

Financial Reporting Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the St. Bernard Parish School Board for its comprehensive annual financial report for the fiscal year ended June 30, 1995. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

The St. Bernard Parish School Board was also awarded a Certificate of Excellence in Financial Reporting for its comprehensive annual financial report for the fiscal year ended June 30, 1995 by the Association of School Business Officials International (ASBO).

The award certifies that the school system has presented its comprehensive annual financial report to the ASBO Panel of Review for critical review and evaluation and that the report was judged to have complied with the principles and practices of financial reporting recognized by ASBO. Receiving the award is recognition that the school system has met the highest standards of excellence in school financial reporting.


Both a Certificate of Achievement (GFOA) and a Certificate of Excellence (ASBO) are valid for a period of one year only. The St. Bernard Parish School Board has received these certificates for the last four consecutive years. We believe our current comprehensive annual financial report continues to conform to the program requirements of both GFOA and ASBO and are submitting it to both organizations to determine its eligibility for each of the certificates.


Acknowledgments

The preparation of the Comprehensive Annual Financial Report on a timely basis could not have been accomplished without the efforts and dedication of the entire business operations staff. We would like to express our sincere thanks and appreciation to each and every employee who contributed to the development of this report as well as the St. Bernard Parish Assessor and the employees of the Planning Commission of the St. Bernard Parish Government for their help in providing the statistical data.

Lastly, we would like to thank and applaud the members of the St. Bernard Parish School Board for their leadership in planning and conducting the financial operation of the school system in a dedicated and responsible manner.

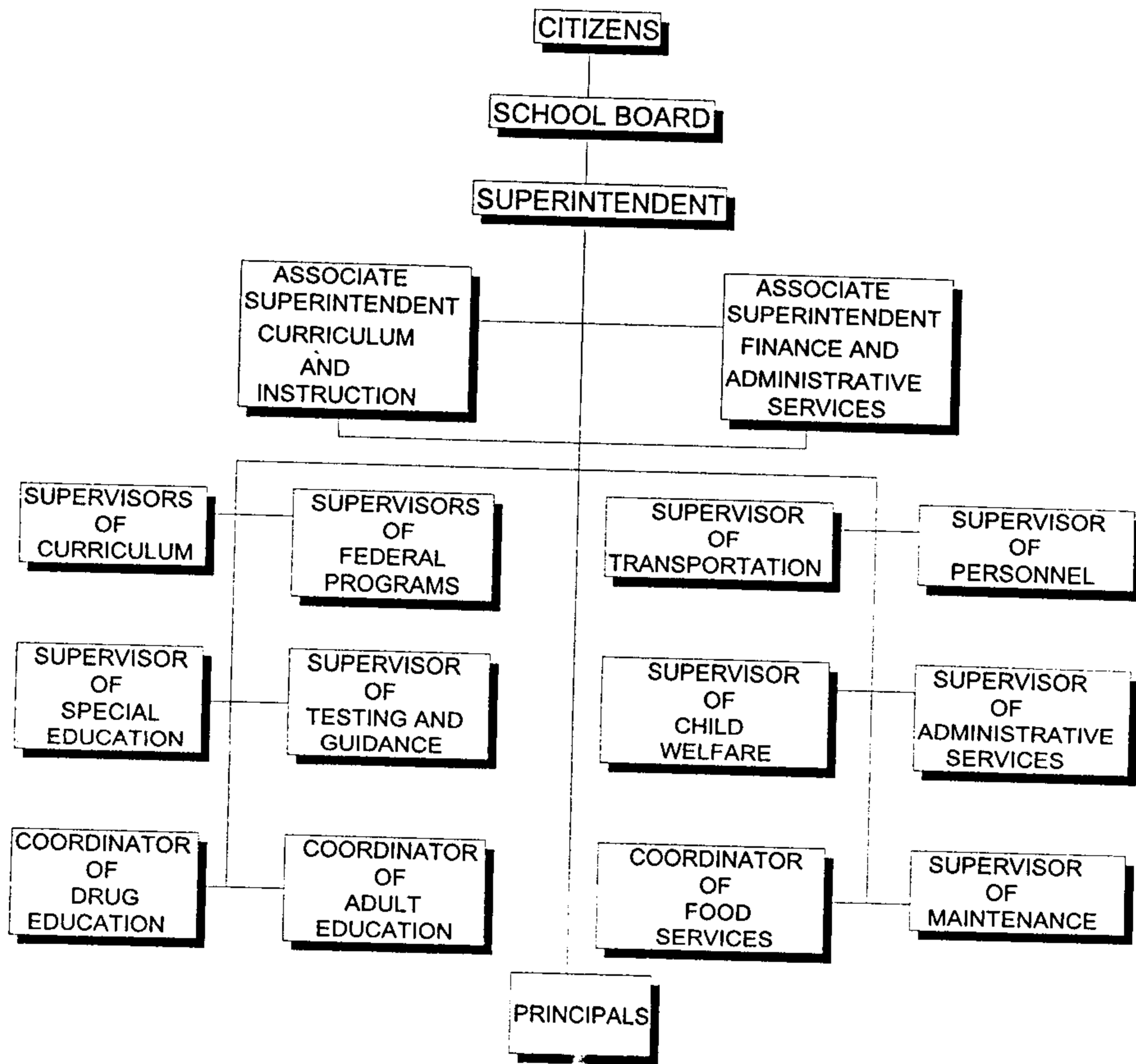
Respectfully submitted,


Frank P. Auderer, Jr.
Superintendent


Doris Voitier
Associate Superintendent
Finance and Administrative
Services

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ST. BERNARD PARISH SCHOOL BOARD ORGANIZATIONAL CHART



- 7) A television studio has been built in a centrally located high school with an initial purpose of producing videos to enhance the reading program in all of the public and non-public schools in St. Bernard Parish. Students from the Television Production classes have produced programs which have aired over local cable stations. Future plans include broadcasting directly to homes within the community.
- 8) While each elementary school has been assigned a Title I facilitator, one school, because of need, has been provided a second facilitator. One of the responsibilities of the facilitators is to improve classroom instruction. The program has expanded to include the services of a Professional Development Specialist who will begin the process of tying the professional development activities to state content and student performance standards. In addition, he will coordinate activities that support new teachers in the classroom. He will assist the staff in preparing teachers in the effective use of educational technology and will design appropriate in-service activities.
- 9) Title I and 8(g) grants funded the training of elementary classroom teachers in Project Read techniques. Project Read is a phonics based developmental approach for decoding the written word. As a result of this training, Project Read is currently being practiced in four of our elementary schools with future plans to include the remaining six.
- 10) JTPA continues to provide services to assist the school system with at-risk high school students. Services range from remedial programs to basic education. The newest JTPA sponsored program at Chalmette High School is entitled "Jobs for America's Graduates" (JAG). It is designed to prepare students for the world of work.
- 11) Collaborative efforts among the St. Bernard Parish School Board, the St. Bernard Parish Sheriff's Office, the St. Bernard Parish Council and the 34th Judicial System resulted in two alternative programs for middle and high school students who consistently exhibit inappropriate behaviors:
 - A) Suspension on Site (SOS) -
This program is designed to accommodate middle and high school students who are suspended for serious offenses. Students are mandated to attend SOS in place of staying home for the length of their suspensions.
 - B) NOVA Academy -
Preparation and planning for the alternative school began in 1995-96.

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to
ST. BERNARD PARISH SCHOOL BOARD

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 1995

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

Denny D. Balton
President

Don F. Huger
Executive Director

ARTHUR ANDERSEN LLP

Independent Auditors' Report on the General Purpose Financial Statements and Supporting Schedules

To the St. Bernard Parish School Board:

We have audited the accompanying general purpose financial statements of the St. Bernard Parish School Board (the "School Board"), and the combining, individual fund, and account group financial statements of the School Board as of and for the year ended June 30, 1996, as listed in the table of contents. These general purpose financial statements and the schedules referred to below are the responsibility of the School Board's management. Our responsibility is to express an opinion on these general purpose financial statements and schedules based on our audit. We have previously audited and reported on the financial statements for the preceding year (see Note 1R).

We conducted our audit in accordance with generally accepted auditing standards and the standards for 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

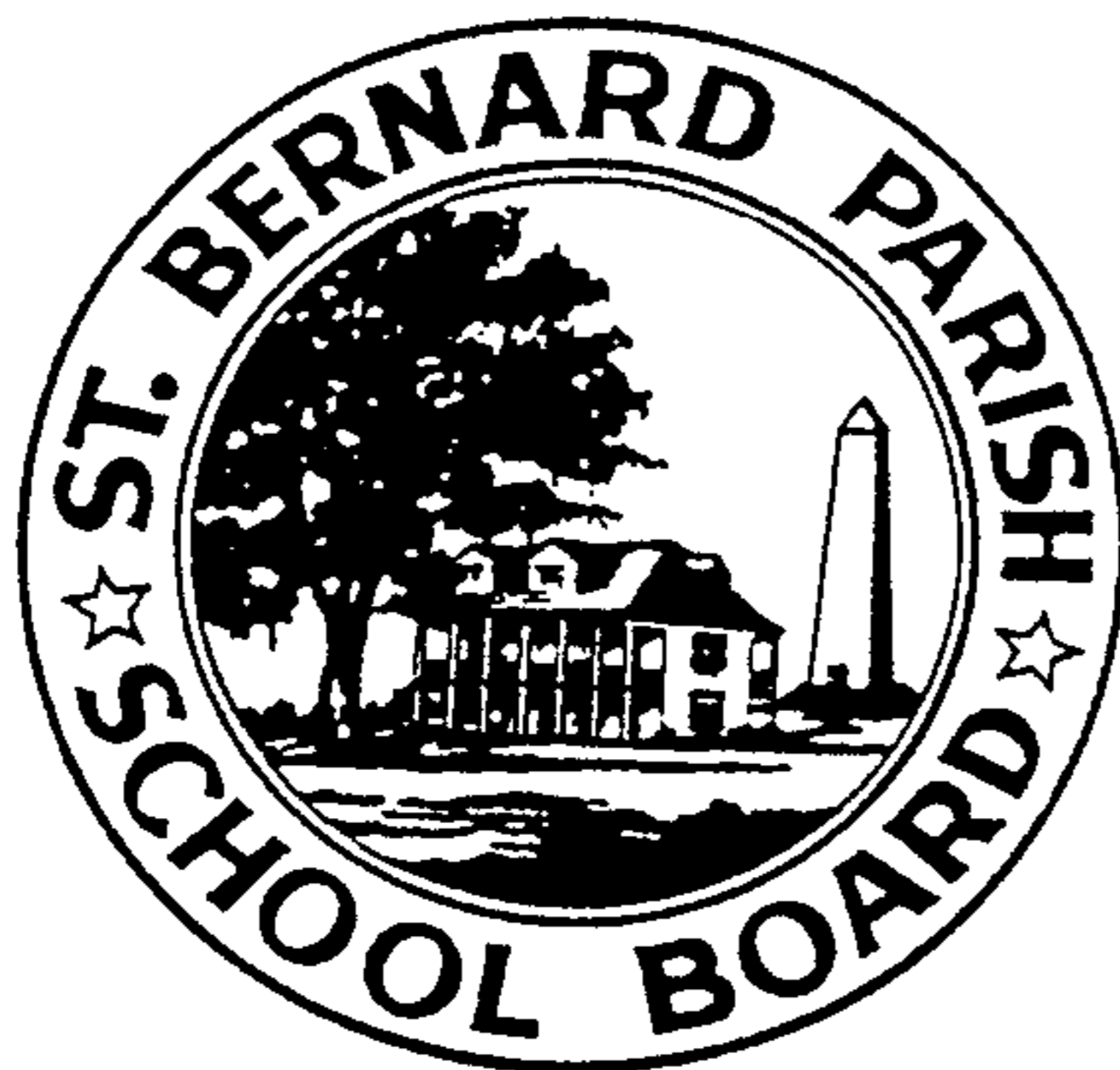
In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the St. Bernard Parish School Board as of June 30, 1996, and the results of its operations and the cash flows of its non-expendable trust fund and its internal service fund for the year then ended in conformity with generally accepted accounting principles. Also, in our opinion, the combining, individual fund and account group financial statements referred to above present fairly, in all material respects, the financial position of each of the individual funds and account groups of the St. Bernard Parish School Board as of June 30, 1996, and the results of operations of such funds and the cash flows of its non-expendable trust fund and its internal service fund for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements of the School Board taken as a whole and on the combining, individual fund and account group financial statements. The accompanying financial information listed as Table 16 and Exhibit I-1 in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the School Board. This information has been subjected to the auditing procedures applied in the audit of the general purpose, combining, individual fund and account group financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements of each of the respective individual funds and account groups, taken as a whole.

In accordance with Government Auditing Standards, we have also issued a report on our consideration of the School Board's internal control structure and a report on its compliance with laws and regulations, both dated September 13, 1996.

Arthur Andersen LLP

New Orleans, Louisiana,
September 13, 1996



**GENERAL PURPOSE
FINANCIAL STATEMENTS**

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ST. BERNARD PARISH SCHOOL BOARD

ALL FUND TYPES AND ACCOUNT GROUPS
 Combined Balance Sheet, June 30, 1996
 With Comparative Totals for 1995

GOVERNMENTAL FUNDS TYPES

	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUND
ASSETS AND OTHER DEBITS				
Assets:				
Cash and cash equivalents (notes 1-H and 2)	\$2,776,317	\$329,651	\$1,017,686	\$637,164
Investments (notes 2 and 6)	-	-	-	-
Receivables (note 3)	116,615	615,500	-	-
Interfund receivables (notes 1-I and 11)	3,067,986	832	112,291	-
Inventory (note 1-J)	-	81,032	-	-
Other assets	204,048	-	-	-
Land, buildings, furniture and equipment (notes 1-K and 4)	-	-	-	-
Other debits:				
Amount available in debt service funds	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS	\$6,164,966	\$1,027,015	\$1,129,977	\$637,164
LIABILITIES, EQUITY AND OTHER CREDITS				
Liabilities:				
Accounts, salaries and other payables (note 9)	\$3,194,424	\$309,392	-	-
Interfund payables (notes 1-I and 11)	21	648,596	-	-
Deposits due others (note 8)	-	-	-	-
Deferred revenues (note 1-E)	98,786	-	-	-
Compensated absences payable (notes 1-L and 10)	-	-	-	-
Bonds payable (note 10)	-	-	-	-
Lease purchase agreement payable	-	-	-	-
Total Liabilities	3,293,231	957,988	-	-
Equity and Other Credits:				
Investment in general fixed assets (note 4)	-	-	-	-
Retained Earnings-workers' compensation fund	-	-	-	-
Fund balances: (notes 1-N and 12)				
Reserved	191,579	-	1,129,977	-
Unreserved:				
Designated	1,485,871	-	-	-
Undesignated	1,194,285	69,027	-	637,164
Total Equity and Other Credits	2,871,735	69,027	1,129,977	637,164
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$6,164,966	\$1,027,015	\$1,129,977	\$637,164

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS BALANCE SHEET.

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUND	FIDUCIARY FUND TYPE - TRUST AND AGENCY FUNDS	ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)	
		GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	1996	1995
\$519,223	\$490,631	-	-	\$5,770,672	\$5,515,520
-	168,542	-	-	168,542	117,924
10,731	2,420,686	-	-	3,163,532	3,586,120
-	-	-	-	3,181,109	3,215,955
-	-	-	-	81,032	114,477
-	-	-	-	204,048	307,956
-	-	\$45,718,178	-	45,718,178	45,448,088
-	-	-	\$1,129,977	1,129,977	1,118,117
-	-	-	12,881,482	12,881,482	12,898,059
<u>\$529,954</u>	<u>\$3,079,859</u>	<u>\$45,718,178</u>	<u>\$14,011,459</u>	<u>\$72,298,572</u>	<u>\$72,322,216</u>
\$188,377	-	-	-	\$3,692,193	\$4,572,346
-	\$2,532,492	-	-	3,181,109	3,215,955
-	519,443	-	-	519,443	474,448
-	-	-	-	98,786	102,417
-	-	-	\$6,461,459	6,461,459	6,142,051
-	-	-	7,550,000	7,550,000	7,840,000
-	-	-	-	-	34,125
<u>188,377</u>	<u>3,051,935</u>	<u>-</u>	<u>14,011,459</u>	<u>21,502,990</u>	<u>22,381,342</u>
-	-	45,718,178	-	45,718,178	45,448,088
341,577	-	-	-	341,577	324,787
-	15,000	-	-	1,336,556	1,358,966
-	-	-	-	1,485,871	524,212
-	12,924	-	-	1,913,400	2,284,821
<u>341,577</u>	<u>27,924</u>	<u>45,718,178</u>	<u>-</u>	<u>50,795,582</u>	<u>49,940,874</u>
<u>\$529,954</u>	<u>\$3,079,859</u>	<u>\$45,718,178</u>	<u>\$14,011,459</u>	<u>\$72,298,572</u>	<u>\$72,322,216</u>

GOVERNMENTAL FUNDS

Combined Statement of Revenues, Expenditures
and Changes in Fund Balances

For the Year Ended June 30, 1996

With Comparative Totals for the Year Ended June 30, 1995

	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUND	TOTALS (MEMORANDUM ONLY)	
					1996	1995
REVENUES						
Local sources:						
Ad valorem tax	\$2,264,527	-	\$198,158	-	\$2,462,685	\$2,377,977
Sales and use tax	10,905,752	-	654,027	-	11,559,779	10,542,099
Rentals, leases and royalties	119,186	-	-	-	119,186	154,006
Tuition	474,107	-	-	-	474,107	450,378
Food services income	-	\$429,542	-	-	429,542	435,418
Interest earnings	276,010	9,647	22,480	\$2,994	311,131	255,576
Insurance proceeds from loss	-	-	-	-	-	40,747
Other	316,286	-	-	-	316,286	328,088
State sources:						
Unrestricted grants-in-aid	22,343,230	615,650	-	-	22,958,880	22,514,478
Restricted grants-in-aid	1,103,934	94,432	-	-	1,198,366	1,891,793
Federal sources:						
Unrestricted indirect cost recoveries	-	80,483	-	-	80,483	72,254
Restricted grants-in-aid:						
Direct	30,392	426,435	-	-	456,827	489,209
Subgrants	-	4,155,007	-	-	4,155,007	4,183,532
Other-Commodities	-	162,033	-	-	162,033	195,454
Total Revenues	37,833,424	5,973,229	874,665	2,994	44,684,312	43,931,009
EXPENDITURES						
Current:						
Instruction:						
Regular programs	17,784,779	277,816	-	-	18,062,595	17,827,232
Special programs	5,797,895	1,724,564	-	-	7,522,459	7,409,708
Adult and continuing education programs	68,971	46,031	-	-	115,002	121,940
Support Services:						
Student services	1,569,056	295,088	-	-	1,864,144	1,784,667
Instructional staff support	1,410,758	708,357	-	-	2,119,115	2,112,740
General administration	797,581	1,900	6,235	-	805,716	981,755
School administration	2,412,101	-	-	-	2,412,101	2,403,555
Business services	354,743	-	-	-	354,743	340,833
Plant services	3,805,831	20,521	-	-	3,826,352	3,700,964
Student transportation services	2,527,336	16,891	-	-	2,544,227	2,533,182
Central services	355,102	-	-	-	355,102	307,605
Community service programs	2,100	-	-	-	2,100	2,100
Food service programs	135,679	2,857,730	-	-	2,993,409	2,972,110
Facility acquisition and construction	-	-	-	250,225	250,225	213,115
Debt service:						
Principal retirement	34,125	-	290,000	-	324,125	322,554
Interest and bank charges	1,147	-	566,570	-	567,717	599,966
Total Expenditures	37,057,204	5,948,898	862,805	250,225	44,119,132	43,634,026
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	776,220	24,331	11,860	(247,231)	565,180	296,983
OTHER FINANCING SOURCES (USES)						
Sale of equipment	4,137	2,065	-	-	6,202	858
Operating transfers in	80,483	-	-	700,000	780,483	72,254
Operating transfers out	(705,751)	(80,483)	-	-	(786,234)	(94,220)
Total Other Financing Sources (Uses)	(621,131)	(78,418)	-	700,000	451	(21,108)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	155,089	(54,087)	11,860	452,769	565,631	275,875
FUND BALANCES AT BEGINNING OF YEAR	2,716,646	123,114	1,118,117	184,395	4,142,272	3,866,397
FUND BALANCES AT END OF YEAR	\$2,871,735	\$69,027	\$1,129,977	\$637,164	\$4,707,903	\$4,142,272

ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

GOVERNMENTAL FUNDS-GENERAL AND
SPECIAL REVENUE FUNDS
Combined Statement of Revenues, Expenditures
and Changes in Fund Balances-Budget
and Actual (Adjusted to Budgetary Basis)
For the Year Ended June 30, 1996

	GENERAL FUND			SPECIAL REVENUE FUNDS		
	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES						
Local sources:						
Ad valorem tax	\$2,226,612	\$2,264,527	\$37,915	-	-	-
Sales and use tax	10,050,000	10,905,752	855,752	-	-	-
Rentals, leases and royalties	123,000	119,186	(3,814)	-	-	-
Tuition	463,000	474,107	11,107	-	-	-
Food service income	-	-	-	\$435,200	\$429,542	(\$5,658)
Interest earnings	230,000	276,010	46,010	5,000	9,647	4,647
Other	307,826	316,286	8,460	-	-	-
State sources:						
Unrestricted grants-in-aid	22,340,183	22,343,230	3,047	615,650	615,650	-
Restricted grants-in-aid	1,108,136	1,103,934	(4,202)	98,397	94,432	(3,965)
Federal sources:						
Unrestricted-indirect cost recoveries	-	-	-	83,881	80,483	(3,398)
Restricted grants-in-aid:						
Direct	29,890	30,392	502	426,435	426,435	-
Subgrants	-	-	-	4,388,984	4,155,007	(233,977)
Other-Commodities	-	-	-	175,000	162,033	(12,967)
Total Revenues	36,878,647	37,833,424	954,777	6,228,547	5,973,229	(255,318)
EXPENDITURES						
Current:						
Instruction:						
Regular programs	18,030,580	17,917,117	113,463	278,981	277,816	1,165
Special programs	5,806,614	5,802,350	4,264	1,819,574	1,724,564	95,010
Adult and continuing education programs	76,344	68,971	7,373	46,070	46,031	39
Support Services:						
Student services	1,580,031	1,571,950	8,081	297,784	295,088	2,696
Instructional staff support	1,420,071	1,414,269	5,802	770,957	708,357	62,600
General administration	826,564	797,581	28,983	1,900	1,900	-
School administration	2,415,478	2,412,101	3,377	-	-	-
Business services	355,364	354,743	621	-	-	-
Plant services	3,814,721	3,826,240	(11,519)	36,670	20,521	16,149
Student transportation services	2,578,028	2,555,308	22,720	19,334	16,891	2,443
Central services	357,833	355,102	2,731	-	-	-
Community service programs	2,100	2,100	-	-	-	-
Food services program	136,000	135,679	321	2,873,100	2,857,730	15,370
Debt service:						
Principal retirement	34,125	34,125	-	-	-	-
Interest and bank charges	1,147	1,147	-	-	-	-
Total Expenditures	37,435,000	37,248,783	186,217	6,144,370	5,948,898	195,472
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(556,353)	584,641	1,140,994	84,177	24,331	(59,846)
OTHER FINANCING SOURCES (USES)						
Sale of equipment	4,137	4,137	-	-	2,065	2,065
Operating transfers in	85,000	80,483	(4,517)	-	-	-
Operating transfers out	(750,000)	(705,751)	44,249	(83,881)	(80,483)	3,398
Total Other Financing Sources (Uses)	(660,863)	(621,131)	39,732	(83,881)	(78,418)	5,463
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(1,217,216)	(36,490)	1,180,726	296	(54,087)	(54,383)
ENCUMBRANCES OUTSTANDING AT YEAR END	-	191,579	191,579	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	2,716,646	2,716,646	-	123,114	123,114	-
FUND BALANCES AT END OF YEAR	\$1,499,430	\$2,871,735	\$1,372,305	\$123,410	\$69,027	(\$54,383)

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

PROPRIETARY AND SIMILAR TRUST FUND

Combined Statement of Revenues, Expenses and Changes

in Retained Earnings/Fund Balance

For the Year Ended June 30, 1996

With Comparative Totals for the Year Ended June 30, 1995

	PROPRIETARY FUND - WORKERS' COMPENSATION INTERNAL SERVICE	FIDUCIARY FUND - JOSEPH ACCARDO SCHOLARSHIP NON-EXPENDABLE TRUST	TOTALS (MEMORANDUM ONLY)	
			1996	1995
OPERATING REVENUES				
Billings to General Fund	\$344,249	-	\$344,249	\$328,034
Billings to Lunch Fund	50,000	-	50,000	50,000
Contributions received	-	\$2,000	2,000	2,500
Interest earnings	-	1,408	1,408	885
Judgements received	2,000	-	2,000	-
Total Operating Revenues	396,249	3,408	399,657	381,419
OPERATING EXPENSES				
Claims	288,360	-	288,360	297,720
Claims administration and loss control	20,610	-	20,610	9,629
Excess insurance premiums	54,049	-	54,049	50,369
Surety Bond	1,875	-	1,875	1,875
Other operating expenses	33,687	1,211	34,898	28,496
Total Operating Expenses	398,581	1,211	399,792	388,089
OPERATING INCOME (LOSS)	(2,332)	2,197	(135)	(6,670)
NON-OPERATING REVENUES				
Interest earnings	13,371	-	13,371	12,086
INCOME BEFORE OPERATING TRANSFERS	11,039	2,197	13,236	5,416
OPERATING TRANSFER IN	5,751	-	5,751	21,966
NET INCOME	16,790	2,197	18,987	27,382
RETAINED EARNINGS/FUND BALANCE AT BEGINNING OF YEAR	324,787	25,727	350,514	323,132
RETAINED EARNINGS/FUND BALANCE END OF YEAR	\$341,577	\$27,924	\$369,501	\$350,514

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

PROPRIETARY AND SIMILAR TRUST FUND
 Combined Statement of Cash Flows
 For the Year Ended June 30, 1996
 With Comparative Totals for the Year Ended June 30, 1995

	PROPRIETARY FUND - WORKERS' COMPENSATION INTERNAL SERVICE	FIDUCIARY FUND - JOSEPH ACCARDO SCHOLARSHIP NON-EXPENDABLE TRUST	TOTALS (MEMORANDUM ONLY)	
			1996	1995
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from General Fund	\$344,249	-	\$344,249	\$328,034
Cash received from Lunch Fund	50,000	-	50,000	50,000
Judgements received	1,050	-	1,050	-
Cash paid to claimants	(208,648)	-	(208,648)	(374,876)
Cash paid for claims administration & loss control	(20,610)	-	(20,610)	(7,707)
Cash paid for scholarships	-	(\$1,200)	(1,200)	(1,050)
Contributions received	-	2,000	2,000	2,500
Excess insurance premium paid	(3,992)	-	(3,992)	(100,426)
Application fee and assessment paid	(17,960)	-	(17,960)	(12,307)
Salaries paid	(14,830)	-	(14,830)	(14,265)
Professional development expenses paid	-	-	-	(159)
Surety bond paid	-	-	-	(3,750)
Office expense paid	(658)	-	(658)	(570)
Bank charges paid	(239)	-	(250)	(145)
Net cash provided (used) by operating activities	128,362	789	129,151	(134,721)
CASH FLOWS PROVIDED BY NON-CAPITAL FINANCING ACTIVITIES:				
Operating transfers in	5,751	-	5,751	21,966
Net cash provided by non-capital financing activities	5,751	-	5,751	21,966
CASH FLOWS PROVIDED BY INVESTING ACTIVITIES:				
Interest received	13,371	1,408	14,779	12,971
Net cash provided by investing activities	13,371	1,408	14,779	12,971
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	147,484	2,197	149,681	(99,784)
CASH & CASH EQUIVALENTS AT BEGINNING OF YEAR	371,739	25,727	397,466	497,250
CASH & CASH EQUIVALENTS AT END OF YEAR	\$519,223	\$27,924	\$547,147	\$397,466

Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:

Operating Income (Loss)	(\$2,332)	\$2,197	(\$135)	(\$6,670)
Interest reported as operating income	-	(1,408)	(1,408)	(885)
Changes in Assets and Liabilities:				
(Increase) decrease in accounts receivable	(10,731)	-	(10,731)	6,586
(Increase) decrease in prepaid expenses	51,932	-	51,932	(51,932)
Increase (decrease) in accounts payable	89,493	-	89,493	(81,820)
Net Cash Provided by (Used in) Operations	\$128,362	\$789	\$129,151	(\$134,721)

Reconciliation of Cash and Cash Equivalents to the Combined Balance Sheet:

Total cash and cash equivalents per combined balance sheet	\$519,223	\$490,631	\$1,009,854	\$818,434
Less: cash and cash equivalents in agency funds	-	462,707	462,707	420,968
Cash and cash equivalents in proprietary and similar trust funds	\$519,223	\$27,924	\$547,147	\$397,466

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

ST. BERNARD PARISH SCHOOL BOARD

Notes to the Combined Financial Statements
June 30, 1996

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. ORGANIZATION

The St. Bernard Parish School Board (the "School Board") was created by Louisiana Revised Statute (LSA-R.S.) 17:51 to provide public education for the children within St. Bernard 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 eleven members who are elected from eleven districts for terms of four years.

The School Board operates 17 schools within the parish with a total enrollment of 9,452 pupils. 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.

B. REPORTING ENTITY

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Because the School Board has a separately elected governing body and is legally separate and fiscally independent, the School Board is a separate governmental reporting entity. The School Board includes all funds, account groups, activities, et cetera, that are not legally separate from the School Board.

C. BASIS OF PRESENTATION

The accompanying financial statements of the School Board have been prepared in conformity with generally accepted accounting principles 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.

D. FUND ACCOUNTING

The School Board uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain School Board functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

The following fund types and account groups are used by the School Board:

Governmental Funds

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

1. General Fund - the general operating fund of the School Board. This fund is used to account for all financial resources except those required to be accounted for in other funds.
2. Special Revenue Funds - account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
3. Debt Service Funds - account for transactions relating to resources retained and used for the payment of principal, interest and related costs on those long-term obligations in the General Long-Term Debt Account Group.
4. Capital Projects Fund - accounts for financial resources received and used for the acquisition, construction or improvement of capital facilities not reported in the other governmental funds.

ST. BERNARD PARISH SCHOOL BOARD

PRINCIPAL OFFICIALS

SCHOOL BOARD MEMBERS

PRESIDENT
DIANA B. DYSART

VICE-PRESIDENT
HERMAN J. BONNETTE, SR.

DONALD D. CAMPBELL

SHARON A. HANZO

ALFRED A. CLAUDE, III

RONALD J. NICOSIA

HUGH C. CRAFT, Ed.D.

JACQUES A. SANBORN

WILLIAM H. EGAN

MAX L. SHANEYFELT

CLIFFORD M. ENGLANDE

ADMINISTRATIVE OFFICIALS

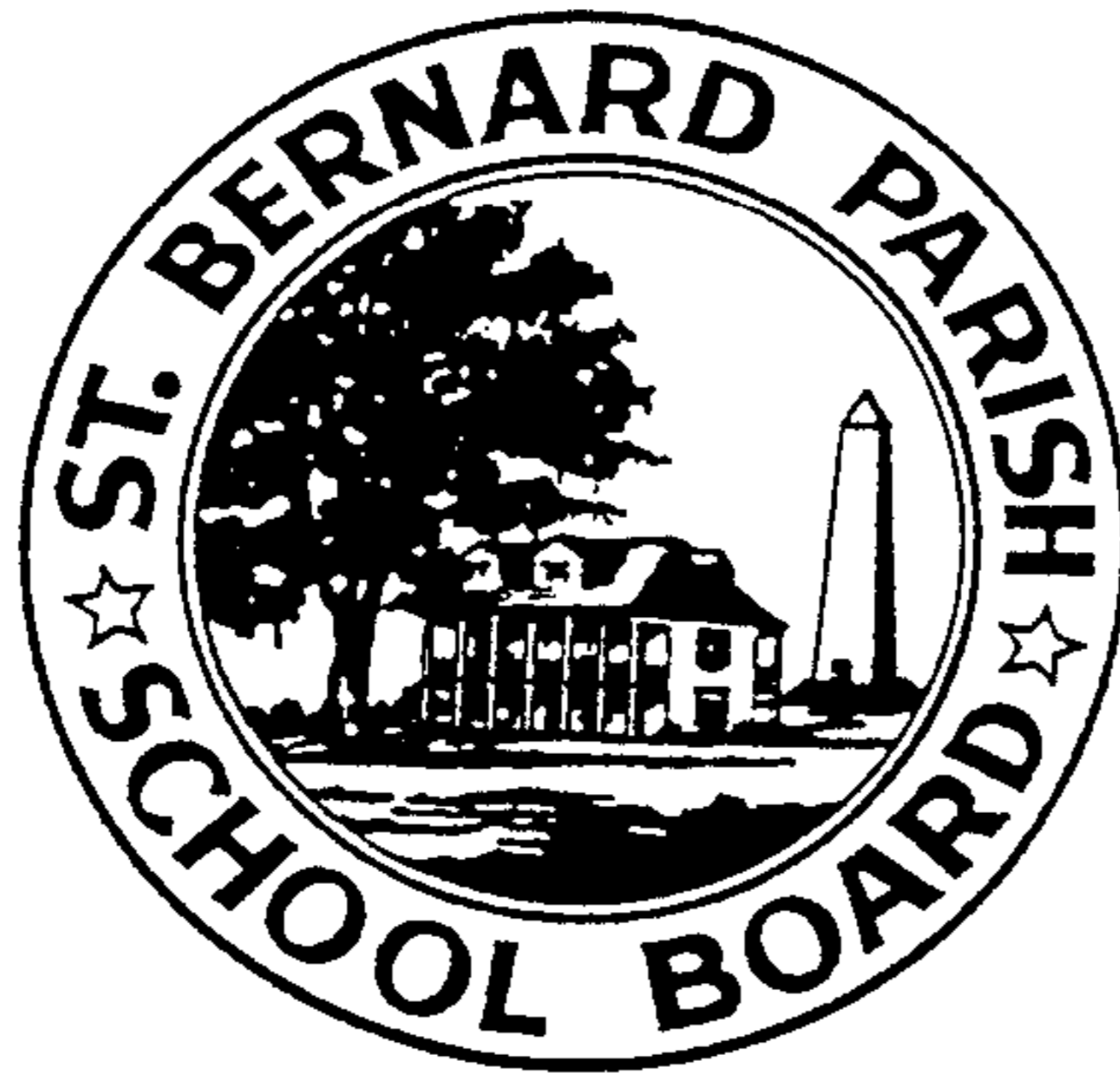
SUPERINTENDENT
FRANK P. AUDERER, JR.

ASSOCIATE SUPERINTENDENT
CURRICULUM AND INSTRUCTION
MARILYN A. KIMBALL

ASSOCIATE SUPERINTENDENT
FINANCE AND ADMINISTRATIVE SERVICES
DORIS J. VOITIER

GENERAL FIXED ASSETS ACCOUNT GROUP
 Comparative Schedule of General Fixed Assets - By Source
 June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
General fixed assets:		
Land	\$934,696	\$934,696
Building and Improvements	32,301,454	32,051,305
Furniture and Equipment	12,482,028	12,247,591
Capital Lease	-	214,496
Total Assets	<u>\$45,718,178</u>	<u>\$45,448,088</u>
Investment in general fixed assets:		
General Fund	\$9,989,786	\$10,178,899
Special Revenue Funds	3,426,938	3,217,884
Capital Project Funds	32,301,454	32,051,305
Total Investment in General Fixed Assets	<u>\$45,718,178</u>	<u>\$45,448,088</u>



LONG-TERM DEBT ACCOUNT GROUP

The long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental fund type operations.

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GENERAL FIXED ASSETS ACCOUNT GROUP
 Schedule of Changes in General Fixed Assets - By Function
 For the Year Ended June 30, 1996

Function	General Fixed Assets July 1, 1995	ADDITIONS	DEDUCTIONS	General Fixed Assets June 30, 1996
Instruction:				
Regular	\$37,718,032	\$594,833	\$546,137	\$37,766,728
Special	2,350,897	337,811	418,246	2,270,462
Support Services:				
Student Services	52,210	22,423	8,038	66,595
Instructional Staff Support	280,460	71,262	77,355	274,367
General Administration	415,189	11,653	13,080	413,762
School Administration	268,963	41,355	48,701	261,617
Business Services	372,684	30,314	12,520	390,478
Plant Services	232,029	87,638	21,077	298,590
Student Transportation	2,270,046	256,678	152,883	2,373,841
Central Services	285,967	9,795	6,200	289,562
Food Services	1,201,611	119,140	8,575	1,312,176
Total	<u>\$45,448,088</u>	<u>\$1,582,902</u>	<u>\$1,312,812</u>	<u>\$45,718,178</u>

TABLE 5

<u>1991</u>	<u>1992</u>	<u>1993</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>
18.45	18.45	18.45	17.56	17.50	17.40
0.67	0.67	0.66	0.66	0.66	0.66
4.00	4.00	3.94	3.94	3.94	3.94
1.31	1.31	1.29	1.29	1.29	1.29
2.64	2.64	2.60	2.60	2.60	2.60
7.00	7.00	5.50	5.50	5.50	5.50
2.33	2.33	2.30	2.30	2.30	2.30
3.29	3.29	3.24	3.24	3.24	3.24
3.29	3.29	3.24	3.24	3.24	3.24
<u>24.53</u>	<u>24.53</u>	<u>22.77</u>	<u>22.77</u>	<u>22.77</u>	<u>22.77</u>
1.95	1.95	1.92	1.92	1.92	1.92
14.33	14.33	14.22	13.72	12.82	15.62
9.53	9.53	9.40	9.40	9.40	9.40
3.30	3.30	3.25	3.25	3.25	3.25
<u><u>72.09</u></u>	<u><u>72.09</u></u>	<u><u>70.01</u></u>	<u><u>68.62</u></u>	<u><u>67.66</u></u>	<u><u>70.36</u></u>
7.98	7.98	7.88	7.88	7.88	7.88
8.67	8.67	8.51	8.51	8.51	8.51
12.48	11.59	11.61	11.61	11.61	9.69
9.94	9.47	8.69	8.69	8.30	8.27
6.75	6.59	6.37	6.37	6.24	5.05

**INTRODUCTORY
SECTION**

ST. BERNARD PARISH SCHOOL BOARD

GENERAL LONG-TERM DEBT ACCOUNT GROUP

Schedule of Long-Term Debt

For the Year Ended June 30, 1996

<u>DESCRIPTION OF DEBT</u>	<u>ORIGINAL ISSUE</u>	<u>OUTSTANDING AT JULY 1, 1995</u>	<u>ADDITIONS</u>
Bonded Debt:			
General Obligation Bonds:			
March 1, 1990	\$1,965,000	\$1,740,000	-
Sales Tax Bonds:			
May 1, 1990	7,000,000	6,100,000	-
Total Bonded Debt	<u>\$8,965,000</u>	<u>7,840,000</u>	<u>-</u>
Compensated Absences:			
Vacation		658,672	\$244,150
Sick Leave		2,044,681	98,668
Sabbatical Leave		3,438,698	561,154
Total Compensated Absences		<u>6,142,051</u>	<u>903,972</u>
Capital Lease		34,125	-
Total Long-Term Debt		<u>\$14,016,176</u>	<u>\$903,972</u>

	<u>Table</u>	<u>Page No.</u>
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GENERAL FIXED ASSETS ACCOUNT GROUP
 Schedule of General Fixed Assets - By Function
 June 30, 1996

Function	Land	Buildings and Improvements	Furniture and Equipment	Total
Instruction:				
Regular	\$810,646	\$31,666,815	\$5,289,267	\$37,766,728
Special	68,750	155,700	2,046,012	2,270,462
Support Services:				
Student Services	-	-	66,595	66,595
Instructional Staff Support	-	-	274,367	274,367
General Administration	5,000	264,239	144,523	413,762
School Administration	-	-	261,617	261,617
Business Services	50,000	206,200	134,278	390,478
Plant Services	-	-	298,590	298,590
Student Transportation	300	8,500	2,365,041	2,373,841
Central Services	-	-	289,562	289,562
Food Services	-	-	1,312,176	1,312,176
Total	<u>\$934,696</u>	<u>\$32,301,454</u>	<u>\$12,482,028</u>	<u>\$45,718,178</u>

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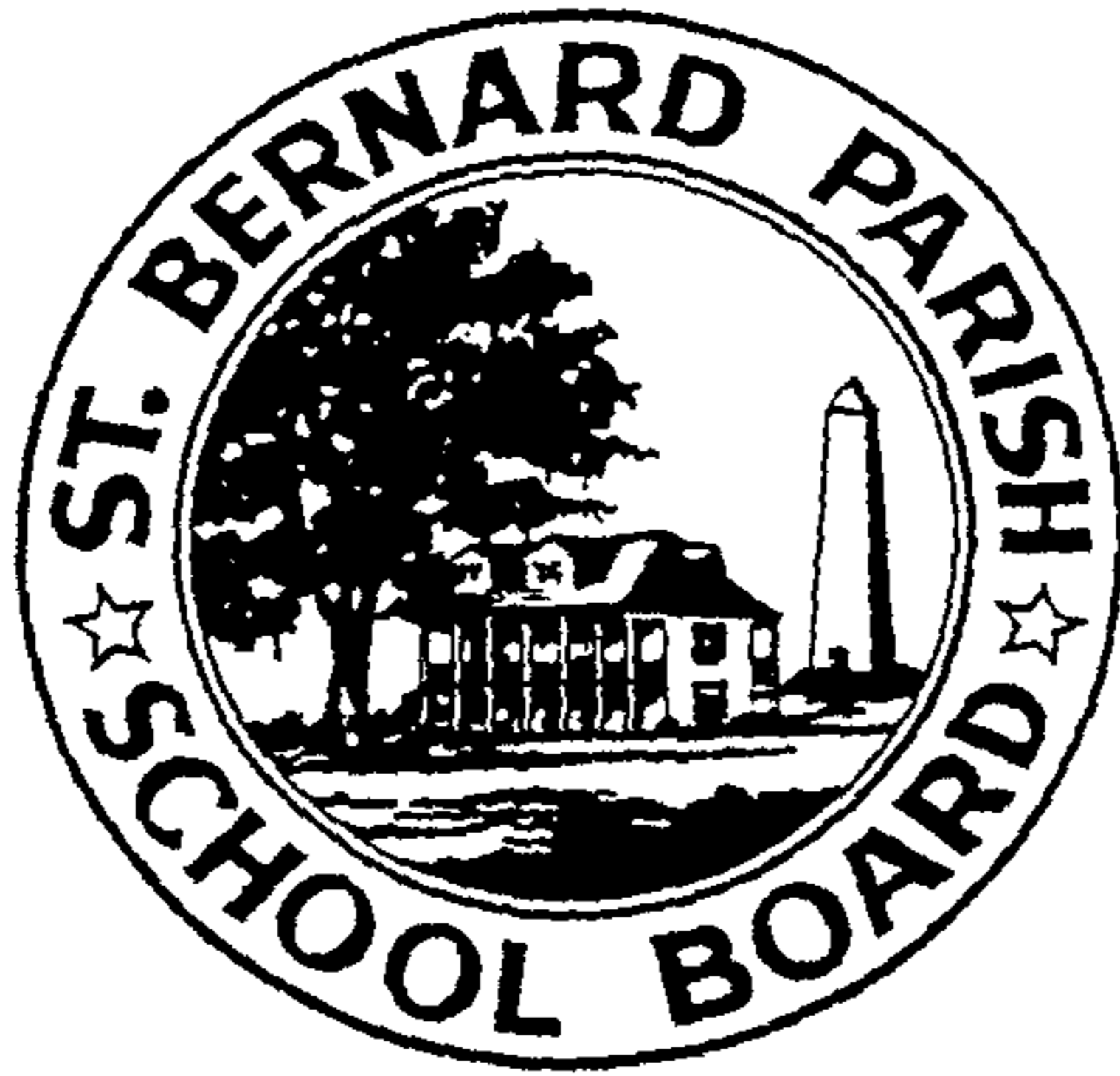
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**FINANCIAL
SECTION**

EXHIBIT F-7

SUMMER SCHOOL	DEFERRED COMPENSATION	TOTALS	
		1996	1995
-	\$117,924	\$117,924	\$68,768
-	-	23,598,543	23,682,407
-	-	13,942,792	12,844,634
\$108,228	-	357,615	364,157
-	5,339	19,061	14,256
-	53,453	53,453	49,267
108,228	58,792	37,971,464	36,954,721
108,228	176,716	38,089,388	37,023,489
108,228	-	35,539,975	34,734,049
-	-	191,923	197,360
-	-	654,027	661,133
-	-	1,526,747	1,308,759
-	8,174	8,174	4,264
108,228	8,174	37,920,846	36,905,565
-	\$168,542	\$168,542	\$117,924



GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets Account Group is used to account for land, buildings, machinery, furniture and equipment with an expected useful life of more than one year. No depreciation has been provided on general fixed assets.

ST. BERNARD PARISH SCHOOL BOARD

Ratio of Net General Obligation Bonded Debt to Assessed Value
and Net General Obligation Bonded Debt Per Capita
1987-1996
(Unaudited)

<u>YEAR ENDED JUNE 30</u>	<u>ESTIMATED POPULATION (1)</u>	<u>NUMBER OF STUDENTS</u>	<u>ASSESSED VALUE OF TAXABLE PROPERTY (2)</u>	<u>GROSS BONDED DEBT</u>
1987	68,296	10,190	\$111,733,072	\$2,460,000
1988	68,174	10,220	113,848,399	1,770,000
1989	67,869	10,406	114,646,489	1,140,000
1990	67,575	10,208	119,133,248	2,530,000
1991	66,631	10,267	122,292,238	2,325,000
1992	66,901	10,243	125,192,425	2,060,000
1993	67,302	9,309 *	127,421,019	1,870,000
1994	67,938	9,365	131,521,833	1,805,000
1995	67,369	9,402	136,574,794	1,740,000
1996	67,679	9,452	142,003,374	1,675,000

* The governance of the St. Bernard Parish Community College was transferred from the St. Bernard Parish School Board to the State Board of Colleges and Universities resulting in a loss of approximately 1,000 students.

(1) Source: Louisiana Technical University

(2) Source: St. Bernard Parish Assessor's Office

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the St. Bernard Parish Kiwanis Club in developing a RIF (Reading is Fundamental) program for Head Start families which will be continued to provide motivational and cultural activities, as well as free books for children to keep as their own.

- 14) After careful study of middle school failure rates and consideration of possible causes, tougher promotional standards were adopted parish-wide. Effects of the new standards will be studied and recommendations made for the next school year.
- 15) The Extended Day School Program located at one elementary school site serves working parents of kindergarten through fifth grade students. The program has grown over the past 13 years from 50 students to 400 students. Staffing has increased to maintain an adult to child ratio of no more than 25:1. Students participate in numerous activities ranging from academic remediation and guided homework to arts/crafts, computer games and supervised sports.

Additional personnel were hired this year to enhance the effectiveness of the program by allowing for more flexible scheduling of activity times. The placement of a teacher in the office for administrative duties has allowed time for the program coordinator to observe and make adjustments for program improvement.

- 16) St. Bernard Parish Schools have implemented a drug prevention curriculum for grades K through 5. Each elementary teacher received a "Project Charlie" curriculum and was instructed as to the use of this "at risk/prevention" material. These materials were placed in all public and non-public schools in St. Bernard Parish and were purchased through a gift from the Kiwanis Club and the Safe and Drug Free Schools Grant.
- 17) St. Bernard Parish Schools applied for and received a competitive grant through the Louisiana Department of Public Health. This grant enabled the district to implement a health curriculum departmentally for grades K-12 in all public and non-public schools. It also provided a part-time administrator to in-service the teachers for the program.
- 18) Community Mobilization is a need within every school district across America. The School Board coordinated "Celebrating Community Christmas" which was a prime vehicle to help bring the total community together to recognize our strengths and needs.
- 19) An architectural firm hired by the School Board completed an eighteen month study of existing school facilities. Financial resources in excess of \$20 million are needed to restore deteriorating buildings. The School Board,

ST. BERNARD PARISH SCHOOL BOARD

Assessed and Estimated Actual Value of Taxable Property
1987-1996
(Unaudited)

YEAR ENDED JUNE 30	LAND AND IMPROVEMENTS (1)		OTHER PROPERTY (2)	
	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE
1987	\$113,523,733	\$1,135,237,330	\$70,701,022	\$404,652,867
1988	116,342,217	1,163,422,170	72,036,694	414,043,053
1989	137,023,644 (4)	1,370,236,440 (4)	72,136,617	416,177,127
1990	140,960,568	1,409,605,680	74,270,552	431,185,947
1991	141,942,451	1,419,424,510	77,028,782	453,291,213
1992	144,682,257	1,446,822,570	78,538,950	460,277,640
1993	145,624,094	1,456,240,940	80,773,187	474,941,007
1994	146,585,462	1,465,854,620	85,361,214	505,527,853
1995	148,869,678	1,488,696,780	89,261,944	532,454,667
1996	151,091,984	1,510,919,840	93,092,473	557,412,753

- (1) Land and Improvements are assessed at 10% of estimated actual value.
- (2) Public Service Properties are assessed at 25% of estimated actual value. All other properties are assessed at 15% of estimated actual value.
- (3) A Homestead Exemption is allowed for up to \$7,500 of the assessed value of the taxpayer's principal residence.
- (4) Total land value increased as a result of additional properties added to the tax rolls.

Source: St Bernard Parish Assessor's Office

SINGLE AUDIT SECTION

Independent Auditors' Report:

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TABLE 4

EXEMPTIONS (3)	TOTAL		RATIO OF TOTAL ASSESSED VALUE TO TOTAL ESTIMATED ACTUAL VALUE
LAND AND IMPROVEMENTS	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	
\$72,491,683	\$111,733,072	\$1,539,890,197	7.26%
74,530,512	113,848,399	1,577,465,223	7.22%
94,513,772	114,646,489 (4)	1,786,413,567 (4)	6.42%
96,097,872	119,133,248	1,840,791,627	6.47%
96,678,995	122,292,238	1,872,715,723	6.53%
98,028,782	125,192,425	1,907,100,210	6.56%
98,976,262	127,421,019	1,931,181,947	6.60%
100,424,843	131,521,833	1,971,382,473	6.67%
101,556,828	136,574,794	2,021,151,447	6.76%
102,181,083	142,003,374	2,068,332,593	6.87%

<u>DEDUCTIONS</u>	<u>OUTSTANDING AT JUNE 30, 1996</u>	<u>FINAL PAYMENT DUE</u>	<u>INTEREST RATES</u>	<u>INTEREST TO MATURITY</u>
\$65,000	\$1,675,000	3/01/10	6.5-10.0%	\$985,710
225,000	5,875,000	5/01/10	6.6-10.0%	3,549,698
<u>290,000</u>	<u>7,550,000</u>			<u>\$4,535,408</u>
167,199	735,623			
51,480	2,091,869			
365,885	3,633,967			
<u>584,564</u>	<u>6,461,459</u>			
34,125	-			
<u>\$908,689</u>	<u>\$14,011,459</u>			

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Property Tax Levies and Collections
1987-1996
(Unaudited)

YEAR ENDED JUNE 30	TAX MILLAGE	ASSESSED VALUE OF TAXABLE MILLAGE	TAXES LEVIED (1)	TAXES COLLECTED	TAXES NOT COLLECTED(2)
1987	20.21 ¹	111,733,072	2,258,095	2,235,086	23,009
1988	20.07 ²	113,848,399	2,284,908	2,250,151	34,757
1989	19.41 ³	114,646,489	2,221,660	2,184,134	37,526
1990	18.55 ⁴	119,133,248	2,206,287	2,200,200	6,087
1991	18.45 ⁵	122,292,238	2,251,825	2,232,877	18,948
1992	18.45	125,192,425	2,305,334	2,291,945	13,389
1993	18.45	127,421,019	2,346,456	2,326,518	19,938
1994	17.56 ⁶	131,521,833	2,306,058	2,305,641	417
1995	17.50 ⁷	136,574,794	2,385,593	2,377,977	7,616
1996	17.40 ⁸	142,003,374	2,466,394	2,462,685	3,709

Recap of Tax Millage per \$1,000 of assessed value

General Fund	12.54	12.99	13.00	13.00	16.00	16.00	16.00	16.00
Debt Service	7.67 ¹	7.08 ²	6.41 ³	5.55 ⁴	2.45 ⁵	1.56 ⁶	1.50 ⁷	1.40 ⁸
Total	20.21	20.07	19.41	18.55	18.45	17.56	17.50	17.40

(1) Figures provided by the St. Bernard Parish Assessor's Office. Some of the assessed properties are exempted from this tax millage, but since these exempt properties are not identifiable by the School Board their values remain in the Taxable Assessed amount.

(2) Uncollected taxes are not expected to be collected, therefore they are not reflected in the accounting records as receivables.

Source: St. Bernard Parish Assessor's Office

STATE SOURCES							Total	Other Financing Sources	Total Revenues and Other Financing Sources
Equalization	Contribution to Teacher's Retirement	Contribution to Group Insurance	Revenue Sharing	Professional Improvement Program	Other	Federal Sources			
\$12,308,853	\$1,162,995	\$1,001,361	\$372,235	\$763,048	\$430,816	\$2,622,324	\$28,510,034	\$180,840	\$28,690,874
12,890,095	1,188,802	1,203,902	369,048	739,914	976,210	2,776,654	29,969,128	64,438	30,033,566
17,053,905	71,630	.	372,711	675,111	308,387	2,821,788	31,548,553	52,463	31,601,016
19,761,349	355,413	.	379,693	651,882	426,585	2,934,111	35,510,781	9,104,161	44,614,942
20,386,110	84,089	.	359,641	615,533	502,067	3,000,440	38,768,457	265,155	39,033,612
21,580,513	103,613	.	356,609	582,998	442,490	3,451,456	40,494,776	67,999	40,562,775
22,083,105	84,788	.	359,499	535,317	535,927	4,489,299	41,530,199	1,235,834	42,766,033
22,516,888	73,614	.	358,080	514,682	495,537	4,657,391	42,332,118	125,602	42,457,720
22,178,848	64,121	.	335,551	476,963	1,350,788	4,940,449	43,890,262	113,859	44,004,121
22,633,586	59,483	.	325,214	449,539	689,424	4,854,350	44,684,312	786,685	45,470,997

STATE SOURCES							Total	Other Financing Sources	Total Revenues and Other Financing Sources
Equalization	Contribution to Teacher's Retirement	Contribution to Group Insurance	Revenue Sharing	Professional Improvement Program	Other	Federal Sources			
\$11,876,419	\$1,162,995	\$1,001,361	\$372,235	\$763,048	\$369,962	\$263,904	\$24,238,617	\$180,840	\$24,419,457
12,438,793	1,188,802	1,203,902	369,048	739,914	900,770	417,951	25,703,432	64,438	25,767,870
16,479,917	71,630	.	372,711	671,544	222,112	371,135	27,106,372	47,463	27,153,835
19,200,521	355,413	.	379,693	648,315	342,922	354,252	30,972,271	108,944	31,081,215
19,797,280	84,089	.	359,641	615,533	427,619	373,415	33,480,814	265,155	33,745,969
20,964,863	103,613	.	356,609	582,998	368,306	402,017	35,153,754	67,999	35,221,753
21,467,455	84,788	.	359,499	535,317	461,312	247,036	35,126,683	110,509	35,237,192
21,901,238	73,614	.	358,080	514,682	404,011	27,611	35,620,535	125,602	35,746,137
21,563,198	64,121	.	335,551	476,963	1,221,542	39,201	36,910,533	73,112	36,983,645
22,017,936	59,483	.	325,214	449,539	594,992	30,392	37,833,424	84,620	37,918,044

TABLE 1

<u>1991</u>	<u>1992</u>	<u>1993</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>
\$15,953,435	\$16,871,393	\$17,184,189	\$17,554,969	\$17,827,232	\$18,062,595
5,342,067	6,215,793	6,762,944	7,029,979	7,409,708	7,522,459
1,354,591	1,565,826	118,071	119,933	121,940	115,002
1,197,055	1,307,788	1,613,366	1,694,846	1,784,667	1,864,144
1,442,056	1,494,392	1,692,014	1,888,857	2,112,740	2,119,115
624,024	683,390	796,001	805,043	981,755	805,716
2,166,091	2,347,290	2,343,654	2,404,705	2,403,555	2,412,101
345,165	375,169	355,247	341,025	340,833	354,743
3,399,688	3,473,865	3,696,008	3,615,233	3,700,964	3,826,352
1,956,061	2,064,401	2,155,388	2,415,069	2,533,182	2,544,227
499,371	307,710	327,101	361,925	307,605	355,102
2,328,292	2,486,843	2,564,638	2,845,885	2,972,110	2,993,409
2,100	2,100	2,100	2,100	2,100	2,100
6,562,671	1,595,691	587,745	1,171,920	213,115	250,225
<u>1,146,026</u>	<u>1,191,546</u>	<u>1,098,944</u>	<u>874,902</u>	<u>922,520</u>	<u>891,842</u>
44,318,693	41,983,197	41,297,410	43,126,391	43,634,026	44,119,132
<u>145,728</u>	<u>131,900</u>	<u>1,245,500</u>	<u>124,452</u>	<u>94,220</u>	<u>786,234</u>
<u>\$44,464,421</u>	<u>\$42,115,097</u>	<u>\$42,542,910</u>	<u>\$43,250,843</u>	<u>\$43,728,246</u>	<u>\$44,905,366</u>



ST. BERNARD PARISH SCHOOL BOARD

67 EAST CHALMETTE CIRCLE
CHALMETTE, LOUISIANA 70043
AREA CODE 504 271-2533



OFFICERS OF THE BOARD:

DIANA B. DYSART
PRESIDENT

HERMAN J. BONNETTE, SR.
VICE-PRESIDENT

FRANK P. AUDERER, JR.
SUPERINTENDENT AND
SECRETARY-TREASURER

MEMBERS:

HERMAN J. BONNETTE, SR.
7201 SIDNEY STREET
ARABI, LA 70032

DONALD D. CAMPBELL
2833 BAYOU ROAD
ST. BERNARD, LA 70085

ALFRED A. CLAUDE, III
2905 BUFFON STREET
CHALMETTE, LA 70043

HUGH C. CRAFT, Ed.D.
3016 RIVERLAND DRIVE
CHALMETTE, LA 70043

DIANA B. DYSART
3512 CORINNE STREET
CHALMETTE, LA 70043

WILLIAM H. EGAN
#2 CAROLYN COURT
ARABI, LA 70032

CLIFFORD M. ENGLANDE
2813 MAYFLOWER DRIVE
MERAUX, LA 70075

SHARON A. HANZO
2300 PELITERE DRIVE
CHALMETTE, LA 70043

RONALD J. NICOSIA
2101 SERPAS LANE
ST. BERNARD, LA 70085

JACQUES A. SANBORN
11 QUEENS COURT
CHALMETTE, LA 70043

MAX L. SHANEYFELT
2209 EDGAR DRIVE
VIOLET, LA 70092

September 30, 1996

To the Members of the St. Bernard Parish School Board and the Citizens of St. Bernard Parish, Louisiana:

The Comprehensive Annual Financial Report of the St. Bernard Parish School Board for the fiscal year ended June 30, 1996, is herewith submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Associate Superintendent of Finance and Administrative Services, the Superintendent and the School Board. We believe the data presented is accurate in all material respects and is presented in a manner designed to fairly reflect the financial positions and results of operations of the various funds and account groups of the School Board. All disclosures necessary to gain maximum understanding of the School Board's financial activities have been included.

The Comprehensive Annual Financial Report consists of the following four sections:

- 1) The Introductory Section includes this letter of transmittal, a list of the School Board members and principal officials and the School Board's organizational chart.
- 2) The Financial Section includes the independent auditor's report, the general purpose financial statements, and the combining and individual fund and account group financial statements and schedules arranged by fund type.
- 3) The Statistical Section includes several tables providing a financial history of the School Board as well as demographics and other informative statistics.



ST. BERNARD PARISH SCHOOL BOARD

General School System Expenditures by Function
and Other Financing Uses - Governmental Fund Types
1987-1996
(Unaudited)

Function	1987	1988	1989	1990
Regular Instructional Programs	\$9,488,758	\$9,703,557	\$13,134,720	\$15,138,944
Special Instructional Programs	3,064,761	3,418,572	4,400,923	5,252,732
Adult and Community College Programs	641,100	669,727	972,792	1,119,380
Student Support Services	809,007	779,343	944,589	1,061,756
Instructional Staff Support Services	726,151	738,574	936,774	1,165,378
General Administration Services	5,497,228	5,515,488	590,248 (1)	616,193
School Administration Services	1,338,465	1,292,174	1,627,691	1,990,314
Business Services	268,751	225,035	372,836	317,887
Plant Services	2,611,121	2,840,824	2,950,377	3,454,309
Student Transportation Services	1,683,294	1,472,593	1,821,467	1,855,999
Central Services	162,119	204,733	216,638	263,791
Food Services	2,298,278	2,269,527	2,303,804	2,381,658
Community Services	265	2,100	2,100	2,100
Facility Acquisition and Construction	-	-	-	331,298
Debt Service	932,865	867,888	783,897	702,950
Total Expenditures	29,522,163	30,000,135	31,058,856	35,654,689
Other Financing Uses	174,740	60,638	50,663	261,933
Total Expenditures and Other Financing Uses	<u>\$29,696,903</u>	<u>\$30,060,773</u>	<u>\$31,109,519</u>	<u>\$35,916,622</u>

(1) Beginning in 1989, employee benefits were allocated to the related payroll expenditure categories rather than to General Administration Services.

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**STATISTICAL
SECTION**

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ST. BERNARD PARISH SCHOOL BOARD

General School System Revenue by Source and
Other Financing Sources - Governmental Fund Types
1987-1996
(Unaudited)

GOVERNMENTAL FUND TYPES REVENUES BY SOURCE

LOCAL SOURCES

Year Ended June 30	Ad Valorem Taxes	Sales Taxes	Royalties and Leases	Tuition	Food Services	Interest Earnings	Other
1987	\$2,235,086	\$6,392,613	\$128,832	\$249,785	\$460,031	\$169,541	\$212,514
1988	2,250,151	5,926,251	210,239	358,802	463,317	154,511	461,232
1989	2,184,134	6,288,462	219,191	437,349	432,032	360,533	323,320
1990	2,200,200	7,064,781	245,487	477,684	429,195	293,460	290,941
1991	2,232,877	9,144,832	232,681	575,384	431,529	808,345	394,929
1992	2,291,945	9,550,943	211,197	667,894	473,245	338,644	443,229
1993	2,326,518	9,617,219	198,759	376,699	463,759	164,279	295,031
1994	2,305,641	9,922,138	103,027	384,524	468,070	162,724	369,802
1995	2,377,977	10,542,099	154,006	450,378	435,418	255,576	328,088
1996	2,462,685	11,559,779	119,186	474,107	429,542	311,131	316,286

GENERAL FUND REVENUE BY SOURCE

LOCAL SOURCES

Year Ended June 30	Ad Valorem Taxes	Sales Taxes	Royalties and Leases	Tuition	Food Services	Interest Earnings	Other
1987	\$1,386,823	\$6,313,425	\$128,832	\$249,785	-	\$137,314	\$212,514
1988	1,458,898	5,844,918	210,239	358,802	-	118,384	453,011
1989	1,460,270	6,207,316	219,191	437,349	-	298,569	294,628
1990	1,541,314	6,915,401	245,487	477,684	-	224,961	286,308
1991	1,936,380	8,415,676	232,681	575,384	-	268,789	394,327
1992	1,987,577	8,829,884	211,197	667,894	-	241,274	437,522
1993	2,017,577	8,945,089	198,759	376,699	-	138,121	295,031
1994	2,100,800	9,255,881	103,027	384,524	-	127,265	369,802
1995	2,174,139	9,880,966	154,006	450,378	-	222,380	328,088
1996	2,264,527	10,905,752	119,186	474,107	-	276,010	316,286

* Beginning in 1989, the state contribution to Group Insurance was included as a component of the Equalization payment received by the School Board

ST. BERNARD PARISH SCHOOL BOARD

Property Tax Rates - All Direct and Overlapping Governments
 (per \$1,000 of assessed value)
 1987-1996
 (Unaudited)

<u>TAX YEAR</u> <u>TAXING DISTRICT</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>
<u>Parishwide</u>				
School District	20.21	20.07	19.41	18.55
Parish Government:				
Health District	0.67	0.67	0.67	0.67
Public Library	1.17	1.33	1.33	1.33
Road Lighting	1.30	1.31	1.31	1.31
Parish Maintenance	2.64	2.64	2.64	2.64
Public Improvement Bonds	8.45	8.45	8.45	7.45
Recreation Department	2.32	2.33	2.33	2.33
Garbage District	3.12	3.29	3.29	3.29
Road District	3.12	3.29	3.29	3.29
Total Parish Government	<u>22.79</u>	<u>23.31</u>	<u>23.31</u>	<u>22.31</u>
Assessment District	1.95	1.95	1.95	1.95
Lake Borgne Basin Levee District	7.83	7.83	7.83	14.33
Law Enforcement District	9.53	9.53	9.53	9.53
Port Harbor and Terminal Authority	3.30	3.30	3.30	3.30
Total Parishwide	<u><u>65.61</u></u>	<u><u>65.99</u></u>	<u><u>65.33</u></u>	<u><u>69.97</u></u>
<u>Special Non-Parishwide Districts</u>				
Fire District #1	2.82	2.98	2.98	7.98
Fire District #2	3.63	3.63	3.67	8.67
Sewerage District #1	9.03	13.63	12.88	12.70
Sewerage District #2	10.12	10.84	10.66	10.60
Water District #1	6.83	7.15	6.92	6.93
Water District #2	3.56	3.56	3.60	

Source: St. Bernard Parish Assessor's Office

TABLE 14

RESIDENTIAL CONSTRUCTION (2)		NON-RESIDENTIAL CONSTRUCTION (2)		COMMERCIAL BANK DEPOSITS (3)
NUMBER OF UNITS	VALUE	NUMBER OF UNITS	VALUE	
*	*	*	*	\$262,855,000
274	\$6,976,488	108	\$13,949,094	280,845,000
217	7,315,819	77	2,120,671	308,531,000
256	8,727,869	79	3,590,544	339,286,000
196	6,860,209	96	26,472,094	395,631,000
303	11,527,273	109	2,866,602	505,213,000
251	10,163,997	97	2,440,276	498,706,000
198	8,369,149	86	4,144,084	495,161,000
186	12,381,914	90	2,668,867	485,212,000
179	9,264,604	40	1,762,639	571,589,000

TABLE 13

<u>PERCENT OF GRADUATING SENIORS GOING ON TO COLLEGE (4)</u>	<u>EXPENDITURES PER STUDENT (4)</u>	<u>PUPIL/TEACHER RATIO (4)</u>	<u>MEAN SALARY OF ALL FULL-TIME TEACHER (4)</u>	<u>CLASSROOM TEACHER/SCHOOL ADMINISTRATOR RATIO (4)</u>
37.01%	3,041	17.24 : 1	21,036	17.34 : 1
45.60%	3,021	16.82 : 1	21,214	17.56 : 1
46.88%	3,059	17.56 : 1	22,092	17.65 : 1
65.39%	3,630	16.39 : 1	23,176	16.59 : 1
58.12%	4,060	17.18 : 1	25,959	17.66 : 1
58.12%	4,058	16.36 : 1	24,601	17.66 : 1
63.17%	4,197	16.13 : 1	25,661	16.97 : 1
70.03%	4,219	17.54 : 1	26,052	16.03 : 1
69.49%	4,380	16.32 : 1	26,017	16.46 : 1
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ST. BERNARD PARISH SCHOOL BOARD

Ratio of Net Sales Tax Bonded Debt to Total Sales
and Net Sales Tax Bonded Debt Per Capita
1987-1996
(Unaudited)

<u>YEAR ENDED JUNE 30</u>	<u>ESTIMATED POPULATION (1)</u>	<u>NUMBER OF STUDENTS</u>	<u>TOTAL SALES</u> (2)	<u>GROSS BONDED DEBT</u>
1987	68,296	10,190	\$467,150,099	\$410,000
1988	68,174	10,220	431,179,533	350,000
1989	67,869	10,406	446,185,467	285,000
1990	67,575	10,208	449,705,701	7,220,000
1991	66,631	10,267	487,618,500	6,995,000
1992	66,901	10,243	507,881,445	6,755,000
1993	67,302	9,309	515,647,355	6,500,000
1994	67,938	9,365	527,773,298	6,310,000
1995	67,369	9,402	560,749,947	6,100,000
1996	67,679	9,452	614,881,862	5,875,000

* The governance of the St. Bernard Parish Community College was transferred from the St. Bernard Parish School Board to the State Board of Colleges and Universities resulting in a loss of approximately 1,000 students.

(1) Source: Louisiana Technical University

(2) Source: St. Bernard Parish Sheriff's Office - Tax Collector

ST. BERNARD PARISH SCHOOL BOARD
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 1996

**T A B L E O F
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TABLE 9

<u>LESS DEBT SERVICE FUNDS</u>	<u>NET BONDED DEBT</u>	<u>RATIO OF NET BONDED DEBT TO TOTAL SALES</u>	<u>NET BONDED DEBT PER CAPITA</u>	<u>NET BONDED DEBT PER STUDENT</u>
\$341,084	\$68,916	0.015%	\$1	\$7
338,103	11,897	0.003%	0	1
271,620	13,380	0.003%	0	1
1,115,282	6,104,718	1.357%	90	598
1,041,616	5,953,384	1.221%	89	580
949,890	5,805,110	1.143%	87	567
867,823	5,632,177	1.092%	84	605
868,290	5,441,710	1.031%	80	581
922,894	5,177,106	0.923%	77	551
921,250	4,953,750	0.806%	73	524

Computation of Legal Debt Margin
 June 30, 1996
 (Unaudited)

Assessed Valuation:		
Taxable Assessed Value		\$142,003,374
Add: Exempt Property (Homestead Exemptions)		102,181,083
Total Assessed Value		<u>\$244,184,457</u>
Legal Debt Margin:		
Debt Limitation - 35% of Total Assessed Value		\$85,464,560
Debt Applicable to Limitation:		
Total General Obligation Bonded Debt	\$1,675,000	
Less: Amount Available for Repayment of General Obligation Bonds	<u>208,727</u>	
Total General Obligation Debt Applicable to Limitation		<u>1,466,273</u>
Legal Debt Margin		<u>\$83,998,287</u>

Computation of Direct and Underlying Bonded Debt
 General Obligation Bonds
 June 30, 1996
 (Unaudited)

<u>Jurisdiction</u>	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to Government</u>	<u>Amount Applicable to Government</u>	<u>Total Assessed Valuation of Property Applicable to Bonded Debt (1)</u>
Direct:				
St. Bernard Parish School Board	\$1,675,000	100%	\$1,675,000	\$142,003,374
Underlying:				
Parish of St. Bernard	5,050,000	100%	5,050,000	142,003,374
Lake Borgne Basin Levee District	6,305,000	100%	6,305,000	142,003,374
St. Bernard Water District No. 1	310,000	100%	310,000	112,693,026
St. Bernard Sewerage District No. 1	505,000	100%	505,000	15,598,355
St. Bernard Sewerage District No. 2	2,695,000	100%	2,695,000	101,288,855
Total	<u>\$16,540,000</u>		<u>\$16,540,000</u>	

(1) Taxable assessed value of property subject to School Board's assessment - \$142,003,374

Source: Respective Government Entities

Ratio of Annual Debt Service Expenditures for General
Obligation Bonded Debt to Total Expenditures -
All Governmental Fund Types
1987-1996
(Unaudited)

<u>YEAR ENDED JUNE 30</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL DEBT SERVICE</u>	<u>TOTAL GOVERNMENTAL FUNDS EXPENDITURES</u>	<u>RATIO OF DEBT SERVICE TO GOVERNMENTAL FUNDS EXPENDITURES</u>
1987	\$785,000	\$145,773	\$930,773	\$29,522,163	3.2%
1988	750,000	115,766	865,766	30,000,135	2.9%
1989	695,000	86,225	781,225	31,058,856	2.5%
1990	640,000	60,425	700,425	35,654,689	2.0%
1991	430,000	712,132	1,142,132	44,318,693	2.6%
1992	505,000	683,882	1,188,882	41,983,197	2.8%
1993	445,000	650,745	1,095,745	41,297,410	2.7%
1994	255,000	617,070	872,070	43,126,391	2.0%
1995	275,000	591,820	866,820	43,634,026	2.0%
1996	290,000	564,570	854,570	44,119,132	1.9%

Schedule of Compensation Paid to Board Members
 For the Year Ended June 30, 1996
 With Comparative Totals for the Year Ended June 30, 1995

	<u>1996</u>	<u>1995</u>
Herman Acosta (Term ended December 1994)	-	\$3,600
Frank P. Auderer (Resigned January 1996)	\$4,200	7,200
Herman J. Bonnette, Sr.	7,200	7,200
Donald D. Campbell	7,200	7,200
Alfred A. Claude, III (Term began January 1995)	7,200	3,600
Hugh C. Craft (Term began January 1995)	7,200	3,600
Diana B. Dysart - President	7,800	7,800
William H. Egan (Term began February 1996)	3,000	-
Clifford M. Englande (Term began January 1995)	7,200	3,600
Sharon A. Hanzo (Term began January 1995)	7,200	3,600
Julius V. Hutter (Term ended December 1994)	-	3,600
Joseph Long (Term ended December 1994)	-	3,600
Ronald J. Nicosia (Term began January 1995)	7,200	3,600
Jeffrey Perigoni (Term ended December 1994)	-	3,600
Jacques A. Sanborn	7,200	7,200
George Schlorff (Term ended December 1994)	-	3,600
Max L. Shaneyfelt	7,200	7,200
	<u>\$79,800</u>	<u>\$79,800</u>

ST. BERNARD PARISH SCHOOL BOARD

Demographic Statistics
1987-1996
(Unaudited)

<u>FISCAL YEAR</u>	<u>POPULATION (1)</u>	<u>PER CAPITA INCOME (2)</u>	<u>PUBLIC SCHOOL ENROLLMENT (3)</u>	<u>PUBLIC HIGH SCHOOL GRADUATES (4)</u>
1987	68,296	\$11,620	10,190	552
1988	68,174	11,692	10,220	481
1989	67,869	12,311	10,406	463
1990	67,575	12,665	10,208	477
1991	66,631	13,734	10,267	456
1992	66,901	14,180	10,243	415
1993	67,302	14,833	9,309	431
1994	67,938	15,386	9,365	505
1995	67,369	16,137	9,402	508
1996	67,679	*	9,452	*

* Information not yet available

(1) Estimated population as of December 31 of Fiscal Year.

(2) Source: Bureau of Labor Statistics, Survey of Current Business.

(3) Includes enrollment at St. Bernard Parish Community College through 1992.

(4) Source: Louisiana Annual Financial and Statistical Report.

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ST. BERNARD PARISH SCHOOL BOARD

Property Value, Construction and Bank Deposits
 1987-1996
 (Unaudited)

YEAR ENDED JUNE 30	ASSESSED PROPERTY VALUE (1)			
	LAND AND IMPROVEMENTS	OTHER PROPERTY	EXEMPTIONS	TOTAL
1987	\$113,523,733	\$70,701,022	\$72,491,683	\$111,733,072
1988	116,342,217	72,036,694	74,530,512	113,848,399
1989	137,023,644	72,136,617	94,513,772	114,646,489
1990	140,960,568	74,270,552	96,097,872	119,133,248
1991	141,942,451	77,028,782	96,678,995	122,292,238
1992	144,682,257	78,538,950	98,028,782	125,192,425
1993	145,624,094	80,773,187	98,976,262	127,421,019
1994	146,585,462	85,361,214	100,424,843	131,521,833
1995	148,869,678	89,261,944	101,556,828	136,574,794
1996	151,091,984	93,092,473	102,181,083	142,003,374

* Information not available

(1) Source: St. Bernard Parish School Board

(2) Source: St. Bernard Parish Planning Commission

(3) Source: St. Bernard Bank and Trust Co.
 People's Bank and Trust Co.
 Regions Bank - St. Bernard Branches

Miscellaneous Statistics
(Unaudited)

Year of Incorporation: 1877
 Form of Government: School Board
 Area of Parish: 2,386 Square Miles
 Regular School Days: 180
 Population:

Number of Schools	
Elementary	10
Middle	4
High	3
	<u>17</u>

Enrollment	
Elementary	4,515
Middle	2,125
High	2,812
	<u>9,452</u>

DEGREE	NUMBER OF TEACHERS	PERCENTAGE OF TOTAL
Bachelor's Degree	409	70.88%
Master's Degree	110	19.06%
Master's Degree + 30	56	9.71%
Education Specialist	-	-
Doctorate	2	0.35%
	<u>577</u>	<u>100.00%</u>

YEARS OF EXPERIENCE	NUMBER OF TEACHERS	PERCENTAGE OF TOTAL
0 - 4	153	26.52%
5 - 9	106	18.37%
10 - 14	66	11.44%
15 - 19	90	15.60%
20 - 24	79	13.69%
25 and Over	83	14.38%
	<u>577</u>	<u>100.00%</u>

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**SINGLE AUDIT
SECTION**

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Independent Auditors' Report on the School Board's
Internal Control Structure over its Federal Financial Assistance Programs

To the St. Bernard Parish School Board:

We have audited the general purpose financial statements of the St. Bernard Parish School Board (the "School Board") and the combining, individual fund and account group financial statements, as of and for the year ended June 30, 1996, and have issued our report thereon dated September 13, 1996. We have also audited the School Board's compliance with requirements applicable to its major Federal financial assistance programs and have issued our report thereon dated September 13, 1996.

We conducted our audit in accordance with generally accepted auditing standards, the standards for financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of OMB Circular A-128, Audits of State and Local Governments. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose, combining, individual fund and account group financial statements are free of material misstatement and about whether the School Board complied with laws and regulations, noncompliance with which would be material to a major Federal financial assistance program.

In planning and performing our audit of the general purpose, combining, individual fund and account group financial statements of the School Board for the year ended June 30, 1996, we considered the School Board's internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the School Board's general purpose, combining, individual fund and account group financial statements and on its compliance with requirements applicable to major Federal financial assistance programs and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to Federal financial assistance programs. We have addressed internal control policies and procedures relevant to our audit of the School Board's general purpose, combining, individual fund and account group financial statements in a separate report dated September 13, 1996.

Independent Auditors' Report on the
Internal Control Structure of the School Board as an Entity

To the St. Bernard Parish School Board:

We have audited the general purpose financial statements of the St. Bernard Parish School Board (the "School Board"), and the combining, individual fund, and account group financial statements of the School Board, as of and for the year ended June 30, 1996, and have issued our report thereon dated September 13, 1996.

We conducted our audit in accordance with generally accepted auditing standards and the standards for 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 general purpose, combining, individual fund and account group financial statements are free of material misstatement.

The management of the School Board is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose, combining, individual fund and account group financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the general purpose, combining, individual fund and account group financial statements of the School Board for the year ended June 30, 1996, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose, combining, individual fund and account group financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose, combining, individual fund and account group financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operations that we consider to be material weaknesses as defined above.

This report is intended for the information of the School Board members, School Board management, the Louisiana State Department of Education (the designated cognizant agency), the Legislative Auditor of the State of Louisiana and Federal grantor agencies. However, this report is a matter of public record and its distribution is not limited.

Arthur Andersen LLP

New Orleans, Louisiana
September 13, 1996

TOTAL GRANT AWARD	ACCRUED REVENUE JUNE 30, 1995	CASH RECEIPTS	CASH DISBURSEMENTS	ACCRUED REVENUE JUNE 30, 1996
610	-	609	609	-
467,160	48,049	246,463	198,414	-
7,088	-	7,088	7,088	-
438,174	-	223,710	295,602	66,892
78,736	18,036	42,039	24,003	-
74,480	-	29,412	36,917	7,505
6,950	-	-	515	515
<u>1,073,198</u>	<u>66,085</u>	<u>554,321</u>	<u>563,148</u>	<u>74,912</u>
71,459	12,335	12,335	-	-
71,507	-	61,930	71,108	9,178
<u>142,966</u>	<u>12,335</u>	<u>74,265</u>	<u>71,108</u>	<u>9,178</u>
42,932	12,796	12,796	-	-
8,406	-	3,006	8,406	5,400
49,559	-	38,194	49,057	10,863
<u>100,897</u>	<u>12,796</u>	<u>53,996</u>	<u>57,463</u>	<u>16,263</u>
61,560	17,067	17,067	-	-
945	-	-	945	945
70,280	-	50,910	70,149	19,239
<u>132,785</u>	<u>17,067</u>	<u>67,977</u>	<u>71,094</u>	<u>20,184</u>
93,352	30,434	30,434	-	-
87,874	-	77,463	87,873	10,410
<u>181,226</u>	<u>30,434</u>	<u>107,897</u>	<u>87,873</u>	<u>10,410</u>
8,552	6,040	6,040	-	-
<u>8,552</u>	<u>6,040</u>	<u>6,040</u>	<u>-</u>	<u>-</u>
49,993	-	27,222	49,991	22,769
19,635	-	5,531	19,594	14,063
19,977	-	-	14,027	14,027
<u>89,605</u>	<u>-</u>	<u>32,753</u>	<u>83,612</u>	<u>50,859</u>
<u>5,091,744</u>	<u>536,751</u>	<u>2,511,346</u>	<u>2,459,880</u>	<u>485,285</u>
10,068	10,068	10,068	-	-
<u>\$8,299,593</u>	<u>\$660,016</u>	<u>\$4,774,160</u>	<u>\$4,846,850</u>	<u>\$578,173</u>

ARTHUR ANDERSEN LLP

Independent Auditors' Report on Compliance of the School Board as an Entity

To the St. Bernard Parish School Board:

We have audited the general purpose financial statements of the St. Bernard Parish School Board (the "School Board"), and the combining, individual fund and account group financial statements, as of and for the year ended June 30, 1996, and have issued our report thereon dated September 13, 1996.

We conducted our audit in accordance with generally accepted auditing standards and the standards for 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 general purpose, combining, individual fund and account group financial statements are free of material misstatement.

Compliance with laws, regulations, contracts and grants applicable to the School Board is the responsibility of School Board management. As part of obtaining reasonable assurance about whether the general purpose, combining, individual fund and account group financial statements are free of material misstatement, we performed tests of the School Board's compliance with certain provisions of laws, regulations, contracts and grants. However, the objective of our audit of the general purpose, combining, individual fund and account group financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance that are required to be reported herein under Government Auditing Standards.

This report is intended for the information of the School Board members, School Board management, the Louisiana State Department of Education (the designated cognizant agency), the Legislative Auditor of the State of Louisiana and Federal grantor agencies. However, this report is a matter of public record and its distribution is not limited.

New Orleans, Louisiana
September 13, 1996

Arthur Andersen LLP

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

**COMPREHENSIVE
ANNUAL
FINANCIAL REPORT**

FOR THE FISCAL YEAR

July 1, 1995 - June 30, 1996

The management of the School Board is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that (1) assets are safeguarded against loss from unauthorized use or disposition, (2) transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose, combining, individual fund and account group financial statements in accordance with generally accepted accounting principles, and (3) Federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering Federal financial assistance programs into the following categories:

Accounting Control Categories

- Financial Reporting Cycle (includes controls established to ensure compliance with laws and regulations that have a material impact on the general purpose, combining, individual fund and account group financial statements)
- Treasury Cycle
- Revenue Cycle
- Payroll Expenditure Cycle
- Vendor Expenditure Cycle
- Conversion (Fixed Asset/Inventory) Cycle
- Federal Grants Cycle

Administrative Control Categories

- General Requirements
 - Political activity
 - Davis-Bacon Act*
 - Civil rights
 - Cash management
 - Relocation assistance and real property acquisitions*

- Federal financial reports
 - Allowable costs/cost principles
 - Drug-Free Workplace Act
 - Administrative requirements
- Specific Requirements
 - Types of services allowed or disallowed
 - Eligibility
 - Matching, level of effort and/or earmarking
 - Reporting
 - Special tests and provisions (if applicable to specific programs), if any
 - Monitoring subrecipients*
 - Cost allocation
 - Claims for advances and reimbursements
 - Amounts claimed or used for matching

(* = not applicable to the Board's 1996 programs)

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the year ended June 30, 1996, the Board expended 82% of its total Federal financial assistance under major Federal financial assistance programs.

We performed tests of controls, as required by OMB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to each of the School Board's major Federal financial assistance programs, which are identified in the accompanying Schedule of Federal Financial Assistance. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure policies and procedures used in administering Federal financial assistance would not necessarily disclose all matters in the internal control structure that might constitute material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure

elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a Federal financial assistance program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operations that we consider to be material weaknesses as defined above.

This report is intended for the information of the School Board members, School Board management, the Louisiana State Department of Education (the designated cognizant agency), the Legislative Auditor of the State of Louisiana and Federal grantor agencies. However, this report is a matter of public record and its distribution is not limited.

New Orleans, Louisiana
September 13, 1996

Arthur Andersen LLP

ARTHUR ANDERSEN LLP

Independent Auditors' Report on Compliance with the General Requirements Applicable to the School Board's Federal Financial Assistance Programs

To the St. Bernard Parish School Board:

We have audited the general purpose financial statements of the St. Bernard Parish School Board (the "School Board"), and the combining, individual fund and account group financial statements, as of and for the year ended June 30, 1996, and have issued our report thereon dated September 13, 1996.

We have applied procedures to test the School Board's compliance with the following requirements applicable to its Federal financial assistance programs, which are identified in the accompanying Schedule of Federal Financial Assistance, for the year ended June 30, 1996.

- Political activity
- Davis-Bacon Act*
- Civil rights
- Cash management
- Relocation assistance and real property acquisition*
- Federal financial reports
- Allowable costs/cost principles
- Drug-Free Workplace Act
- Administrative requirements

(* = not applicable to the Board's 1996 programs)

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's Compliance Supplement for Single Audits of State and Local Governments. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the School Board's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With

respect to items not tested, nothing came to our attention that caused us to believe that the School Board had not complied, in all material respects, with those requirements.

This report is intended for the information of School Board members, School Board management, the Louisiana State Department of Education (the designated cognizant agency), the Legislative Auditor of the State of Louisiana and Federal grantor agencies. However, this report is a matter of public record and its distribution is not limited.

New Orleans, Louisiana
September 13, 1996

Arthur Andersen LLP

ST. BERNARD PARISH SCHOOL BOARD

Schedule of Federal Financial Assistance
For the Year Ended June 30, 1996

<u>FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM NAME</u>	<u>FEDERAL CFDA NUMBER</u>	<u>GRANT PERIOD</u>	<u>PASS-THROUGH GRANTORS' AWARD NUMBER</u>
Handicapped School Programs:			
• 1994 Chapter I, PL 89-313 - Carryover	84.009A	4/01/95-9/30/96	94-C313-44
• 1995 Flow-Through	84.027	7/01/94-9/30/95	95-FT-44
• 1995 Flow-Through Carryover	84.027	12/19/95-6/30/96	95-FT-44 C/O
• 1996 Flow-Through	84.027	7/01/95-9/30/96	96-FT-44
1995 Preschool Incentive	84.173A	7/01/94-9/30/95	95-PF-44
1996 Preschool Incentive	84.173A	7/01/95-9/30/96	96-PF-44
1995 IDEA - Part H	84.181	7/01/95-9/30/96	95-CIT3-44
Innovative Education Program Strategies:			
1995 Chapter II	84.151	7/01/94-6/30/95	28-95-0044-2
1996 IASA Title VI	84.151	7/01/95-6/30/96	28-96-0044-6
Strengthening The Skills of Teachers:			
1995 IASA Title II	84.164	7/01/94-6/30/95	28-95-5044-11
1995 IASA Title II-Carryover	84.164	7/27/95-6/30/96	28-95-5044-11 C/O
1996 IASA Title II	84.164	7/01/95-6/30/96	28-96-5044-11
Drug Free Schools and Communities:			
1995 Drug Free Program	84.186	7/01/94-6/30/95	28-95-7044-D
1995 Drug Free Program - Carryover	84.186	7/01/95-6/30/96	28-95-7044-D C/O
1996 IASA Title IV	84.186	7/01/95-6/30/96	28-96-7044-D
Vocational Education:			
Title II A:			
1995 Basic Grant	84.048	7/01/94-6/30/95	N/A
1996 Basic Grant	84.048	7/01/95-6/30/96	N/A
Title III B:			
1995 Consumer and Homemaking	84.049	7/01/94-6/30/95	N/A
Goals 2000 Programs:			
1996 Title III - Local Improvement	84.276B	8/17/95-6/30/96	N/A
1996 Title III - Professional Development	84.276B	8/17/95-6/30/96	N/A
1996 Title III - Curriculum & Assessment	84.276B	4/01/96-12/31/96	N/A
Total United States Department of Education			
Federal Emergency Management Agency Disaster Assistance	83.516	7/01/94-6/30/95	N/A
Total Federal Financial Assistance			
* Major Program			

In our opinion, the School Board complied, in all material respects, with the requirements governing (1) types of services allowed or disallowed, (2) eligibility, (3) matching, level of effort, and/or earmarking, (4) reporting, (5) special tests and provisions, (6) claims for advances and reimbursements, and (7) amounts claimed or used for matching that are applicable to each of its major Federal financial assistance programs for the year ended June 30, 1996.

This report is intended for the information of School Board members, School Board management, the Louisiana State Department of Education (the designated cognizant agency), the Legislative Auditor of the State of Louisiana and Federal grantor agencies. However, this report is a matter of public record and its distribution is not limited.

Arthur Andersen LLP

New Orleans, Louisiana
September 13, 1996

ARTHUR ANDERSEN LLP

Independent Auditors' Report on the School Board's Compliance with Requirements Applicable to Nonmajor Federal Financial Assistance Program Transactions

To the St. Bernard Parish School Board:

We have audited the general purpose financial statements of the St. Bernard Parish School Board (the "School Board"), and the combining, individual fund and account group financial statements, as of and for the year ended June 30, 1996, and have issued our report thereon dated September 13, 1996.

In connection with our audit of the 1996 general purpose financial statements of the School Board and the combining, individual fund and account group financial statements, and with our consideration of the School Board's internal control structure used to administer Federal financial assistance programs, as required by Office of Management and Budget Circular A-128, Audits of State and Local Governments, we selected certain transactions applicable to certain nonmajor Federal financial assistance programs for the year ended June 30, 1996. As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements governing (1) types of services allowed or disallowed and (2) eligibility that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the School Board's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the School Board had not complied, in all material respects, with those requirements.

This report is intended for the information of School Board members, School Board management, the Louisiana State Department of Education (the designated cognizant agency), the Legislative Auditor of the State of Louisiana and Federal grantor agencies. However, this report is a matter of public record and its distribution is not limited.

New Orleans, Louisiana
September 13, 1996

Arthur Andersen LLP

ARTHUR ANDERSEN LLP

Independent Auditors' Report on the Schedule of Federal Financial Assistance

To the St. Bernard Parish School Board:

We have audited the general purpose financial statements of the St. Bernard Parish School Board (the "School Board"), and the combining, individual fund and account group financial statements as of and for the year ended June 30, 1996, and have issued our report thereon dated September 13, 1996. These general purpose financial statements and the Schedule referred to below are the responsibility of the School Board's management. Our responsibility is to express an opinion on the general purpose financial statements and the Schedule referred to below based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards for 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 general purpose, combining, individual fund and account group financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements of the School Board taken as a whole and the combining, individual fund and account group financial statements. The accompanying Schedule of Federal Financial Assistance is presented for purposes of additional analysis and is not a required part of the financial statements of the School Board. The information in that Schedule has been subjected to the auditing procedures applied in the audit of the general purpose, combining, individual fund and account group financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general purpose, combining, individual fund and account group financial statements taken as a whole.

New Orleans, Louisiana
September 13, 1996

Arthur Andersen LLP

ST. BERNARD PARISH SCHOOL BOARD

Schedule of Federal Financial Assistance
For the Year Ended June 30, 1996

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM NAME	FEDERAL CFDA NUMBER	GRANT PERIOD	PASS-THROUGH GRANTORS' AWARD NUMBER
United States Department of Agriculture:			
Passed through Louisiana Department of Agriculture and Forestry:			
Food Distribution Program	10.550	7/01/95-6/30/96	N/A
Passed through Louisiana Department of Education:			
* School Breakfast Program	10.553	7/01/95-6/30/96	N/A
* National School Lunch Program	10.555	7/01/95-6/30/96	N/A
* Summer Food Service Program	10.559	6/08/96-6/30/96	N/A
Total United States Department of Agriculture			
United States Department of Health and Human Services:			
Direct Program:			
*1995 Headstart	13.600	7/01/94-6/30/95	06CHO392/04
*1996 Headstart	13.600	7/01/95-6/30/96	06CHO392/05
Total United States Department of Health and Human Services			
United States Department of Labor:			
Passed through Louisiana Department of Labor:			
Passed Through Plaquemines, St Bernard St Tammany Parishes Consortium:			
1995 JTPA Basic Program	17.250	8/15/94-6/02/95	190030/11
1995 JTPA - COPE	17.250	8/15/94-6/02/95	190030/12
1995 JTPA - Summer School	17.250	6/05/95-8/04/95	190030/13
1995 JTPA - Jobs for America's Graduates	17.250	1/13/95-6/02/95	190030/11
1996 JTPA Basic Program	17.250	8/18/95-6/05/96	190030
1996 JTPA - COPE	17.250	8/18/95-6/05/96	190030
1996 JTPA - Summer School	17.250	6/06/96-8/09/96	190030
1996 JTPA - Jobs for America's Graduates	17.250	8/18/95-6/05/96	190030
Total passed through Louisiana Department of Labor			
Passed through Louisiana Department of Education:			
School-To-Work Program:			
1996 School-To-Work Program	17.249	11/01/95-6/30/96	28-96
Total passed through Louisiana Department of Education			
Total United States Department of Labor			
United States Department of Defense:			
1995 Department of the Air Force - JROTC	NONE	7/01/94-6/30/95	N/A
1996 Department of the Air Force - JROTC	NONE	7/01/95-6/30/96	N/A
Total United States Department of Defense			
United States Department of Education:			
Passed through Louisiana Department of Education:			
1995 Adult Education - State Administered Basic Grant	84.002	7/01/94-6/30/95	N/A
1996 Adult Education - State Administered Basic Grant	84.002	7/01/95-6/30/96	N/A
Educationally Deprived Children:			
* 1995 Title I	84.010	7/01/94-6/30/95	95-061-44
* 1995 Title I - Carryover	84.010	3/11/96-6/30/96	95-061-44 C/O
* 1996 Title I	84.010	7/01/95-6/30/96	96-061-44
* Major Program			

<u>TOTAL GRANT AWARD</u>	<u>ACCRUED REVENUE JUNE 30, 1995</u>	<u>CASH RECEIPTS</u>	<u>CASH DISBURSEMENTS</u>	<u>ACCRUED REVENUE JUNE 30, 1996</u>
\$162,033	-	-	\$162,033	-
410,826	-	\$410,799	410,826	527
1,161,704	-	1,161,704	1,161,704	-
12,176	-	-	12,176	12,176
<u>1,746,739</u>	<u>-</u>	<u>1,572,503</u>	<u>1,746,739</u>	<u>12,203</u>
546,470	28,612	28,612	-	-
442,085	-	376,080	442,085	66,005
<u>988,555</u>	<u>28,612</u>	<u>404,692</u>	<u>442,085</u>	<u>66,005</u>
139,453	45,091	45,091	-	-
55,725	18,571	18,571	-	-
15,222	6,756	15,222	8,466	-
12,832	6,982	6,982	-	-
69,659	-	68,691	68,691	-
57,349	-	57,779	57,779	-
15,998	-	-	5,339	5,339
28,804	-	27,479	27,479	-
<u>395,542</u>	<u>77,400</u>	<u>239,815</u>	<u>167,754</u>	<u>5,339</u>
7,500	-	-	-	7,500
7,500	-	-	-	7,500
<u>403,042</u>	<u>77,400</u>	<u>239,815</u>	<u>167,754</u>	<u>12,839</u>
29,053	7,185	7,185	-	-
30,392	-	28,551	30,392	1,841
<u>59,445</u>	<u>7,185</u>	<u>35,736</u>	<u>30,392</u>	<u>1,841</u>
52,597	16,213	16,213	-	-
47,911	-	37,728	47,370	10,142
<u>100,508</u>	<u>16,213</u>	<u>53,941</u>	<u>47,370</u>	<u>10,142</u>
1,613,019	375,781	375,781	-	-
35,969	-	35,969	35,969	-
1,613,019	-	1,148,406	1,441,743	293,337
<u>3,262,007</u>	<u>375,781</u>	<u>1,560,156</u>	<u>1,477,712</u>	<u>293,337</u>

TABLE 7

<u>DEBT SERVICE FUNDS</u>	<u>NET BONDED DEBT</u>	<u>RATIO OF NET BONDED DEBT TO ASSESSED VALUE</u>	<u>NET BONDED DEBT PER CAPITA</u>	<u>NET BONDED DEBT PER STUDENT</u>
\$324,357	\$2,135,643	1.91%	\$31	\$210
323,875	1,446,125	1.27%	21	141
352,297	787,703	0.69%	12	76
402,511	2,127,489	1.79%	31	208
341,598	1,983,402	1.62%	30	193
219,714	1,840,286	1.47%	28	180
186,509	1,683,491	1.32%	25	181
187,350	1,617,650	1.23%	24	173
195,223	1,544,777	1.13%	23	164
208,727	1,466,273	1.03%	22	155

ST. BERNARD PARISH SCHOOL BOARD

Chalmette, Louisiana

2657

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COMPREHENSIVE ANNUAL
FINANCIAL REPORT

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

For the Fiscal Year

July 1, 1995 - June 30, 1996

Release Date

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Prepared by the

Department of Business Operations

Doris Voitier, Associate Superintendent

Independent Auditors' Report on Compliance with Specific
Requirements Applicable to the School Board's Major
Federal Financial Assistance Programs

To the St. Bernard Parish School Board:

We have audited the general purpose financial statements of the St. Bernard Parish School Board (the "School Board"), and the combining, individual fund and account group financial statements, as of and for the year ended June 30, 1996, and have issued our report thereon dated September 13, 1996.

We have also audited the School Board's compliance with the requirements governing (1) types of services allowed or disallowed, (2) eligibility, (3) matching, level of effort, and/or earmarking, (4) reporting, (5) special tests and provisions, (6) claims for advances and reimbursements, and (7) amounts claimed or used for matching that are applicable to each of its major Federal financial assistance programs, which are identified in the accompanying Schedule of Federal Financial Assistance, for the year ended June 30, 1996. The management of the School Board is responsible for the School Board's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit of compliance with those requirements in accordance with generally accepted auditing standards, the standards for financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and Office of Management and Budget Circular A-128, Audits of State and Local Governments. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the School Board's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.