



Washington Parish School Board

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GENERAL PURPOSE

FINANCIAL

STATEMENTS

AND SINGLE

AUDIT REPORTS

Fiscal year ended June 30, 1999

Mr. Harold R. Smith
President

Mr. Dennis Fowler
Superintendent

Mr. Adren Payboam
Director of Finance

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

Release Date: **JAN 10 2000**

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

General Purpose Financial Statements

Year ended June 30, 1999

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WASHINGTON PARISH SCHOOL BOARD
Franklin, Louisiana

General Purpose Financial Statements

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**FINANCIAL
SECTION**



Suite 1900 One Shell Square
New Orleans, LA 70112-2000

Independent Auditors' Report

The Members of the
Washington Parish School Board
Franklin, Louisiana

We have audited the accompanying general purpose financial statements of the Washington Parish School Board (the School Board), as of and for the year ended June 30, 1999, as listed in the table of contents. These general purpose financial statements are the responsibility of the School Board's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our 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 School Board as of June 30, 1999, and the results of its operations and the cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 15, 1999, on our consideration of the School Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

The Year 2000 supplementary information, as listed in the table of contents, is not a required part of the general purpose financial statements, but is supplementary information required by the Governmental Accounting Standards Board, and we did not audit and do not express an opinion on such information. Further, we were unable to apply to the information certain procedures prescribed by professional standards, because of the nature of the subject matter underlying the disclosure requirements and because sufficiently specific criteria regarding the matters to be disclosed have not been established. In addition, we do not provide assurance that the School Board is or will become year 2000 compliant, that the School Board's year 2000 remediation efforts will be successful in whole or in part, or that parties with which the School Board does business are or will become year 2000 compliant.



Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of the School Board taken as a whole. The combining, individual fund and individual account group financial statements and schedules listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

KPMG LLP

October 15, 1999

**INDEPENDENT AUDIT REPORT ON THE
FINANCIAL STATEMENTS**
Continental/Continental - National type and various types
Ann 01.08
relating to the year 2018

Account	Continental/Continental		National type and various types	Continental/Continental		Total
	2018	2017		2018	2017	
Assets						
Non-current assets						
Intangible assets	1,139,428	89,373	1,050,055	1,050,055	94,348	1,144,403
Property, plant and equipment	1,139,428	1,042,048	-	-	-	2,181,476
Financial assets	-	8,000	-	-	-	8,000
Other assets	-	-	-	-	-	-
Current assets						
Cash and cash equivalents	1,139,428	1,050,055	1,050,055	1,050,055	94,348	2,284,476
Trade receivables	-	-	-	-	-	-
Inventory	-	-	-	-	-	-
Prepaid expenses and other receivables	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total assets	2,278,856	2,039,428	2,100,110	2,100,110	188,696	4,378,826
Liabilities and equity						
Liabilities						
Trade payables	1,139,428	1,042,048	1,050,055	1,050,055	94,348	2,284,476
Other liabilities	-	-	-	-	-	-
Total liabilities	1,139,428	1,042,048	1,050,055	1,050,055	94,348	2,284,476
Equity						
Share capital	1,139,428	1,139,428	1,139,428	1,139,428	1,139,428	2,278,856
Reserves	-	-	-	-	-	-
Total equity	1,139,428	1,139,428	1,139,428	1,139,428	1,139,428	2,278,856
Total	2,278,856	2,039,428	2,100,110	2,100,110	188,696	4,378,826

The accompanying unaudited interim financial statements

WARREN COUNTY BOARD OF SUPERVISORS
Financial Statements

Page 2 of 2

**Combined Statement of Revenues, Expenditures, and Changes in
Fund Balances - All Governmental Fund Types**

For ended June 30, 2009
where applicable for the period June 15, 2008

	Governmental Activities				Total	
	General	Special	Capital	Capital	Governmental Funds	Total
Revenues:						
Local sources:						
Taxes						
All sales	\$ 787,000	0.00	880,000	15,000	1,787,000	1,882,000
Sales excise	1,121,000	-	-	-	1,121,000	1,121,000
Interest earned	461,000	14,000	24,000	-	509,000	509,000
Fund services	-	162,000	-	-	162,000	162,000
Misc	243,000	0.00	-	-	243,000	243,000
Totals	1,792,000	176,000	904,000	15,000	3,887,000	4,004,000
Misc	1,000,000	0.00	-	-	1,000,000	1,000,000
Grants:						
Federal	-	30,000	-	-	30,000	30,000
State	30,000	4,000,000	-	-	4,030,000	4,060,000
Misc	-	1,000,000	-	-	1,000,000	1,000,000
Totals	30,000	4,030,000	-	-	4,060,000	4,090,000
Expenditures:						
Capital						
Capital program	41,000,000	-	-	-	41,000,000	41,000,000
Capital program	1,400,000	1,000,000	-	-	2,400,000	2,400,000
Misc	120,000	-	-	-	120,000	120,000
Operating						
Admin services	794,000	11,000	-	-	805,000	805,000
Construction and equip	399,000	200,000	-	-	599,000	599,000
Construction program	1,700,000	1,000,000	13,000	0.00	2,713,000	2,713,000
General administration	1,700,000	-	-	-	1,700,000	1,700,000
Business services	243,000	-	-	-	243,000	243,000
Plant services	1,400,000	114,000	-	-	1,514,000	1,514,000
Public transportation services	1,700,000	-	-	-	1,700,000	1,700,000
Fund services	-	-	-	-	-	-
Transportation	-	400,000	-	-	400,000	400,000
Community service program	-	-	-	1,400,000	1,400,000	1,400,000
LTPB activity	-	30,000	-	-	30,000	30,000
Misc	-	-	20,000	-	20,000	20,000
Misc	-	-	20,000	-	20,000	20,000
Increased fund charges	-	-	-	-	-	-
Totals	41,000,000	4,030,000	13,000	1,400,000	46,463,000	46,463,000
Transfers						
Transfers to other departments	1,000,000	-	-	-	1,000,000	1,000,000
Transfers to other departments	-	-	-	-	-	-
Totals	1,000,000	-	-	-	1,000,000	1,000,000
Other financing sources:						
Sale of land	500	-	-	-	500	500
Developmental loans	-	-	-	1,100,000	1,100,000	1,100,000
Operating transfers from other	10,000	10,000	-	40,000	60,000	60,000
Operating transfers to other	(20,000)	(20,000)	-	(10,000)	(50,000)	(50,000)
Totals	800,000	10,000	-	1,130,000	1,980,000	1,980,000
Change in fund balances:	1,802,000	4,040,000	904,000	1,415,000	8,166,000	8,166,000
Balance at beginning of year	1,887,000	400,000	904,000	1,700,000	4,891,000	4,891,000
Balance at end of year	\$ 3,689,000	800,000	1,808,000	3,115,000	13,057,000	13,057,000

See accompanying notes to financial statements.

WARRINGTON EDUCATIONAL BOARD
Foundation Levies

Statement 2

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
 Budget and Actual - General and Special Revenue Fund Types
 (GAAP Budget Basis)

Year ended June 30, 2009

	General Fund		Utilities - Levies - (unavailable)		Special Revenue Funds		Utilities - Levies - (unavailable)	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
Revenues								
Local revenues								
Taxes								
Ad valorem	81,621	797,444	28,179	1,111				(91)
Misc and fee	3,468,118	3,172,256	78,800					
Interest earnings	107,000	241,118	96,726	34,875				5,071
Professional				164,314				1,724
Other	146,893	244,215	282,690	122				14
Fund revenues	11,467,944	15,798,714	393,776	271,008				
Expatriation	1,076,649	1,076,649	1,076,649	1,076,649				
Other revenues								
Donations - individual and business								
Revolving funds in aid	16,964	14,869	11,000	10,000				
Other contributions								
Total revenues	13,653,551	17,939,341	395,485	4,282,122				10,152
Expenditures								
Levies								
Special program	11,468,174	11,729,541	148,899					
Special program	3,468,118	3,468,118	3,468,118	3,468,118				
Other non-instructional education programs	11,221	11,221	30,000					
Total non-instructional expenditures	15,157,413	15,208,880	189,017	3,436,166				

(Continued)

UNIVERSITY PARKERS BIRTH BOARD
 Foundations, Limited

Continued Statement of Income, Expenditures, and Changes in Fund Balances - Budget and Actual - General and Special Revenue Fund Types
 (GAAP Budget Basis, Continued)

Year ended June 30, 1999

	General Fund		Enterprise Fund Type (a)		Special Revenue Funds		Totals - Enterprise Fund Type (a)	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
Budgeted services								
Social services	308,878	344,230	596,393	596,393	791,228	81,000	13,874	13,874
Income maintenance	389,204	399,428	152,128	152,128	349,275	278,000	79,121	79,121
Child administration	893,817	933,877	43,386	43,386	1,271,862	1,209,888	11,067	11,067
Child administration	1,389,811	1,389,811	17,638	17,638	-	-	-	-
Business services	242,154	242,688	1,298	1,298	-	-	-	-
Food services	1,791,118	1,681,528	113,842	113,842	317,289	323,271	16,618	16,618
Food transportation services	2,419,719	2,333,362	42,817	42,817	817,768	809,728	17,871	17,871
Food services								
Total support services-expenditures	1,689,881	1,718,878	38,635	38,635	2,469,833	2,444,881	25,952	25,952
Community service programs								
Total expenditures	32,712,885	31,969,863	793,617	793,617	27,838	38,452	11,624	11,624
Excess (deficiency) of revenues over expenditures	(791,272)	1,293,378	1,088,664	1,088,664	19,873	27,185	8,118	8,118
Other financing sources (uses)								
Sale of fixed assets	136	136	479	479	-	-	-	-
Operating transfers in	33,017	14,966	1,441	1,441	19,814	33,879	1,465	1,465
Operating transfers out	(19,624)	(11,878)	(1,211)	(1,211)	(36,915)	(11,966)	562	562
Total other financing sources (uses)	33,529	14,424	649	649	(17,096)	13,913	3,187	3,187
Excess of revenues and other financing sources over expenditures and other financing uses	964,959	1,271,814	1,090,060	1,090,060	1,976	11,189	11,209	11,209
Transfers in or beginning of year	4,488,702	4,838,171	-	-	665,665	665,665	665,665	665,665
Transfers out or end of year	4,913,200	5,073,241	1,089,000	1,089,000	271,473	282,582	1,470	1,470

See accompanying notes to general purpose financial statements.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Statement 4

Statement of Revenues, Expenses, and Changes in Retained Earnings -
Proprietary Fund Type - Internal Service Fund

Year ended June 30, 1999
with comparative totals for the year ended June 30, 1998

	<u>1999</u>	<u>1998</u>
Operating revenues - premiums	\$ 289,153	315,984
Operating expenses:		
Workers' compensation benefits	49,858	139,121
Claims administration fees	3,900	5,004
Excess insurance premium payments	26,700	41,764
Legal services	2,000	5,478
Other expenses	5,144	7,382
Total operating expenses	<u>87,602</u>	<u>199,749</u>
Operating income	<u>213,500</u>	<u>116,235</u>
Nonoperating revenues:		
Interest	94,817	38,813
Other revenue	1,744	6,874
Total nonoperating revenues	<u>96,561</u>	<u>45,687</u>
Net income	278,059	194,922
Retained earnings at beginning of year	<u>1,375,381</u>	<u>1,179,279</u>
Retained earnings at end of year	\$ <u>1,653,440</u>	\$ <u>1,375,381</u>

See accompanying notes to general purpose financial statements.

WASHINGTON PARISH SCHOOL BOARD
 Franklinton, Louisiana

Statement #

Statement of Cash Flows -
 Proprietary Fund Type - Internal Service Fund

Year ended June 30, 1999
 with comparative totals for the year ended June 30, 1998

	<u>1999</u>	<u>1998</u>
Cash flows from operating activities:		
Premiums	\$ 285,753	325,864
Operating expenses	<u>(85,089)</u>	<u>(154,679)</u>
Net cash provided by operating activities	200,664	171,185
Cash flows from investing activities - interest earned	<u>65,751</u>	<u>58,872</u>
Net increase in cash and cash equivalents	266,415	230,057
Cash and cash equivalents at beginning of year	<u>1,658,766</u>	<u>1,228,709</u>
Cash and cash equivalents at end of year	\$ <u>1,925,181</u>	\$ <u>1,458,766</u>
Reconciliation of operating income to net cash provided by operating activities - operating income	\$ 212,507	128,999
Adjustments to reconcile operating income to net cash provided by operating activities - change in liabilities	<u>(18,784)</u>	<u>(62,589)</u>
Net cash provided by operating activities	\$ <u>200,723</u>	\$ <u>171,185</u>

See accompanying notes to general purpose financial statements.

WASHINGTON PARISH SCHOOL BOARD
Franklin, Louisiana

Notes to General Purpose Financial Statements

June 30, 1999

11) Summary of Significant Accounting Policies

The Washington 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 Washington Parish. The School Board is authorized by LSA-R.S. 17:83 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 eight members who are elected from eight districts for staggered terms of four years.

The School Board operates 13 schools within the parish with a total enrollment of 4,578 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.

(a) Reporting Entity

The basic criterion for determining whether a governmental department, agency, institution, commission, public authority, or other governmental organization should be included in a governmental unit's reporting entity for general purpose financial statements is the exercise of oversight responsibility over such agencies by elected officials. This could include the appointment of management by elected officials, the accountability of management to elected officials for fiscal matters, and the ability of elected officials to significantly influence operations, such as reviewing and approving budgetary requests and amendments. One manifestation of the oversight responsibility is financial interdependency between the governmental unit and an agency, including responsibility for funding deficits and operating deficiencies, control of surplus funds, and governing the process of collecting and disbursing funds.

There may be circumstances where factors other than oversight are so significant to the relationship between a particular agency and a reporting entity that exclusion of the agency from the reporting entity's financial statements would be misleading. The scope of public service is one such factor that includes the following aspects:

- (1) Whether the activity is for the benefit of the reporting entity and/or its residents.
- (2) Whether the activity is conducted within the geographic boundaries of the reporting entity and is generally available to the citizens of that entity.

Several agencies, although meeting the criterion for scope of public service, are not included in the financial statements of the School Board because there is no oversight responsibility by elected School Board officials and no financial interdependency with the School Board. These agencies, such as the parish police jury, independently elected parish officials and municipalities within the parish, are separate taxing entities established by Louisiana law.

Similarly, the School Board is not included in any other reporting entity since School Board members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to General Purpose Financial Statements

June 30, 1999

The accounting policies of the Washington Parish School Board conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant policies.

(b) **Kind of Presentation - Fund Accounting**

The accounts of the School Board are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Resources are allocated to and accounted for in the individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are summarized by type in the financial statements. The following fund types and account groups are used by the School Board:

Governmental Fund Type

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

General Fund - The General Fund is the general operating fund of the School Board. The General Fund receives most of the resources derived by the School Board from local sources (principally ad valorem and sales taxes) and state sources (principally the State Equalization funding). General fund expenditures represent the cost of general school system operations and individual functional categories of instructional and support services. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Capital Project Funds - The Capital Projects Funds are used for the receipt and disbursement of proceeds of bond issues and other special or designated revenues, such as insurance, used for the acquisition or construction of major capital facilities, renovations and major repairs. The School Board's Capital Projects Funds are used to account for the insurance and bond proceeds received as a result of a fire and the necessary repairs to Varnado High School.

Proprietary Fund Type

The Proprietary Fund is used to account for the School Board's ongoing organizations and activities, which are similar to those often found in the private sector. The Proprietary Fund is accounted for on a capital maintenance measurement basis, that is the measurement focus is based upon determination of net income. The School Board applies all applicable GASB

WASHINGTON PARISH SCHOOL BOARD
Franklin, Louisiana

Notes to General Purpose Financial Statements

June 30, 1999

procommitments incurred on or before November 30, 1999, in accounting and reporting for its proprietary fund operations unless those procommitments conflict with or constitute GASB procommitments. The School Board's proprietary fund type is limited to Internal Service Funds as follows:

Internal Service Fund - The Internal Service Fund accounts for the Self-Insurance Program, which is provided by one department to other departments.

Proprietary Fund Type

The Proprietary Fund is used to account for assets held by the School Board in a trustee or agency capacity. The following Proprietary Fund is maintained by the School Board:

Agency Fund - The School Activity Agency Fund is used to account for assets held by the School Board as an agent for the individual schools and school organizations. Agency Funds are restricted in nature and do not involve measurement of results of operations.

Account Groups

Account groups are used to establish accounting control and accountability for the School Board's general fixed assets and general long-term obligations. The following are the School Board's account groups:

General Fixed Asset Account Group - This account group has been established to account for the general fixed assets of the School Board. Items that are charged against the capital outlay accounts, materials and supplies, and repairs and maintenance that meet the capitalization policy are recorded in the General Fixed Asset Account Group.

General Long-Term Debt Account Group - This account group is established to account for all long-term obligations of the School Board. Long-term liabilities expected to be financed from governmental funds, are accounted for in the General Long-Term Debt Account Group, net in the governmental funds.

The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

Because of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by noncurrent liabilities. Because they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

(7) **Basis of Accounting**

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

WASHINGTON PARISH SCHOOL BOARD
Franklin, Louisiana

Notes to General Purpose Financial Statements

June 30, 1999

The modified accrual basis of accounting is followed by all governmental funds (General Fund, Special Revenue Funds and Debt Service Funds). Under the modified accrual basis of accounting, revenues are recorded when measurable in amount, i.e., both measurable and available. All values taxes are considered "measurable" at the time of preparation of the tax roll by the tax assessors. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

In applying the measurable to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. These are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the School Board; therefore, revenues are recognized based upon the expenditures incurred. In the other, monies are virtually unrestricted as to purpose of expenditure and are usually receivable only for failure to comply with prescribed compliance requirements. These revenues are reflected as revenues at the time of receipt or earlier if the measurable to accrual criteria are met.

Sales taxes, tuition, rents, and miscellaneous other revenues (except investment earnings) are recorded as revenues when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned since they are measurable and available.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. As of June 30, 1999, all instructional related salaries for July and August have been accrued because the salaries have been earned but not paid. An exception to this general rule is principal and interest on general long-term debt which is recognized when due.

The Proprietary Fund is accounted for using the accrual basis of accounting. Its revenues are recognized when they are earned and its expenses are recognized when they are incurred.

The School Activity Agency Fund is controlled in nature (assets equal liabilities) and does not involve measurement of results of operations.

(b) **Budgetary Data**

The School Board utilizes the following procedures in establishing the budgetary data reflected in the financial statements:

- (1) On September 18, 1998, the Superintendent submitted to the School Board a proposed operating budget for the fiscal year commencing on July 1. The operating budget includes proposed expenditures and sources of funding.
- (2) A public hearing was conducted after official journal notification.
- (3) On September 30, 1998, the budget was legally adopted during public session.
- (4) The budget document is structured such that revenues are budgeted by source and appropriations by function. The Special Revenue Funds are budgeted by program. School Board policy provides that expenditures may not exceed appropriations on a functional basis. Revisions to the budget, as enacted require School Board approval.

WASHINGTON PARISH SCHOOL BOARD
Franklin, Louisiana

Notes to General Purpose Financial Statements

June 30, 1998

Revisions are made as considered necessary.

- (5) The School Board utilizes formal budgetary integration as a management control device for the General Fund and Special Revenue Funds.
- (6) Comparison of budgeted and actual amounts, as shown in Statement 3 to the accompanying financial report, indicates the General Fund and Special Revenue Funds.
- (7) The basis of accounting applied to budgetary data presented is substantially consistent with the appropriate basis of accounting for each fund type for which an annual budget is prepared. Budgeted amounts reflected in the accompanying budget and actual comparison are as originally adopted and legally amended by the School Board during the fiscal year. Appropriations which are not expended lapse at year-end.
- (8) The School Board is legally required to prepare annual operating budgets on its General and Special Revenue Funds.

(4) **Encumbrance**

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to insure that portions of the applicable appropriation, is employed in the governmental funds as a management control device. However, at year end, all encumbrances lapse and must be budgeted in the subsequent year.

(5) **Cash and Cash Equivalents**

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Cash equivalents include amounts in time deposits. These deposits are recorded at cost which approximates market. 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.

In preparation of the statement of cash flows, the School Board considers all highly-liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

(6) **Intergovernmental Receivables**

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

(7) **Short-Term Intercostal Receivables/Payables**

Short-term intercostal loans are classified as intercostal receivables/payables.

WASHINGTON PARISH SCHOOL BOARD
Franklin, Louisiana

Notes to General Purpose Financial Statements

June 30, 1999

(i) **Inventories**

All purchased inventories are valued at cost (first-in, first-out); commodities are assigned values based on information provided by the U.S. Department of Agriculture. Inventories in the School Lunch Special Revenue Fund consist of food and supplies. The commodities are recorded as revenue and expenditures when consumed.

(j) **General Fixed Assets**

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. No depreciation has been provided on general fixed assets, nor has interest been capitalized.

All fixed assets are valued at historical cost or estimated at historical cost if actual historical cost is not available. Donated fixed assets are valued at their fair market value on the date donated.

(k) **Long-term Obligations**

Long-term obligations expected to be financed from governmental funds are accounted for in the General Long-term Debt Account Group.

Long-term debt is recognized as a liability of a governmental fund when due, or when reserves have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

(l) **Deferred Revenues**

Deferred revenues arise when resources are received by the School Board before it has a legal claim to them or when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when the School Board has legal claims to the resources, the liability for deferred revenues is removed from the combined balance sheet and the revenue is recognized.

(m) **Vacation and Sick Leave**

All 12-month employees earn from 6 to 24 days of vacation leave each year, depending on their length of service with the School Board. Vacation leave can be accumulated to a maximum of 10 days at the end of each calendar year.

Teachers and other 9-month employees earn 10 days of sick leave each year. All 12-month employees earn up to 12 days sick leave each year, depending on their length of service with the School Board. Sick leave can be accumulated without limitation. Upon retirement, unused sick leave up to 25 days and unused vacation leave up to 10 days is paid to employees (or their heirs) at the employee's current rate of pay. Under the Louisiana Teachers Retirement System, the total unused accumulated sick leave, including the 25 days paid, is used in the retirement benefit computation as earned service for leave earned prior to July 1, 1988. For sick leave earned after July 1, 1988, under the Louisiana Teachers Retirement System and for sick leave earned under the Louisiana School Employees Retirement System, all unpaid sick leave, which includes the 25 days paid, is used in the retirement benefit computation as earned service.

WASHINGTON PARISH SCHOOL BOARD
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Notes to General Purpose Financial Statements

June 30, 1999

Sabbatical leave may be granted for rest and recuperation and for professional and cultural improvement. An employee with a teacher's 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 to more years of continuous service. Sabbatical leave benefits are recorded as expenditures in the period paid.

The cost of current leave privileges is recognized as a current-year expenditure in the governmental funds when leave is actually taken. The cost of leave privileges not requiring current resources is included in the General Long-Term Debt Account Group.

(a) Pension Plans

The School Board participates in two pension plans administered by other governmental entities which cover substantially all employees who meet certain length of service requirements.

(a) Reserves

Use of the term "reserves" in describing governmental fund "Fund Balances" and proprietary fund "Retained Earnings" indicates that a portion of the fund balance or retained earnings is not available to appropriate for expenditures or is legally segregated for a specific future use. The nature and purpose of these reserves are explained as follows:

Inventory - This amount represents the portion of fund balance reserved in the Special Revenue fund for purchased inventory. It is reserved which indicates that the balance does not constitute available expendable resources even though purchased inventory is a component of net current assets.

Capital Projects - This amount consists primarily of dedicated bond proceeds for repairs to Varnado High School.

Debt Service - This amount represents the portion of fund balance that has been reserved in the Debt Service Fund for future payment of principal and interest on bonded debt.

Reserved, Other

Reserved for Schools - This reservation reflects Board-approved amounts dedicated to the schools by state tax ordinances.

Expense Insurance Deductible - The Board has reserved the fund balance in the General Fund to cover the per year deductible for fire and extended coverage on School Board properties.

(a) Designations

Use of the term "designated" in describing governmental fund "Fund Balances" indicates that a portion of the fund balance has been segregated to indicate tentative plans for future financial resource use. The nature and purpose of these designations are as follows:

Designated for Schools - This designation is allocated for expenditures of the individual schools on a per pupil basis.

WASHINGTON PARISH SCHOOL BOARD
Bossier Parish, Louisiana

Notes to General Purpose Financial Statements

June 30, 1998

Designated for School Board Office - This designation is allocated for expenditures of the School Board's Central Office, warehouses, and vocational center.

Designated for Copier Expenditures - The designation is allocated to far future lease obligations for the School Board's copier.

(g) **Interfund Transactions**

There are several types of transactions that are reported in the general purpose financial statements as interfund items. Interfund transactions which constitute reimbursements to a fund for expenditures or expenses initially made from that fund which are properly applicable to another fund are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditures or expenses in the fund that is being reimbursed. Nonrecruiting or nonrevenue transfers of equity between funds are treated as residual equity transfers and are reported in addition to or in deduction from fund balances. All other transfers are treated as operating transfers and are included in the results of operations of both governmental and proprietary funds.

(h) **Sales Taxes**

On October 4, 1986, the voters of Washington Parish approved a one percent partitwise sales and use tax to be levied for the Washington Parish School Board and the City of Bogalusa School Board. The proceeds of the tax are allocated on the basis of 45 percent to the Washington Parish School Board and 55 percent to the City of Bogalusa School Board. The proceeds, after payment of necessary costs and expenses of collecting the tax, are dedicated for payment of salaries of teachers, other school personnel, and for other operating expenditures.

On April 4, 1981, the voters of Washington Parish approved a one percent sales and use tax to be levied for the Washington Parish School Board. The proceeds, after payment of necessary costs and expenses of collecting the tax, are dedicated to the general operation and maintenance of the schools in the parish, including the payment of salaries and fringe benefits of all school board employees, to acquire land and buildings, make other capital improvements to the schools in the parish, and to fund bonds for the purpose of making capital improvements as mentioned previously.

Sales and use taxes are collected and remitted to the School Board by the Washington Parish Sheriff's Office. The sales and use taxes collected in June on behalf of the Washington Parish School Board are remitted to the School Board by July 30.

(i) **Claims and Judgments**

The School Board accounts for its workmen's compensation self-insurance program in its internal service fund. The liabilities for claims and judgments are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors.

WASHINGTON PARISH SCHOOL BOARD
Franklin, Louisiana

Notes to General Purpose Financial Statements

June 30, 1999

(1) Comparative Total Data (Memorandum Only)

Comparative total data for the prior year have been presented in the combined 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 totals by fund type) have not been presented in each of the individual statements since their inclusion would make the statements unduly complex and difficult to read.

The total data, captioned "Memorandum Only," are the aggregate of the fund types and account groups. No consolidating or other eliminations were made in arriving at the totals; thus, they do not present consolidated information.

(2) Cash and Cash Equivalents

At June 30, 1999, the School Board had cash and cash equivalents as follows:

Money market and bank accounts	\$	1,418,180
Time certificates of deposit		4,632,562
LAMP*		<u>2,859,876</u>
	\$	<u>8,910,618</u>

Under state law, the bank balances of these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal or exceed the amount on deposit with the fiscal agent. At June 30, 1999, the School Board was in compliance with this policy.

LAMP represents those assets held in the Louisiana Asset Management Pool (LAMP), a local government investment pool which is not categorized under GASB Codification Section 150.104 because the investment is in a pooled fund and thereby not evidenced by securities that exist in physical or book entry form. LAMP, a local government investment pool, is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana, which was formed by an initiative of the State Treasurer in 1995. While LAMP is not required to be a registered investment company under the Investment Company Act of 1940, its investment policies are similar to those established by Rule 2a7, which governs registered money market funds. The primary objective of LAMP is to provide a safe mechanism for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are registered or securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, corporations, or instrumentalities, as well as purchase agreements collateralized by these securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 367 days. The fair market value of investments is determined on a weekly basis to monitor any variances between amortized cost and market value. For purposes of determining participants' shares, investments are valued at amortized cost. LAMP is designed to be highly liquid to provide immediate access to participants.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to General Purpose Financial Statements

June 30, 1999

16) **Property Taxes**

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

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

Property Tax Calendar

Assessment date	January 1
Levy date	Not later than June 15
Total taxes due date	November 15
Penalties and interest are added	December 31
Lien date	January 1
Tax sale - delinquent property	About June 1

The School Board is permitted to levy taxes up to 10% of the assessed property valuation for each specific purpose, or in the aggregate for all purposes, 20% of the assessed valuation for the payment of principal and interest on long-term debt after approval by the voters of the parish.

The tax roll is not prepared by the tax assessor until November of each year; therefore, the amount of property taxes to be collected within the next year is not known. As a result, no property tax receivable for calendar year 1998 taxes is included on the accompanying combined balance sheet. The School Board records property taxes when received.

The distribution of the School Board's levy (tax rate per \$1,000 assessed value) on its funds was as follows:

	<u>Authorized Millage</u>	<u>Levied Millage</u>		
Parish-wide taxes:				
Constitutional	3.90	3.90		
General operational	5.12	5.12		
Maintenance and operation	5.12	5.12		
Maintenance and operation	0.89	0.89		
District taxes - Acme School District	<u>5.12</u>	<u>5.12</u>		
	<u>Authorized Millage</u>	<u>Levied Millage</u>		
	<u>Low</u>	<u>High</u>	<u>Low</u>	<u>High</u>
District taxes - bond and interest	<u>3.21</u>	<u>38.00</u>	<u>5.17</u>	<u>38.00</u>

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to General Purpose Financial Statements

June 30, 1999

14) **Receivables**

Receivables at June 30, 1999 are as follows:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Total</u>
Intergovernmental - state grants including pass-through Federal grant reimbursements	\$ 458,822	1,389,239	1,848,061

15) **Fixed Assets**

A summary of changes in general fixed assets is as follows:

	<u>Balance July 1, 1998</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 1999</u>
Land	\$ 397,256	-	-	397,256
Buildings and improvements	22,904,851	3,325,177	(372,824)	25,857,194
Furniture and equipment	6,213,151	1,393,844	(279,926)	7,327,069
	\$ 39,513,258	4,718,211	(652,750)	43,578,719

Additions to general fixed assets are included in plant services expenditures.

WASHINGTON PARISH SCHOOL BOARD
Franklin, Louisiana

Notes to General Purpose Financial Statements

June 30, 1999

14) Other Individual Fund Disclosures

(a) Interfund Receivables and Payables

Individual fund interfund receivable and payable balances at June 30, 1999 were as follows:

<u>Receivable Fund</u>	<u>Debit Fund</u>	<u>Amount</u>
General Fund	Special Revenues Funds	
	IASA - Title I	\$ 742,977
	IASA - Title II	5,979
	IASA - Title VI	14,897
	Special Federal Funds	246,358
	Federal Drug-Free Schools	19,675
	ESBA (Special Education)	<u>88,357</u>
		<u>1,128,678</u>
	School Activity Agency Funds	
	Pine High School	5,000
	Vermade High School	<u>3,852</u>
		<u>8,852</u>
	Total General Fund	\$ <u>1,137,532</u>

(b) Operating Transfers

Individual fund interfund operating transfers for the year ended June 30, 1999 were as follows:

<u>Fund</u>	<u>Operating transfers in</u>	<u>Operating transfers out</u>
General	\$ <u>35,996</u>	<u>22,079</u>
Special Revenue:		
IASA (Title I)	-	28,358
Special Federal Funds	-	713
Federal ESBA Drug-Free Schools	-	685
ESBA (Special Education)	-	6,288
School Lunch	<u>22,079</u>	<u>-</u>
Total - Special Revenue	<u>22,079</u>	<u>35,996</u>
Capital projects:		
Vermade High School	-	41,552
Vermade High School Reconstruction	<u>41,552</u>	<u>-</u>
Total capital projects	<u>41,552</u>	<u>41,552</u>
Total - all funds	\$ <u>89,612</u>	<u>89,612</u>

WASHINGTON PARISH SCHOOL BOARD
Franklin, Louisiana

Notes to General Purpose Financial Statements

June 30, 1999

(7) Accounts, Salaries, and Other Payables:

Payables of \$1,303,383 at June 30, 1999 are as follows:

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total</u>
Salaries and related withholdings and accruals	\$ 1,036,731	249,587	1,286,318
Accounts	<u>267,673</u>	<u>263,582</u>	<u>531,255</u>
	<u>\$ 1,304,404</u>	<u>413,169</u>	<u>1,717,573</u>

(8) Changes in Agency Fund - Deposits Due Others:

The changes in school activity accounts for the year ended June 30, 1999, are as follows:

		<u>Balance at beginning of year</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at end of year</u>
School activity accounts	\$	<u>371,870</u>	<u>1,529,236</u>	<u>(1,448,679)</u>	<u>452,427</u>

(9) Long-Term Obligations:

The following is a summary of long-term obligation transactions for the year ended June 30, 1999:

	<u>Fundal debt</u>	<u>Compensated absences</u>	<u>Total</u>
Long-term obligations at July 1, 1998	\$ 4,864,080	1,848,980	6,713,060
Deductions	(515,080)	-	(515,080)
Additions	<u>1,135,000</u>	<u>41,685</u>	<u>1,176,685</u>
Long-term obligations at June 30, 1999	<u>\$ 5,484,000</u>	<u>1,889,665</u>	<u>7,373,665</u>

All School Board bonds outstanding at June 30, 1999, in the amount of \$5,290,000, are general obligation bonds with final maturities from 2008 to 2018 and interest rates from 4.3 to 9.0 percent.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to General Purpose Financial Statements

June 30, 1999

The individual issues are as follows:

<u>Bond Issue</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Final Payment Due</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>
Franklinton Bond - 1991	\$ 1,320,000	4.75% - 6.75%	March 2000	\$ 581,480	2,000,000
Vernado School District - 1990	1,150,000	4.75 - 9%	March 2010	663,950	1,240,000
St. Hyacinth School District - 1994	1,150,000	4.75 - 9%	March 2010	610,670	1,120,000
				<u>\$ 1,856,100</u>	<u>3,240,000</u>

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish. At June 30, 1999, the School Board has accumulated \$962,531 in the debt service funds for future debt requirements. The funds are due as follows:

<u>Year ending June 30</u>	<u>Principal payments</u>	<u>Interest payments</u>	<u>Total</u>
2000	\$ 585,000	307,125	892,125
2001	615,000	271,323	886,323
2002	660,000	230,470	890,470
2003	695,000	188,020	883,020
2004	745,000	138,955	883,955
Thereafter	<u>1,940,000</u>	<u>710,565</u>	<u>2,650,565</u>
	<u>\$ 3,240,000</u>	<u>1,856,480</u>	<u>5,096,480</u>

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 20 percent of the assessed value of taxable property, which includes both homestead exempt property and nonexempt property. At June 30, 1999, the statutory limit is \$52,939,540, outstanding bonded debt totaled \$3,240,000 and the legal debt margin is \$27,699,540.

The School Board is in compliance with all significant limitations and restrictions set forth in the individual bond indentures.

At June 30, 1999, employees of the School Board have accumulated and vested \$1,892,679 of employer leave benefits. Vested benefits are considered to be the accumulated leave value of employees with ten years of experience. This amount is recorded within the general long-term debt account group. General Fund expenditures are recorded when incurred.

WASHINGTON PARISH SCHOOL BOARD
Franklin, Louisiana

Notes to General Purpose Financial Statements

June 30, 1999

(10) Reservation and Designations of Fund Balances

The General Fund's reserved and designated fund balances as of June 30, 1999 are as follows:

Reserved fund balance:	
Reserved for schools	\$ 169,607
Reserved by Board for property insurance deductible	<u>790,862</u>
	\$ 960,469
Designated fund balance:	
Designated for schools, to be approved by Board for reservation	\$ 2,495,358
Designated for school board office	299,315
Designated for copier expenditures	<u>59,071</u>
	\$ 2,853,744

(11) Self-Insurance Program

On July 1, 1990, the School Board established a Self-Insurance Program (an internal service fund) to account for and finance its uninsured risk of loss in regard to workers' compensation insurance. Under the terms of an excess workers' compensation insurance agreement with a private insurance company, which became effective July 1, 1990, the School Board's maximum liability per occurrence is \$175,000 with a three-year maximum liability of \$679,502 for all claims paid during a three-year period. The School Board purchases commercial insurance with an excess limit of \$1,000,000 for claims in excess of coverage provided by the program. As of June 30, 1999, the School Board reported a claims liability of \$58,821 in the internal service fund. All funds of the School Board participate in the program and make payments to the internal service fund in amounts needed to pay current-year claims and to establish a reserve for catastrophic losses.

As June 30, 1999, there are no long-term obligations arising from the Self-Insurance Program, and the program has retained earnings of \$1,677,119. Changes in the fund's claims liability amount in previous years are as follows:

	Beginning Balance	Current-year claims and changes in estimates	Claims payments	Balance at fiscal year end
1992-93	\$ 830	30,579	(30,798)	1,211
1993-94	1,219	55,834	(41,873)	15,186
1994-95	15,078	125,881	(98,250)	42,709
1995-96	62,725	123,878	(91,648)	94,955
1996-97	94,125	58,873	(110,212)	42,786
1997-98	42,805	158,127	(106,538)	94,405
1998-99	85,488	52,369	(57,727)	80,130

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to General Purpose Financial Statements

June 30, 1998

123 Pension Plans

Substantially all employees of the School Board are members of two statewide retirement systems. In general, professional employees (such as teachers and principals) and non-teaching workers are members of the Teachers' Retirement System of Louisiana; other employees, such as custodial personnel and bus drivers are members of the Louisiana School Employees' Retirement System. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information, as required by the Governmental Accounting Standards Board Statement No. 27, relative to each plan follows:

(a) Teachers' Retirement System of Louisiana (TRS)

Plan description - The School Board participates in two membership plans of the TRS, the Regular Plan and Plan B. The TRS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and awarded by state statute. The TRS issues a publicly available financial report that includes financial statements and required supplementary information for the TRS. That report may be obtained by writing to the Teachers' Retirement System of Louisiana, Post Office Box 94123, Baton Rouge, Louisiana 70894-9123, or by calling (504) 925-6488.

Funding policy - Plan members are required to contribute 8.6 percent and 5.8 percent of their annual covered salary for the Regular Plan and Plan B, respectively. The School Board is required to contribute at an actuarially determined rate. The current rate is 16.5 percent of annual covered payroll for both membership plans. Member contributions and employer contributions for the TRS are established by state law and rates are established by the Public Retirement Systems' Actuarial Commission. The School Board's employer contributions to the TRS, as provided by state law, is funded by the State of Louisiana through annual appropriations, by deductions from local ad valorem taxes, and by contributions from the School Board.

The School Board's contributions to the TRS for the years ending June 30, 1996, 1996 and 1997 were \$2,732,648, \$2,171,088, and \$2,228,157, respectively, equal to the required contributions for each year.

(b) Louisiana School Employees' Retirement System (LSERS)

Plan Description - The LSERS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and awarded by state statute. The LSERS issues a publicly available financial report that includes financial statements and required supplementary information for the LSERS. That report may be obtained by writing to the Louisiana School Employees' Retirement System, Post Office Box 94116, Baton Rouge, Louisiana 70894, or by calling (504) 925-6488.

Funding Policy - Plan members are required to contribute 6.30 percent of their annual covered salary and the School Board is required to contribute at an actuarially determined rate. The current rate is 6.80 percent of annual covered payroll. Member contributions and employer contributions for the LSERS are established by state law and rates are established by the Public

WASHINGTON PARISH SCHOOL BOARD
FRANKLINTON, LOUISIANA

Notes to General Purpose Financial Statements

June 30, 1999

Retirement Systems' Actuarial Circumstances. The School Board's employer contribution for the LSEERS is funded by the State of Louisiana through annual appropriations and by contributions from the School Board.

The School Board's contributions to the LSEERS for the years ending June 30, 1995, 1998 and 1997 were \$93,155, \$91,694, and \$93,802, respectively, equal to the required contributions by each year.

(13) Post-retirement Health Care Benefits

The Washington Parish School Board provides certain continuing health care and life insurance benefits for its retired employees as provided by Louisiana Revised Statute (LSA-R.S.) 37:1213. 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 (School Board's portion of premiums) as an expenditure when the monthly healthcare benefit premiums are due. In 1999, healthcare benefit premiums totaled \$1,729,150 of which \$1,077,073 represented the employees' portion with the remaining amount funded by School Board resources. Also included in the total amount is the cost of retiree benefits totaling \$514,342 for 264 retirees.

(14) Excess of Expenditures Over Appropriations

For those funds for which a budget-to-actual comparison was made, actual expenditures exceeded budgeted expenditures on a line item basis as follows:

	Expenditures		Unfavorable
	Budget	Actual	Variance
General Fund:			
Instruction:			
Adult and continuing education programs	\$ 115,671	125,473	(9,801)
Support Services:			
Instructional staff support	999,201	999,429	(228)
School administration	1,380,211	1,385,181	(4,970)
Business services	291,918	292,898	(980)
Special Revenue Funds -			
Instruction - Special programs	1,940,819	2,148,940	(208,121)

(15) Contingencies

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

REQUIRED SUPPLEMENTARY INFORMATION

WASHINGTON PARISH SCHOOL BOARD

Year 2000 Disclosure (Unaudited)

In October 1998, the Governmental Accounting Standards Board (GASB) issued Technical Bulletin 98-1, Disclosures about Year 2000 Issues. The provisions of the GASB technical bulletin, effective for financial statements on which the auditor's report is dated after October 31, 1998, require the City-Parish to make disclosures about its state of readiness in addressing Year 2000 issues for its internal computer systems and equipment. On March 28, 1999, GASB issued Technical Bulletin 99-1 which amended the previously issued disclosure requirements allowing for the disclosure to be made in the required supplementary information (RSI).

The Year 2000 issue is the result of shortcomings in electronic data processing systems and other equipment that may adversely affect operations in the year 1999 and beyond.

The following stages have been identified by the GASB as necessary to implement a Year 2000-compliant system:

Awareness Stage - In this first stage, an organization establishes a budget and project plan (for example, a time line or chart setting major tasks and due dates) for dealing with the Year 2000 issue.

Assessment Stage - While in this stage, an organization begins the actual process of identifying all of its systems (preparing an inventory) and individual components of the system. An organization may decide to review all system components for Year 2000 compliance or, through a risk analysis, identify only mission-critical systems and equipment - systems and equipment critical to conducting operations to which compliance.

Remediation Stage - During this stage, an organization actually makes changes to systems and equipment. This stage involves the technical issues of converting existing systems, or switching to compliant systems. Decisions are made as how to make the system or processes Year 2000 compliant, and the required system changes are made.

Validation/Testing Stage - At this stage, an organization validates and tests the changes made during the conversion process. The development of test data and test scripts, the running of test scripts, and the review of test results are crucial for this stage of the conversion process to be successful. If the testing results show anomalies, the tested area needs to be corrected and re-tested.

To address Year 2000 issues the central office staff reviewed the various computer systems, which are used to operate the school system. As part of the assessment stage, an evaluation was made of the need of converting these systems.

An assessment was made to prioritize mission critical systems, and to determine all the components of each system. The major systems are the financial system, the PAM's system, and the school bus system.

The conversion was started in December 1998 with the payroll program. Other programs were converted in 1998 and 1999. All major programs and the hardware used to operate them have now been updated.

Testing of the financial program has been done in Shreveport on live data. Some problems were found and have been corrected. Letters have been obtained from the companies who wrote the conversions for use major programs assuring Washington Parish School Board that every effort has been made to address the Y2K resolution. Because of the unprecedented nature of the Year 2000 issue, its effects and the success of related remediation efforts will not be fully determinable until year 2000 and thereafter.

SCHOOL LUNCH FUND

The School Lunch Fund is a program that provides nourishing meals to students in all grades. This program is supplemented by both federal and state funds that are based on membership and participation.

IMPROVING AMERICA'S SCHOOL ACT FUNDS

Improving America's School Act (IASA) is a federally funded program promulgated by Public Law (PL) 103-382 which consolidated previous programs. IASA's purposes are to ensure high standards for all students, provide students with an enriched and accelerated educational program, provide staff development, and to align the efforts of state and local educational agencies.

SPECIAL FEDERAL FUND

During fiscal year 1995, the School Board established this fund to account for federal grants previously received in the General Fund. The programs included in this fund, all of which are federally financed, include Vocational Education, Adult Basic Education, and Starting Points.

FEDERAL ERSEA DRUG FREE SCHOOLS FUND

During fiscal 1995, the School Board established this fund for its ERSEA Drug Free Schools program, a program that is federally financed to establish and implement drug abuse education and prevention programs in elementary and secondary schools.

IDEA SPECIAL EDUCATION FUND

Individuals with Disabilities Education Act (IDEA), Public Law (PL) 101-436, is a federally financed program of free public education in the least restrictive environment for children with exceptionalities.

ANGLE SCHOOL DISTRICT FUND

The Angle School District Fund accounts for a five-mill ad valorem tax assessed on property within the Angle School District to improve, maintain, and operate schools within the district. The majority of financing is provided by ad valorem tax and state revenue sharing.

WILSON'S FOODS FINANCIAL STATEMENTS
 Financial Statements

Exhibit 1

Partial Income Statement
 Continuing Business Only

For the Year Ended
 June 30, 2002

and compared with the year ended 2001

Item	2002	2001	2002	2001	2002	2001	2002	2001
	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)
Cost of merchandise	87.74	87.22	1.00	1.00	0.00	0.00	0.00	0.00
Freight	-	0.00	-	-	0.00	0.00	0.00	0.00
Other	-	-	-	-	-	-	-	-
Inventory	0.00	-	-	-	-	-	-	-
Total costs	87.74	87.22	1.00	1.00	0.00	0.00	0.00	0.00
Inventory	0.00	-	-	-	-	-	-	-
Accounts receivable	14.74	13.71	0.00	0.00	0.00	0.00	0.00	0.00
Prepaid expenses	0.00	-	-	-	-	-	-	-
Other	0.00	-	-	-	-	-	-	-
Total assets	14.74	13.71	0.00	0.00	0.00	0.00	0.00	0.00
Accounts payable	0.00	-	-	-	-	-	-	-
Accrued liabilities	0.00	-	-	-	-	-	-	-
Other	0.00	-	-	-	-	-	-	-
Total liabilities	0.00	-	-	-	-	-	-	-
Equity	14.74	13.71	0.00	0.00	0.00	0.00	0.00	0.00
Common stock	14.74	13.71	0.00	0.00	0.00	0.00	0.00	0.00
Retained earnings	0.00	-	-	-	-	-	-	-
Total equity	14.74	13.71	0.00	0.00	0.00	0.00	0.00	0.00

For accompanying independent auditor's report

TRUSTEES OF THE UNIVERSITY OF TEXAS AT AUSTIN
Financial Statements

June 30, 2018

Statement of Assets

Comparing Available Information, Appointments and Changes of Fund Balances, Continued

Period from 06/30/17
 with comparative data for the period ended 06/30/16

	2018	2017	2016	2015	2014	2013	2012	2011	2010
Assets									
Current Assets	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Investments	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Real Estate	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Other Assets	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Total Assets	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Liabilities									
Accounts Payable	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Other Liabilities	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Total Liabilities	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Fund Balances									
Unrestricted	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Restricted	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Total Fund Balances	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000

The accompanying independent auditor's report.

DEBT SERVICE FUNDS

The Mt. Vernon and Franklin-Union School Districts' Debt Service Funds accumulate monies for the payment of revolving bond issues. The bond issues are financed by a special property tax levy on property within the territorial limits of the appropriate school districts.

WASHINGTON PARKS SCHOOL DISTRICT
 Fund Balances, Available

Edis Service Funds

Continuing Balance Sheet

June 30, 1999

with comparative totals for June 30, 1998

Assets	Mt. Herman School District	Franklin- Dunn School District	Vernon School District	Total	
				1999	1998
Cash and cash equivalents	\$ 33,671	926,319	33,331	993,321	999,911
Liabilities and Equity					
Liabilities - interest bonds and interest payable	\$ -	-	-	-	1,380
Equity - fund balances - non-vol for debt service	33,671	926,319	33,331	993,321	999,911
Total liabilities and equity	\$ 33,671	926,319	33,331	993,321	999,911

See accompanying independent auditors' report.

WASHINGTON PARISH SCHOOL BOARD
Financial Statements

DEBT SERVICE FUNDS

Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance

Year ended June 30, 1999
 with comparative totals for June 30, 1998

	LA. HOMES SCHOOL BOARD	FRENCHMAN KANSAS SCHOOL BOARD	VARNADO SCHOOL BOARD	Total	
				1999	1998
Revenues:					
Local sources:					
ad valorem taxes	1	89,225	683,568	110,280	893,874
interest earnings		3,858	17,950	503	24,484
Total revenues		<u>93,083</u>	<u>701,518</u>	<u>110,783</u>	<u>918,358</u>
Expenditures:					
Support services - general administration:		3,314	22,954	1,576	27,842
DEBT service:					
Principal retirement		80,000	483,000	10,000	573,000
interest and bond charges		25,424	218,256	66,780	310,460
Total expenditures		<u>108,738</u>	<u>724,214</u>	<u>78,336</u>	<u>832,952</u>
Excess (deficiency) of revenues over expenditures		(15,655)	(22,696)	(6,553)	(38,492)
Fund balances at beginning of year		53,580	944,210	-	997,790
Fund balances at end of year	2	<u>37,925</u>	<u>921,514</u>	<u>31,507</u>	<u>990,946</u>

See accompanying independent auditors' report.

CAPITAL PROJECTS FUNDS

The **Vernade High School and Vernade High School Reconstruction Funds** accumulate monies for the reconstruction and improvement to Vernade High School as a result of a fire. The bond issue is financed by a special property tax levy on property within the territorial limits of the appropriate school districts.

The **Mt. Herman High School fund** accumulates monies for construction and improvements to Mt. Herman High School. The fund is financed by a special property tax levy on property within the territorial limits of the Mt. Herman school district.

MURKINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Capital Projects Funds

Combining Balance Sheet

June 30, 1999

with comparative totals for June 30, 1998

Assets	Vermade High School	Vermade High School Reconstruction	St. Raymond High School	Total	
				1999	1998
Cash and cash equivalents	\$ <u>181,754</u>	<u>6</u>	<u>856,070</u>	<u>1,040,636</u>	<u>1,254,815</u>
Equity					
Equity - fund balances - reserved for capital projects	\$ <u>181,754</u>	<u>6</u>	<u>856,070</u>	<u>1,040,636</u>	<u>1,254,815</u>

See accompanying independent auditors' report.

WASHINGTON PARKS SCHOOL DISTRICT
 Fredricks, Louisiana

Schedule G

Capital Project Funds

Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance

Transmitted June 28, 1999
 with comparative audit for fiscal year 1998

	1998	1999	1998	1999
Revenues:				
Local income - interest earnings	30,138	50	34,267	55,524
Total revenues	<u>30,138</u>	<u>50</u>	<u>34,267</u>	<u>55,524</u>
Expenditures:				
System services - general administration	896,130	115,669	9,478	4,524
Construction	896,130	115,669	233,078	1,405,992
Total expenditures	<u>1,792,260</u>	<u>231,338</u>	<u>242,556</u>	<u>1,410,516</u>
Deficiency of revenues over expenditures	<u>1,762,122</u>	<u>231,288</u>	<u>(208,289)</u>	<u>(1,354,992)</u>
Other financing sources:				
Bond proceeds	48,527	1	1,000,000	1,200,000
Operating transfers out	4,527	4,527	.	(4,527)
Operating transfers in	48,527	4,527	1,000,000	1,200,000
Excess (deficiency) of revenues and other sources over expenditures	<u>99,581</u>	<u>49,555</u>	<u>791,711</u>	<u>1,340,473</u>
Fund balance at beginning of year	<u>1,183,248</u>	<u>71,528</u>	<u>.</u>	<u>1,254,817</u>
Fund balance at end of year	<u>1,282,829</u>	<u>121,083</u>	<u>791,711</u>	<u>1,595,290</u>

\$60 in copying independent auditor's report

**FIDUCIARY FUNDS -
SCHOOL, ACTIVITY
AGENCY FUND**

The School Activity Agency Fund accounts for monies generated by the schools and organizations within the schools of the parish. While these accounts are under the supervision of the School Board, they belong to the individual school or their student bodies and are not available for use by the School Board.

WASHINGTON PARISH SCHOOL BOARD
Franklin, Louisiana

Education Fund

Schedule of Changes in School Account Balances - School Activity Agency Fund
Cash Balances

Year ended June 30, 1999

School	Balance July 1, 1998	Additions	Deductions	Balance June 30, 1999
Angie Junior High School	\$ 7,817	68,612	60,858	15,571
Deer Elementary School	21,627	75,754	69,451	27,930
Franklin Primary School	10,960	70,346	61,268	14,038
Franklin Elementary School	3,951	81,344	71,751	13,544
Franklin Junior High School	8,855	175,081	168,703	15,233
Franklin High School	64,668	378,831	388,423	55,076
St. Helena High School	55,000	147,398	147,000	55,398
Pine High School	36,988	221,668	218,099	40,557
Thomas Junior High School	58,964	182,848	87,887	53,925
Yamato Elementary School	4,240	34,977	32,031	7,186
Yamato High School	20,720	84,350	90,890	24,280
Woolly Key Elementary School	-4,012	20,458	42,138	12,312
Adult Education Center	2,787	8,892	8,181	3,498
	\$ 260,782	1,509,218	1,444,970	345,030

Note: As of June 30, 1999, Pine High School and Yamato High School have payables to the General Fund of \$5,800 and \$3,833, respectively. The total Agency Fund's deposits due others is \$398,128.

See accompanying independent auditors' report.

**OTHER
SUPPLEMENTAL
INFORMATION**

The Schedule of Compensation Paid to School Board Members is presented in compliance with House Concurrent Resolution No. 54 of the 1959 Session of the Louisiana Legislature. Compensation of the School Board members is included in the general administrative expenditures of the General Fund. In accordance with Louisiana Revised Statute 17:35, the School Board members have elected the monthly payment method of compensation. Under this method, each member of the School Board receives \$600 per month, and the president receives \$750 per month for performing the duties of his office.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Other Supplemental Information

Schedule of Compensation Paid to Board Members

Year ended June 30, 1999

Harold Smith, President	\$	8,400
Karl L. Baltham, Jr.		7,200
Wayward D. Boone		7,200
Ernest L. Brown		7,200
Holly M. James		7,200
Freddie B. Jefferson		7,200
Suzanne Jones		7,200
Richard N. Thomas		7,200
Janetia Walker		7,200
	\$	<u>66,000</u>

See accompanying independent auditor's report.

REQUIRED REPORTS - GOVERNMENT AUDITING STANDARDS

The following pages contain reports on the internal control structure and compliance with laws and regulations required by Government Auditing Standards, issued by the Comptroller General of the United States. These reports address the general purpose financial statements, as well as the federal financial assistance programs of the School Board.

In accordance with Office of Management and Budget Circular A-133, a Schedule of Expenditures of Federal Awards and related notes are presented.



July 2000 One Shell Square
New Orleans, LA 70002-2000

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

**The Members of the
Washington Parish School Board
Franklinton, Louisiana**

We have audited the general purpose financial statements of Washington Parish School Board (the School Board), as of and for the year ended June 30, 1999, and have issued our report thereon dated October 15, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

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

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School Board's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the 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 over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to management of the School Board in a separate letter dated October 15, 1999.



This report is intended solely for the information and use of the Board, the Federal Board's management and federal awarding agencies and pass-through entities, such as the State of Louisiana and Legislative Auditor's Office and is not intended to be used and should not be used by anyone other than those specified parties.

KPMG LLP

October 13, 1999



Suite 3600 One Shell Square
New Orleans, LA 70112-3000

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

The Members of the
Washington Parish School Board
Franklin, Louisiana

Compliance

We have audited the compliance of Washington Parish School Board (the School Board), with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 1999. The School Board's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of School Board's management. Our responsibility is to express an opinion on the School Board's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and OMB Circular A-133, *Audit of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the School Board's compliance with those requirements.

In our opinion, the School Board complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 1999.

Internal Control Over Compliance

The management of the School Board is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the School Board's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.



Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that non-compliance with applicable requirements of laws, regulations, contracts, and grants that would be material to schemes to a major federal program 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 over compliance and its operations that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the general purpose financial statements of the School Board as of and for the year ended June 30, 1999, and have issued our report thereon dated October 13, 1999. Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

This report is intended solely for the information and use of the Board, the School Board's management and federal awarding agencies and pass-through entities, such as the State of Louisiana and Legislative Auditor's Office and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

October 13, 1999

**WASHINGTON PUBLIC SCHOOLS, BOEED
Franklin, Louisiana**

Schedule of Expenditures of Federal Awards

For the year ended June 30, 1999

	<u>Pass Through Number</u>	<u>CFDA Program Number</u>	<u>Expenditures</u>
United States Department of Agriculture:			
Passed through Louisiana Department of Education			
National School Lunch Program	-	85-555	1,126,756
School Breakfast Program	-	85-555	668,960
Passed through Louisiana Department of Agriculture and Forestry - Food Distribution	-	85-550	<u>120,032</u>
Total United States Department of Agriculture			<u>1,915,748</u>
United States Department of Defense -			
Master SCIF	-	83-999	<u>15,895</u>
United States Department of Education:			
Passed through Louisiana Department of Education			
Adult Education - State Administration Program	-	84-003	72,042
Improving America's Schools Act (IASA)	98-L934-99-1	84-810	1,698,279
Title II - Dwight D. Eisenhower Professional Development Program	98-L934-99-2	84-281	34,878
Title VI - Innovative Education Programs Initiative	98-L934-99-3	84-289	27,176
Vocational Education - Basic Grants to States	28-98-59-1-8-982	84-848	73,617
Goals 2000 - Educate America Act Education Technical Improvement	82% A80001	84-276A	363,396
Local Pupil Schools and Communities	98-L934-99-15	84-384	33,907
School-to-Work	98-L934-99-16	84-384	48,719
Louisiana Trade Skills Technical Preparation Grant	28-98-433-191	84-247A	7,702
Technology Literacy Challenge Fund	831	84-238	66,878
Training From Partnership Program	23PR9802	83-273	96,715
Handicapped State Grants - IDEA Part B	98-07-50	84-827	212,569
Individuals with Disabilities Education Act (IDEA) - Preschool Program	98-07-50	84-873	<u>23,256</u>
Total United States Department of Education			<u>2,620,908</u>
Total Federal Award Expenditures		2	<u><u>4,546,711</u></u>

See accompanying independent auditor's report and notes to Schedule of Federal Awards.

WASHINGTON PARISH SCHOOL BOARD
Franklinton, Louisiana

Notes to Schedule of Expenditures of Federal Awards

June 30, 1999

1. **General**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards of the Washington Parish School Board (the School Board). The School Board reporting entity is defined in Note 1 to the general purpose financial statements for the year ended June 30, 1999. All federal awards received directly from federal agencies is included on the schedule, as well as federal awards passed-through other government agencies.

2. **Basis of Accounting**

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the School Board's general purpose financial statements for the year ended June 30, 1999.

3. **Relationship to General Purpose Financial Statements**

Federal revenues are reported in the School Board's general purpose financial statements as follows:

General Fund - Grants	\$ <u>15,000</u>
Special Revenue Fund	
Indirect cost	35,996
Grants	4,172,293
Commodities	<u>120,150</u>
	<u>4,328,362</u>
	\$ <u>4,344,252</u>

4. **Relationship to Federal Financial Reports**

Amounts reported in the Schedule of Expenditures of Federal Awards agree with the amounts reported in the related federal financial reports, except for the amounts in reports submitted on a late date subsequent to June 30, 1999.

WASHINGTON PARISH SCHOOL BOARD
Franklin, Louisiana

Schedule of Findings and Questioned Costs

Year ended June 30, 1999

(1) Summary of Auditors' Results

- (a) The type of report issued on the general purpose financial statements: unqualified opinion
 - (b) Reportable conditions in internal control were disclosed by the audit of the Financial Statements: none reported Material weaknesses: no
 - (c) Noncompliance which is material to the general purpose financial statements: no
 - (d) Reportable conditions in internal control over major programs: none reported Material weaknesses: no
 - (e) The type of report issued on compliance for major programs: unqualified opinion
 - (f) Any audit findings which are required to be reported under Section 510(e) of OMB Circular A-133: no
 - (g) Major programs:
 - United States Department of Education:
 - Improving America's Schools Act (CFDA Number 84.010)
 - Handicapped State Grants - IDEA Part B (CFDA Number 84.020)
 - (h) Dollar threshold used to distinguish between Type A and Type B programs: \$300,000
 - (i) Auditors qualified as a low risk auditor under Section 550 of OMB Circular A-133: yes
- (2) Findings Relating to the Financial Statements Reported in Accordance with Government Auditing Standards: None
- (3) Findings and Questioned Costs relating to Federal Awards: None



Suite 2000 One Main Street
New Orleans, LA 70112-3508

CONFIDENTIAL

October 13, 1999

Members of the Washington Parish School Board
Washington Parish School Board
800 Main Street
Franklinton, Louisiana 70438

Dear Members of the Board:

We have audited the general purpose financial statements of the Washington Parish School Board (the School Board) for the year ended June 30, 1999, and have issued our report thereon dated October 13, 1999. In planning and performing our audit of the general purpose financial statements of the School Board, we considered the School Board's internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on internal control. We have not considered internal control since the date of our report.

During our audit we noted certain matters involving internal control and other operational matters that are presented for your consideration. These comments and recommendations, which have been discussed with the appropriate members of management, are intended to improve internal controls or result in other operating efficiencies and are summarized as follows:

FILED OF REIMBURSEMENT DELAYS:

For the year ended June 30, 1999, receivables due for reimbursements from the State for certain federally-sponsored programs totaled \$1,365,158. The increase in the receivable amount appears to be related to delays by the programs in filing for reimbursements. As noted in the prior year management letter, because of these delays, the General Fund has borne the expenditures of these programs for several months. We recommend that requests for reimbursements be filed timely and, that if delays are anticipated, the Accounting Department should be notified.

REPORTING MODEL CHANGES

After years of study and consideration of the needs of users of government financial statements, the Governmental Accounting Standards Board (GASB) issued its revolutionary new reporting model in June 1999. The new model dramatically changes the presentation of governments' annual financial statements. In the GASB's view, the objective of the new model is to enhance the clarity and usefulness of government financial statements to the citizenry, oversight bodies, investors and creditors. It will substantially affect the School Board's financial data accumulation and financial statement presentation processes. Some of the key aspects of the changes follow:



Management's Discussion and Analysis (MD&A) – A comprehensive MIRA will now be included as required supplementary information. The MIRA will introduce the financial statements by providing an analysis of the government's financial performance for the year and its financial position at year-end. The MIRA will be in addition to the memorandum letter currently required for Government Finance Officers Association (GFOA) award candidates, but we expect that the GFOA will make changes to its requirements so as to avoid any duplication between the two documents.

Sources of Activities – Governments will now be required to use a "net program cost" format for the entity-wide statements instead of a traditional operating statement. This new format groups revenues and expenses by functional categories (such as public safety, public works, etc.). The purpose of the new statement is to inform readers about the cost of specific functions and the extent to which they are financed with program revenues or general revenues of the government. Ours is the tax economist. Governments will have the option of reporting both direct and indirect program costs.

Capital Contributions – Capital contributions to enterprise funds would be reported as nonoperating revenues (rather than direct additions to equity); governments would no longer report contributed capital equity accounts. This change would recognize all contributed revenues-including grants, up-front, and developer contributions-consistently in enterprise fund operating statements. It also would eliminate the confusion caused by reporting negative retained earnings (offset) by large contributed capital balances.

The effective date of the new presentation will require implementation by the School Board for its year ending June 30, 2002. The magnitude of these changes and the time required to prepare for implementation should not be underestimated. We recommend that the School Board begin to look at its systems and processes to ensure that the required information will be available to ensure timely implementation. We recommend that the School Board consider the cost of required changes to its systems and processes to ensure availability of necessary funds in its upcoming budget and also consider identifying training programs for key staff members to attend.

Our audit procedures are designed primarily to enable us to form an opinion on the general purpose financial statements and, therefore, may not bring to light all weaknesses in policies or procedures that may exist. We aim, however, to use our knowledge of the School Board's organization gained during our work to make comments and suggest how that our hope will be useful to you. The attached Appendix A reports the status of the prior year's recommendations. Appendix B contains management's response to the current year comments. We would be pleased to discuss this report with you at any time.

This report is intended solely for the information and use of the Board, the School Board's management and federal awarding agencies and pass-through entities, such as the State of Louisiana and Legislative Auditor's Office, and is not intended to be used and should not be used by anyone other than these specified parties.

Very truly yours,

KPM/G LLP

STATUS OF FISCAL YEAR COMMENTS

SEGREGATION OF DUTIES

Limited segregation of duties exists in the Special Education Program in certain areas, such as receipts, as a result of limited staffing in the program. We recommend that the Program Director ensure that a second review of the monthly bank reconciliation, deposit logs, and other items performed by one person be conducted in order to assure a proper review process. In addition, we recommend that the Accounting Department receive a copy of the receipt log, for their records to ensure that the general ledger activity agrees to the log transactions.

Status: Since limited segregation of duties exists in the Special Education Program, steps have been taken to create a proper review process. The Accounting Department reviews the Special Education bank reconciliation and deposit logs and ensures that general ledger activity agrees with the deposit log activity and the bank reconciliations.

FILING OF REIMBURSEMENT REQUESTS

For the year ended June 30, 1998, receivables due for reimbursement from the State for certain federally-sponsored programs totaled \$1,225,127. The increase in the receivable amount appears to be related to delays by the programs in filing for reimbursements. Because of these delays, the General Fund has borne the expenditures of these programs for several months. We recommend that requests for reimbursements be filed timely and, that if delays are anticipated, the Accounting Department should be notified.

Status: It has been recommended to the Title I Director and the Special Education Director that requests for reimbursement from the state be filed each month within two days of the deadline for closing the books for the month. These departments have not yet accomplished filing within the recommended time frame.

MANAGEMENT'S RESPONSE TO CURRENT YEAR COMMENTS

FILING OF REIMBURSEMENT REQUESTS

For the year ended June 30, 1999, receivables due for reimbursements from the State for certain federally-sponsored programs totaled \$1,965,259. The increase in the receivable amount appears to be related to delays by the programs in filing for reimbursements. As noted in the prior year management letter, because of these delays, the General Fund has borne the expenditures of these programs for several months. We recommend that requests for reimbursements be filed timely and, that if delays are anticipated, the Accounting Department should be notified.

School Board Response: It has been recommended to the Title I Director and the Special Education Director that requests for reimbursements from the state be filed each month within two days of the deadline for closing the books for the month. These departments have not yet accomplished filing within the recommended time frame.

REPORTING MODEL CHANGES

After years of study and consideration of the needs of users of government financial statements, the Governmental Accounting Standards Board (GASB) issued its revolutionary new reporting model in June 1999. The new model dramatically changes the presentation of governments' external financial statements. In the GASB's view, the objective of the new model is to enhance the clarity and usefulness of government financial statements to the citizenry, oversight bodies, investors and creditors. It will substantially affect the School Board's financial data accumulation and financial statements preparation processes. Some of the key aspects of the changes follow:

Management's Discussion and Analysis (MD&A) – A comprehensive MD&A will now be included as required supplementary information. The MD&A will introduce the financial statements by presenting an analysis of the government's financial performance for the year and its financial position at year-end. The MD&A will be an additive to the financial letter currently required for Government Finance Officers Association (GFOA) award candidates, but we expect that the GFOA will make changes in their requirements so as to avoid any duplication between the two documents.

Statement of Activities – Governments will now be required to use a "net program cost" format for the entity-wide statements instead of a traditional operating statement. This new format groups revenues and expenses by functional categories (such as public safety, public works, etc.). The purpose of the new statement is to inform readers about the cost of specific functions and the extent to which they are financed with program revenues or general revenues of the government (such as tax revenues). Governments will have the option of reporting both direct and indirect program costs.

Capital Contributions – Capital contributions to enterprise funds would be reported as nonoperating revenues (rather than direct additions to equity); governments would no longer report contributed capital equity accounts. This change would recognize all contributed resources—including grants, fee fees, and developer contributions—consistently in enterprise fund operating statements. It also would eliminate the confusion caused by reporting negative retained earnings (deficits) by large contributed capital balances.

The effective date of the new presentation will require implementation by the School Board for its year ending June 30, 2002. The magnitude of these changes and the time required to prepare for implementation should not be underestimated. We recommend that the School Board begin to look at its systems and

processes to ensure that the required information will be available to ensure timely implementation. We recommend that the School Board consider the cost of required changes to its systems and processes to ensure availability of necessary funds in its upcoming budget and also consider identifying training programs for key staff members to attend.

School Board Response: The Accounting Department will identify courses for key personnel to enhance the understanding of and preparation for new GASB reporting standards.



One 900 One Shell Square
New Orleans, LA 70002-2099

Washington Parish School Board
1000 Poydras Street
New Orleans, LA 70002

October 15, 1999

The Members of the Board
Washington Parish School Board

We have audited the general purpose financial statements of Washington Parish School Board as of and for the year ended June 30, 1999, and have issued our report thereon dated October 15, 1999. Under generally accepted auditing standards, we are providing you with the attached information related to the results of our audit.

Our Responsibility Under Generally Accepted Auditing Standards

Our responsibility under generally accepted auditing standards is to express an opinion on the general purpose financial statements of Washington Parish School Board (the School Board) as of and for the year ended June 30, 1999 based on our audit. In carrying out this responsibility, we assessed the risk that the general purpose financial statements may contain a material misstatement, either intentional or unintentional, and designed and conducted our audit to provide reasonable, not absolute, assurance of detecting misstatements that are material to the financial statements. In addition, we considered the internal control structure of the School Board to gain a basic understanding of the accounting system in order to design an effective and efficient audit approach, although not for the purpose of providing specific assurance on the internal control structure.

Furthermore, our audit, including the limited inquiries we made in connection with the Year 2000 issue, was not designed to, and does not, provide any assurance that a Year 2000 issue which may exist will be identified, or the adequacy of the School Board's remediation plans related to Year 2000 financial or operational issues, or on whether the School Board is or will become Year 2000 compliant. Year 2000 compliance is the responsibility of management.

Significant Accounting Policies

The significant accounting policies used by the School Board are described in the "Summary of Significant Accounting Policies" note to the general purpose financial statements.

We noted no transactions entered into by the School Board during the year that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.



Management Judgments and Accounting Estimates

Accounting estimates are an integral part of the general purpose financial statements prepared by management and are based upon management's current judgments. These judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of the significance of the general purpose financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments. We note no areas requiring significant management judgment or accounting estimate.

Significant Audit Adjustments

We proposed no audit adjustments to the general purpose financial statements.

Disagreements With Management

There were no disagreements with management on financial accounting and reporting matters which, if not satisfactorily resolved, would have caused a modification of our report on the School Board's 1999 financial statements.

Consultation With Other Accountants

To the best of our knowledge, management has not consulted with or obtained an opinion, written or oral, from other independent accountants during the past year which were subject to the requirements of Statement on Auditing Standards No. 50, "Reporting on the Application of Accounting Principles."

Major Issues Discussed With Management Prior to Retention

There have been no major issues discussed with management prior to our retention as your auditors.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing our audit.

This report is intended solely for the information and use of the School Board, the School Board's Management, entities, such as the State of Louisiana and Legislative Auditor's office, and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

KPMG LLP