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**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

of the

**DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana**

For the Year Ended June 30, 1998

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, as evidenced, and other appropriate public officials. This report is available for public inspection at the State House of Representatives, Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date: **DEC 16 1998**

Mr. James H. Wiggins
President

Mr. Chad M. Rance
Superintendent

Mr. Steven Sanford
Director of Finance, Maintenance and Legal Services

Prepared by the Business Department

IBERITO PARISH SCHOOL BOARD
Mossfield, Louisiana

Comprehensive Annual Financial Report
Year Ended June 30, 1998

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 Mandeville, Louisiana

Comprehensive Annual Financial Report

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Monroe, Louisiana

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- ELECTED OFFICIALS
- SELECTED ADMINISTRATIVE OFFICIALS





DeSoto Parish School Board

201 Crosby Street - Mansfield, Louisiana 71051 - (504) 872-2830 - FAX (504) 872-1104



ORAL M. BAILEY
Superintendent

September 28, 1998

DeSoto Parish School Board Members
201 Crosby Street
Mansfield, Louisiana 71051

RE: Financial Statement Transmittal Letter
for the Fiscal Year Ended June 30, 1998

Dear Board Members:

The Comprehensive Annual Financial Report of the DeSoto Parish School Board (Board) for the year ended June 30, 1998, is hereby submitted. This report has been prepared by the Business Department following the guidelines recommended by the Association of School Business Officials International and the Government Finance Officers Association of the United States and Canada. Responsibility for both accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Administration and the Board. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the Board. All disclosures necessary to enable the reader to gain an understanding of the Board's financial activities have been included.

The Comprehensive Annual Financial Report is presented in three parts:

1. **The Introductory Section** - This section includes a transmittal letter, the Board's organizational structure, and recognition of the elected School Board.
2. **The Financial Section** - The Board's complete financial operations are depicted in the financial section. Individual Fund Statements and Account Group Statements are presented along with the Combining Statements. Combining Statements are presented when the Board has more than one fund of a given fund type.
3. **The Statistical Section** - This section includes a number of tables of statistical data depicting the financial history, demographics, and other miscellaneous information of the DeSoto Parish School Board for the past ten years.

CREATION AND PURPOSE OF BOARD

The DeSoto Parish School Board was created by Louisiana Revised Statute (LSA-R.S.) 17:51 to provide public education for the children within DeSoto Parish. The Board is authorized by LSA-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the state of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The Board is comprised of 11 members who are elected from 11 districts for terms of four years.

The Board operates 9 schools within the parish with a total enrollment exceeding 3,180 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the Board provides transportation and school food services for the students.

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

ECONOMIC CONDITION AND OUTLOOK

DeSoto Parish is located in southwest Louisiana approximately 40 miles south of Shreveport which is the largest metropolitan area of the region. The unemployment rate in DeSoto Parish has ranged from 6.2% to 18.7% since 1990, and is at 6.2% in 1998. The parish's economy, even though sluggish at this time, is balanced among agriculture, mining, timber, and manufacturing.

One of the largest private employers is International Paper Company (IP) which has approximately 158 employees, including 58 permanent private contractors employed at its Inverwood facility. IP completed a \$498 million facility in 1983 and entered the DeSoto Parish tax rolls in 1992 when the current industrial tax exemption expired. In 1996, IP completed a \$208 million expansion to add a new paper machine and a recycled fiber plant. This expansion created approximately 1,800 construction jobs and 100 permanent positions.

The Central Louisiana Electric Company (CLECO) and Southwestern Electric Power Company (SWEPCO) entered into a joint venture to complete a \$465 million lignite power plant in 1996. CLECO/SWEPCO employs approximately 290 employees, including 108 permanent employees at DeLor Hills Mining Venton.

MAJOR INITIATIVES

End of Year

For the fourth straight year, the DeSoto Parish School Board approved a pay raise that gave \$1,000 annually to teachers and administrators. In addition, all employees regardless of educational attainment received between \$187 and \$923 annually. Total cost to the Board without including benefits was \$1,838,080.

Five additional teachers were added to the classrooms. The pupil-teacher ratio in DeSoto Parish ranges from a low of 14 to 1 at Pulcum All Saints High School to a high of 23 to 1 at North DeSoto High School. The total cost of these additional positions was approximately \$398,600.

The premiums charged to all employees and retirees participating in the group hospitalization and life insurance programs have not changed since fiscal year 1994-95. The Board took a loss in the Group Hospitalization Reserve of \$117,000 but still maintains a healthy reserve which is approximately \$2.6 million.

Property tax assessments for fiscal year 1997-98 increased 21.2% over the previous fiscal year due largely to the inclusion of the CLACKSON/WPCO lignite power plant in the tax rolls. This increase allowed the Board to reduce property taxes in the Debt Service Fund for School District No. 4 seven mills and 2.99 mills in the General Fund. This increase has also put the Board in a favorable position. Since property tax millages are levied at 85.2% of the tax limit, additional revenues of approximately \$1.4 million could be added to the budget if additional needs can be justified.

The Board began a major capital improvement at North DeSoto High School. Bonds were approved by voters and used to replace the 35 roof top heating and cooling units with a central system. The school, which was built in 1962, will also replace the existing fire alarm system, and will have a new metal roof. The completion of the project is tentatively scheduled for November 1998 and will cost approximately \$2 million.

For the Future

As we approach the turn of the century, DeSoto Parish schools will continue to face significant issues and concerns that will require effective and timely planning and leadership. Some of these items will be included in future budgets as additional funds become available. Listed in summary order, they are as follows:

- (1) Salary systems to attract and keep competent teachers and support staff.
- (2) More teachers to lower the pupil teacher ratio.
- (3) More pre-kindergarten classes for all children.
- (4) Counselors for all schools that do not have counselor services.
- (5) Schools that meet Southern Association Accreditation Standards.
- (6) Keeping computer hardware and software up-to-date with current technology.

FINANCIAL INFORMATION

Internal Control

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

We believe that the Board's accounting controls provide reasonable assurance that errors or irregularities in the financial statements are prevented or would be detected within a timely period by employees in the normal course of performing their assigned functions.

Single Audit

The Board is required to undergo an annual single audit or a biennial audit, to include transactions of both years, in conformity with the provisions of both (1) Louisiana Revised Statute 28:51(B) and (2) the Single Audit Act of 1984 and U.S. Office of Management and Budget Circular A-133, *Audits of State and Local Governments*. Information related to this single audit, include the schedule of Federal financial assistance, findings and recommendations, and auditor's reports on the internal control structure and compliance with applicable laws and regulations. The single audit report is issued separately from this Comprehensive Annual Financial Report.

As a part of the Board's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to Federal financial assistance programs as well as to determine that the Board has complied with applicable laws and regulations. The results of the Board's single audit for the fiscal year ended June 30, 1998, provided no instances of material weakness in the internal control structure or significant violations of applicable laws and regulations.

Budgetary Controls

Fiscal budget integration within the accounting records is employed as a management control device. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board. Activities of the General Fund and the Special Revenue Funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level.

The Board does not formally approve budgetary data for Debt Service Funds and Capital Projects Funds. Debt Service Funds are budgeted within the Business Department on an annual basis before millage assessments are approved by the Board, and Capital Projects Funds are budgeted before bids for facility acquisitions and construction projects are approved.

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

General Educational Programs

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

Governmental funds include:

(1) **General Fund** - General educational activities are accounted for in the General Fund and are supported primarily by local taxes and state entitlements. General Fund revenues are as follows:

	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) From 1997</u>
Local	\$ 18,933,538	99%	\$ 3,323,641
State	16,861,493	91	1,784,847
Federal and Other	6,608	-	(4,186)
	<u>\$ 35,801,639</u>	<u>100%</u>	<u>\$ 5,004,302</u>

General Fund revenues increased by \$5,181,572 from the prior year amount of \$31,513,563. Changes were primarily due to the following:

- Local sources increased as a result of the increase in property taxes due to the lapse of a 10-year property tax exemption for a utility in the current year.

General Fund expenditures by function were as follows:

<u>Item</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) From 1997</u>
Instruction Services	\$ 18,239,682	62%	\$ 1,242,713
Support Services	9,747,007	34	796,847
Capital outlay	82,116	-	79,868
	<u>\$ 28,078,805</u>	<u>100%</u>	<u>\$ 2,119,428</u>

General Fund expenditures increased by \$2,118,630 from the prior year amount of \$25,960,175. This increase was primarily due to the following:

- Instruction services expenditures were primarily impacted by increases in salaries and the addition of classroom teachers and teacher's aides.
- Support services expenditures were also primarily impacted by increases in salaries and an increase in contract services related to plant maintenance.

The unreserved fund balance in the General Fund was maintained at an adequate level. The unreserved fund balance, which includes designations for future claims and contingencies, equipment replacement, and specific projects of \$2,181,008, \$158,808, and \$461,085, respectively, at June 30, 1998, increased from \$3,148,278 to \$4,172,196 or 29%. The unreserved fund balance represents 24% of 1997-98 General Fund expenditures.

(2) **Special Revenue Funds** - The Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. Shown below are the names of the programs, the purpose of the program, and the expenditures made during the fiscal year 1997-98.

Educational Consolidation and Improvement Act

- **Title I Program** - is a federally funded program for educationally deprived children from low income families. Improving skills in reading and math are the primary objectives. \$ 1,574,133
- **Drug-Free Schools Program** - is a program by which the federal government provides money to educate children to prevent drug abuse. 36,234
- **Title VI Program** - is a program by which the federal government provides money to purchase library reference and instructional materials. 77,864

Education for Economic Security Act - Title II Program - is a federally funded program designed to strengthen the skills of teachers in math and science. 18,896

School Lunch Fund - accounts for the expenditure of funds for the operation of the school breakfast and lunch programs in the school cafeteria. 2,367,685

7 Mill Maintenance Tax - accounts for a parishwide 7 mill property tax levy that is used to fund the costs of maintaining and operating the school facilities. 912,671

Special Education - consists of federally funded programs to provide education to all handicapped children ages four through twenty-one as well as preschool children. 304,178

Head Start - is a program by which the federal government provides money to give economically deprived children a head start in school before they enter kindergarten. 51,903

Adult Basic Education - is a program to develop knowledge and skills to meet immediate and long-range educational objectives of adults who have completed or interrupted formal schooling, having accepted adult roles and responsibilities. 65,583

Vocational Education - is a federally funded program that provides students with the opportunity to develop the knowledge, skills, and attitudes needed for the employment in agriculture, home economics, industrial arts, business, etc. 87,126

Starting Point - is a federally funded preschool program designed to provide quality early childhood education to children whose parent(s) or guardians work or are enrolled in a job training or educational program. \$ 52,361

Goal 2000 - is a federally funded program that attempts to build community support and a true community partnership to: (1) restructure the local educational system, (2) engage in long term systemic change to better address the individual needs of students, teachers, administrators, parents, employers, and citizens within its community, and (3) address the National Educational Goals, especially goals related to high academic achievement for all children. 103,700

(3) Debt Service Funds - Debt Service Funds are used to accumulate monies for the payment of outstanding debt issues. The debt was issued by the respective school districts for the purpose of acquiring lands for building sites, erecting and improving school buildings, and acquiring the necessary equipment and furnishings thereof. The debt issues are financed by a special property tax levy on property within the respective school districts and sales taxes.

The ratio of net bonded debt to assessed valuation and the amount of bonded debt per capita are useful indicators of the Board's debt position. This data as of June 30, 1998, is as follows:

	<u>Amount</u>	<u>Ratio of Debt to Assessed Value</u>	<u>Debt Per Capita</u>
Net direct general obligation bonded debt	\$ 24,878,132	17.57%	\$ 979

The changes in long-term debt are as follows:

	<u>July 1, 1997</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 1998</u>
General Obligation Bonds	\$ 21,985,080	2,260,000	1,295,000	21,950,080
Cost Shares of Interdistricts	4,805,080	-	625,000	4,180,080
Sales Tax Bonds	211,080	-	9,000	202,080
Compensated Absences	916,538	56,607	61,459	911,686
	<u>\$ 21,917,778</u>	<u>2,316,607</u>	<u>1,991,459</u>	<u>20,242,926</u>

(4) Capital Projects Funds - The Capital Projects Funds account for financial resources used for facilities acquisition, construction, and improvement of public school facilities in the respective districts. As a result of debt issues, funds are currently available for the planned projects. During the year ended June 30, 1998, capital expenditures were made totaling \$2,183,615. The total costs associated with these additional improvements are as follows:

	Cost Incurred as of June 30, 1998
District No. 1 - Loganport	\$ 12,818
District No. 2 - North Dallas	1,738,129
District No. 3 - Stanley	211,403
District No. 4 - Mansfield	177,876
District No. 5 - Peloton	1,298

All major construction projects were substantially complete as of June 30, 1998.

Fiduciary Funds

Fiduciary funds include the School Activity Agency Fund which accounts for assets held by the individual schools of the Board. These funds support school activities such as athletic and other student organizations. All School Activity Funds are audited periodically by the Business Department.

Cash Management

The Board has an aggressive cash management program which consists of expediting the receipt of revenues and prudently investing available cash in obligations collateralized by instruments issued by the United States Government or Federal Government agencies created by an act of Congress or insured by the Federal Deposit Insurance Corporation. The total amount of interest earned was \$648,799 for the year ended June 30, 1998. This was distributed as follows:

General Fund	\$ 336,534
Special Revenue Funds	33,864
Debt Service Funds	124,271
Capital Projects Funds	<u>114,098</u>
	\$ <u>648,767</u>

Risk Management

The Board maintains a combination of self-insurance and stop-loss coverage to manage its risks of loss from property damage, theft, and claims against employees. In addition, the Board is partially self-insured for health insurance and workers's compensation. A list of insurance in force is included in Table 11. The General Fund balance includes \$2,583,437 designated for contingencies established in anticipation of possible losses related to insurance coverage and other risks.

OTHER INFORMATION

Service Efforts And Accomplishments

During 1998, the schools of DeSoto Parish served an average of 3,812 students daily. In 1998 the average daily attendance increased as a percentage of average daily students to 95.12%.

The graduating classes of 1998 remained consistent with previous years, with a total of 360 students graduating from DeSoto Parish schools. The average American College Test (ACT) scores of graduates also remained consistent with past years, as well as with State scores. The average ACT scores of DeSoto Parish students was 19.3.

DeSoto Parish has been increasing the number of classroom teachers to a total of 358.5 in 1998. With the number of students declining by 31 in 1998, the ratio of students per teacher decreased from 14.66 in 1997 to 14.38 in 1998. Reducing the ratio of students to teachers to increase classroom learning continues to be an area of emphasis for the schools.

Significant Budget Changes for 1998-1999

Property tax assessments are expected to decrease slightly. As a result, approximately \$100,000 less will be received in the General Fund. Since property tax levies are at 82.4% of the tax limit, the Board could levy additional mills to offset this loss of funds. The current levy of 30 mills could be increased as high as 37 mills; however, it will only take .85 mills to collect the same money as last year since each mill is expected to generate \$163,800.

General Fund sales tax collections are expected to drop \$75,400. The decline is projected because additional sales tax funds are needed to operate the Food Service budget. Last year, the Food Service budget received 3.75% of the sales tax collections and experienced a deficit of \$99,600. Increasing the lunch and breakfast prices did not help, therefore, an increase from 3.75% to 3% will allow the Food Service budget to operate in black.

Election expenses have been added to the General Fund budget totaling \$20,400. Bonded members are elected by the public to serve four calendar years starting in 1999 and ending in 2003. The cost of the election will be reduced if other elections or propositions are on the ballot.

One of the Debt Service reserve requirements approved by the DeSoto Parish School Board is to have at least 50%, but not greater than 100%, of the next year's principal and interest payments in reserve. This requirement benefits both the taxpayer and the Board. The taxpayer is assured that the millage levy will be at its lowest possible levy, and the Board is assured that sufficient funds will be available in reserve for the next biannual debt service payments. As a result of this policy, property tax millages in the Debt Service Funds are being reduced in the following districts:

District No. 1 (Lagansport) - 5 mills
District No. 2 (North DeSoto) - 1.5 mills
District No. 3 (Stamley) - 8.5 mills

No increases are being projected in the amounts of debt that are outstanding as of July 1, 1998. However, we have approached bond issuers about the refinancing of Certificates of Indebtedness in School District No. 2. If and when the 5% present value savings are projected, we will be asking the Board to authorize this debt to save money for the taxpayers in that district.

Independent and Internal Audit

The report of our independent certified public accountants, KPMG Peat Marwick LLP, follows as an integral component of this report. Their examination of the general purpose financial statements was performed in accordance with generally accepted auditing standards and, accordingly, includes a review of the Board's system of budgetary and accounting controls. Reports in accordance with the Single Audit Act are noted separately.

In addition to the accounting control systems and the use of independent auditors, the Business Department conducts internal audits of School Activity Funds.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting, and the Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the School Board for its Comprehensive Annual Financial Report for the preceding fiscal year. To be awarded these certificates, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. These certificates are valid for a period of one year only. We believe our current report conforms to conform to the certificate requirements, and we are submitting it to both GFOA and ASBO.

Acknowledgments

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



Chad M. Ramey, Superintendent
DeSoto Parish Schools



Steve Simfield, Director
Finance, Maintenance and Legal Services

DESOTO PARISH SCHOOL BOARD
Mossfield, Louisiana

Certificate of Achievement for Excellence in Financial Reporting

Certificate of Achievement for Excellence in Financial Reporting

Presented to

DeSoto Parish School
Board, Louisiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1997

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



Linda K. Savitsky
President

Jeffrey L. Evers
Executive Director

DESOTO PARISH SCHOOL BOARD
Mandeville, Louisiana

Certificate of Excellence in Financial Reporting

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

DESOTO PARISH SCHOOL BOARD

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 1997

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

John W. Smith
President

Paul A. Hagan
Executive Director

DESO TO PARISH SCHOOL BOARD
Monseñor, Louisiana

ORGANIZATIONAL STRUCTURE



RESOTO PARISH SCHOOL BOARD
 Mandeville, Louisiana

Elected Officials

	<i>Present District</i>	<i>Present Term Begins</i>	<i>Term Expires</i>	<i>Began as a Board Member</i>
President Mr. James H. Wiggins	10	January 1, 1995	December 31, 1998	August 1991
Vice President Mr. Thomas Craig, Jr.	9	January 1, 1995	December 31, 1998	January 1991
Finance Committee Chairman Mr. Donald B. Gofour	8	January 1, 1995	December 31, 1998	January 1991
Mrs. Brenda E. Hall	2	January 1, 1995	December 31, 1998	December 1985
Mr. Robert Taylor	1	January 1, 1995	December 31, 1998	January 1995
Mr. McLerrance Felber	3	January 1, 1995	December 31, 1998	December 1988
Dr. Fred Gillis Row	4	January 1, 1995	December 31, 1998	January 1991
Mrs. Patricia Houser	5	January 1, 1995	December 31, 1998	February 1996
Mr. Tom Doherty	6	January 3, 1995	December 31, 1998	January 1995
Mr. Richard K. Land	7	January 1, 1995	December 31, 1998	January 1987
Mr. L.J. Mayweather, Jr.	11	January 1, 1995	December 31, 1998	January 1981

DESOUD PARISE SCHOOL BOARD
Monroe, Louisiana

Selected Administrative Officials

		Began in This Position
Mr. Chal M. Rasser	Superintendent	07/98
Ms. Clara Anderson	Supervisor of School Food Services	07/74
Mrs. Linda Binning	Supervisor of Lower Elementary (PreK-5)	07/96
Ms. Gail Garcia	Director / Supervisor of Personnel and Secondary Education	07/98
Mr. James V. Guice	Supervisor of Maintenance	11/85
Mrs. Willie Guison	Supervisor of Upper Elementary (6-8)	07/96
Mr. Willie Jones	Director / Supervisor Federal Programs and Transportation	03/96
Mr. Ronnie Land	Supervisor of CISM, Wellness and Attendance	10/98
Mrs. Carolyn Palmer	Director of Instruction PreK - 12	03/96
Mrs. Joyce B. Smalley	Supervisor of Special Education	10/88
Mr. Steven Stanfield	Director of Finance, Maintenance and Legal Services	03/83
Mr. A.J. Williams, Jr.	Supervisor of Adult Education	08/76
Mrs. Dorot Williams	Special Education Coordinator	07/94



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FUNDS, AND ACCOUNT GROUP STATEMENTS
AND SCHEDULES
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**INDEPENDENT
AUDITORS' REPORT**





KPMG Peat Marwick LLP

5000 Crescent Gateway Center
550 Texas Street
Greensboro, LA 71031-0001

Independent Auditor's Report

To the Members of the DeBoussier Parish School Board
Mandeville, Louisiana

We have audited the general purpose financial statements of the DeBoussier Parish School Board (School Board) as of and for the year ended June 30, 1998, as listed in the accompanying table of contents as Exhibits 1 through 3. 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the School Board as of June 30, 1998, and the results of its operations 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 September 28, 1998, on our consideration of the School Board's internal control over financial reporting, and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements 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 of the School Board. 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.

The accompanying financial information listed in the statistical Tables 1 through 10 is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the School Board. Such information has not been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and accordingly we express no opinion on this information.

KPMG Peat Marwick LLP

September 28, 1998

COMBINED FINANCIAL STATEMENTS — OVERVIEW

The Combined Financial Statements - Overview include all funds and account groups in order to provide an overview of the financial position and results of operations for the DeSoto Parish school system as a whole. Detailed financial statements for each fund and account group are presented elsewhere in this report.



DESOTO PARISH SCHOOL BOARD
Bossier Parish, Louisiana

Combined Balance Sheet - All Fund Types and Account Groups

June 30, 1988

(with comparative totals for June 30, 1987)

Account Group Name	Governmental Fund Type			Proprietary Fund Type			Enterprise Fund Type			Total
	Balance Sheet Fund	Balance Sheet Fund	Balance Sheet Fund	Balance Sheet Fund	Balance Sheet Fund	Balance Sheet Fund	Balance Sheet Fund	Balance Sheet Fund	Balance Sheet Fund	
Assets										
Current Assets	1,048,415	953,424	1,773,115	1,979,425	261,000	8,881,126	2,000,000	8,881,126	24,695,087	31,079,348
Investments	4,844,860	3,903,000	3,264,500	3,264,500	-	-	-	-	12,076,800	16,921,660
Due from other funds (net)	21,175	92,338	4,126	23,000	-	-	-	-	116,544	137,648
Due from other agencies (net)	11,124	-	-	-	-	8,881,126	-	-	8,892,250	8,903,374
Due from other governments (net)	-	-	-	-	-	-	-	-	63,820,214	63,820,214
Due from other entities (net)	-	-	-	-	-	-	-	-	1,296,328	1,296,328
Due from other organizations (net)	-	-	-	-	-	-	-	-	24,695,087	24,695,087
Due from other individuals (net)	-	-	-	-	-	-	-	-	89,989,908	89,989,908
Liabilities										
Accounts payable	92,821	164,217	-	88,818	1,000	-	-	-	1,000,000	1,000,000
Accounts receivable	1,000,000	222,217	-	222,217	-	-	-	-	2,222,217	2,222,217
Due to other funds (net)	-	88,818	-	-	-	-	-	-	88,818	88,818
Due to other agencies (net)	-	-	8,881,126	-	-	-	-	-	8,881,126	8,881,126
Due to other governments (net)	-	-	-	-	-	-	-	-	63,820,214	63,820,214
Due to other entities (net)	-	-	-	-	-	-	-	-	1,296,328	1,296,328
Due to other organizations (net)	-	-	-	-	-	-	-	-	24,695,087	24,695,087
Due to other individuals (net)	-	-	-	-	-	-	-	-	89,989,908	89,989,908
Due to other organizations (net)	-	-	-	-	-	-	-	-	24,695,087	24,695,087
Net Assets	5,884,470	4,856,641	5,034,126	6,987,100	261,000	8,881,126	2,000,000	8,881,126	89,989,908	107,714,348
Liabilities										
Accounts payable	92,821	164,217	-	88,818	1,000	-	-	-	1,000,000	1,000,000
Accounts receivable	1,000,000	222,217	-	222,217	-	-	-	-	2,222,217	2,222,217
Due to other funds (net)	-	88,818	-	-	-	-	-	-	88,818	88,818
Due to other agencies (net)	-	-	8,881,126	-	-	-	-	-	8,881,126	8,881,126
Due to other governments (net)	-	-	-	-	-	-	-	-	63,820,214	63,820,214
Due to other entities (net)	-	-	-	-	-	-	-	-	1,296,328	1,296,328
Due to other organizations (net)	-	-	-	-	-	-	-	-	24,695,087	24,695,087
Due to other individuals (net)	-	-	-	-	-	-	-	-	89,989,908	89,989,908
Due to other organizations (net)	-	-	-	-	-	-	-	-	24,695,087	24,695,087
Net Assets	5,884,470	4,856,641	5,034,126	6,987,100	261,000	8,881,126	2,000,000	8,881,126	89,989,908	107,714,348

See accompanying notes to combined financial statements.

MOYOTI PARISH SCHOOL BOARD
 Mandeville, Louisiana

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

For the year ended June 30, 1999
 (with comparative totals for June 30, 1997)

	1999		1998		1997	
	Total	Per Capita	Total	Per Capita	Total	Per Capita
Revenues						
Local taxes	1,000,000	100.00	1,000,000	100.00	1,000,000	100.00
State grants	1,000,000	100.00	1,000,000	100.00	1,000,000	100.00
Federal grants	1,000,000	100.00	1,000,000	100.00	1,000,000	100.00
Other	1,000,000	100.00	1,000,000	100.00	1,000,000	100.00
Expenditures						
Salaries	1,000,000	100.00	1,000,000	100.00	1,000,000	100.00
Benefits	1,000,000	100.00	1,000,000	100.00	1,000,000	100.00
Materials	1,000,000	100.00	1,000,000	100.00	1,000,000	100.00
Travel	1,000,000	100.00	1,000,000	100.00	1,000,000	100.00
Utilities	1,000,000	100.00	1,000,000	100.00	1,000,000	100.00
Depreciation	1,000,000	100.00	1,000,000	100.00	1,000,000	100.00
Other	1,000,000	100.00	1,000,000	100.00	1,000,000	100.00
Change in fund balances						
Initial	1,000,000	100.00	1,000,000	100.00	1,000,000	100.00
Final	1,000,000	100.00	1,000,000	100.00	1,000,000	100.00
Total	<u>1,000,000</u>	<u>100.00</u>	<u>1,000,000</u>	<u>100.00</u>	<u>1,000,000</u>	<u>100.00</u>

See accompanying notes to combined financial statements.

BEAVER HARBOR SCHOOL BOARD
 Municipal, Louisiana

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General and Special Revenue Funds

For the year ended June 30, 1998

	General Fund		Special Revenue Funds		Totals
	Budget	Actual	Budget	Actual	
Revenues					
Local taxes					
Property	684,807	686,618	87,801	1,036,281	1,808,906
Sales and use	220,870	228,428	31,000	317,548	540,376
Intergovernmental	34,340	36,218	2,600	11,000	54,158
Other	-	-	-	-	-
Grants	48,000	54,000	1,600,000	1,600,000	3,152,000
Transfers from all sources	80,000	87,000	5,000	10	172,000
Other	2,000	2,000	600	10	4,600
Total revenues	1,039,017	1,096,264	2,491,001	3,664,839	7,195,112
Expenditures					
Salaries and benefits	1,010,000	1,010,000	1,010,000	1,010,000	4,040,000
Other personnel	100,000	100,000	100,000	100,000	400,000
Travel	10,000	10,000	10,000	10,000	40,000
Printing	10,000	10,000	10,000	10,000	40,000
Telephone	10,000	10,000	10,000	10,000	40,000
Utilities	10,000	10,000	10,000	10,000	40,000
Supplies	10,000	10,000	10,000	10,000	40,000
Repairs and maintenance	10,000	10,000	10,000	10,000	40,000
Capital expenditures	10,000	10,000	10,000	10,000	40,000
Debt service	10,000	10,000	10,000	10,000	40,000
Other	10,000	10,000	10,000	10,000	40,000
Total expenditures	1,200,000	1,200,000	1,200,000	1,200,000	4,800,000
Change in fund balances	839,017	896,264	1,291,001	2,464,839	4,395,112
Beginning fund balances	1,000,000	1,000,000	1,000,000	1,000,000	4,000,000
Total fund balances	1,839,017	1,896,264	2,291,001	3,464,839	8,395,112
Revenues					
Local taxes					
Property	1,000,000	1,000,000	1,000,000	1,000,000	4,000,000
Sales and use	200,000	200,000	200,000	200,000	800,000
Intergovernmental	50,000	50,000	50,000	50,000	200,000
Other	10,000	10,000	10,000	10,000	40,000
Grants	1,000,000	1,000,000	1,000,000	1,000,000	4,000,000
Transfers from all sources	100,000	100,000	100,000	100,000	400,000
Other	10,000	10,000	10,000	10,000	40,000
Total revenues	2,370,000	2,370,000	2,370,000	2,370,000	9,440,000
Expenditures					
Salaries and benefits	1,000,000	1,000,000	1,000,000	1,000,000	4,000,000
Other personnel	100,000	100,000	100,000	100,000	400,000
Travel	10,000	10,000	10,000	10,000	40,000
Printing	10,000	10,000	10,000	10,000	40,000
Telephone	10,000	10,000	10,000	10,000	40,000
Utilities	10,000	10,000	10,000	10,000	40,000
Supplies	10,000	10,000	10,000	10,000	40,000
Repairs and maintenance	10,000	10,000	10,000	10,000	40,000
Capital expenditures	10,000	10,000	10,000	10,000	40,000
Debt service	10,000	10,000	10,000	10,000	40,000
Other	10,000	10,000	10,000	10,000	40,000
Total expenditures	1,300,000	1,300,000	1,300,000	1,300,000	5,200,000
Change in fund balances	1,070,000	1,070,000	1,070,000	1,070,000	4,240,000
Beginning fund balances	1,000,000	1,000,000	1,000,000	1,000,000	4,000,000
Total fund balances	2,070,000	2,070,000	2,070,000	2,070,000	8,240,000

See accompanying notes to combined financial statements.

DESOVO PARISH SCHOOL BOARD
Mandeville, Louisiana

Notes to Combined Financial Statements

June 30, 1998

(i) **Summary of Significant Accounting Policies**

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

The School Board operates 9 schools within the parish with a total enrollment of approximately 5,200 pupils. In conjunction with the regular education 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 primary governmental unit's reporting entity for general purpose financial statements is financial accountability. Financial accountability includes the appointment of a voting majority of the organization's governing body and either the ability of the primary government to impose its will on the organization or if there is a financial benefit/burden relationship. In addition, an organization which is financially dependent on the primary government should be included in its reporting entity.

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

Jointly Governed Organization

DeSoto Parish Sales and Use Tax Commission (Commission) -- The Commission is an independent agency responsible for the collection, enforcement, and administration of sales and use taxes levied by the School Board, the City of Mandeville, and the DeSoto Parish Police Jury. The Commission is considered a separate reporting entity and issues financial statements separate from those of the School Board. The School Board does not retain an ongoing financial interest or responsibility in its operations. The Commission is not considered a component unit of the School Board and its operations are not included in the accompanying financial statements.

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

DEWITT PARISH SCHOOL BOARD
Mandeville, Louisiana

Notes to Combined Financial Statements

June 30, 1998

24 *Basis of Presentation*

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. 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 Funds

Governmental funds are those through which most governmental functions of the School Board are financed. The acquisition, use, and balances of the School Board's expendable financial resources and the related liabilities are accounted for through governmental funds. The following are the School Board's governmental fund types:

General Fund - The General Fund is the general operating fund of the School Board. 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 - The 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. The Debt Service Funds receive a dedicated portion of all salaries and sales taxes paid to the School Board.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Fiduciary Fund

School Activity Agency Fund - The School Activity Agency Fund is used to account for assets held by the School Board as an agent for other parties. The School Activity Agency Fund is restricted in nature (assets equal liabilities) and does not involve management of results of operations.

Account Groups

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

DESO TO PARISH SCHOOL BOARD
Mandeville, Louisiana

Notes to Combined Financial Statements

June 30, 1998

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

General Long-Term Debt Account Group - This account group is established to account for all long-term obligations of the School Board.

(c) Fixed Assets and Long-Term Liabilities

The accounting and reporting treatments applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

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

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

Expenditures recognized for governmental fund types exclude amounts represented by noncurrent liabilities. Since 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.

(d) Basis of Accounting

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

DESOTO PARISH SCHOOL BOARD
Mossfield, Louisiana

Notes to Combined Financial Statements

June 30, 1998

Basis of accounting refers to when revenues and expenditures 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 form applied. The governmental (General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds) and fiduciary funds are maintained on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when measurable to accrual, i.e., both measurable and available. Ad valorem 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. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

In applying the measurable to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of revenues. In reimbursement-type programs, 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 recorded. In other programs in which monies are virtually unrestricted as to purposes of expenditures and are usually receivable only for failure to comply with prescribed compliance requirements, the monies are reflected as revenues at the time of receipt or earlier if the measurable to accrual criteria are met.

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. The taxes are generally collected in December, January, and February of the fiscal year.

Sales and use taxes are recorded in the month collected by the School Board or by the Louisiana Department of Public Safety and Corrections - Public Safety Services because they are generally not measurable until actually received.

Interest earnings on time deposits are recorded as earned since they are measurable and available.

Expenditures

Salaries are recorded as expenditures when earned. Teachers' salaries are earned over a nine-month period but are paid over a twelve-month period. As of June 30, 1998, all such salaries for July and August have been accrued because the salaries have been earned but not paid.

Purchases of various operating supplies are recorded as expenditures in the accounting period they are purchased.

HESOTO PARISH SCHOOL BOARD
Mandeville, Louisiana

Notes to Combined Financial Statements

June 30, 1998

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

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

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

Other Financing Sources (Uses)

Operating transfers between funds that are not expected to be repaid and long-term debt proceeds are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

(c) Budget Practices

The School Board adopts budgets for the General Fund and each Special Revenue Fund. The School Board utilizes the following procedures in establishing the budgetary data reflected in the financial statements:

- (1) By May 15, the Superintendent submits to the School Board a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and sources of funding.
- (2) Proposed budgets are then made available for public inspection, and after proper official journal notification, a public hearing is held to obtain taxpayer comments.
- (3) Budgets are formally adopted by the School Board before July 1 of each year for the General Fund and Special Revenue Funds.
- (4) The budgets are prepared on the modified accrual basis of accounting. The budget documents is structured such that resources are budgeted by source and appropriations by function. School Board policy and the legal requirements, which prescribe that the legal level of control for the General Fund and Special Revenue Funds is at the fund level, provide that expenditures may not exceed appropriations in excess of five percent of the budgeted expenditures of the fund. All appropriations which are not expended lapse at year end.
- (5) Formal budgetary integration (within the accounting records) is employed as a management control device for selected funds. The Superintendent of schools is authorized to transfer amounts between line items within any fund and may amend the budget within each fund, without seeking approval of the School Board, provided that actual resources or expenditures within the fund do not fall in excess or exceed budgeted

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Mandeville, Louisiana

Notes to Combined Financial Statements

June 30, 1998

revenues or expenditures by five percent or more. However, as is consistent with the legal requirements, when actual revenues within a fund fail to meet budgeted revenues by five percent or more and/or actual expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting. Amendments to the budget were made and adopted by the School Board during fiscal 1998. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments.

- (6) Comparison of budgeted and actual amounts is included in Exhibit I in the accompanying financial reports and includes all funds for which budgets are legally required. The budget and actual comparisons are made by source for revenues and by function for expenditures which is more detailed than the first level legal requirements. Annual budgets are not required for the Debt Service Funds, the Capital Projects Funds, or the School Activity Agency Fund, as budgets for these funds are maintained on a project or equipment basis rather than on a fiscal year basis.
- (7) Budgeted amounts reflected in the accompanying budget and actual comparisons are as originally adopted and legally amended by the School Board during the fiscal year.
- (8) The School Board is legally required to prepare annual operating budgets on the General Fund and Special Revenue Funds.

(C) Encumbrances

Encumbrance accounting, under which purchase orders are recorded to reserve that portion of the applicable appropriation, is employed in the governmental funds. Open encumbrances are reported as reservations of fund balances since the commitments will be honored through subsequent years' budget appropriations. Encumbrances do not constitute expenditures or liabilities. Encumbrances at June 30, 1998, consist primarily of commitments associated with the construction contracts for the renovations at North DeSoto High School.

(D) Cash

The School Board maintains a pooled cash account for all funds of the School Board. The cash balance and interest income is allocated to each respective individual fund monthly based on their respective fund balances at month end.

(E) Investments

Investments as of June 30, 1998, are limited to certificates of deposits and are stated at cost, which approximates market. The School Board maintains investments separately for each fund.

Under state law, the School Board may invest in direct United States Treasury obligations, individualized listed or guaranteed by federal governmental agencies (provided such obligations are backed by the full faith and credit of the U.S. government), individualized

DESOYO PARISH SCHOOL BOARD
Monroe, Louisiana

Notes to Combined Financial Statements

June 30, 1988

issued or guaranteed by federally sponsored U.S. government agencies, and may deposit its 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 or trust or trust fund institutions registered with the Securities and Exchange Commission.

(2) Inventories

Inventories consist of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. The commodities are recorded as revenues and expenditures by the School Lunch Fund when consumed. Any material commodities on hand at year end would be classified as deferred revenues. All purchased inventory items are valued at cost (first-in, first-out), and commodities are assigned values based on information provided by the United States Department of Agriculture.

(3) Vacation, Sick Leave, and Sabbatical Leave

All School Board employees earn from five to fifteen days of vacation leave each year depending upon length of service. Unused vacation leave as of December 31 can be accumulated and carried forward to the succeeding year, up to a maximum of five days.

All School Board employees except twelve-month employees, earn ten days of sick leave each year. Twelve-month School Board employees earn twelve days of sick leave each year. Teachers may use two days of sick leave each year for personal business. Sick leave may be accumulated without limitation. Upon retirement or death, a maximum of twenty-five days accumulated sick leave may be paid to the employee or the employee's estate at the employee's current rate of pay. Under the Louisiana Teachers' Retirement System, the total accumulated sick leave, including the twenty-five days paid, is used in the retirement benefit computation as earned service for leave earned prior to July 1, 1982. For sick leave earned after July 1, 1982, 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 twenty-five days paid, is used in the retirement benefit computation as earned service.

The cost of leave privileges is recognized as a current-year expenditure in the governmental funds when leave is actually taken or when employees at their heirs are paid for accrued leave upon retirement or death. The cost of leave privileges not requiring current resources up to a maximum of twenty-five days is recorded in the General Long-Term Debt Account Group. No accrual is made in the governmental funds because the current portion of the liability is deemed immaterial.

DEBOTE PARISH SCHOOL BOARD
Monroe, Louisiana

Notes to Combined Financial Statements

June 30, 1988

(k) Sales and Use Tax

The School Board receives a two-cent sales and use tax. For the year ended June 30, 1988, the tax was collected by the DeBote Parish Sales and Use Tax Commission, forwarded to the School Board, and was dedicated as follows:

- (a) One cent of the sales and use tax, approved March 25, 1988, with no expiration date, is dedicated to supplement other revenues available for salaries of teachers and other personnel and for the operation of public elementary and secondary schools.
- (b) One-half cent of the sales and use tax, approved May 3, 1986, with no expiration date, is dedicated to supplement other revenues for payment of salaries of School Board employees.
- (c) One-half cent of the sales and use tax, approved May 3, 1986, for a period of twenty-five years, is dedicated for the purpose of air conditioning school buildings, repairing school buildings, and making capital improvements to school buildings and related facilities. The proceeds of this tax may be funded into bonds to pay the cost of air conditioning and capital improvements.

(l) Pension Plans

The School Board participates in three pension plans administered by other governmental entities which cover substantially all employees who must attain length of service requirements (see note 8 for details of these plans).

(m) Reserves

Use of the term "reserve" in describing governmental fund "Fund Balances" indicates that a portion of the fund balance is not available to appropriate for expenditure or is legally obligated for a specific future use. The reserve for sick leave represents the portion of fund balance that has been reserved in the Debt Service Funds for future payments of principal and interest on bonded debt. The reserve for encumbrances at year end represents the estimated amount the School Board intends to honor as a commitment regardless of the lapse in the appropriation.

(n) 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. Designated fund balances may be changed and are subject to subsequent authorization before expenditures can be made. The nature and purpose of these designations are explained as follows:

BOSSY'S PARISH SCHOOL BOARD
Mandeville, Louisiana

Notes to Combined Financial Statements

June 30, 1998

Designated for Future Claims and Contingencies

This amount represents a portion of fund balance that has been designated to fund possible losses from lawsuits, self-insurance liability, and other risks.

Designated for Equipment Replacement

This amount has been accumulated to fund the replacement of buses.

Designated for Specific Projects

This amount has been designated to fund future capital projects including acquiring lands for building sites and playgrounds, purchasing, renting, and improving school buildings and other facilities, and acquiring equipment and furnishings.

(c) Interfund Transactions

There are several types of transactions that are reported in the financial statements as interfund items. Interfund transactions which consist of reimbursements to a fund for expenditures initially made from that fund which are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of the expenditures in the fund that is being reimbursed. Nonrecuring or nonroutine transfers of equity between funds are treated as residual equity transfers and are reported in addition to or deductions from fund balance. All other transfers are treated as operating transfers and are included in the results of operations. Reference should be made to note 71 regarding interfund transactions.

(d) Grants and Reimbursements From Other Governmental Agencies

Federal and state governmental agencies represent an important source of supplementary funding to finance educational programs and other activities beneficial to parish schools. These funds, primarily in the form of grants, are recorded in the General Fund and Special Revenue Funds. A grant receivable is recorded when the School Board has a right to reimbursement under the related grant. The grants normally specify the purpose for which the funds may be used and are audited annually under the single audit approach as mandated in the Single Audit Act of 1984.

DESOYO PARISH SCHOOL BOARD
 Mandeville, Louisiana

Notes to Combined Financial Statements

June 30, 1998

During the year ended June 30, 1998, the following amounts under various grants and entitlements are recorded as revenues, subsidies, or contributions in the accompanying financial statements:

Fund	
General Fund:	
State Equalization	\$ 15,588,509
State Professional Improvement Program	221,718
State Revenue Sharing	240,447
Other	156,494
Special Revenue Funds:	
Education Consolidation and Improvement Act:	
Title I	
Title I	1,382,423
Title II - Migrant	22,264
Title VI:	
ESEA Title II	27,964
Education for Economic Security Act - Title II - P.L. 96-377	18,996
School Lunch Fund:	
Federal Reimbursement	1,290,183
State Equalization	434,187
Commodities	59,478
7 Mill Maintenance Tax	47,879
Special Education Funds:	
P.L. 94-142	262,186
P.L. 99-107	39,183
IDEA Part B	2,169
Fixed Sites	55,975
Adult Basic Education	62,585
Vocational Education	83,587
Quota 2000	115,790
Date Service Fund - School District No. 2 (1992 issue) - state revenue sharing	
	12,081
Total	\$ 20,213,362

(b) Comparative Total Data

Comparative total data for the prior year have been presented in the accompanying combined financial statements 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 statements, since their inclusion would make the statements overly complex and difficult to read. Certain amounts relating to 1997 have been reclassified in the accompanying financial statements in order to conform with the 1998 presentation.

DESPHO PARISH SCHOOL BOARD
Marrero, Louisiana

Notes to Combined Financial Statements

June 30, 1998

(c) **Total Columns on Combined Statements**

Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations in conformity with generally accepted accounting principles. Neither is such data responsible to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

(d) **Claims and Judgments**

Claims and judgments are recorded as expenditures in governmental funds for the amount that will be liquidated with expendable available financial resources. The remainder of the liability (if any) is recorded in the General Long-Term Debt Account Group.

(ii) **Cash and Investments**

At June 30, 1998, the carrying amount of the School Board's cash deposits was \$6,388,724 and the bank balance was \$11,525,648. In addition, at June 30, 1998, the School Board had certificates of deposit carried by the School Board and by the bank at \$5,984,379. These certificates of deposit are reported separately in the accompanying combined financial statements.

Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. All deposits are insured or collateralized with securities with market values totaling \$18,600,141 and are categorized below to give an indication of the level of credit risk. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

	Bank Balance
Category 1	
Deposits insured or collateralized with securities held by the School Board or by its agent in the School Board's name.	\$ 418,721
Category 2	
Deposits collateralized with securities held by the pledging financial institution's trust department or agent in the School Board's name.	<u>17,089,647</u>
	\$ <u>17,508,368</u>

DESOLO PARISH SCHOOL BOARD
Monroe, Louisiana

Notes to Combined Financial Statements

June 30, 1998

(2) **Levied Taxes**

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

The DeSoto 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, 1997
Levy date	Not later than June 1, 1997
Tax bills mailed	On or about November 15, 1997
Total taxes are due	December 31, 1997
Penalties and interest are added	January 1, 1998
Lien date	January 1, 1998
Tax sale - 1997 delinquent property	May 27, 1998

The School Board is permitted to levy taxes up to 10% of the assessed property valuation for each specified purpose or, in the aggregate for all purposes, 37% of the assessed valuation for the payment of principal and interest on long-term debt after approval by the voters of the parish.

All 1997 property taxes that had not been received as of June 30, 1998, were considered uncollectible. Any amounts that might be collected subsequently would not be significant. The tax roll is not prepared by the tax assessor until November of each year; therefore, the amount of 1998 property taxes to be collected within the next year is not known. As a result, no property tax receivable for 1998 taxes is included on the accompanying combined balance sheet.

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

30% land	17% machinery
10% residential improvements	12% commercial improvements
15% industrial improvements	27% public service properties, including land

A revaluation of all property is required to be completed no less than every five years. The last revaluation was completed for the roll of January 1, 1997. Total assessed value was \$191,706,993 and \$119,814,367 in calendar years 1997 and 1996, respectively. Louisiana State law exempts the first \$7,500 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$23,597,984 and \$24,846,739 of the assessed value in calendar years 1997 and 1996, respectively.

DESDO PARISH SCHOOL BOARD
 Metairie, Louisiana

Notes to Combined Financial Statements

June 30, 1998

The distribution of the School Board's levy (tax rate per \$1,000 assessed value) to its funds was as follows for 1998 and 1997:

	1998	1997
General Fund - constitutional	\$ 4.30	4.18
General Fund - special maintenance and operations	36.81	38.00
Debt Service Funds:		
District No. 1 - Logansport	25.80	25.08
District No. 2 - Natchitoches	19.80	17.10
District No. 3 - Stanley	31.30	34.08
District No. 4 - Mansfield	8.80	18.08
District No. 5 - Polkton	31.80	30.88

(4) Fixed Assets

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

	Balance July 1, 1997	Additions	Retirements	Balance June 30, 1998
General fixed assets:				
Land	\$ 1,238,545	-	-	1,238,545
Buildings and improvements	51,794,800	1,978,659	-	53,773,459
Furniture and equipment	1,568,580	984,795	424,714	2,128,661
Transportation equipment	767,820	82,492	73,982	776,330
Construction in progress	-	821,898	-	821,898
	\$ 18,792,414	3,877,844	424,714	23,872,716

Included in construction in progress at June 30, 1998, are the improvements on the heating and cooling units at North Dallas High School.

BENITO PARISH SCHOOL BOARD
Mansfield, Louisiana

Notes to Combined Financial Statements

June 30, 1998

(4) Receivables

The receivables of \$1,204,183 at June 30, 1998, consist of the following:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Funds</u>	<u>Capital Projects Funds</u>	<u>Total</u>
Grants:					
Federal	\$ 2,147	689,687	-	-	701,834
State	451,643	-	-	-	451,643
Other	68,714	2,581	4,284	25,080	100,659
Total	\$ 522,504	702,268	4,284	25,080	1,254,136

(5) Defined Benefit Pension Plans

In 1991, the School Board adopted the provisions of Governmental Accounting Standards Board No. 27, *Accounting for Pensions by State and Local Governmental Employers* (GASB 27). This statement establishes standards for the measurement, recognition, and display of pension expenditures/expenses and related liabilities, assets, note disclosures, and required supplementary information.

Description of Plans — The School Board provides retirement, death, and disability benefits to its employees through three pension plans administered by the state of Louisiana. These plans are:

Teachers' Retirement System of Louisiana (Teachers' Plan)

Plan Description

All teachers and administrative employees are members of this cost-sharing multiple-employer statewide plan. Benefit provisions are established in accordance with Louisiana state statute. The Teachers' Plan issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by writing to the Board of Trustees of the Teachers' Retirement System of Louisiana, P. O. Box 94125, Capital Station, Baton Rouge, Louisiana 70894-9125.

Funding Policy

Covered employees are required to contribute 8 percent of their salary to the Teachers' Plan. The School Board was required to contribute 16.3 percent of covered employees' salaries from July 1, 1991 to June 30, 1997 and 16.0% from July 1, 1997 to June 30, 1998. The employee and employer contribution obligations are established and may be amended by Louisiana state statute. The School

DESOUD PARISH SCHOOL BOARD
Mossfield, Louisiana

Notes to Combined Financial Statements

June 30, 1998

Board's contributions for the years ending June 30, 1996, 1997, and 1998 were \$2,255,812, \$1,728,886, and \$1,991,895, respectively, equal to the required contributions for each year. In accordance with GASB 27, the pension liability was determined to be zero. Prior to adoption of GASB 27, the School Board did not report a pension liability for the Teachers' Plan.

Deferred Retirement Option Plan

Effective July 1, 1993, the Teachers' Retirement System adopted a Deferred Retirement Option Plan (DROF). Under the DROF, a member is allowed to retire and accumulate further retirement benefits in a special reserve fund and yet continue employment and draw a salary. Upon termination of employment at the end of the specified period, the monthly retirement benefits and the amounts paid into the DROF will begin being paid to the retiree.

Teachers' Retirement System of Louisiana - Plan B (Plan B):

Plan Description

All calendar workers are members of this cost-sharing multiple-employer statewide plan, which is a part of the Teachers' Retirement System of Louisiana plan above. Benefit provisions are established in accordance with Louisiana state statute. Information regarding this plan can be obtained from the Teachers' Plan publicly available financial report above.

Funding Policy

Covered employees are required to contribute 5 percent of their salary to Plan B. The School Board was required to contribute 86.4 percent of covered employees' salaries from July 1, 1995 to June 30, 1998. The employee and employer contribution obligations are established and may be amended by Louisiana state statute. The School Board's contributions for the years ending June 30, 1996, 1997, and 1998 were \$193,487, \$210,477, and \$186,344, respectively, equal to the required contributions for each year. In accordance with GASB 27, the pension liability was determined to be zero. Prior to adoption of GASB 27, the School Board did not report a pension liability for Plan B.

Deferred Retirement Option Plan

See explanation of this option under the Teachers' Retirement System of Louisiana.

Louisiana School Employees' Retirement System (School Employees' Plan):

Plan Description

All bus drivers, bus aids, maintenance employees, and custodians are members of this cost-sharing multiple-employer statewide plan. Benefit provisions are established in accordance with Louisiana state statute. The School Employees' Plan issues a publicly available financial report that includes

DESBORO PARISH SCHOOL BOARD
Monroe, Louisiana

Notes to Combined Financial Statements

June 30, 1998

financial statements and required supplementary information. That report may be obtained by writing to the Board of Trustees of the Louisiana School Employees' Retirement System, P.O. Box 44718, Baton Rouge, Louisiana 70824-4718.

Funding Policy

Covered employees were required to contribute 4.50 percent of their salary to the School Employees' Plan for 1996, 1997, and 1998. The School Board was required to contribute 6 percent of covered employees' salaries from July 1, 1995 to June 30, 1998. The employer and employee contribution obligations are established and may be amended by Louisiana state statute. The School Board's contributions for the years ending June 30, 1996, 1997, and 1998 were \$121,223, \$124,050, and \$111,889, respectively, equal to the required contributions for each year. In accordance with GASB 27, the pension liability was determined to be zero. Prior to adoption of GASB 27, the School Board did not report a pension liability for the School Employees' Plan.

(7) Post-Retirement Health Care and Life Insurance Benefits

The DeSoto Parish School Board has voluntarily elected to provide certain continuing health care and life insurance benefits for its retired employees. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits for retirees and similar benefits for active employees, whose monthly premiums are paid jointly by the employee (approximately 20%) and the School Board (approximately 80%), were provided through a private insurance company. The School Board recognizes the cost of providing these benefits (the Board's portion of premiums) as an expenditure when the monthly premiums are due. The School Board's cost of providing these benefits to retirees totaled \$563,341 for 1998 and encompasses 246 former employees qualified to receive such benefits. This expenditure is recorded in the General Fund.

(8) Deposits Due Others

A summary of changes in agency fund deposits due others follows:

	<u>School Activity Accounts</u>
Agency deposits due others at July 1, 1997	\$ 203,767
Additions	933,852
Deductions	<u>(1,878,177)</u>
Agency deposits due others at June 30, 1998	\$ 261,342

DECATO PARISH SCHOOL BOARD
 Mandeville, Louisiana

Notes to Combined Financial Statements

June 30, 1968

(9) Long-Term Obligations

The following is a summary of the long-term obligation transactions for the year ended June 30, 1968:

	Bonded Debt					Total
	General Bonds	Certificates of Subordinate	Sales Tax Bonds	Refund	Compensated Absences	
Balance, at July 1, 1967	\$ 21,980,000	4,800,000	200,000	27,800,000	966,200	57,646,200
Debt additions and increases in compensated absences	3,360,000	-	-	2,980,000	90,687	6,700,687
Debt retirements and payments of compensated absences	(1,791,000)	(620,000)	(9,000)	(1,720,000)	(61,689)	(4,791,689)
Balance, at June 30, 1968	\$ 23,549,000	4,180,000	191,000	29,060,000	995,200	57,075,200

For the year ended June 30, 1968, the principal payments of \$1,720,000, plus interest and fiscal charges of \$1,531,446, on the obligations were paid from Debt Service Funds. Accrued compensated absences of \$61,689 were paid by those funds and departments with salary costs and are included in payroll costs. Long-term debt at June 30, 1968, is comprised of the following items:

DESO TO PARISH SCHOOL BOARD
Monroe, Louisiana

Notes to Combined Financial Statements

June 30, 1998

Bond Issue	Original Issue	Interest Rates	Final Payment Due	Interest in Maturity	Principal Outstanding
General Obligation Bonds					
School District No. 1					
Debt 1-0-89	\$ 1,400,000	3.5 - 5.0%	81500	\$ 86,873	223,000
Debt 11-0-93	4,800,000	3.6-3.7%	91600	1,438,833	3,913,000
School District No. 2					
Debt 1-1-88	1,170,000	3.0-5.0%	10000	41,620	66,000
Debt 8-1-87	550,000	8.0%	180700	3,600	90,000
Debt 10-8-90	1,350,000	4.0%-6.0%	80087	387,900	1,300,000
Debt 9-1-91	2,300,000	4.75-4.8%	30177	1,471,383	2,300,000
School District No. 3					
Debt 11-1-88	370,000	8.0-8.8%	120100	3,800	85,000
Debt 7-1-84	1,780,000	6.0-8.87%	120100	603,196	1,718,000
Debt 4-1-84	300,000	1.0-8.8%	120100	18,380	270,000
School District No. 4					
Debt 10-1-88	1,400,000	8.5-8.8%	160100	24,400	570,000
Debt 11-1-93	4,575,000	3.55-3.7%	160100	1,290,000	4,385,000
Debt 2-1-84	4,823,000	3.0-3.2%	190100	1,620,791	3,203,000
School District No. 5					
Debt 10-1-88	470,000	7.8-7.8%	160100	3,800	88,000
Debt 1-20-90	1,480,000	5.0%	160100	326,659	1,400,000
State Tax Bonds - Pari Passu					
Debt 9-1-80	280,000	7.0-8.8%	90100	137,111	280,000
Certificates of Indebtedness :					
School District No. 2					
Debt 7-1-82	4,490,000	3.1-4.8%	150100	1,360,582	4,330,000
Total				\$ 45,811,659	27,670,000

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish and a sales tax. At June 30, 1998, the School Board has accumulated \$1,761,828 in the Debt Service Funds for future debt requirements.

During 1997, the School Board issued \$2,480,000 in refunding Certificates of Indebtedness, Series 1997B, with interest rates ranging from 5.1% to 3.8% to advance refund \$1,150,000 of the outstanding Certificates of Indebtedness, dated December 1, 1988, with interest rates of 9.0%. The net proceeds of the issue were used to purchase a U.S. government security. This security was deposited into an irrevocable trust with an escrow agent to provide for all future debt service payments on the Certificates of Indebtedness, dated December 1, 1988. As of June 30, 1998, \$708,080 of the 1988 Certificates of Indebtedness remains outstanding but are considered to be defeased and the liability for these bonds has been removed from the School Board's General Long-Term Debt Account Group.

BISSOTI PARISH SCHOOL BOARD
Mandeville, Louisiana

Notes to Combined Financial Statements

June 30, 1998

During 1983, the School Board issued \$4,180,000 in General Obligation School Refunding Bonds, Series 1983, with interest rates ranging from 3.65% to 5.7% to refund \$3,190,000 of the outstanding General Obligation School Bonds, Series 1988, with interest rates ranging from 1.6% to 8.0%. The net proceeds of the issue plus additional existing funds were used to purchase a U.S. government security. This security was deposited in an irrevocable trust with an escrow agent to provide for future debt service payments on the 1988 bonds. As of June 30, 1998, \$3,190,000 of the 1988 bonds due in the period 2000 to 2009 remain outstanding but are considered to be defeased and the liability for those bonds has been removed from the General Long-Term Debt Account Group.

During 1983, the School Board issued \$4,375,000 in General Obligation School Refunding Bonds, Series 1983, with interest rates ranging from 3.85% to 5.7% to refund \$3,810,000 of the outstanding General Obligation School Bonds, Series 1988, with interest rates of 7.7%. The net proceeds of the issue were used to purchase a U.S. government security. This security was deposited in an irrevocable trust with an escrow agent to provide for future debt service payments on the 1988 bonds. As of June 30, 1998, \$3,810,000 of the 1988 bonds due in the period 2000 to 2008 remain outstanding but are considered to be defeased and the liability for those bonds has been removed from the General Long-Term Debt Account Group.

During 1984, the School Board issued \$6,825,000 in General Obligation School Refunding Bonds, Series 1984, with interest rates ranging from 3.6% to 5.3% to refund \$1,880,000 of the outstanding General Obligation School Bonds, Series 1988, with interest rates ranging from 7.20% to 7.65%. The net proceeds of the issue plus additional existing funds were used to purchase a U.S. government security. This security was deposited in an irrevocable trust with an escrow agent to provide for future debt service payments on the 1988 bonds. As of June 30, 1998, \$1,880,000 of the 1988 bonds due in the period 1999 to 2005 remain outstanding but are considered to be defeased and the liability for those bonds has been removed from the General Long-Term Debt Account Group.

On July 1, 1994, the School Board issued \$3,785,000 of General Obligation School Refunding Bonds, Series 1994, with interest rates ranging from 4.5% to 5.85% and maturities from 1994 to 2008 to refund \$1,940,000 of the outstanding General Obligation School Bonds, Series 1988 with interest rates ranging from 7.6% to 8.0%. The net proceeds of \$1,718,000 (after payment of \$74,100 in underwriting fees and other issuance costs) plus an additional \$6,825 of existing funds were used to make an initial deposit in the escrow fund and purchase a U.S. government security. This security was deposited in an irrevocable trust with an escrow agent to provide for future debt service payments on the 1988 bonds. As of June 30, 1998, \$1,940,000 of the 1988 bonds due in the period 1999 to 2008 remain outstanding but are considered to be defeased and the liability for those bonds has been removed from the General Long-Term Debt Account Group.

On May 20, 1996, the School Board issued \$1,400,000 of General Obligation School Refunding Bonds, Series 1996, with an interest rate of 5.13% and maturities from 1996 to 2008 to refund \$1,180,000 of the outstanding General Obligation School Bonds, Series 1988 with interest rates ranging from 7.7 to 8%. The net proceeds of \$1,453,000 (after payment of \$20,500 in underwriting fees and other issuance costs) plus an additional \$12,125 of existing funds were used to make an initial deposit in the escrow fund and purchase a U.S. government security. This security was

DECATUR PARISH SCHOOL BOARD
 Mandeville, Louisiana

Notes to Combined Financial Statements

June 30, 1998

deposited in an irrevocable trust with an escrow agent to provide for future debt service payments on the 1988 bonds. As of June 30, 1998, \$1,180,000 of the 1988 bonds due in the period 1999 to 2008 remain outstanding but are considered to be delinquent and the liability for these bonds has been removed from the General Long-Term Debt Account Group.

On October 8, 1996, the School Board issued \$1,130,000 of General Obligation School Refunding Bonds, Series 1996, with interest rates ranging from 4.15% to 5.4% and maturities from 1997 to 2007 to refund \$1,195,000 of the outstanding General Obligation School Bonds, Series 1987 with an interest rate of 8%. The net proceeds of \$1,181,900 (after payment of \$26,100 in underwriting fees and other issuance costs) were used to make an initial deposit in the escrow fund and purchase a U.S. government security. This security, plus an initial cash deposit, was deposited in an irrevocable trust with an escrow agent to provide for future debt service payments on the 1987 bonds. As of June 30, 1998, \$1,185,000 of the 1987 bonds due in the period 1999 to 2007 remain outstanding but are considered to be delinquent and the liability for these bonds has been removed from the General Long-Term Debt Account Group.

The annual requirements to amortize all debt outstanding as of June 30, 1998, are as follows:

Year Ending June 30,	<u>Principal Payments</u>			
	General Obligation Bonds	Certificates of Indebtedness and Sales Tax Bonds	Interest Payments	Total
1999	\$ 1,410,000	444,000	1,015,731	2,869,731
2000	1,348,000	508,000	1,074,840	3,330,840
2001	1,410,000	538,000	1,232,194	3,179,194
2002	1,725,000	182,000	1,133,892	3,440,892
2003	1,825,000	155,000	1,038,623	3,858,623
2004-2015	14,878,000	3,712,000	4,218,840	21,808,840
Total	\$ 21,658,000	4,502,000	18,411,609	38,640,609

In accordance with Louisiana Revised Statute 99:182, the School Board is legally restricted from incurring long-term bonded debt in excess of 50 percent of the assessed value of taxable property. At June 30, 1998, the statutory limit was \$66,996,477, the outstanding bonded debt net of applicable debt service bonds totaled \$20,828,319 and the legal debt margin was \$46,168,158.

(18) Lease Commitments

The School Board has a commitment under an operating lease agreement for the Superintendent's car. This agreement is a three-year lease. Total rental expenditures under the operating lease was approximately \$4,446 during the year ended June 30, 1998.

DEBOYS PARISH SCHOOL BOARD
 Mansfield, Louisiana

Notes to Combined Financial Statements

June 30, 1998

The School Board is also a lessee in a lease/purchase agreement with some of its bus drivers. Certain buses were purchased by the School Board and leased to the bus drivers, with title to the bus passing to the driver at the end of the lease term. Total rental income under the lease was approximately \$87,490 during the year ended June 30, 1998. Future lease income is as follows:

Year Ending June 30

1998	\$ 83,778
2000	31,808
2001	26,247
2002	22,647

(11) Other Required Individual Fund Disclosures

(a) *Interfund Receivables and Payables*

Individual fund interfund receivable and payable balances at June 30, 1998, were as follows:

Fund	Interfund Receivables	Interfund Payables
General Fund	\$ 121,421	-
Special Revenue Funds:		
Educational Consolidation and Improvement Act:		
Title I	-	362,589
Title VI	-	21,838
Special Education	-	52,057
Adult Basic Education	-	10,985
Starting Point	-	14,281
Goals 2000	-	20,764
Education for Economic Security Act - Title II	-	18,158
Head Start	-	28,004
Vocational Education	-	4,628
Total	<u>\$ 121,421</u>	<u>527,411</u>

DESOTO PARISH SCHOOL BOARD
Monroe, Louisiana

Notes to Combined Financial Statements

June 30, 1998

(8) Operating Transfers

A reconciliation of operating transfers for the year ended June 30, 1998, follows:

Fund	In	Out
General Fund	\$ 96,936	775,287
Special Revenue Funds:		
Educational Consolidation and Improvement Act		
Title I	44,000	55,341
Title VI	-	1,708
Education for Economic Security Act - Title II	-	313
Special Education	-	6,858
Adult Basic Education	-	1,758
Starting Points	-	1,348
Grade 2000	-	4,359
Capital Projects Fund - District #3	(15,623)	-
Capital Projects Fund - District #4	(53,642)	-
Total	\$ 26,671	849,713

(12) Compliance, Stewardship, and Accountability

(a) Excess of Expenditures Over Appropriations

There were no unfavorable budget variances for the year ended June 30, 1998.

(b) Budgets and Budget Basis of Accounting

Annual expenditure budgets are adopted for the General Fund and Special Revenue Funds. All budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Revisions made to the original budget for each fund were as follows:

DEOTO PARISH SCHOOL BOARD
Monroe, Louisiana

Notes to Combined Financial Statements

June 30, 1998

	<u>Original Budget</u>	<u>Total Revisions</u>	<u>Revised Budget</u>
General Fund	\$ 24,911,437	3,182,668	27,894,105
Educational Coordination and Improvement Acc:			
Title I	1,420,816	128,477	1,549,293
Title VI	73,218	1,754	74,972
Education for Economic Security			
Act - Title II	89,266	2,741	92,007
School Lunch Fund	2,181,804	91,843	2,273,647
Title Maintenance Tax	595,190	289,898	885,088
Special Education	189,408	48,995	238,403
Herd Trust	56,807	517	57,324
Adult Basic Education	68,847	-	68,847
Vocational Education	72,172	23,944	96,116
Starting Points	41,815	18,789	60,604
Goals 2000	-	129,886	129,886

(12) Commitments and Contingencies

Litigation

As June 30, 1998, the School Board is involved in various litigation. It is the opinion of the legal advisor for the School Board that ultimate resolution of these lawsuits would not materially affect the financial statements.

Risk Management

The School Board is exposed to various risks of loss related to theft; theft of; damage to and destruction of assets; errors and omissions; and natural disasters. These risks are handled by the School Board through the purchase of various commercial insurance policies with varying coverage limits, deductibles, and provisions based on the type of policy. No significant reductions in insurance coverage were coverage in the prior year covered and no claims exceeded the School Board's insurance coverage for each of the past three years.

The School Board is partially self-insured for health and workers' compensation insurance coverage. Claims are funded through operating funds of the School Board. The School Board maintains stop-loss coverage with an insurance company under its health plan for individual claims in excess of \$180,000 and for total annual claims in excess of \$2,680,000. The School Board maintains stop-loss coverage with an insurance company under its workers' compensation plan for individual claims in excess of \$175,000 and for total claims that exceed \$780,000 in a three year period.

IBOYO PARISH SCHOOL BOARD
Mandeville, Louisiana

Notes to Combined Financial Statements

June 30, 1998

All known claims filed and an estimate of insured but not reported claims based on experience of the School Board are made and accrued as necessary in the General Fund. At June 30, 1998, the amount of these liabilities was \$728,991. This liability in the School Board's best estimate based on available information. Changes in the reported liability since June 30, 1997, resulted from the following:

	Beginning of Fiscal- Year Liability	Current Year Claims and Change in Estimates	Claim Payments	Balance at Fiscal Year End
1996-1997	\$ 668,586	3,170,808	3,297,609	613,977
1997-1998	613,977	3,773,339	3,662,347	728,991

As of June 30, 1998, \$1,903,577 and \$102,608 of the General Fund fund balance has been designated for payment of future claims of the health plan and workers' compensation plan, respectively. In addition to these items, amounts have been designated within the General Fund for contingencies.

Grant Disallowances

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

(14) *Year 2000 Computer Issues (Unaudited)*

As we approach the year 2000, certain computer programs and hardware have time-sensitive software that may recognize a date using "80" as the year 1900 rather than the year 2000. This could result in system failures or miscalculations causing disruption of operations that could affect services. The School Board believes that with timely modifications to existing software and conversions to new software, the Year 2000 issue will not pose significant operational problems for its computer systems.

The School Board has initiated the process of preparing its computer systems and applications for the year 2000. The School Board expects to incur additional internal staff costs as well as external consulting and other expenses to prepare the systems for the year 2000. However, there can be no assurance that the systems of vendors or other governmental agencies, on which the School Board's systems rely, will be timely converted or that any such failure to convert by another company or governmental entity would not have an adverse effect on the School Board's systems.





GOVERNMENTAL FUNDS

-
-
-
- GENERAL FUND
 - SPECIAL REVENUE FUNDS
 - DEBT SERVICE FUNDS
 - CAPITAL PROJECTS FUNDS
-
-
-
-



GENERAL FUND

The General Fund is the principal fund of the School Board and is used to account for all activities of the school system not required to be accounted for in another fund. These activities are funded principally by state sources and local property and sales taxes on individuals and businesses.



IBERDOTO PARISH SCHOOL BOARD
 Mandeville, Louisiana

General Fund

Comparative Balance Sheet

June 30, 1998 and 1997

Assets	1998	1997
Cash	\$ 3,546,859	3,180,380
Certificates of deposit	4,444,508	4,424,508
Receivables	521,553	83,686
Due from other funds	321,421	126,668
Total assets	<u>8,834,341</u>	<u>7,815,132</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts and claims payable	\$ 951,991	998,991
Salaries and wages payable	1,808,535	1,856,860
Total liabilities	<u>2,760,526</u>	<u>2,855,851</u>
Fund balances:		
Unassigned:		
Designated for future claims and contingencies	1,581,477	1,701,721
Designated for equipment replacement	548,571	690,489
Designated for specific projects	668,788	486,889
Unassigned	1,809,163	1,218,271
Total fund balance	<u>4,397,999</u>	<u>3,748,370</u>
Total liabilities and fund balance	<u>\$ 7,158,525</u>	<u>6,604,221</u>

See accompanying independent auditor's report.

BESOTO PARISH SCHOOL BOARD
 Mansfield, Louisiana

General Fund

Statement of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual

For the year ended June 30, 1998
 (with comparative totals for June 30, 1997)

	1998		Variance - Favorable (Unfavorable)	1997
	Budget	Actual		Actual
Revenues:				
Local sources:				
Taxes:				
Ad valorem	\$ 3,865,597	3,898,148	26,541	3,569,948
Sales and use	3,731,972	3,715,551	(21,579)	3,533,988
Interest earnings	243,349	376,354	33,805	381,780
Other:				
Tuition	46,108	29,829	(16,271)	46,438
Rentals, leases, and royalties	882,298	872,156	(14,238)	85,378
Other	21,757	28,288	6,443	24,905
Total other	<u>950,163</u>	<u>935,183</u>	<u>(14,980)</u>	<u>131,241</u>
Total local sources	<u>10,871,287</u>	<u>10,953,318</u>	<u>82,031</u>	<u>5,629,891</u>
State sources:				
State apportionment	15,598,948	15,598,948	-	14,240,694
Other state programs:				
Revenue sharing	240,447	240,447	-	250,294
Professional improvement program	224,575	223,558	(817)	248,386
Other	287,510	798,343	(488,833)	333,676
Total other state programs	<u>752,532</u>	<u>1,262,348</u>	<u>(509,816)</u>	<u>832,356</u>
Total state sources	<u>16,551,928</u>	<u>16,861,693</u>	<u>(309,765)</u>	<u>15,077,428</u>
Federal and other sources	<u>9,818</u>	<u>6,308</u>	<u>(2,938)</u>	<u>10,216</u>
Total revenues	<u>27,431,833</u>	<u>27,821,319</u>	<u>(389,514)</u>	<u>22,517,535</u>

(Continued)

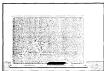
DESOUDS PARISH SCHOOL BOARD
 Mandeville, Louisiana

General Fund

Statement of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual, Continued

	1998		Variance: Favorable (Unfavorable)	1997
	Budget	Actual		Actual
Expenditures:				
Current:				
Instruction:				
Regular programs	\$ 11,717,677	11,467,521	250,156	18,767,444
Special programs	4,892,334	4,688,288	204,046	4,134,963
Adult and continuing education programs	78,444	75,760	2,684	74,472
Support services:				
Student services	898,825	898,531	294	864,898
Instructional staff support	1,294,081	1,234,577	59,504	908,620
General administration	317,466	305,789	11,677	624,858
School administration	1,345,643	1,713,535	(367,892)	1,529,858
Business services	419,542	418,328	1,214	374,338
Plant services	2,025,671	2,003,410	22,261	2,088,133
Student transportation services	2,815,597	2,548,961	266,636	2,443,595
Central services	98,754	88,887	9,867	84,815
Capital outlay - facilities acquisition and construction	348,042	92,519	255,523	33,458
Total expenditures	<u>21,078,278</u>	<u>26,078,379</u>	<u>(4,999,099)</u>	<u>25,940,008</u>
Excess (deficiency) of revenues over expenditures	703,586	1,741,996	1,038,410	(1,442,946)
Other financing sources (uses):				
Operating transfers in	65,843	60,836	(5,007)	47,008
Operating transfers out	(779,287)	(779,287)	-	(646,896)
Total other financing sources (uses)	<u>(679,442)</u>	<u>(684,311)</u>	<u>(5,009)</u>	<u>402</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	24,144	1,057,685	1,033,481	(1,442,454)
Fund balance at beginning of year	5,348,278	5,140,278	-	8,582,732
Fund balance at end of year	<u>\$ 5,348,812</u>	<u>\$ 6,197,963</u>	<u>1,053,481</u>	<u>5,148,278</u>

See accompanying independent auditors' report.



SPECIAL REVENUE FUNDS

Education Consolidation and Improvement Act — Title I of the Education Consolidation Improvement Act of 1981 (ECIA) is a program for economically and educationally deprived school children which is federally financed, state-administered, and locally operated by the School Board. The Title I services are provided through various projects which are designed to meet the special needs of educationally deprived children. The activities supplement, rather than replace, state and locally mandated activities.

Title VI of the Education Consolidation Improvement Act of 1981 is a program by which the federal government provides money to the school system based on a per pupil allocation for audio-visual material and equipment and library resources.

Education for Economic Security Act — Title II of the Education for Economic Security Act (EESA) is a federally financed program designed to strengthen the skills of teachers and provide for instruction in mathematics, science, foreign languages, and computer learning.

School Lunch Fund — The School Lunch Fund accounts for the operations of the school cafeterias.

1 Mill Maintenance Tax — The School Board collects a parishwide 1 mill property tax for the purpose of paying the general cost of operation and maintenance of the public schools in the parish.

Special Education — Special Education is a federally financed program to provide free, appropriate public education to all children in need of special education and related services.

Head Start — Head Start is a program by which the federal government provides money to give economically deprived children a head start in school before they enter kindergarten.

Adult Basic Education — Adult Basic Education is a program to develop knowledge and skills to meet immediate and long-range educational objectives of adults who have completed or interrupted formal schooling, having accepted adult roles and responsibilities.

Vocational Education — Vocational Education is a federally funded program that provides students with the opportunity to develop the knowledge, skills, and attitudes needed for employment in agriculture, home economics, industrial arts, business, etc.

Starting Points — Starting Points is a federally funded preschool program designed to provide quality early childhood education to children whose parent(s) or guardians work or are enrolled in a job training or educational program.

Goals 2000 — Goals 2000 is a federally funded program that attempts to build community support and a true community partnership to (1) restructure the local educational system, (2) engage in long term systemic change to better address the individual needs of students, teachers, administrators, parents, employees, and citizens within its community, and (3) address the National Educational Goals, especially goals related to high academic achievement for all children.

DESO TO PARISH SCHOOL BOARD
 Mandeville, Louisiana

Special Revenue Funds
Combing Balance Sheet

June 30, 1999
 (with comparative data for June 30, 1997)

Account	Balance		1998		1997		1998		1997	
	1998	1997	Balance	%	Balance	%	Balance	%	Balance	%
Assets										
Cash	50	-	4970	61.45	-	-	-	-	18	74.0
Certificate of Deposits	2425	-	2425	-	-	-	-	-	2425	92.0
Receivables	625	1206	128	1.6	1425	17.6	425	1.7	1425	54.0
Materials and Supplies	-	-	125	1.6	-	-	-	-	-	-
Inventory	225	200	225	2.8	225	2.8	225	0.9	225	8.5
Prepaid	100	100	100	1.2	100	1.2	100	0.4	100	3.7
Total Assets	3000	3426	5000	61.45	3000	37.2	3000	11.9	3000	111.6
Liabilities and Fund Balances										
Accounts Payable	100	100	100	1.2	100	1.2	100	0.4	100	3.7
Accrued Interest	100	100	100	1.2	100	1.2	100	0.4	100	3.7
Total Liabilities	200	200	200	2.4	200	2.4	200	0.8	200	7.4
Fund Balances	2800	3226	4800	59.05	2800	34.8	2800	10.5	2800	104.2
Unassigned	2800	3226	4800	59.05	2800	34.8	2800	10.5	2800	104.2
Assigned	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-	-
Total	2800	3226	4800	59.05	2800	34.8	2800	10.5	2800	104.2

See accompanying independent auditor's report.

DEBOTO FUNDING SOLUTION BOARD
Mutual Fund, Limited

Special Revenue Funds

Comparing Sources of Revenues, Disbursements and Changes in Fund Balances

June 30, 1999
(with comparative data for June 30, 1998)

Account	Amount Available for Special Revenue Funds for 1999	Total Available for Special Revenue Funds for 1999	1999		1998		Change	1999	1998	Change
			Revenues	Disbursements	Revenues	Disbursements				
Total										
Revenues										
Contributions	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Interest	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Dividends	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Other	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Disbursements										
Operating	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Capital	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Other	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Change in Fund Balance										
Beginning	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Ending	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000

For each account, the amount available for special revenue funds is the sum of the revenues and disbursements. The total available for special revenue funds is the sum of the amounts available for each account. The change in fund balance is the difference between the ending and beginning fund balances. The ending fund balance is the beginning fund balance plus the change in fund balance.

See accompanying independent auditor's report.

DESUOTO PARISH SCHOOL BOARD
 Mandeville, Louisiana

Special Revenue Fund

Educational Constitution and Improvement Act
Title I

Statement of Revenues, Expenditures, and Changes in Fund
Balance - Budget and Actual

For the year ended June 30, 1998
 (with comparative totals for June 30, 1997)

	1998		Variance Favorable (Unfavorable)	1997
	Budget	Actual		
Revenues:				
Local sources - other	\$ -	\$0	\$0	\$,739
Federal sources	1,526,400	1,484,628	(41,772)	1,436,584
Total revenues	<u>1,526,400</u>	<u>1,484,628</u>	<u>(41,772)</u>	<u>1,441,323</u>
Expenditures - current:				
Instruction - special programs	548,815	919,585	370,770	931,566
Support services:				
Student services	60,815	21,221	39,594	49,288
Instructional staff support	342,048	271,573	70,475	336,188
General administration	6,700	3,651	3,049	8,158
Plant services	118,307	114,182	4,125	91,881
Total expenditures	<u>1,086,685</u>	<u>1,334,712</u>	<u>248,027</u>	<u>1,407,961</u>
Excess of revenues over expenditures	43,999	149,916	105,917	34,258
Other financing sources (uses):				
Operating transfers in	84,810	84,808	-	-
Operating transfers out	(79,428)	(79,341)	87	(34,258)
Total other financing sources (uses)	<u>(4,618)</u>	<u>5,467</u>	<u>10,085</u>	<u>(34,258)</u>
Excess of revenues over expenditures and other uses	-	155,383	115,902	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 155,383</u>	<u>\$ 115,902</u>	<u>\$ -</u>

See accompanying independent auditors' report.

DEMOTO PARISH SCHOOL BOARD
 Mandeville, Louisiana

Special Revenue Fund

Educational Consolidation and Improvement Act
Title VI

Statement of Revenues, Expenditures, and Changes in Fund
Balance - Budget and Actual

For the year ended June 30, 1998
 (with comparative totals for June 30, 1997)

	1998		Variance Favorable (Unfavorable)	1997
	Budget	Actual		
Revenues - federal sources	\$ 51,002	44,189	(6,813)	56,320
Expenditures - current:				
Instruction - special programs	31,763	26,948	4,815	37,643
Support services:				
Student services	40,787	33,227	7,560	26,689
Instructional staff support	458	185	273	188
Total expenditures	<u>72,908</u>	<u>60,340</u>	<u>12,568</u>	<u>64,520</u>
Excess of revenues over expenditures	2,094	1,749	(345)	1,618
Other financing uses - operating transfers out	<u>(2,044)</u>	<u>(1,748)</u>	<u>296</u>	<u>(1,618)</u>
Excess of revenues over expenditures and other uses	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>

See accompanying independent auditors' report.

DESOUD PARISH SCHOOL BOARD
 Metairie, Louisiana

Special Revenue Fund

Education for Economic Security Act
 Title II - Public Law 98-517

Statement of Revenues, Expenditures, and Changes in Fund
 Balance - Budget and Actual

For the year ended June 30, 1998
 (with comparative totals for June 30, 1997)

	1998		Variance Favorable (Unfavorable)	1997
	Budget	Actual		
Revenues - federal grant	\$ 40,947	18,896	(22,051)	26,578
Expenditures - current - support services - instructional staff support	40,804	38,478	21,326	25,113
Excess of revenues over expenditures	1,143	518	(323)	765
Other financing uses - opening transfers out	(1,143)	(518)	625	(765)
Excess of revenues over expenditures and other uses	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ -	\$ -

See accompanying independent auditor's report.

BESOTO PARISH SCHOOL BOARD
Mossfield, Louisiana

Special Revenue Fund

School Lunch Fund

Statement of Revenues, Expenditures, and Changes in Fund
Balance - Budget and Actual

For the year ended June 30, 1998
(with comparative totals for June 30, 1997)

	1998		Variance Favorable (Adverse/Nil)	1997
	Budget	Actual		
Revenues:				
Local sources:				
Sales and use tax	\$ 185,893	197,660	11,767	173,473
Food sales	283,123	265,120	(18,013)	228,858
Insurance earnings	23,848	27,421	3,573	24,362
State sources:				
State appropriation	454,097	454,097	-	381,064
Other	-	-	-	80,718
Federal sources	<u>1,364,588</u>	<u>1,386,873</u>	<u>22,285</u>	<u>1,593,188</u>
Total revenues	<u>2,516,549</u>	<u>2,511,981</u>	<u>(4,568)</u>	<u>2,170,813</u>
Expenditures - current - food services:				
Food costs	780,088	805,588	25,500	812,808
Salaries and related benefits	1,376,679	1,377,515	836	1,288,714
Materials and supplies	70,088	59,664	10,424	69,528
Equipment	67,973	61,528	6,445	49,761
Other	81,433	38,880	42,553	82,488
Total expenditures	<u>2,576,261</u>	<u>2,583,175</u>	<u>6,914</u>	<u>2,283,309</u>
Excess of expenditures over revenues	<u>(59,712)</u>	<u>(71,194)</u>	<u>11,482</u>	<u>(112,496)</u>
Fund balance at beginning of year	<u>614,654</u>	<u>614,654</u>	<u>-</u>	<u>721,751</u>
Fund balance at end of year	<u>\$ 554,942</u>	<u>\$ 543,460</u>	<u>11,482</u>	<u>609,255</u>

See accompanying independent auditors' report.

DESOUD PARISH SCHOOL BOARD
 Mandeville, Louisiana

Special Revenue Fund

7 ME Maintenance Tax

Statement of Revenues, Expenditures, and Changes in Fund
 Balance - Budget and Actual

For the year ended June 30, 1998
 (with comparative totals for June 30, 1997)

	1998		Variance Favorable (Unfavorable)	1997
	Budget	Actual		
Revenues:				
Local sources:				
Ad valorem tax	\$ 1,137,210	1,139,283	2,073	648,093
Interest earnings	388	6,245	5,857	828
State sources - revenue sharing	47,880	47,880	-	60,848
Total revenues	<u>1,185,478</u>	<u>1,193,408</u>	<u>7,930</u>	<u>689,769</u>
Expenditures - current - support services:				
General administration	43,533	43,533	-	23,315
Business services	58	183	125	32
Plant services	1,122,567	899,884	222,683	671,886
Total expenditures	<u>1,166,158</u>	<u>943,600</u>	<u>222,558</u>	<u>695,233</u>
Excess of revenues over expenditures	-	249,808	249,808	644
Fund balance at beginning of year	645	645	-	-
Fund balance at end of year	\$ <u>645</u>	<u>281,798</u>	<u>281,153</u>	<u>644</u>

See accompanying independent auditors' report.

DESOUD PARISH SCHOOL BOARD
 Mansfield, Louisiana

Special Revenue Fund

Special Education
 P.L. 89-313 / BSEEP
 P.L. 94-142 / BSEEP Part B
 P.L. 99-457 / IDEA Preschool

**Statement of Revenues, Expenditures, and Changes in Fund
 Balance - Budget and Actual**

For the year ended June 30, 1998
 (with comparative totals for June 30, 1997)

	1998		Variance Favorable (Unfavorable)	1997
	Budget	Actual		
Revenues - federal source	\$ 110,000	104,178	(5,822)	142,000
Expenditures - current:				
Instruction - special programs	100,000	104,000	15,000	120,000
Support services:				
Student services	841	771	68	700
Instructional staff support	114,617	111,406	5,211	101,400
Plant services	32,432	19,350	5,232	10,700
Student transportation services	2,882	2,021	761	2,200
Total expenditures	150,802	137,548	13,254	135,000
Excess of revenues over expenditures	6,198	6,830	(632)	6,000
Other financing used - operating transfer out	(6,198)	(6,830)	632	(6,000)
Excess of revenues over expenditures and other uses	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ -	\$ -

See accompanying independent auditor's report.

DESOUD PARISE SCHOOL BOARD
 Mansfield, Louisiana

Special Revenue Fund

Head Start

**Statement of Revenues, Expenditures, and Changes in Fund
 Balance - Budget and Actual**

For the year ended June 30, 1998
 (with comparative totals for June 30, 1997)

	1998		Variance/ Favorable (Unfavorable)	1997
	Budget	Actual		
Revenues - federal sources	\$ 36,564	31,915	(4,649)	44,160
Expenditures - current - instruction - special programs	36,564	31,915	4,649	44,160
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	\$ -	-	-	-

See accompanying independent auditor's report.

DESOUDO PARISH SCHOOL BOARD
 Mandeville, Louisiana

Special Revenue Fund

Adult Basic Education

**Statement of Revenues, Expenditures, and Changes in Fund
 Balance - Budget and Actual**

For the year ended June 30, 1998
 (with comparative totals for June 30, 1997)

	1998		Variance Favorable (Disadvantage)	1997
	Budget	Actual		
Revenues - federal sources	\$ 68,007	65,593	(2,412)	68,046
Expenditures - current:				
Instruction - adult and continuing education programs	66,096	61,776	4,320	65,332
Support services - instructional staff support	1,408	1,008	400	967
Total expenditures	<u>67,504</u>	<u>62,784</u>	<u>4,720</u>	<u>66,300</u>
Excess of revenues over expenditures	1,503	1,758	(125)	1,677
Other financing uses - opening transfers out	<u>(1,881)</u>	<u>(1,780)</u>	101	<u>(1,997)</u>
Excess of revenues over expenditures and other uses	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>

See accompanying independent auditor's report.

DESOOTO PARISH SCHOOL BOARD
Monroe, Louisiana

Special Revenue Fund

Vocational Education

**Statement of Revenues, Expenditures, and Changes in Fund
 Balance - Budget and Actual**

For the year ended June 30, 1998
 (with comparative totals for June 30, 1997)

	1998		Variance Favorable (Unfavorable)	1997
	Budget	Actual		
Revenues - Federal sources	\$ 86,116	\$5,806	(80,310)	77,916
Expenditures - current:				
Instruction - adult and continuing education programs	71,417	62,588	8,829	66,572
Support services:				
Student services	8,700	4,713	3,987	3,128
Instructional staff support	15,999	14,881	1,118	14,424
Total expenditures	96,116	82,182	13,934	91,314
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ -	\$ -

See accompanying independent auditors' report.

IBESOTO PARISH SCHOOLS BOARD
Monroe, Louisiana

Special Revenue Fund

Starting Point

**Statement of Revenues, Expenditures, and Changes in Fund
 Balance - Budget and Actual**

For the year ended June 30, 1998
 (with comparative totals for June 30, 1997)

		1998		Variance Favorable (Unfavorable)	1997
		Budget	Actual		
Revenues - federal sources	\$	12,568	93,180	(1 0)	80,618
Expenditures - current instruction - special programs		11,828	91,611	11	89,422
Excess of revenues over expenditures		1,340	1,349	-	1,196
Other financing sources - operating transfers out		(1,340)	(1,349)	-	(1,197)
Excess of revenues over expenditures and other sources		-	-	-	-
Fund balance at beginning of year		-	-	-	-
Fund balance at end of year	\$	-	-	-	-

See accompanying independent auditor's report.

DEBOUTE PARRISH SCHOOL BOARD
 Mandeville, Louisiana

Special Revenue Fund

Fiscal 2000

**Statement of Revenues, Expenditures, and Changes in Fund
 Balance - Budget and Actual**

For the year ended June 30, 1999
 (with comparative totals for June 30, 1997)

	1999		Variance Favorable (Unfavorable)	1997
	Budget	Actual		
Revenues - federal income	\$ 129,899	133,791	(3,897)	64,175
Expenditures - current:				
Instruction - special programs	34,815	29,575	5,240	6,248
Support services:				
Instructional staff support	94,983	89,879	5,104	34,733
Plant services	741	718	23	1,898
Total expenditures	<u>115,739</u>	<u>119,972</u>	<u>4,233</u>	<u>47,929</u>
Excess of revenues over expenditures	14,160	13,819	341	1,246
Other financing uses - operating transfers out	<u>14,160</u>	<u>14,201</u>	<u>41</u>	<u>(1,246)</u>
Excess of revenues over expenditures and other uses	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>

See accompanying independent auditors' report.



DEBT SERVICE FUNDS

School Districts No. 1, No. 2 (1988 Issue), No. 2 (1987 Issue), No. 2 (1992 Issue), No. 2 (1997 Issue), No. 2 (1998 Issue), No. 3 (1998 Issue), No. 3 (1994 Issue), No. 4, and No. 5 Funds — The school district Debt Service Funds are used to accumulate monies to pay outstanding bond issues. The bonds were issued by the respective school districts to acquire lands for building sites, erect and improve school buildings, and acquire the necessary equipment and furnishings thereon. The bond issues are financed by a special property tax levy on property within the respective school district and/or an allocation of sales and use tax collected.



DEBOTOY PUBLICATIONS, INCORPORATED
 Massachusetts, Limited Liability

Direct Services Funds
 Contributing Member States

June 30, 1999
 (with comparative data for June 30, 1997)

Item	Local Member											
	MA	VT	NH	ME	NY	CT	RI	MA	VT	NH	ME	Total
Assets												
Cash	46,198	50,727	46,273	46,273	46,000	46,000	46,000	46,000	46,000	46,000	46,000	504,000
Contributed inputs	1,000	15,000	20,000	-	-	-	-	1,000,000	50,000	50,000	50,000	1,000,000
Receivables	411	-	411	411	411	411	411	411	411	411	411	4,110
Provisions												
1	26,100	18,400	18,400	18,400	18,400	18,400	18,400	18,400	18,400	18,400	18,400	170,000
Liability and Provisions												
Liabilities - amount owed and amount payable	-	150	150	-	-	-	-	-	-	-	-	450
Provisions - amount for advertising	46,198	18,400	18,400	18,400	18,400	18,400	18,400	18,400	18,400	18,400	18,400	170,000
Provisional and non-provisional												
1	46,198	18,400	18,400	18,400	18,400	18,400	18,400	18,400	18,400	18,400	18,400	170,000

See accompanying independent auditor's report.

DEWOTT PUBLIC SCHOOL BOARD
MANAGED LOCATIONS

Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

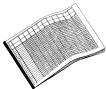
For the year ended June 30, 1997
 (with comparative data for June 30, 1997)

	Balanced Budget											
	Debt	Debt	Debt	Debt	Debt	Debt	Debt	Debt	Debt	Debt	Debt	Debt
	1996	1997	1996	1997	1996	1997	1996	1997	1996	1997	1996	1997
	Amount	Amount	Amount	Amount	Amount	Amount	Amount	Amount	Amount	Amount	Amount	Amount
Revenues												
Local sources												
Taxes	15,000	20	16,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
All other	15,000	20	16,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
State sales	-	-	-	-	-	-	-	-	-	-	-	-
Interest earnings	5,000	11,000	5,000	11,000	5,000	11,000	5,000	11,000	5,000	11,000	5,000	
Miscellaneous - various items	-	-	-	-	-	-	-	-	-	-	-	-
Transfers	10,000	11,000	10,000	11,000	10,000	11,000	10,000	11,000	10,000	11,000	10,000	
Expenditures												
Current - major services												
General administration	1,000	400	1,000	400	1,000	400	1,000	400	1,000	400	1,000	
Debt service	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Interest payments	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Interest on debt	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Participations	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
State payments of services not-reimbursed	500	500	500	500	500	500	500	500	500	500	500	
Change in fund balance												
Beginning fund balance	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Increase (decrease) from operations available for debt	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Total fund balance at year end	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	
Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances to Statement of Financial Position												
Beginning fund balance	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Increase (decrease) from operations available for debt	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Total fund balance at year end	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	

See accompanying independent auditor's report.

CAPITAL PROJECTS FUNDS

School Districts No. 1, No. 2, No. 3, No. 4, and No. 5 Funds — The school district Capital Projects Funds account for financial resources to acquire, construct, and improve public school facilities in the respective districts.



HESKOTI PARISH SCHOOL BOARD
 Mandeville, Louisiana

Capital Projects Funds
 Combining Balance Sheet

June 30, 1998

(with comparative totals for June 30, 1997)

Assets	School Districts					Totals	
	No. 1	No. 2	No. 3	No. 4	No. 5	1998	1997
Cash	56,286	1,555,548	149,814	688,687	133,856	2,184,200	841,817
Accounts receivable	-	-	-	29,869	-	29,869	-
Total assets	56,286	1,555,548	149,814	808,607	133,856	2,204,060	841,817
Liability and Fund Balances							
Liability - accounts payable	-	58,252	55,817	4,051	499	118,619	79,897
Fund balances:							
Reserved for encumbrances	-	948,618	81,611	2,616	-	1,042,853	4,788
Unassigned - Assigned for specific projects	56,286	457,118	263,192	686,008	133,856	1,996,860	199,722
Total fund balances	56,286	1,395,736	344,703	809,166	133,856	2,139,747	204,510
Total liability and fund balances	56,286	1,502,006	344,614	809,609	133,856	2,199,331	841,417

See accompanying independent auditor's report.

DISCOTYPARISSE SCHOOLS BOARD
Metairie, Louisiana

Capital Projects Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

For the year ended June 30, 1997
 (with comparative totals for June 30, 1997)

	Fiscal Year					Total
	1996	1997	1998	1999	2000	
Revenues - fund sources						
State and local taxes	16,812	227,170	23,880	91,100	4,500	263,462
Interest earnings	1,714	16,588	17,112	12,786	4,500	54,700
Grants	-	-	-	24,000	-	24,000
Other	-	-	10,178	-	-	10,178
Revenue proceeds from bus	27,860	216,260	83,500	128,780	4,500	661,200
Total revenues	46,386	459,918	124,470	256,666	13,500	890,530
Expenditures						
General administration	11	4,500	500	2,700	-	7,811
Student services	14	40	35	18	11	108
Capital outlay - facilities acquisition and construction	12,818	1,726,128	203,812	173,825	1,388	2,238,071
Total expenditures	15,133	1,736,668	204,337	186,643	1,409	2,146,189
Change (deficiency) of revenues over expenditures	31,253	286,250	19,133	70,023	1,091	327,750
Other financing sources:						
Proceeds from bond issuance	-	1,568,888	-	-	-	1,568,888
Proceeds from sale of assets	-	-	-	14,826	3,000	17,826
Operating transfers in	-	-	378,418	14,826	-	413,244
Total other financing sources	-	1,568,888	378,418	29,652	3,000	1,980,758
Change (deficiency) of revenues and other sources over expenditures	31,253	2,855,138	217,566	99,676	4,091	3,408,724
Fund balances at beginning of year	14,826	892,270	88,890	462,852	8,215	1,568,053
Fund balances at end of year	46,079	2,947,308	306,456	562,528	12,306	3,964,677
Fund balances at end of year	31,253	1,981,388	288,222	662,184	15,297	2,668,344

See accompanying independent auditor's report.

**FIDUCIARY FUND —
SCHOOL ACTIVITY
AGENCY FUND**

The School Activity Agency Fund accounts for those monies collected by pupils and school personnel for school or school-related purposes. The school activity accounts are classified as an agency fund, and the School Board's responsibility for these accounts is fiduciary in nature. Each school accounts for its individual student body organizations. The revenues of these accounts consist primarily of fees, fund-raising projects, and contributions. Expenditures are made for a wide variety of school activities. These accounts are under the supervision of the school principals.



BISSOTO-PARISH SCHOOL BOARD
 Mandeville, Louisiana

Fiduciary Fund - School Activity Agency Fund

Comparative Balance Sheets

June 30, 1998 and 1997

Assets	<u>1998</u>	<u>1997</u>
Cash	\$ 258,419	183,343
Certificates of deposit	25,800	25,800
Total assets	<u>\$ 284,219</u>	<u>210,143</u>
Liabilities		
Accounts payable	\$ 1,817	6,578
Deposits due others	282,402	203,565
Total liabilities	<u>\$ 284,219</u>	<u>210,143</u>

See accompanying independent auditor's report.

DENOTE PARISH SCHOOL BOARD
 Mansfield, Louisiana

Fiduciary Fund - School Activity Agency Fund

Statement of Changes in Assets and Liabilities

Year ended June 30, 1998

	Balance July 1, 1997	Additions	Deductions	Balance June 30, 1998
Assets				
Cash	\$ 185,243	907,809	894,693	198,459
Certificates of deposit	25,800	-	-	25,800
Total assets	\$ 211,043	907,809	894,693	224,259
Liabilities				
Accounts payable	\$ 4,976	1,947	4,976	1,947
Deposits due others	263,261	695,832	878,117	261,282
Total liabilities	\$ 268,237	697,779	883,093	263,229

See accompanying independent auditor's report.

GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets Account Group represents a summary of fixed assets of the School Board. Capital outlay in all funds is recorded as an expenditure of those funds at the time of purchase and is subsequently recorded, at cost, for control purposes in the General Fixed Assets Account Group. In accordance with generally accepted accounting principles for governmental entities, depreciation is not recorded on general fixed assets.



IBEROLA PARISH SCHOOL BOARD
 Mandeville, Louisiana

General Fixed Assets Account Group

Schedule of General Fixed Assets - By Sources

June 30, 1998

(with comparative amounts for June 30, 1997)

	<u>1998</u>	<u>1997</u>
General fixed assets:		
Land	\$ 1,220,545	1,220,545
Buildings and improvements	33,173,868	31,194,630
Furniture and equipment	5,899,643	5,248,389
Transportation equipment	797,368	797,819
Construction in progress	821,698	-
Total general fixed assets	\$ 41,812,316	\$ 38,762,414
Investment in general fixed assets:		
Capital Projects Funds	\$ 34,064,762	33,314,224
General Fund	3,648,381	2,414,190
School Lunch Fund	317,864	498,288
Federal aid	1,876,834	1,817,354
State aid	17,863	194,129
Gifts and donations	285,127	286,481
School Activity Agency Funds	25,445	17,538
Total investment in general fixed assets	\$ 41,812,316	\$ 38,762,414

See accompanying independent auditor's report.

DESOYO PARISH SCHOOL BOARD
 Mandeville, Louisiana

General Fixed Assets Account Group

**Schedule of Changes in General Fixed Assets -
 By Function and Activity**

Year ended June 30, 1998

Function and Activity	General Fixed Assets July 1, 1997	Additions	Retirements	General Fixed Assets June 30, 1998
Instruction:				
High schools	\$ 27,289,133	2,176,211	278,682	29,186,662
Middle schools	26,681,511	507,718	9,682	27,180,547
Elementary schools	3,462,780	72,506	-	3,535,286
Adult education	198,138	16,979	-	215,117
Total instruction	<u>31,630,562</u>	<u>2,773,414</u>	<u>288,364</u>	<u>34,115,612</u>
General and school administration	1,487,974	142,867	132,141	1,500,440
Plant and maintenance	4,227,789	31,860	3,628	4,255,949
Food service equipment	484,220	29,323	507	483,836
Transportation equipment	797,828	82,492	32,982	787,299
Construction in progress	-	821,690	-	821,690
Total general fixed assets	<u>\$ 38,192,414</u>	<u>3,877,636</u>	<u>487,114</u>	<u>41,572,936</u>

See accompanying independent auditors' report.

BECOTÉ PARISH SCHOOL BOARD
Mandeville, Louisiana

General Fixed Assets Account Group

**Schedule of General Fixed Assets -
By Function and Activity**

June 30, 1998

Function and Activity	Total	Land	Buildings and Improvements	Furniture and Equipment	Transportation Equipment	Construction In Progress
Education:						
High schools	\$ 29,89,688	\$0.00	16,251,176	1,368,810	-	-
Middle schools	11,881,947	40,000	10,771,946	1,070,000	-	-
Elementary schools	2,078,000	490,000	1,178,000	400,000	-	-
Administration	324,172	2,000	180,000	142,172	-	-
Total Education	<u>44,163,807</u>	<u>1,972,000</u>	<u>28,381,122</u>	<u>2,980,982</u>	<u>-</u>	<u>-</u>
General industrial administration	1,051,400	98,000	902,204	71,200	-	-
Financial resources	4,081,500	68,000	1,440,000	363,500	-	-
Professional equipment	68,400	-	-	68,400	-	-
Transportation equipment	781,500	-	-	-	781,500	-
Construction in progress	601,000	-	-	-	-	601,000
Total general fixed assets/allocations						
Education	<u>\$ 44,163,807</u>	<u>1,972,000</u>	<u>28,381,122</u>	<u>2,980,982</u>	<u>781,500</u>	<u>601,000</u>

See accompanying independent auditors' report.



GENERAL LONG-TERM DEBT ACCOUNT GROUP

The General Long-Term Debt Account Group represents a summary of the general long-term debt of the School Board.



BENITO PARISH SCHOOL BOARD
 Metairie, Louisiana

General Long-Term Debt Account Group

Schedule of Changes in Long-Term Debt

Year ended June 30, 1998

				Debt Service Fund Operations	
	July 1, 1997	additions	Payments		June 30, 1998
Amount available in:					
Debt Service Funds	\$ 1,768,114	-	-	(34,504)	1,733,610
Amounts to be provided for					
retirement of long-term debt	24,203,049	1,540,000	1,770,000	34,121	24,977,170
Amounts to be provided for accrued					
compounded interest	706,538	94,687	61,849	-	863,081
	\$ 27,677,699	2,634,687	1,791,849	-	29,511,527
Long-term obligations payable:					
General obligation bonds payable	\$ 21,984,000	2,540,000	1,795,000	-	22,729,000
Refuse tax bonds payable	311,000	-	5,000	-	306,000
Certificates of indebtedness					
payable	4,801,000	-	625,000	-	4,176,000
Accrued compounded interest	981,699	94,687	61,849	-	1,137,135
	\$ 27,977,699	2,634,687	1,791,849	-	29,511,527

See accompanying independent auditor's report.



**STATISTICAL
SECTION**





Table 1

BESICO PARISHIONERS' BOARD
Mandeville, Louisiana

General Expenditures by Function - All Governmental Fund Types (1)

Fiscal years ended June 30, 1989 through June 30, 1991

	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Operations										
Executive services	5,000.00	14,433.00	11,475.00	10,770.00	11,794.00	11,044.00	10,610.00	10,000.00	10,000.00	10,000.00
Support services										
Utilities	601.00	601.00	601.00	601.00	601.00	601.00	601.00	601.00	601.00	601.00
Maintenance and repairs	401.00	78,770.00	89,430.00	86,430.00	89,430.00	89,430.00	89,430.00	89,430.00	89,430.00	89,430.00
General administration	80.00	80.00	80.00	80.00	80.00	80.00	80.00	80.00	80.00	80.00
Subsidy administration	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Building services	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00
Printing services	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00
Public information services	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Public relations	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Community service projects	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Other services	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Total	3,001.00	9,434.00	9,434.00	9,434.00	9,434.00	9,434.00	9,434.00	9,434.00	9,434.00	9,434.00
Business operations and maintenance	2,071.00	1,071.00	1,071.00	1,071.00	1,071.00	1,071.00	1,071.00	1,071.00	1,071.00	1,071.00
Business services										
Accounting services	1,071.00	1,071.00	1,071.00	1,071.00	1,071.00	1,071.00	1,071.00	1,071.00	1,071.00	1,071.00
Insurance	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Maintenance and repairs	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Total	3,071.00	3,071.00	3,071.00	3,071.00	3,071.00	3,071.00	3,071.00	3,071.00	3,071.00	3,071.00
Total operations	8,071.00	24,934.00	24,934.00	24,934.00	24,934.00	24,934.00	24,934.00	24,934.00	24,934.00	24,934.00

Note (1) - This comparison includes the following funds: General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Fund.

Unaudited - not incorporating independent auditor's report.

Table 1

MISSOURI PARISH SCHOOL BOARD
Mandeville, Louisiana

General Reversion by Source - All Commensurate Fund Types (1)

Fiscal years ended June 30, 1989 through June 30, 1998

	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
Assets										
all other assets	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00
debt and reserves	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00
non-recurring	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00
recurring	-	-	-	-	-	-	-	-	-	-
total	7,000,000.00	7,000,000.00	7,000,000.00	7,000,000.00	7,000,000.00	7,000,000.00	7,000,000.00	7,000,000.00	7,000,000.00	7,000,000.00
liabilities	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00
total	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00	6,000,000.00
Liabilities										
debt	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00
total	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00
Net Assets										
total	5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00
Reversions										
total	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00
debt	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00
total	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00
Reversions										
total	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00
Reversions										
total	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00
Reversions										
total	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00

Notes:

- (1) The computations include the following funds: General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds.
- (2) Interest proceeds were received during a major portion of the Legislative Session which was discontinued by the Legislature in February 1999.
- (3) All reversion items increased in 1998 due to increases in property tax rates to fund improvement of health bond for purposes of facility improvements and construction.

Unaudited - see accompanying independent auditor's report.

Table 3

DECATUR PARISH SCHOOL BOARD
Monroe, Louisiana

Property Tax Levies and Collections (1)

Fiscal years ended June 30, 1989 through June 30, 1998

Tax Year	School Year Ended June 30,	Net Portion of Total Parish Tax Assessed (2)	Current Tax Collections		Percentage of Tax Levy Collected		Delinquent Taxes Collected Through 1998		Total Taxes, Interest, and Penalties Collected	Total Collections as a Percent of Current Tax Levy (3)
			\$	%	Taxes	Penalty	Taxes	Penalty		
1988	1989	\$ 4,102,378	4,285,338	98.58	687	27	4,298,073	99.62		
1989	1990	4,097,251	4,240,662	94.75	1,553	1,321	4,254,438	94.82		
1990	1991	4,815,029	4,653,493	100.85	14,237	3,687	4,674,527	100.82		
1991	1992	3,127,448	3,064,080	98.76	17,877	945	3,083,407	98.12		
1992	1993	6,015,148	6,020,653	99.91	13,934	3,132	6,046,649	100.02		
1993	1994	6,100,923	6,091,424	99.75	3,891	3,639	6,099,844	99.87		
1994	1995	6,418,554	6,424,164	100.12	3,978	4,137	6,432,311	100.24		
1995	1996	6,140,341	6,123,177	99.80	6,248	7,619	6,144,694	100.11		
1996	1997	5,616,622	5,526,859	99.99	5,652	7,924	5,912,956	100.31		
1997	1998	9,119,263	8,786,688	96.13	48,449	23,128	8,958,265	98.05		

Notes:

(1) Information provided by Decatur Parish Sheriff (see office tax collector).

(2) Includes all adjustments to original levy.

(3) Percentage collected greater than 100%, are due to collection of prior years' taxes.

Unaudited - see accompanying independent auditor's report.

DESOLO PARISH SCHOOL BOARD
 Mansfield, Louisiana

Assessed and Estimated Actual Value of Taxable Property

Fiscal years ended June 30, 1989 through June 30, 1998

Fiscal Year	Assessed Value	Estimated Actual Value	Ratio of Assessed Value to Estimated Actual Value
1989	\$ 75,000,282	\$7,786,186	8.8%
1990	73,198,074	\$7,347,560	8.8
1991	78,758,567	\$89,883,187	8.8
1992	79,696,964	90,482,263	8.9
1993	189,238,877	1,302,154,294	8.4
1994	110,817,587	1,258,869,792	8.3
1995	112,508,519	1,210,921,815	8.3
1996	114,434,862	1,278,797,273	8.3
1997	115,614,383	1,808,080,808	11.9
1998	191,766,993	1,880,698,808	12.0

Notes:

- (1) Information provided by DeSoto Parish Tax Assessor.
- (2) Assessed values are established by the DeSoto Parish Tax Assessor on January 1st of each year at approximately 18-15% of actual market value, depending upon the property classification. A revaluation of the property is required to be completed no less than every four years. The last revaluation was completed as of January 1, 1996, for the tax roll of 1996. A revaluation will be completed for taxes due December 31, 2001.

Unaudited - see accompanying independent auditors' report.

BILOXI PARISH SCHOOL BOARD
Mandeville, Louisiana

Property Tax Rates and Tax Levies - Board and Operating Commitments (1)

Fiscal years ended from 10, 1990 through June 30, 1995

Fiscal Year	Tax Rates Per \$1,000 of Assessed Value (1)			Total	Tax Levies (2)			Total
	Assessed Value	Board	Operating		Assessed Value	Board (3)	Operating	
1989	3.28	8.17	49.64	71.89	\$ 175,723	413,781	660,004	9,880,176
1990	3.28	8.17	49.27	71.64	177,790	438,413	668,846	10,079,529
1991	3.33	8.31	49.44	72.57	186,281	464,339	708,179	10,848,812
1992	3.33	8.31	49.44	72.57	188,844	469,262	738,699	10,997,893
1993	3.43	8.61	49.47	65.44	249,766	760,443	1,220,669	14,880,823
1994	3.43	8.61	49.47	65.44	305,377	778,334	1,533,266	17,960,441
1995	3.43	8.66	44.48	79.49	326,186	829,238	1,688,938	21,983,348
1996	3.43	8.66	44.48	79.49	342,215	874,311	1,873,766	24,079,354
1997	3.27	13.66	41.13	71.33	549,889	2,288,899	3,094,660	11,814,899
1998	3.27	13.74	39.49	69.88	559,850	1,287,100	6,560,660	11,400,288

(1)

Includes all parish-wide property taxes. These are rates smaller municipalities and taxing districts currently levying at various rates within the parish, including the various school districts in rates over \$1,000 of assessed value) and taxable assessed value for the 1995 year, as follows: District #1, 21.08 - \$14,361,422; District #2, 19.69 - \$41,478,692; District #3, 31.59 - \$6,208,634; District #4, 4.09 - \$94,549,073; and District #5, 31.69 - \$1,290,321.

(2) Per original tax roll as filed by Bienville Parish Tax Assessor.

(3) Does not include property taxes assessed for individual school districts.

(4) Information provided by De-Sean Patrick Tax Assessor.

Unaudited - see accompanying independent auditor's report.

BRITISH OVERSEAS TELEPHONE BOARD
Mauritius, Louisiana
 (data covering The License and Collections - all Communications/1)
 Fiscal years ended June 30, 1989 through June 30, 1998

Fiscal Year _19_	Operating Income						Capital Expenditures						Total						
	Operating Income		Capital Expenditures		Total		Operating Income		Capital Expenditures		Total		Operating Income		Capital Expenditures		Total		
	ML_	OL_	ML_	OL_	ML_	OL_	ML_	OL_	ML_	OL_	ML_	OL_	ML_	OL_	ML_	OL_	ML_	OL_	
1988	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1989	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1990	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1991	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1992	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1993	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1994	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1995	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1996	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1997	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1998	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0

Note:
 (1) Information provided by the British Overseas Telephone and Cables The Commission.
 (2) All zero represents the maximum amount that may be assumed by local taxing authorities. Please refer to and include the 1998 table and use the 1998.
 (3) The British Overseas Telephone and Cables The Commission began collecting license fees within the periods for 20 billing cycles.
 (4) Non-zero and non-zero (zero) effective January 1, 1991 for Great Britain.
 (5) Non-zero and non-zero (zero) effective January 1, 1991 for Europe.

Detailed - not accompanying independent auditor's report.

DECEMTO PARISH SCHOOL BOARD
Marrero, Louisiana

Ratio of Total General Bonded Debt
to Assessed Value and Net Bonded Debt Per Capita
Fiscal years ended June 30, 1959 through June 30, 1977

Assessment Year	Total Year Ended June 30,	Debtors Per Capita Population (1)	Assessed Value (\$)	Gross Bonded Debt (\$)	Less Debt Service Funds (2)	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1958	1958	27,219	\$ 75,618,282	21,865,000	1,813,852	19,971,148	0.2621	946
1959	1959	26,917	75,158,174	21,523,000	2,865,056	18,657,944	0.2486	947
1960	1960	21,246	78,779,347	21,219,000	2,111,800	19,077,111	0.2419	989
1961	1961	21,473	79,079,654	24,244,000	2,121,240	22,122,760	0.2802	951
1962	1962	21,261	109,219,777	29,395,000	2,518,125	26,876,875	0.2479	1267
1963	1963	21,134	130,812,287	30,400,000	3,714,900	27,685,100	0.2108	1181
1964	1964	21,226	112,228,119	29,844,000	2,866,900	26,977,100	0.2381	1267
1965	1965	21,479	134,416,462	28,419,000	3,462,704	24,956,296	0.1824	994
1966	1966	21,379	119,614,263	27,361,000	2,294,151	25,066,849	0.2092	954
1967	1967	21,486	181,366,999	27,832,000	2,261,828	25,570,172	0.1407	979

Notes:

- (1) Information provided by the Research Division of Louisiana Tech University, Ruston, Louisiana.
 (2) Assessed value is the Total Assessed Value of all property located in Decemto Parish. Property was assessed at 19% on land and residential property and 15% on commercial property.
 (3) Includes all general obligation bonds outstanding at June 30, 1968, and the related Debt Service Funds.

Unaudited - see accompanying independent auditor's report.

DESOYO PARISH SCHOOL BOARD
Manfield, Louisiana

Schedule of Direct, Overlapping, and Underlying Bonded Debt

June 30, 1998

<u>Name of Governmental Unit</u>	<u>Net General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to This Unit</u>	<u>Amount Applicable to School Board</u>
DeSoyo Parish School Board	\$ 24,870,172	100%	24,870,172
DeSoyo Parish Police Jury	615,000	100%	615,000
City of Manfield	3,081,886	100%	3,081,886
	<u>\$ 28,567,058</u>		<u>28,567,058</u>

Notes:

- (1) Various taxing districts exist within DeSoyo Parish that involve a small percentage of parish taxpayers. These districts' debt is not included as the amounts, and impact on this schedule is not significant.
- (2) This represents the debt of all the contributors who reside within DeSoyo Parish.
- (3) Includes all general bonded debt outstanding at June 30, 1998, and the related Debt Service Funds.

Unaudited - see accompanying independent auditor's report.

DECATO PARISH SCHOOL BOARD
Monroeville, Louisiana

Comparison of Legal Debt Maturity for General Obligation Bonds (1)

June 30, 1998

	Issue No. 1 Logansport	Issue No. 2 North Parish	Issue No. 3 Bridgely	Issue No. 4 Monroeville	Issue No. 5 Monroeville	Issue No. 6 Pellonia
Debt Limit of School District						
Total Approved Valuation at December, 1997	\$ 19,111,030	48,793,299	11,171,260	196,897,968		5,000,442
Debt Limit Percentage (2)	3.5%	2.0%	2.0%	2.0%		2.0%
Debt Limit for Each School District	<u>6,688,855</u>	<u>9,758,659</u>	<u>2,234,252</u>	<u>39,379,594</u>		<u>1,000,085</u>
Debt applicable to limitations						
Outstanding General Obligation Bonds of June 30, 1998	4,200,000	3,650,000	2,080,000	11,381,000		1,150,000
Less: Amount available for repayment of general obligations debt (3)	<u>(473,190)</u>	<u>(271,172)</u>	<u>(180,262)</u>	<u>(1,121,250)</u>		<u>(81,821)</u>
Total amount of debt applicable to debt limit	<u>3,726,810</u>	<u>3,378,828</u>	<u>1,899,738</u>	<u>10,260,750</u>		<u>1,068,179</u>
Amount of General Obligation Bonds that would be paid after July 1, 1998 if approved by the public	<u>\$ 3,114,697</u>	<u>13,528,477</u>	<u>2,024,476</u>	<u>27,239,648</u>		<u>279,817</u>

Notes:

- (1) The legal debt limit is calculated by individual school district for general obligation bonds and does not include other tax bonds or certificates of indebtedness.
- (2) This percentage is in accordance with Act 113 of 1988 Regular Session of the Louisiana Legislature, R.S. 18:400(4).
- (3) Includes all Debt Service funds of the general bonded debt outstanding at June 30, 1998.

Unaudited - see accompanying independent auditors' report.

Table 10

DESOUD PARISH SCHOOL BOARD
 Mandeville, Louisiana

**Ratio of Annual Debt Service Expenditures for
 General Bonded Debt to Total General Expenditures**

Fiscal years ended June 30, 1989 through June 30, 1998

Year Ended June 30,	Debt Service Expenditures Interest and			Total General Expenditures (2)	Ratio of Debt Service to General Expenditures (Percent)
	Principal (1)	Fiscal Charges (3)	Total		
1989	\$ 215,800	1,176,698	1,421,698	21,713,346	6.56 %
1990	280,800	2,249,343	2,530,143	23,026,480	10.11
1991	265,800	2,103,690	2,369,490	21,048,420	9.35
1992	891,000	2,199,310	3,090,310	21,737,833	9.75
1993	981,000	2,298,732	3,279,732	24,071,776	9.68
1994	1,111,000	1,800,813	2,911,813	26,307,448	8.85
1995	1,511,000	1,871,454	3,382,454	28,962,407	10.92
1996	1,581,000	1,763,808	3,344,808	28,898,216	10.99
1997	1,573,000	1,373,868	2,946,868	32,830,681	9.08
1998	1,709,000	1,321,446	3,030,446	37,804,096	8.78

Notes:

- (1) Includes debt service on general obligation bonds, certificates of indebtedness, and sales tax bonds.
 (2) Includes general expenditures for all funds.

Unaudited - see accompanying independent auditors' report.

Table 11

BOYDTON PARKER SCHOOL BOARD
Monroe, Louisiana

Demographic Statistics

Fiscal years ended June 30, 1989 through June 30, 1998

Fiscal Year	Population [1]	School Enrollment [2]	Average Daily Membership [3]	Unemployment Rate [4]
1989	27,359	5,467	5,583	12.4 %
1990	26,815	5,331	5,428	10.8
1991	25,248	5,239	5,278	10.3
1992	25,473	5,181	5,226	10.7
1993	23,291	5,283	5,398	9.8
1994	25,134	5,488	5,302	9.8
1995	23,208	5,470	5,342	8.9
1996	25,479	5,389	5,312	10.5
1997	23,579	5,383	5,292	9.8
1998	25,486	5,171	5,257	6.2

Notes:

- [1] Research Division, Louisiana Tech University.
- [2] Represents the number of active students at the end of each school year.
- [3] Represents the daily average number of active students for the school year.

Unaudited - see accompanying independent auditors' report.

Table 12

DESOITS PARISH SCHOOL BOARD
 Mandeville, Louisiana

Property Value and Bank Deposits

Fiscal year-ended June 30, 1989 through June 30, 1998

Fiscal Year	Property Value (1)	Bank Deposits (2000's Combined) (2)
1989	\$ 857,368,186	135,929
1990	831,247,366	132,947
1991	889,885,187	135,968
1992	954,482,262	152,288
1993	1,302,154,294	113,383
1994	1,336,869,302	148,174
1995	1,251,921,815	148,327
1996	1,378,737,373	212,589
1997	1,800,080,808	289,560
1998	1,600,080,808	287,854

Note:

- (1) Information provided by DeSoto Parish Tax Assessor.
 (2) For local area banks as of the calendar year end.
 (3) Other information required in this table is unavailable.

Unaudited - see accompanying independent auditor's report.

Table 13

PROPERTY TAXPAYER INFORMATION
Minorsville, Louisiana

Principal Taxpayers

June 30, 1998

<u>Name</u>	<u>Industry</u>	<u>1997 Assessed Value</u>	<u>Percentage of Total Assessed Valuation</u>
Central Louisiana Electric Co.	Public Utility	\$ 33,198,009	19.48 %
International Paper Co.	Timber Products	33,093,171	17.67
Southwestern Electric Co.	Public Utility	31,570,209	16.43
Dolan Mills Mining Ventures	Lignite Mining	4,233,818	2.23
Northeast Texas Electric	Public Utility	3,185,848	1.67
South Central Bell	Public Utility	2,790,648	1.43
Oklahoma Municipal Power	Public Utility	2,181,418	1.14
Southern Natural Gas	Public Utility	1,931,518	1.00
Sumit Exploration	Oil and Gas	1,481,706	0.78
Louisiana Pacific	Timber Products	1,346,675	0.71
Total for ten principal taxpayers		139,652,818	62.49
Total for remaining taxpayers		<u>82,114,175</u>	<u>37.50</u>
Total for all taxpayers		<u>\$ 181,766,993</u>	<u>100.00 %</u>

Note (1) - Information provided by Delta Public Tax Assessor.

Unaudited - see accompanying independent auditor's report.

Table 14

DESBORO PARISH SCHOOL BOARD
 Mansfield, Louisiana

Attendance Data

Fiscal Years Ended June 30, 1989 through June 30, 1998

Fiscal Year	Number of Graduates	Average Daily Membership (1)	Average Daily Attendance		
			Amount (2)	Percent Change	Percent of Membership
1989	268	3,302	5,238	(1.60)	95.37 %
1990	285	3,428	5,176	(1.36)	95.34
1991	253	3,218	5,097	(1.27)	96.87
1992	225	3,236	4,927	(1.60)	94.28
1993	232	3,198	5,002	1.52	93.66
1994	296	3,382	5,015	0.26	94.99
1995	343	3,342	5,058	0.88	94.79
1996	347	3,312	5,043	(0.32)	94.94
1997	392	3,282	5,026	(0.34)	94.97
1998	348	3,257	5,032	0.12	94.72

Notes:

- (1) Represents the daily average number of active students for the school year.
 (2) Represents the daily average number of students in attendance for the school year.

Unaudited - see accompanying independent auditors' report.

Table 03

BOZEMAN PUBLIC SCHOOL BOARD
Bozeman, Montana

Schedule of Insurance in Force

June 30, 1998

Type of Coverage Name of Company	Policy Number	Policy Period		Details of Coverage and Collaterals	Coverage Limits	Premium
		From	To			
Explosive Damage Cough Insurance Co.	651-0084866	7/1/98	7/1/99	Blotter coverage - all property \$100,000 deductible	\$1,000,000	\$1,271
Property loss and damage Berkley/Scottsdale Insurance Co.	888-489-7704#10500	7/1/98	7/1/99	Buildings and other structures \$1,000 deductible	\$,000,000	5,364
General Liability Cough Insurance Co.	651-0084866	7/1/98	7/1/99	All property and employees \$1,000 deductible	1,000,000	\$4,303
Automobile Liability Cough Insurance Co.	651-0084866	7/1/98	7/1/99	Specified vehicles No deductible	1,000,000	\$4,401
Public Employees/Berkley/Berkley Cough Insurance Co.	651-0084866	7/1/98	7/1/99	All fiscal board employees \$250 deductible	100,000	668
BOP and Medical Insurance Cough Insurance Co.	651-0084866	7/1/98	7/1/99	Blotter coverage - all property \$250 deductible	1,751,000	5,880
Worker's Compensation Berkley/Employers Casualty	877-224-6144	7/1/98	7/1/99	Blotter coverage - all employees Self-insured retentions \$175,000	\$,000,000	41,380
School Board Legal Liability Cough Insurance Co.	651-0084866	7/1/98	7/1/99	Errors and omissions coverage \$1,000 deductible	1,000,000	6,289

Unaudited - see accompanying independent auditor's report

IBESOTO PARISH SCHOOL BOARD
 Mansfield, Louisiana

Miscellaneous Statistical Data

June 30, 1998

Form of Government:	Parish School Board
Geographic Area:	879 Square Miles
Population:	25,379
Public School Membership:	5,155
Instruction Sites:	

	<u>Constructed</u>	<u>Capacity/Sq. Ft.</u>	<u>Average</u>
High Schools:			
Logansport	1992	117,028	51.47
Mansfield	1988	33,184	27.14
North DeCade	1982	148,993	37.57
Polkton	1992	48,799	40.73
Stanley	1991	35,984	40.69
		<u>483,988</u>	<u>192.11</u>
Middle Schools:			
Mansfield	1994	216,718	148.30
North DeCade	1994	70,078	13.98
		<u>286,796</u>	<u>152.28</u>
Elementary School -			
North DeCade	1988	61,798	28.82
Adult Education -			
ABE Center	1973	7,226	6.92
Total Overall Instruction Sites:		<u>384,453</u>	<u>174.91</u>

Unaudited - see accompanying independent auditor's report.

DeBouss Parish School Board
November 18, 1998
Page 2

I will forward a copy of this letter to the Louisiana Legislative Auditor and the Louisiana State Department of Education. Thank you.

Sincerely yours,



Steven Stanfield, Director
Finance and Legal Services

Approved by:



Chad M. Ransom, Superintendent
DeBouss Parish Schools

cc: Daniel G. Kyle
Deddy J. Caridel
Wayne Hooper
KPHO Fred Marwick

DESOYO PARISH SCHOOL BOARD
Mandeville, Louisiana

**Supplementary Schedule of Expenditures of Federal Awards
(Single Audit)**

Year ended June 30, 1998

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3000 Corporate Gateway Tower
545 Louis Street
Baton Rouge, LA 70801-0000

**Report on Compliance and on Internal Control Over
Financial Reporting Based on an Audit of Financial Statements
Performed in Accordance with Government Auditing Standards**

Members of the DeCade Parish School Board
Monroe, Louisiana

We have audited the financial statements of the DeCade Parish School Board (School Board) as of and for the year ended June 30, 1998, and have issued our report thereon dated September 28, 1998. 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 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 those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance 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, which we have reported to management of the School Board in a separate letter dated September 28, 1998.

This report is intended for the information of management, the State of Louisiana Legislative Audits, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

KPMG Peat Marwick LLP

September 28, 1998

1000 Square Company Tower
833 West Tower
Shreveport, LA 71201-0001

**Report on Compliance with Requirements
Applicable to Each Major Program and on Internal Control Over
Compliance in Accordance with OMB Circular A-133**

**Members of the DeSoto Parish School Board
Mandeville, Louisiana:**

Compliance

We have audited the compliance of the DeSoto Parish School Board (School Board) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Department that are applicable to each of its major federal programs for the year ended June 30, 1998. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the 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 of the School Board's compliance with these requirements.

In our opinion, DeSoto Parish 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, 1998.

Internal Control Over Compliance

The management of DeSoto Parish 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 the internal control over compliance in accordance with OMB Circular A-133.

The 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 noncompliance with applicable requirements of laws, regulations, contracts and grants

that would be material in relation 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. We also noted other matters involving the internal control over financial reporting, which we have reported to management of the School Board in a separate letter dated September 28, 1998.

Schedule of Expenditures of Federal Awards

We have audited the general purpose financial statements of the DeCade Parish School Board as of and for the year ended June 30, 1998, and have issued our report thereon dated September 28, 1998. 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 whole.

This report is intended for the information of management, the State of Louisiana Legislative Auditor, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

K. P. Smith, Paul M. Hancock, LLP

September 28, 1998

MEMPHIS PARISH SCHOOL BOARD
Metairie, Louisiana

Schedule of Expenditures of Federal Awards

Year ended June 30, 1999

Grant Title	Fiscal Year Number	Grant Number	Grant Amount Received Cash Basis	Amount (plus or minus) Capital Expenditures TRS	Amount (plus or minus) Capital Expenditures TRS	Costs Incurred Accrual Basis	Expenditures Approved June 30, 1999
U.S. Department of Agriculture							
Three-Through Sixteen Supplemental Nutrition Assistance Program	64-018	7078	\$ 507,189	-	-	\$21,789	\$81,229
National School Lunch Program	64-018	7078	500,400	-	-	500,400	170,418
Three-Through Sixteen Supplemental Nutrition Assistance Program	64-018	7078	1,007,589	-	-	727,189	251,647
U.S. Department of Education							
Three-Through Sixteen Supplemental Nutrition Assistance Program	64-018	7078	1,007,589	11,039	66,889	1,173,629	1,467,631
Title I State Program Improvement	64-018	7078	5,078	6,643	6,289	5,993	6,993
Title I State Program Improvement (Title I) Program Extension	64-018	7078-014-1	28,123	32	2,643	32,364	23,261
Title I Program, Title I, and Local Partnership for Educational Improvement	64-018	21-05-0001-2	29,488	4,798	3,066	17,964	17,964
Title I Strengthening the Status of Teachers Professional Education	64-018	21-05-0001-3	4,081	3,261	16,066	8,766	16,066
State Grants to States	64-018	21-05-0001-4	5,028	3,433	5,687	31,428	31,428
English Program	64-018	21-05-0001-5	6,862	-	-	6,862	6,862
Commodore and Homecoming Education	64-018	21-05-0001-6	6,713	-	-	6,713	6,713
Teacher Pay	64-018	21-05-0001-7	19,498	-	-	19,498	19,498
Hilltopp Act							
FL 84-41	64-018	94-0714	248,008	94,171	46,023	342,199	262,199
FL 84-41	64-018	94-0715	38,020	3,438	3,269	38,245	38,245
FL 84-41	64-018	94-0716	69,811	6,648	6,291	72,551	69,211
Sherry Printz Research Program	64-018	94-0717	1,000	1,000	1,000	1,000	1,000
Drug Free Schools and Communities Act	64-018	94-0718	2,448	3,442	3,039	48,393	48,393
Adult Education	64-018	94-0719	5,485	1,908	20,318	11,413	11,413
Drug Free Program	64-018	94-0720	2,268	-	-	2,268	2,268
FL 84-41	64-018	94-0721	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0722	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0723	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0724	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0725	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0726	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0727	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0728	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0729	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0730	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0731	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0732	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0733	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0734	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0735	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0736	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0737	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0738	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0739	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0740	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0741	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0742	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0743	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0744	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0745	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0746	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0747	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0748	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0749	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0750	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0751	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0752	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0753	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0754	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0755	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0756	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0757	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0758	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0759	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0760	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0761	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0762	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0763	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0764	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0765	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0766	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0767	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0768	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0769	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0770	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0771	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0772	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0773	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0774	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0775	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0776	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0777	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0778	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0779	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0780	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0781	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0782	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0783	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0784	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0785	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0786	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0787	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0788	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0789	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0790	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0791	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0792	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0793	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0794	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0795	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0796	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0797	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0798	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0799	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0800	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0801	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0802	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0803	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0804	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0805	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0806	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0807	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0808	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0809	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0810	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0811	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0812	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0813	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0814	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0815	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0816	2,578	6,941	20,139	14,411	14,411
FL 84-41	64-018	94-0817	2,578	6,941	20,139	14,411	1

DESOLO PARISH SCHOOL BOARD
Mandeville, Louisiana

Notes to Schedule of Expenditures of Federal Awards

Year ended June 30, 1998

(1) General

The accompanying schedule of expenditures of federal awards presents the activity of all federal financial assistance programs of the DeSoto Parish School Board. The DeSoto Parish School Board's reporting entity is defined in note 1(A) to the School Board's general purpose financial statements. Federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies, are included on this schedule.

(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(D) to the School Board's general purpose financial statements.

(3) Relationship to General Purpose Financial Statements

Federal financial assistance revenues are reported in the School Board's general purpose financial statements as revenues - federal accounts. The total of grant revenues included in the accompanying schedule does agree to revenues - federal accounts in the general purpose financial statements.

(4) Relationship to Federal Financial Reports

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports.

(5) Noncash Programs

Commodities received, which are awards revenues, are valued using prices provided by the United States Department of Agriculture.

BESOTO PARISH SCHOOL BOARD
Mandeville, Louisiana

Schedule of Findings and Questioned Costs

Year ended June 30, 1998

- (1) **Summary of Auditor's 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 518(c) of OMB Circular A-133: no
 - (g) Major programs:
 - United States Department of Agriculture:
 - National School Breakfast Program (CFDA Number 10.553)
 - National School Lunch Program (CFDA Number 10.555)
 - United States Department of Education:
 - Title I - Educationally Deprived Children (CFDA Number 84.810)
 - (h) Dollar threshold used to distinguish between Type A and Type B programs: \$200,000
 - (i) Audites qualified as a low-risk auditee under section 518 of OMB Circular A-133: yes
- (2) **Findings Related to the Financial Statements Reported in Accordance with Government Auditing Standards:**
- None
- (3) **Findings and Questioned Costs relating to Federal Awards:**
- None

KPMG Peat Marwick LLP

999 Rouses Avenue/Tower
835 West Street
Greensboro, LA 71030-0001

September 28, 1998

CONFIDENTIAL

Board Members
The DeSoto Parish School Board

Dear Board Members:

We have audited the general purpose financial statements of the DeSoto Parish School Board (School Board) as of and for the year ended June 30, 1998, and have issued our report thereon dated September 28, 1998. In planning and performing our audit of the financial statements of the School Board, we considered internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the 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 the internal control and other operational matters that are presented for your consideration. These concerns and recommendations, all of which have been discussed with the appropriate members of management, are intended to improve internal control or result in other operating efficiencies and are summarized as follows:

YEAR 2000-COMPUTER ISSUES

As we approach the year 2000, certain computer programs and hardware have time-sensitive software that may recognize a date using "00" as the year 1900 rather than the year 2000. This could result in system failures or miscalculations causing disruption of operations that could affect services. The School Board believes that with timely modifications to existing software and conversions to new software, the Year 2000 issue will not pose significant operational problems for its computer systems.

The School Board has initiated the process of preparing its computer systems and applications for the year 2000. The School Board expects to incur additional internal staff costs as well as external consulting and other expenses to prepare the systems for the year 2000. However, there can be no assurance that the systems of vendors or other governmental agencies, on which the School Board's systems rely, will be timely converted or that any such failure to convert by another company or governmental entity would not have an adverse effect on the School Board's systems.

We recommend the School Board continue to work on evaluating their critical systems which should include your internal systems as well as those third party vendors or governmental agencies that the School Board depends upon. The School Board is dependent on the State of Louisiana, the Sales and Use Tax Office, the Sheriff and tax assessor for the majority of its funding. A significant portion of this funding is electronically transferred therefore it could be affected if these agencies are not Year 2000 compliant. There can be no assurance that the systems of other entities on which you rely will be timely converted or that failure to convert would not have a material adverse effect on the School Board.

The Year 2000 issue also extends to all electronic devices that contain embedded computer chips. These would include such things as large equipment, security systems, heat and air conditioning systems, cafeteria equipment and potentially even vehicles.

Due to the timing of this critical issue, we recommend that a committee be assigned this complex problem. This committee should have representation from all departments. The committee should address the mission critical systems, assess the status of current compliance as well as the contingency plans that should be developed if compliance is in jeopardy. In addition, testing of modifications and conversion for Year 2000 compliance should be conducted. Reporting to the School Board should be on a monthly basis until January 1, 2000.

The Year 2000 initiatives among other things should include:

- Project sponsorship
- Project budget
- Project management
- Estimated completion dates
- Quality assurance plan
- Testing plans for every system in use within the School Board
- Contingency plans for critical systems

Our discussions, which included limited inquiries in connection with the Year 2000 issue, were not designed to, and does not provide any assurance that the Year 2000 issues which may exist have been identified, or the adequacy of the School Board's remediation plans related to the Year 2000 financial or operational issues, or whether the School Board is or will become Year 2000 compliant. Year 2000 compliance is the responsibility of the School Board and management.

COMPENSATION OF SCHOOL BUS DRIVERS

Under the current arrangement with the school bus drivers, they are compensated based upon the miles traveled on their assigned routes. The transportation department audits the mileage per route on a limited basis. We recommend that the audit of the mileage be expanded to include approximately

Board Members
The Indian Parish School Board
September 28, 1994
Page 3

10% of the drives. This verification would include someone independently traveling the route to check the actual miles driven. Based upon the sample selected, future sampling could be modified.

* * * * *

Our procedures are designed primarily to enable us to form an opinion on the financial statements, and therefore may not bring to light all weaknesses in policies or procedures that may exist. We also, however, to use our knowledge of the School Board's organization gained during our work to make comments and suggestions that we hope will be useful to you.

We would like to take this opportunity to acknowledge the courtesy and assistance extended to us by the personnel of the School Board during the course of our audit.

This report is intended solely for the information and use of the School Board members, management, the State of Louisiana Legislative Auditor, the cognizant agency, and other federal agencies. However, this report is a matter of public record and its distribution is not limited.

Very truly yours,

KPMG Peat Marwick LLP



DeSoto Parish School Board

201 Crosby Street - Mansfield, Louisiana 71052 - (504) 475-3444 - FAX (504) 475-3444



CELAZ M. BAUTON
Superintendent

November 18, 1998

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MARIE A. DUNN
201 Crosby St
Mansfield, LA 71052

DeSoto Parish School Board Members
201 Crosby Street
Mansfield, LA 71052

RE: Administration's response to the Management Letter

Dear Board Members:

I have reviewed the Management Letter of September 18, 1998 from the Board's independent auditor and offer the following responses:

1. As of today's date, the computer software used in the Business Office and the Food Service Department, as well as, the Principals Administrative Management Systems (PAMS) have been certified by outside contractors to be 2000 compliant. Tuning of these systems is and will continue thru the year 2000. Since the year 2000 extends to all electronic type devices besides computers, we intend to identify all pieces of equipment that must also be tested for the year 2000 and make the necessary changes. Some are as follows:
 - a. Elevators
 - b. HVAC systems
 - c. Personal computers
 - d. Fire Alarms
 - e. Intercoms
 - f. Bell Systems
 - g. Telephones
 - h. Radio Communications

2. The Transportation Department has always audited bus routes when mileage increases have been large. We will begin to randomly select at least 10% on an annual basis and audit for compliance.

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I will forward a copy of this letter to the Louisiana Legislative Auditor and the Louisiana State Department of Education. Thank you.

Sincerely yours,



Steven Stanfield, Director
Finance and Legal Services

Approved by:



Chal M. Pascoe, Superintendent
Iberville Parish Schools

cc: Daniel G. Kyle
Dudley J. Gerstel
Wayne Hooper
KPMG Post Marwick