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COMPTROLLER GENERAL OF ACCOUNTS
New South, Louisiana

General Purpose Financial Statements
As of and for the year ended June 30, 1988
With Supplemental Information Schedules

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

Release Date FEB 2 1988

POINTE COUPE PARISH SCHOOL BOARD
 New Orleans, Louisiana
 General Purpose Financial Statements
 As of and for the year ended June 30, 1998
 With Supplemental Information Schedules

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HENRIE TRIPLE PINEH SCHOOL BOARD
New Roads, Louisiana
June 30, 1999

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MAJOR & MORRISON
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INDEPENDENT AUDITORS' REPORT

POINTS COUPEE PARISH SCHOOL BOARD
New Roads, Louisiana

We have audited the accompanying general purpose financial statements of the Points-Coupee Parish School Board as of and for the year ended June 30, 1998, as listed in the foregoing table of contents. These general purpose financial statements are the responsibility of management for the Points-Coupee Parish School Board. Our responsibility is to express an opinion on these 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. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the accounts 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Points-Coupee Parish School Board as of June 30, 1998, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated December 17, 1998 on our consideration of the Points-Coupee Parish School Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

Our audit was conducted 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 as required by U.S. Office of Management and Budget Circular A-133, *Audit of States, Local Governments, and Non-Profit Organizations* and the other supplemental schedules listed in the table of contents are presented for purposes of additional analysis, and are not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

Major & Morrison
New Roads, Louisiana
December 17, 1998



GENERAL PURPOSE FINANCIAL STATEMENTS

Pointe Coupee Parish School Board
New Orleans, Louisiana
ALL FUNDS TYPES AND ACCOUNT GROUPS
Combined Balance Sheet
June 30, 1995

PROPRIETARY FUNDS		FIDUCIARY FUNDS		TOTAL	
INTERNAL SERVICE FUND	TRUST AND AGENCY FUND	GENERAL FUND ASSETS	GENERAL LONG-TERM LIABILITIES	PERMANENT FUND	RESERVE FUND
\$ 10,495	\$ 190,848	\$ 0	\$ 0	\$ 5,790,078	
0	0	0	0	0	
0	0	0	0	1,084,218	
82,472	0	0	0	483,218	
0	0	0	0	29,852	
0	0	29,241,268	0	29,241,268	
0	0	0	2,414,522	2,414,522	
0	0	0	8,790,071	8,790,071	
<u>\$ 82,967</u>	<u>\$ 190,848</u>	<u>\$ 29,241,268</u>	<u>\$ 11,204,682</u>	<u>\$ 47,784,206</u>	
\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,076,837	
0	0	0	0	483,218	
0	0	0	0	0	
0	120,848	0	0	120,848	
94,967	0	0	0	184,054	
0	0	0	838,268	838,268	
0	0	0	511,290	511,290	
0	0	0	828,080	828,080	
0	0	0	9,025,080	9,025,080	
<u>94,967</u>	<u>120,848</u>	<u>0</u>	<u>11,204,682</u>	<u>13,080,848</u>	
0	0	29,241,268	0	29,241,268	
0	0	0	0	0	
0	0	0	0	2,414,522	
0	0	0	0	1,885,818	
0	0	0	0	543,088	
<u>0</u>	<u>0</u>	<u>29,241,268</u>	<u>0</u>	<u>33,070,642</u>	
<u>\$ 94,967</u>	<u>\$ 120,848</u>	<u>\$ 29,241,268</u>	<u>\$ 11,204,682</u>	<u>\$ 47,784,206</u>	

The accompanying notes are an integral part of this statement.

Pointe Coupee Parish School Board
New Orleans, Louisiana
GOVERNMENTAL FUNDS
Condensed Statement of Resources, Expenditures,
and Changes in Fund Balances
for the Year Ended June 30, 1998

	GENERAL FUNDS	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL (UNRECORDED)
REVENUES					
Local sources:					
Taxes:					
Ad valorem	\$ 3,814,048	\$ 0	\$ 1,458,452	\$ 0	\$ 5,272,500
Sales and use	2,814,770	0	0	0	2,814,770
Interest earnings	149,275	8,889	99,899	38,740	396,803
Food services	0	101,845	0	0	101,845
Other	158,995	308	0	0	159,303
State sources:					
Unrestricted grants-in-aid	8,734,490	0	0	0	8,734,490
Restricted grants-in-aid	1,039,858	0	0	0	1,039,858
Federal sources:	223,251	2,809,671	0	0	3,032,922
Total revenues	<u>14,084,714</u>	<u>3,720,798</u>	<u>1,557,351</u>	<u>38,740</u>	<u>19,401,603</u>
EXPENDITURES					
Instruction:					
Regular programs	7,381,230	0	0	0	7,381,230
Special programs	1,711,398	781,478	0	0	2,492,876
Vocational ed programs	471,888	0	0	0	471,888
Other instructional programs	444,264	0	0	0	444,264
Support Services:					
Student services	584,804	89,778	0	0	674,582
Instructional staff support	539,581	418,185	0	0	957,766
General administration	480,122	43,088	58,244	0	581,454
School administration	448,280	0	0	0	448,280
Business services	108,180	88,138	4,307	470	260,095
Plant services	1,888,188	121,208	0	0	2,009,396
Student transportation services	1,808,480	1,847	0	0	1,810,327
Food services	0	1,559,399	0	0	1,559,399
Continuity service programs	0	14,588	0	0	14,588
Facilities acquisition and construction	485,178	101,418	0	274,898	861,494
Debt service	0	0	1,489,120	0	1,489,120
Total expenditures	<u>14,944,114</u>	<u>3,708,623</u>	<u>1,493,427</u>	<u>275,368</u>	<u>20,421,532</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES					
	\$ 504,643	\$ 12,175	\$ 62,924	\$ 226,862	\$ 706,604

The accompanying notes are an integral part of this statement.

Pointe Coupee Parish School Board
New Roads, Louisiana
GOVERNMENTAL FUNDS
Combined Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 1999
(continued)

	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL (MEMORANDUM) (ONLY)
EXCESS (deficiency) OF REVENUES OVER EXPENDITURES	\$ 531,640	\$ (208,877)	\$ (2,754)	\$ (235,024)	\$ 53,005
OTHER FINANCING SOURCES (USES)					
Refinancing of bonds	0	0	(7,184)	0	(7,184)
Other	0	0	0	0	0
Operating transfers in	26,280	254,280	600,860	207,730	1,212,210
Operating transfers out	(1,080,202)	(274,828)	0	(120,080)	(1,212,210)
Total other financing sources (uses)	(1,053,922)	279,452	593,676	207,730	(7,184)
EXCESS (deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENSES FUNDS AND OTHER USES	(522,282)	80,575	490,911	(27,291)	48,013
FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR	1,820,272	8,435	1,808,011	700,091	4,539,019
FUND BALANCE (DEFICIT) AT END OF YEAR	<u>\$ 1,297,990</u>	<u>\$ 91,417</u>	<u>\$ 2,414,522</u>	<u>\$ 708,020</u>	<u>\$ 4,589,379</u>

The accompanying notes are an integral part of this statement.

Pointe Coupee Parish School Board
New Roads, Louisiana
GOVERNMENTAL FUNDS - GENERAL
AND SPECIAL REVENUE FUNDS
Combined Statement of Revenues, Expenditures,
and Changes in Fund Balances - Budget
(GAAP Basis) and Actual
For The Year Ended June 30, 1998

	GENERAL FUND			SPECIAL REVENUE FUNDS		
	BUDGET	ACTUAL	VARIANCE FAVOR (UNFAVOR)	BUDGET	ACTUAL	VARIANCE FAVOR (UNFAVOR)
REVENUES						
Local sources						
Taxes						
Ad valorem	\$ 3,355,457	\$ 3,191,049	\$ (164,408)	\$ 0	\$ 0	\$ 0
Sales and use	1,818,847	2,014,753	195,906	0	0	0
Motor vehicle	75,000	148,250	73,250	0,000	1,000	1,000
Fees and services	0	0	0	150,000	101,845	(48,155)
Other	177,402	158,000	(19,402)	0	300	300
State sources						
Unrestricted grants-in-aid	0,000,000	0,704,480	704,480	0	0	0
Restricted grants-in-aid	1,201,889	1,320,509	118,620	0	0	0
Federal sources	28,000	303,361	275,361	3,000,000	2,858,071	(141,929)
Total revenues	5,568,293	6,008,250	439,957	3,150,000	2,859,170	(290,830)
EXPENDITURES						
Instruction						
Regular programs	6,071,807	7,281,238	1,209,431	0	0	0
Special programs	1,050,444	1,711,218	660,774	847,000	781,400	(65,600)
Vocational ed programs	470,204	471,288	984	0	0	0
Other instructional programs	220,808	444,804	224,000	0	0	0
Support Services:						
Student services	678,228	684,851	6,623	65,575	90,719	25,144
Instructional staff support	530,688	530,531	(157)	208,024	410,368	202,344
General administration	681,888	480,320	(201,568)	11,713	60,680	48,967
School administration	620,251	440,808	(179,443)	0	0	0
Business services	247,267	180,158	(67,109)	54,085	68,036	13,951
Plant services	1,200,048	1,099,108	(100,940)	108,179	121,208	13,029
Student transportation services	3,081,000	3,080,460	(540)	5,000	1,547	(3,453)
Fees and services	0	0	0	1,817,131	1,868,268	51,137
Community service programs	0	0	0	12,280	14,308	2,028
Facilities, operations and						
construction	584,101	485,178	(98,923)	103,000	121,418	18,418
Total expenditures	15,887,318	15,884,718	(2,600)	2,485,673	2,828,613	342,940
EXCESS (DEFICIENCY) OF REVENUES						
(over) (under) available	\$ 141,000	\$ 523,532	\$ 382,532	\$ (335,673)	\$ (96,443)	\$ (369,140)

The accompanying notes are an integral part of this statement.

Poivre Coulee Parish School Board
New Roads, Louisiana
GOVERNMENTAL FUNDS - GENERAL
AND SPECIAL REVENUE FUNDS
Combined Statement of Revenues, Expenditures,
and Changes in Fund Balances - Budget
(GAAP Basis) and Actual
For The Year Ended June 30, 1998

	GENERAL FUNDS			SPECIAL REVENUE FUNDS		
	BUDGET	ACTUAL	VARIANCE	BUDGET	ACTUAL	VARIANCE
			FAVOR			UNFAVOR
EXCESS (DEFICIENCY) OF REVENUES						
OVER EXPENDITURES	\$ 143,485	\$ 509,040	\$ 365,555	\$ (201,678)	\$ (209,077)	\$ 81,809
OTHER FINANCING SOURCES (uses)						
Other	0	0	0	0	0	0
Operating transfers-in	35,080	35,280	1,200	354,290	354,290	0
Operating transfers-out	(857,580)	(1,293,780)	(1,206,200)	(27,880)	(21,479)	\$ 708
Total other financing sources (uses)	(822,500)	(1,258,500)	(1,756,000)	326,410	332,811	\$ 708
EXCESS (DEFICIENCY) OF REVENUES						
AND OTHER SOURCES OVER						
EXPENDITURES & OTHER USES	(704,070)	(462,061)	\$ 241,909	14,060	\$ 2,586	\$ 68,336
FUND BALANCE (DEFICIT) AT						
BEGINNING OF YEAR	1,818,254	1,803,770	\$ 14,484	\$ 22,221	\$ 4,421	\$ (17,800)
FUND BALANCE (DEFICIT) AT						
END OF YEAR	\$ 1,114,184	\$ 1,341,709	\$ 227,525	\$ 36,241	\$ 8,412	\$ 27,844

The accompanying notes are an integral part of this statement.

Pointe Coupee Parish School Board
New Roads, Louisiana
PROPRIETARY FUND

Statement of Revenues, Expenses, and Changes
in Retained Earnings
For the Year Ended June 30, 2006

	<u>INTERNAL SERVICE FUND</u>
OPERATING REVENUES	
Workers compensation insurance	\$ 100,000
Total Operating Revenues	<u>100,000</u>
OPERATING EXPENSES	
Closing administration	70,000
Excess insurance cost	20,000
Workers compensation claims	<u>10,000</u>
Total Operating Expenses	<u>100,000</u>
NET INCOME	0
RETAINED EARNINGS AT BEGINNING OF YEAR	<u>0</u>
RETAINED EARNINGS AT END OF YEAR	<u>\$ 0</u>

The accompanying notes are an integral part of this statement.

Pointe Coupee Parish School Board
New Orleans, Louisiana
PROPRIETARY FUND-
INTERNAL SERVICE FUND
Statement of Cash Flows
For the Year Ended June 30, 1999

	<u>INTERNAL SERVICE FUND</u>
Cash flows from operating activities:	
Net income	\$ 0
Adjustments to reconcile net income to net cash provided by operating activities:	
Increase in due from other funds	34,739
Increase (decrease) in claims payable	<u>129,569</u>
Net cash provided by operating activities	<u>1,085</u>
Net increase in cash	1,085
Cash at beginning of year	<u>11,000</u>
Cash at end of year	<u>\$ 12,085</u>

The accompanying notes are an integral part of this statement.

Notes to Financial Statements

PRIME CUPPEE PARISH SCHOOL BOARD
New Orleans, Louisiana
Notes to the Financial Statements
As of June 30, 1998

INTRODUCTION

The Prime Cuppee Parish School Board was created by Louisiana Revised Statute (R.S.) 1751 to provide public education for the children within Prime Cuppee Parish. The school board is authorized by LRS.R.S. 1751 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The school board is comprised of eight members who are elected from eight districts for terms of four years.

The school board operates eight schools within the parish with a total of 3,565 pupils. In conjunction with regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the school board provides transportation and school lunch services for the students.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying financial statements of the Prime Cuppee Parish School Board have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

B. REPORTING ENTITY

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Because the school board has a separately elected governing body and is legally separate and fiscally independent, the school board is a separate governmental reporting entity. The school board includes all funds, account groups, activities, or events, that are under the oversight responsibility of the school board.

Certain units of local government over which the school board exercises no oversight responsibility, such as the parish police jury and municipalities within the parish, are excluded from the accompanying financial statements. These units of government are considered separate reporting entities and issue financial statements separate from those of the parish school board.

C. FUND ACCOUNTING

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

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device developed to provide accountability for certain assets and liabilities that are not recorded in the funds, because they do not directly affect net reportable financial resources.

Funds of the school board are classified into three categories: governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate fund types. The fund classification and a description of each existing fund type follows:

PLANTS FOR THE PARISH SCHOOL BOARD
New Orleans, Louisiana
Notes to the Financial Statements (Continued)

C. FUND ACCOUNTING (Continued)

Governmental Funds

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

1. **General fund**—the general operating fund of the school board accounts for all financial resources, except those required to be accounted for in other funds.
2. **Special revenue funds** account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
3. **Debt service funds** account for transactions relating to revenues, principal and interest for the payment of principal and interest on those long-term obligations recorded in the general long-term obligations account group.
4. **Capital projects funds** account for financial resources received and used for acquisition, construction, or improvement of capital facilities not reported in other governmental funds.

Proprietary Funds

Proprietary funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement, which, together with the maintenance of equity, is an important financial indicator. The school board has one proprietary fund, which was inherited as a fund. The internal service fund accounts for the financing of goods or services provided by one department to other departments or governments on a cost reimbursement basis.

Fiduciary Funds

Fiduciary funds account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the school board.

Fiduciary funds include:

1. **School Activity Agency Fund**—the School Activity Agency Fund accounts for assets held by the school board as an agent for the individual schools and school organizations. Agency funds are controlled in money assets equal liabilities and do not involve measurement of results of operations.

FOURTH-CENTURIC PARISH SCHOOL BOARD
New Iberia, Louisiana
Notes to the Financial Statements (Continued)

B. BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied in a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net-current assets. The modified accrual basis of accounting is used by all governmental funds and agency funds. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

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

All voluntary taxes are recorded in the year the taxes are due and payable. All voluntary 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 taxes are recorded in the month collected by the school board's collection agent or by the Louisiana Department of Public Safety and Transitions, Public Safety Services.

Interest earnings on time deposits are recorded when the time deposits are matured and the interest is available. Interest on checking accounts is recorded monthly when the interest is available.

Substantially all other revenues are recorded when received.

Expenditures

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

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

Compensated absences are recognized as expenditures when leave is actually taken or when employees (or their heirs) are paid for accrued leave upon retirement or death, while the cost of leave privileges not requiring current resources is recorded in the general long-term obligations account group.

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

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

Other Financing Sources (Uses)

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

POINTS-TO-POINT PLANING SCHOOL, FLEA BEE

New Orleans, Louisiana

Notes to the Financial Statements (Continued)

D. BASIS OF ACCOUNTING (Continued)

Deferred Revenues

The school board reports deferred revenues on its combined balance sheet under other liabilities. Deferred revenues arise when revenues are received by the school board before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when the school board has a legal claim to the revenues, the liability for deferred revenue is removed from the combined balance sheet and the revenue is recognized.

All proprietary funds are accounted for on a basis of economic resources measurement basis and a determination of net income and capital maintenance. With this measurement basis, all assets and liabilities associated with the operation of these funds are included on the balance sheet. Proprietary funds are the normal basis of accounting. Revenues are recognized when earned, and expenses are recognized at the time the liabilities are incurred.

The Governmental Accounting Standards Board (GASB) Statement Number 20 provides guidance on accounting and financial reporting for proprietary fund types and allows proprietary fund types to elect one of two options in applying provisions required by the Financial Accounting Standards Board (FASB) as of November 30, 1989. The Points-Croquis Flea Bee School Board has elected to use the first option for reporting its activities. This approach applies all GASB provisions and FASB Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARBs) issued on or before November 30, 1989, unless those provisions conflict with or contradict GASB provisions. Changes to FASB statements and interpretations, APB opinions, and ARBs issued after November 30, 1989, would not apply unless adopted by GASB.

E. BUDGETS

The proposed budgets for the General Fund and the special revenue funds for the fiscal year ended June 30, 1990, were completed and made available for public inspection and comment from taxpayers at the school board office on August 14, 1989. The proposed budget was legally adopted by the school board on August 21, 1989. The budget, which included proposed expenditures and the means of financing them, was published in the official journal 14 days prior to the public hearing on August 21, 1989, the date of its adoption.

The budgets are prepared on the modified accrual basis of accounting. All appropriations lapse at year end. Encumbrances are recognized within the accounting records for budgetary control purposes. For fund budget integration within the accounting records, it is employed as a management control device. The administration of schools is authorized to transfer amounts between line items within fund budgets. However, when actual revenues within a fund fail to meet estimated annual budgeted revenues, public actual expenditures within a fund exceed estimated budgeted expenditures by five per cent or more, a budget amendment is adopted by the school board in an open meeting. Budgeted amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments.

F. ENCUMBRANCES

Encumbrance accounting, under which purchase orders, contracts, and other commitments are recorded, is employed by the Clerk of Board and capital projects funds. Encumbrances outstanding at year end are reported as reservations of fund balance since they do not constitute expenditures or liabilities.

G. CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits, money-bearing demand deposits, and money market accounts. Cash

POINTE-CHATEAU PARISH SCHOOL BOARD
New Orleans, Louisiana
Notes to the Financial Statements (Continued)

C. CASH AND CASH EQUIVALENTS (Continued)

equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the school board may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

B. INVESTMENTS

Investments are limited by R.S. 33:2093 and the school board's investment policy. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents. GASB Statement No. 31 allows the school board to report as investment (not money market investments and participating interest-earning investment contracts that have a remaining maturity at time of purchase of one year or less, provided that the fair value of these investments is not significantly affected by the impairment of the credit standing of the issuer or by other factors, money market investments are short-term, highly liquid debt instruments that include U.S. Treasury obligations, interest-earning investment contracts, include time deposits with financial institutions (such as certificates of deposit), repurchase agreements, and guaranteed investment contracts. Investments listed in the balance sheet are stated at cost.

L. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivable/payable.

J. INVENTORY

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

K. FIXED ASSETS

Fixed assets of governmental funds are recorded as expenditures at the time they are purchased or constructed, and the related costs are capitalized (reported in the general fund assets account group). No depreciation has been provided on personal fixed assets. All fixed assets are valued at historical cost.

L. COMPENSATION ABSENCE

All 12 month employees earn vacation leave each year, depending on the years of service with the school board.

Years of Service...	No. of Days Per Year
1-10	10 Days
Over 10	15 Days

Received by the school board in June 1998, vacation leave can be accumulated up to a maximum of 40 days and shall be paid upon termination, retirement, or resignation at the first daily rate of pay.

All school board employees earn from 10 to 15 days of sick leave each year, depending upon the number of months employed per year.

FORNITE, LEBLANC, PARISH SCHOOLS, INCORP.
New Orleans, Louisiana
Notes to the Financial Statements (Continued)

L. COMPENSATED ABSENCES (Continued)

Type Employee	Time Service	Days Per Year
9 Month	NSA	80 Days
10 Month	NSA	11 Days
12 Month	1-3 Years	12 Days
	4-30 Years	15 Days
	Over 30	18 Days

Sick leave may be accumulated without limitation. Upon retirement or death, depending upon the number of months employed per year, unused sick leave, up to a limit, is paid to the employee or his heirs at the employee's current rate of pay. These limits are as follows:

Type Employee	Accum. Paid for
9 Month	25 Days
10 Month	29 Days
12 Month	31 Days

Under the Louisiana Teacher's Retirement System, the total unused (accumulated) sick leave, including the days paid, is used in the retirement benefit computation as earned service for leave earned prior to July 1, 1988. For sick leave earned after July 1, 1988, under the Louisiana Teachers Retirement System and the sick leave earned under the Louisiana School Employees Retirement System, all unpaid sick leave, which includes the days paid, is used in the retirement benefit computation as earned service.

Substantial leave may be granted for rest and recuperation and for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the school board, to one semester of substantial leave after three years of continuous service or one semester of substantial leave after six or more years of continuous service. Substantial leave benefits are awarded as expenditures in the period paid.

The cost of leave privileges, computed in accordance with the GASB Certification System (CS) is recognized as a current-year expenditure in the governmental fund when leave is actually taken or when employees or their heirs are paid for accrued leave upon retirement or death. The cost of leave privileges not expiring current year is recorded in the general long-term obligations account group.

M. LONG-TERM OBLIGATIONS

Long-term obligations reported to be financed from governmental funds are reported in the general long-term obligations account group. Expenditures for principal and interest payments for long-term obligations are reported in the governmental fund when due.

O. FUND EQUITY

Reserve

Reserve represents those portions of fund equity not appropriate for expenditures or legally segregated for a specific function.

Dedicated Fund Balances

Dedicated fund balances represent restrictive plans for future use of financial resources.

P. INTERFUND TRANSACTIONS

Quid-pro-quo transactions are accounted for as revenues and expenditures. Transactions that constitute reimbursements

PRINCE GEORGE PUBLIC SCHOOL BOARD
New Brunswick
Notes to the Financial Statements (continued)

F. INTERESTING TRANSACTIONS (continued)

In a fund for expenditures initially made there it has are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed.

All other inter-fund transactions, except grant-related transactions and reimbursements, are reported as transfers. Money owing to one another permanent transfer of equity are reported as retained equity transfers. All other inter-fund transfers are reported as operating transfers.

G. SALES TAXES

In September 30, 1987, the voters of Prince George Parish approved a permanent one per cent sales tax, and one cent to be levied for the Prince George Parish School Board. The sales and use tax is collected and remitted to the school board by the Prince George Parish Police Jury. The proceeds, after payment of necessary costs and expenses of collecting the tax, are dedicated for salaries of teacher's and for the general operations of the schools. The sales and use tax collected in June on behalf of the Prince George Parish School Board are remitted to the school board by July 30.

H. USE OF ESTIMATES

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

I. SIGNIFICANT DISCONTINUED OPERATIONS

The total columns on the combined statements are captioned Miscellaneous/Other Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Whether in such circumstances is a consolidation. In such circumstances have not been made in the aggregation of this data.

J. LIQUID TAXES

The following is a summary of authorized and levied ad valorem taxes for the fiscal year ended June 30, 1990:

	Authorized and Levied Millage	Exemption Date
Parishwide rates:		
Commercial	4.11	None Not Exempt
Manufacture	11.07	2000
District taxes - bonded interest:		
District 08	17.00	2000
District 09	7.18	2000

The following are the principal taxpayers and related ad valorem tax revenues for the school board. Tax revenues also include amounts collected for School District 09P and District 09B.

Industry	Type of Business	Assessed Valuation	% of Total Assessed Valuation	Ad Valorem Tax Revenue for School Board
Cajon Electric	Electric	\$ 88,581,000	76.0%	\$ 1,862,771
Energy Gulf States	Electric	22,284,000	19.1%	453,758
Union Pacific Corp.	Railroad	5,821,000	5.0%	11,249
ENX Energy	Oil & Gas	1,771,000	1.5%	37,261
Amoco Production	Oil & Gas	5,900,000	5.1%	10,593

FORTE OUIPEE PARISH SCHOOL BOARD
 New Roads, Louisiana
 Notes to the Financial Statements (Continued)

3. CASH AND CASH EQUIVALENTS

As June 30, 1998, the school board has cash and cash equivalents (bank balances) totaling \$4,730,778 in interest bearing and non interest bearing demand deposits.

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the remaining 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 interest on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. As June 30, 1998, the school board has \$4,613,489 in deposits (included bank balances). These deposits are secured from risk by \$750,000 of federal deposit insurance and \$3,866,289 of pledged securities held by the custodial bank in the name of the fiscal agent bank.

Even though the pledged securities are considered unaffiliated Category 2 under the provision of GASB Statement 3, Louisiana Revised Statute 39:1729 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 60 days of being notified by the school board that the fiscal agent has failed to pay deposited funds upon demand.

4. RECEIVABLES

The receivables of \$1,064,568 at June 30, 1998, are as follows:

Class of Receivable	General Fund	Special Revenue Funds	Life Service Fund	Total
Taxes:				
Ad valorem	\$ 3,950	\$ -	\$ 2,840	\$ 6,790
Sales and use	200,000	-	-	200,000
Intergovernmental Grants:				
Hydrex	14,905	944,664	-	959,569
State	463,744	-	-	463,744
Accounts:	112,470	18,000	-	130,470
Total	\$695,070	\$962,664	\$ 2,840	\$ 1,660,574

5. FIXED ASSETS

The changes in general fixed assets follow:

	Land	Buildings and Improvements	Furniture and Equipment	Total
Balance at July 1, 1997	\$1,084,850	\$13,188,336	\$4,080,542	\$18,353,728
Additions:		306,304	747,744	1,054,352
Deletions:	-	-	(86,286)	(86,286)
Balance at June 30, 1998	\$1,084,850	\$13,504,110	\$4,742,000	\$19,330,960

PUBLIC SCHOOL BOARD

New Orleans, Louisiana

Notes to the Financial Statements (Continued)

4. RETIREMENT SYSTEMS

Substantially all employees of the school board are members of two statewide retirement systems. In general, professional employees (such as teachers and principals) and bus/driver services are members of the Teachers Retirement System of Louisiana (TRS), other employees, such as custodial (janitorial) and bus drivers, are members of the Louisiana School Employees Retirement System (LSERS). These systems are cost sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Financial information relative to each plan follows:

A. Teachers Retirement System of Louisiana (TRS)

Plan Description. The TRS consists of three membership plans: Regular Plan, Plan A, and Plan B. The TRS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The TRS issues a publicly available financial report that includes financial statements and required supplementary information for the TRS. That report may be obtained by writing to the Teachers' Retirement System of Louisiana, Post Office Box 98123, Baton Rouge, Louisiana 70803-9123 or by calling (800) 913-6146.

Funding Policy. Plan members are required to contribute 6.0 percent, 9.1 percent, and 3.0 percent of their annual covered salary for the Regular Plan, Plan A, and Plan B, respectively. The school board is required to contribute at an actuarially determined rate. The current rate is 16.0 percent of annual covered payroll for all three membership plans. Member contributions and employer contributions for the TRS are established by state law and rates are established by the Public Retirement System's Actuarial Committee. The school board's employer contribution for the TRS, as provided by law, is funded by the State of Louisiana through annual appropriations, by deductions from local ad valorem taxes, and by contributions from the school board.

The school board's contributions to the TRS for the years ending June 30, 1998, 1997, and 1996 were \$4,402,452, \$3,350,471, and \$4,125,257, respectively, equal to the required contributions for each year.

B. Louisiana School Employees' Retirement System (LSERS)

Plan Description. The LSERS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The LSERS issues a publicly available financial report that includes financial statements and required supplementary information for the LSERS. That report may be obtained by writing to the Louisiana School Employees' Retirement System, Post Office Box 49506, Baton Rouge, Louisiana 70804, or by calling (800) 913-6146.

Funding Policy. Plan members are required to contribute 6.75 percent of their annual covered salary and the school board is required to contribute at an actuarially determined rate. The current rate is 6.00 percent of annual covered payroll. Member contributions and employer contributions for the LSERS are established by state law and rates are established by the Public Retirement System's Actuarial Committee. The school board's employer contribution for the LSERS is funded by the State of Louisiana through annual appropriations.

The school board's contributions to the LSERS for the years ending June 30, 1998, 1997, and 1996, were \$28,083, \$61,070, and \$28,891, respectively, equal to the required contributions for each year.

5. OTHER POST-EMPLOYMENT BENEFITS

The Prairie Viewport Parish School Board provides certain continuing health care and life insurance benefits for its retired employees as provided by Louisiana Revised Statute (LS-RS) 17:1223. 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.

POINTE COUPE PARISH SCHOOL BOARD
New Road, Louisiana
Notes to the Financial Statements (Continued)

7. OTHER POST-EMPLOYMENT BENEFITS (continued)

These benefits for retirees and similar benefits for active employees are provided through an insurance company whose monthly premiums are paid jointly by the employee and the school board. 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 cost of active employee's benefits totaled \$934,424 and the cost of retiree benefits totaled \$146,193 for the year ended June 30, 1998.

8. ACCOUNTS, SALARIES, AND OTHER PAYABLES

The payables of \$2,087,637 at June 30, 1998, are as follows:

	General Fund	Special Revenue Funds	Debt Service Funds	Total
Salaries	\$ 998,692	\$ -	\$ -	\$ 998,692
Withholdings	478,239	-	-	478,239
Inter-governmental Accounts	1,000,000	1,898	-	1,001,898
Total	\$2,008,739	\$ 1,898	\$ -	\$2,010,637

9. EMPLOYMENT AGREEMENTS

As June 30, 1998, employees of the school board have accumulated and vested \$870,267 of employee loan benefits, which was computed in accordance with GASBS Codification Section 208. This amount is recorded within the general long-term obligations account group.

10. LEASES

The Pointe Coupe Parish School Board has an operating lease entered into on August 1, 1997 as follows:

A 7 year (possibly renewable) lease on a 1997 Ford Expedition used by the Superintendent under a sublease agreement whereby the Pointe Coupe Parish School Board through payroll deductions withholds for the cost of the monthly lease payments and sends to the lessor.

The minimum annual commitments under this lease are as follows:

Fiscal Year	Expenses	Totals
1998-99	1,759	1,759
Total	\$ 1,759	\$ 1,759

The school board records items under capital leases as an asset and an obligation in the accompanying financial statements. The following is an analysis of capital leases:

Type	Recorded Amount
Equipment	\$ 830,597

PORTER (CHAPEL) PARISH SCHOOL BOARD
New Roads, Louisiana
Notes to the Financial Statements (Continued)

10. LEASES (Continued)

The following is a schedule of the future minimum lease payments under capital leases, together with the present value of the net minimum lease payments as of June 30, 1998:

Fiscal Year	Payments	Total
1998-99	\$ 195,233	\$ 195,233
1999-00	195,233	195,233
2000-01	195,234	195,234
2001-02	33,612	33,612
2002-03	<u>0</u>	<u>0</u>
Total Minimum Lease Payments	589,796	589,796
Less - Amounts representing interest	<u>38,526</u>	<u>38,526</u>
Present value of net minimum lease payments	\$ 551,270	\$ 551,270

11. CHANGE IN AGENCY FUND - SCHOOL ACCOUNT BALANCE

A summary of changes in the School Activity Agency Fund balances follows:

Balance, June 30, 1997	\$ 108,796
Additions during 1997-98	561,618
Deductions during 1997-98	<u>(561,550)</u>
Balance, June 30, 1998	\$ 108,864

12. CHANGES IN LONG-TERM OBLIGATIONS

The following is a summary of the long-term obligation transactions for the years ended June 30, 1998:

	Bonded Debt	Compensated Absences	Lease Purchase Agreements	Total
Long-term obligations at June 30, 1997	\$ 11,535,000	\$ 369,489	\$ 516,139	\$ 12,420,628
Additions	1,893,000	225,915	152,911	2,271,826
Deductions	<u>(2,555,000)</u>	<u>(189,180)</u>	<u>(389,080)</u>	<u>(3,133,260)</u>
Long-term obligations at June 30, 1998	\$ 10,873,000	\$ 396,224	\$ 280,070	\$ 11,549,294

POINTE-COUPER PARISH SCHOOL BOARD
New Bonds, Louisiana
Notes to the Financial Statements (Continued)

11. CHANGES IN GENERAL LONG-TERM OBLIGATIONS (Continued)

By resolution dated March 19, 1998, the Pointe-Couper Parish School Board authorized the issuance of \$4,950,000 General Obligation School Improvement Refunding Bonds Series 1998 of School District #19. The bond proceeds were used to advance refund \$4,333,000 of the outstanding General Obligation School Improvement Bonds Series 1991 of School District #19 to achieve a lower effective interest rate and debt service savings. The difference between cash flow required to satisfy the old debt and that required to service the new debt and complete refunding resulted in savings of \$285,177. The economic gain on issuance of the new refunding bonds resulted in net present value savings of \$211,000.

All school bond funds outstanding at June 30, 1998, in the amount of \$8,130,000, consist of general obligation bonds (\$4,273,000) and certificates of indebtedness (\$3,857,000) with maturities from 2000 to 2020 and interest rates from 7.5% to 12%. Bond principal and interest payable in the next fiscal year are \$955,000 and \$507,821, respectively. The individual issues are as follows:

Bond Issue	Original Face	Unaccrued Interest	Final Payment Due	Interest in Maturity	Principal Outstanding
School District #19 bonds dated December 1, 1991 Certificate of Indebtedness Series 1991	\$ 1,500,000	6,942.00	151,011	\$ 100,000	\$ 1,349,000
School District #19 bonds Series 1995A dated October 1, 1995	1,000,000	3,518.00	151,000	71,400	928,000
School District #19 bond dated March 18, 1998	4,560,000	4,948.00	151,000	2,541,800	2,968,000
Total	\$ 7,060,000		\$ 453,011	\$ 2,743,200	\$ 6,245,000

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. At June 30, 1998, the school board has accumulated \$1,414,327 in debt service funds for bond debt requirements. The breakdown is as follows:

Year Ending June 30	Principal Payments	Interest Payments	Total
1999	\$ 955,000	\$ 507,821	\$ 1,462,821
2000	1,015,000	533,000	1,548,000
2001	990,000	560,000	1,550,000
2002	640,000	713,700	1,353,700
2003	600,000	744,500	1,344,500
Thereafter	\$ 6,000,000	\$ 2,071,179	\$ 8,071,179
Total	\$ 18,195,000	\$ 6,369,121	\$ 24,564,121

In accordance with Louisiana Revised Statute 98:562, the school board is legally restricted from incurring long-term bonded debt in excess of 1% per year of the assessed value of taxable property. At June 30, 1998, the statutory limit is \$25,511,179, and remaining bonded debt is only \$18,564,000.

PLANTS CONFER PARISH SCHOOL BOARD
 New Iberia, Louisiana
 Notes to the Financial Statements (Continued)

11. CHANGES IN GENERAL, LONG-TERM OBLIGATIONS (Continued)

By resolution adopted August 24, 1993, the Plants Congo Parish School Board authorized the obtaining of a Letter of Credit in the amount of \$250,000 for possible use if needed in establishing a full-timured Workers' Compensation Program. The letter of credit was renewed at a local bank covering the period from June 30, 1997 to June 30, 1998 in the amount set to exceed \$150,000.

12. INTEREST AND RECEIVABLES/PAYABLES

Interest receivable/payables are as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Special revenue funds	
	LISA - Title I	\$ 202,833
	Special Education	99,747
	LISA - Title II	25,829
	School Lunch	15,453
Interest Service Fund	General Fund	29,386
	School Lunch	13,386
Debt Service:		
Dea #10 - 1995A	Capital Project	
	Dea. #10 - 1995A	1,386
Total		\$ 433,719

13. FUND BALANCE

The beginning fund balance for the general fund has been increased due to the resolution of a prior year contingency. During the year ended June 30, 1997, the State Department of Education performed an audit on the Plants Congo Parish School Board's Minimum Foundation Program (MFP). The audit resulted in a reduction of MFP funding to the school board in the amount of \$2,910,049 due to including ineligible students in the MFP student count. This amount was recorded in a reduction in revenue in the June 30, 1997 audited financial statements. The school board appealed the decision to the Board of Elementary and Secondary Education and was awarded the full amount of funding. This increased beginning general fund balance from \$1,570,250 to \$4,480,299.

14. DESIGNATED GENERAL FUND BALANCE

At June 30, 1998, the general fund has a designated fund balance of \$250,000. These funds are designated as a cash reserve for future needs in the amount of \$400,000, and \$750,000 for possible future claims associated in the full-timured worker's compensation program. These funds require a two-thirds vote of the board in order to be spent as provided in a resolution by the board on February 22, 1998.

POINTE-à-COQUE PARISH SCHOOL BOARD
 New Orleans, Louisiana
 Notes to the Financial Statements (Continued)

16. RELATED PARTY TRANSACTIONS

Superintendent Dr. David B. Lee performed speaking engagements, for which he was paid \$1,000 and provided lodging and travel expenses, before sales presentations for Blorgnet Technologies Group, Inc. (which later became Incent Learning, Inc.) on three occasions from 1993 through 1998. From June 1995 through August 1997, the school board purchased \$740,424 of computer equipment, software, and other items from Blorgnet and Incent Learning.

Superintendent Dr. David B. Lee, prior to becoming superintendent, contracted with Centex Learning to promote Centex's educational software in Louisiana. The school board later purchased computer labs from Centex totaling \$491,996.

17. RISK MANAGEMENT

The Pointe-à-Coque Parish School Board is exposed to various risks of loss related to injuries to employees. During fiscal year ending June 30, 1998, the school board established an Internal Service Fund to account for and finance its estimated risks of loss. The internal service fund provides coverage for up to a maximum of \$200,000 for each worker's compensation claim. The school board purchases commercial insurances for claims in excess of coverage provided by the fund up to the statutory limit at which time the school board would have to cover any additional claims in excess of the statutory limit up to \$1,000,000 per occurrence.

All funds of the school board participate in the fund and make payments to the internal service fund based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a reserve for unamortized losses. The school board established a cash reserve designated for the Internal Service Fund for future claims from the savings earned by instituting the self-insurance program for workers compensation. As of June 30, 1998, the amount invested was \$758,000 and requires a two-thirds vote of the board to be spent. The claims liability of \$64,967 appeared in the fund as June 30, 1998 is based on the requirements of GASB Statement No. 18, which requires that a liability for claims be reported if incurrence prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund's claims liability account in fiscal year 1998 were:

	Beginning of Fiscal Year Liability	Current Year Claims & Changes in Estimates	Claim Disbursements	Balance at Fiscal Year End
1995-96	\$ 43	\$ 62,937	\$ 25,973	\$ 39,967
1996-97	\$ 58,764	\$ 496,733	\$ 50,890	\$ 177,895
1997-98	\$ 233,853	\$ 58,900	\$ 65,833	\$ 56,961

18. LITIGATION AND CLAIMS

In June 30, 1998, the school board is involved in four lawsuits, which are being handled by outside counsel through the school board's insurance carriers. The ultimate resolution of these lawsuits cannot be precisely determined and no provision for any liability that may result from such claims has been made in the financial statements. Outside counsel feels the cases will be resolved in the school board's favor. Litigation costs of \$22,158 were incurred in the current year. An this amount \$22,158 has been recorded as current year expenditures in the General Fund.

19. CONSTRUCTION COMMITMENTS

In April 27, 1998, the Pointe-à-Coque Parish School Board awarded a contract to Charles Carter Construction Co., Inc. to build, construct, and complete the vocational agriculture building addition and renovations including science wing at Livonia High School, and gymnasium building, restroom renovations, bus parking and related improvements at Watryville Elementary School for \$605,005. As of June 30, 1998, \$440,980 had been expended on the project. The project was still in progress as of the date of this report and is expected to be completed by December 31, 1998.

POINTE COUPEE PARISH SCHOOL BOARD
New Orleans, Louisiana
Notes to the Financial Statements (Continued)

26. SUBSEQUENT EVENTS

The State Department of Education conducted an audit on Pointe Coupee Parish School Board's Minimum Foundation Program (MFP) for covering the year ended June 30, 1998 and issued its report on September 23, 1998. The Department's report noted that 694 students, of which 69 were attending the School of Hope, were ineligible for MFP funding. The students at the School of Hope were not allowed in the MFP count due to not meeting the minimum hours of required instruction and time per day accuracy in Bulletin 11. These adjustments, which totaled \$120,000, would result in a reduction of MFP revenue in the fiscal year ending June 30, 1999. The Superintendent, Dr. David Lee has stated that the audit results have been reported to the Board of Elementary & Secondary Education and as hoped the audit results will be corrected. The school board has received charter school status for the School of Hope in order to avoid funding problems in the future.

SUPPLEMENTAL INFORMATION SCHEDULE

POINTE CAULPPE PARISH SCHOOL BOARD
New Roads, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULE
As of and for the year ended June 30, 1999

SPECIAL REVENUE FUNDS

IMPROVING AMERICA'S SCHOOLS - ICT

Title I of the Improving America's School Act (IASA) is a program for economically and educationally deprived school children that is federally financed, state administered, and locally operated by the school board. Title I services are provided through various projects that are designed to meet the special needs of educationally deprived children. The services supplement, rather than replace, state and locally mandated activities.

Title VI of the Improving America's School Act (IASA) is a program by which the federal government provides block grant funds to the states. The Louisiana Department of Education uses these funds to assist state and local educational agencies to improve elementary and secondary education. The school system uses the funds to purchase instructional materials and equipment and to provide books and printed materials to school libraries.

Title II of the Improving America's School Act (IASA) is a program by which the federal government provides funds to the school board for projects that are designed to improve the skills of teachers and instruction in mathematics, science, computer learning, and foreign languages, and to increase the access of all students to such instruction. The program is federally financed, state administered, and locally operated by the school board.

SPECIAL EDUCATION

The Special Education - IDEA Part B grants to states is a federally financed program of free education in the least restrictive environment to children with exceptionalities.

The Special Education - IDEA Part B preschool grants is a federally financed program of free education for children with exceptionalities aged three to five years of age.

The Special Education - IDEA Part H grants for infants and toddlers is a federally financed program to assist states to develop state-wide systems to provide early intervention services for infants and toddlers with exceptionalities.

SCHOOL LUNCH FUND

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

Pointe Coupee Parish School Board
New Roads, Louisiana
SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 1998

	IMPROVING AMERICA'S			SPECIAL	SCHOOL	TOTAL			
	SCHOOLS ACT						EDUCATION	LUNCH	(BIBCO
	TITLE I	TITLE II	TITLE VI						
	FUND	FUND	FUND	FUND	FUND	CHART)			
ASSETS AND OTHER DEBITS:									
Assets:									
Cash and cash equivalents	\$ 0	\$ 0	\$ 0	\$ 0	\$ 10,070	\$ 10,070			
Receivables	200,738	25,809	0	89,808	28,124	344,479			
Interfund receivables	0	0	0	0	0	0			
Inventory	0	0	0	0	22,862	22,862			
TOTAL ASSETS AND OTHER DEBITS	\$ 200,738	\$ 25,809	\$ 0	\$ 89,808	\$ 131,056	\$ 437,412			
LIABILITIES, EQUITY, AND OTHER CREDITS:									
Liabilities:									
Accounts, salaries and other payables	\$ 800	\$ 0	\$ 0	\$ 152	\$ 6,784	\$ 7,836			
Interfund payables	207,002	25,809	0	89,747	28,089	350,447			
Deferred revenues	0	0	0	0	8,284	8,284			
Other liabilities	0	0	0	0	0	0			
Total Liabilities	\$ 207,802	\$ 25,809	\$ 0	\$ 89,902	\$ 43,157	\$ 378,678			
Equity and Other Credits:									
Fund balances:									
Monies set									
Designated	0	0	0	0	50,437	50,437			
Total Equity and Other Credits	0	0	0	0	50,437	50,437			
TOTAL LIABILITIES, EQUITY, AND OTHER CREDITS	\$ 207,802	\$ 25,809	\$ 0	\$ 89,902	\$ 131,056	\$ 437,412			

Pointe Coupee Parish School Board
New Roads, Louisiana
SPECIAL REVENUE FUNDS
Containing Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 1999

	REVENUES AMERICA'S					TOTAL (REVENUE DOLLAR)
	SCHOOLS ACT			SPECIAL EDUCATION FUND	SCHOOL LUNCH FUND	
	TITLE I FUND	TITLE II FUND	TITLE IV FUND			
REVENUES						
LOCAL SOURCES:						
Interest earnings	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Food services	0	0	0	0	181,845	181,845
Other	0	280	0	0	0	280
State sources	0	0	0	0	0	0
Federal sources	1,208,143	27,020	28,737	268,982	1,137,258	2,802,171
Total revenues	1,208,143	27,280	28,737	268,982	1,284,805	2,802,171
EXPENDITURES						
Instruction:						
Special programs	687,288	0	0	114,202	0	791,470
Support Services:						
Student services	15,415	0	0	75,366	0	90,771
Instructional staff support	287,282	28,585	22,243	63,254	0	411,160
General administration	42,788	28	28	278	0	43,099
Business services	52,280	285	2,874	12,353	0	68,180
Plant services	100,426	88	302	17,387	0	118,193
Student transportation services	0	0	0	1,547	0	1,547
Food services	0	0	0	0	1,558,285	1,558,285
Community service programs	14,585	0	0	0	0	14,585
Facilities acquisition and maintenance	271,578	0	0	0	0	271,578
Total expenditures	1,304,578	28,871	25,143	294,802	1,258,285	3,208,673
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	23,523	254	818	6,208	(271,284)	(206,871)
OTHER FINANCED SOURCES (uses)						
Other	0	0	0	0	0	0
Operating transfers in	0	0	0	0	254,280	254,280
Operating transfers out	(73,523)	(254)	(818)	(6,208)	0	(80,803)
Total other financing sources (uses)	(73,523)	(254)	(818)	(6,208)	254,280	(60,803)
EXCESS (Deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	0	0	0	0	0	0
FUND-BALANCE AT BEGINNING OF YEAR	0	0	0	0	8,431	8,431
FUND-BALANCE AT END OF YEAR	0	0	0	0	8,431	8,431

PRINCE GEORGE PARISH SCHOOL BOARD
New Bonds, Leases
SUPPLEMENTAL INFORMATION SCHEDULE A
As of and for the Year Ended
June 30, 1995

DEBT SERVICE FUNDS

SCHOOL INSTRUCTIONAL FUND

The School District No. 19 Fund accumulates monies for payment of the \$7,500,000 general obligation bond issue approved by the voters of School District No. 19 of Prince George Parish on May 18, 1989. Bond anticipation notes were issued to construct and acquire land, equipment, and furnishings for a new consolidated school. These Bond Anticipation Notes were later refunded and replaced by General Obligation School Bonds, Series 1991, of School District No. 19, pursuant to a resolution adopted October 24, 1991. On March 19, 1995, \$4,500,000 of the outstanding General Obligation School Bonds, Series 1991 were refunded and replaced by General Obligation School Refunding Bonds, Series 1995, of School District No. 19, in the amount of \$4,500,000 to reduce a lower effective interest rate and for debt service savings. The bonds are secured by the special ad valorem taxes collected within the district.

CAPITAL IMPROVEMENT AND SALARY FUND

The Capital Improvement and Salary Fund accumulates monies for the payment of \$4,000,000 certificates of indebtedness issue approved by the Prince George Parish School Board on October 23, 1990. Certificates of indebtedness were issued for the purpose of providing additional support for the maintenance and operation of the public elementary and secondary schools of the parish by maintaining salary levels and number of employees, and paying a portion of the cost of providing essential improvements to the school building system of the parish. The certificates are secured by the ad valorem taxes collected within the parish. Subsequently these certificates were refunded on July 1, 1995 with Certificates of Indebtedness, Series 1995 in the amount of \$2,475,000.

SCHOOL INSTRUCTIONAL 19 1995A FUND

The School District No. 19 1995A Fund accumulates monies for the payment of \$3,000,000 general obligation bond issue approved by the voters of School District No. 19 of Prince George Parish on April 28, 1995. The bonds were issued to refund existing bonds of School District No. 19 and for purchasing, erecting and or improving school grounds, buildings, and other school related facilities and acquiring the necessary equipment and furnishings therefor.

**Pointe Coupee Parish School Board
New Roads, Louisiana
DEBT SERVICE FUNDS
Combining Balance Sheet
June 30, 1998**

	SCHOOL DISTRICT NO. 18 FUND	CAPITAL IMPROVEMENT AND SALARY FUND	SCHOOL DISTRICT NO. 10 - 1985A FUND	TOTAL (INLARS ONLY)
ASSETS AND OTHER DEBITS				
Assets:				
Cash and cash equivalents	\$ 2,214,129	\$ 5,900	\$ 198,832	\$ 2,418,861
Receivables	1,837	0	1,029	2,866
Interfund receivables	<u>0</u>	<u>0</u>	<u>1,766</u>	<u>1,766</u>
TOTAL ASSETS AND OTHER DEBITS	<u>\$ 2,215,966</u>	<u>\$ 5,900</u>	<u>\$ 199,832</u>	<u>\$ 2,414,522</u>
LIABILITIES, DEBTS, AND OTHER CREDITS				
Liabilities:				
Accounts, notes and other payables	\$ 0	\$ 0	\$ 0	\$ 0
Interfund payables	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Equity and Other Credits:				
Fund balances: Reserved	<u>2,215,966</u>	<u>5,900</u>	<u>199,832</u>	<u>2,414,522</u>
Total Equity and Other Credits	<u>2,215,966</u>	<u>5,900</u>	<u>199,832</u>	<u>2,414,522</u>
TOTAL LIABILITIES, DEBTS AND OTHER CREDITS	<u>\$ 2,215,966</u>	<u>\$ 5,900</u>	<u>\$ 199,832</u>	<u>\$ 2,414,522</u>

The accompanying notes are an integral part of this statement.

Poiana Coupage Parish School Board
New Roads, Louisiana
DEBT SERVICE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances,
 for the Year Ended June 30, 1998

	SCHOOL DISTRICT NO. 19 FUND	CAPITAL IMPROVEMENT AND SALARY FUND	SCHOOL DISTRICT NO. 10 - 1996A FUND	TOTAL (SUMM 046.1)
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 1,204,968	\$ 0	\$ 202,484	\$ 1,407,452
Salts and use	0	0	0	0
Interest earnings	80,366	309	7,606	88,281
Total revenues	<u>1,285,334</u>	<u>309</u>	<u>209,490</u>	<u>1,505,133</u>
EXPENDITURES				
General administration	47,475	0	8,768	56,243
Business services	1,872	1,040	1,288	4,200
Field service	(87,672)	(803,880)	(188,045)	(1,079,597)
Total expenditures	<u>(123,475)</u>	<u>(802,840)</u>	<u>(188,085)</u>	<u>(1,114,400)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>\$ 1,161,859</u>	<u>\$ 1,111</u>	<u>\$ 22,405</u>	<u>\$ 1,185,375</u>
OTHER FINANCING SOURCES (USES)				
Proceeds of refunding bonds	20,348	0	0	20,348
Payments to refunded bond source agent	(27,500)	0	0	(27,500)
Operating transfers in	0	(80,880)	0	(80,880)
Operating transfers out	0	0	0	0
Total other financing sources (uses)	<u>(7,152)</u>	<u>(80,880)</u>	<u>0</u>	<u>(88,032)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES				
	<u>1,154,707</u>	<u>301</u>	<u>22,405</u>	<u>1,177,413</u>
FUND BALANCE (DEFICIT) BEGINNING OF YEAR				
	<u>1,793,278</u>	<u>8,581</u>	<u>170,890</u>	<u>1,972,749</u>
FUND BALANCE (DEFICIT) END OF YEAR				
	<u>\$ 2,947,985</u>	<u>\$ 9,982</u>	<u>\$ 193,295</u>	<u>\$ 3,151,262</u>

POINTS COMPLEX PARISH SCHOOL BOARD
New Roads, Louisiana
SUPPLEMENTAL INFORMATION STATEMENTS
As of and for the Year Ended
June 30, 1998

CAPITAL PROJECT FUNDS

SCHOOL DISTRICT NO. 18 FUND

The School District No. 18 1998A Capital Project Fund accounts for financial resources to be used for purchasing, creating and/or improving school grounds, buildings, and other school related facilities within School District No. 18. This fund was established as the result of the \$5,000,000 general obligation bond issue approved by the voters of School District No. 18 of Pointe Coupee Parish on April 29, 1998.

Points Couper Parish School Board
New Roads, Louisiana
CAPITAL PROJECTS FUNDS
Combining Balance Sheet
June 30, 1988

	DISTRICT 18 CONSTRUCTION SERIES 1985A FUNDS	TOTAL (MEMO ONLY)
ASSETS AND OTHER DEBITS		
Assets:		
Cash and cash equivalents	\$ 757,818	\$ 757,818
Investments	0	0
Interfund receivables	0	0
	<u>0</u>	<u>0</u>
TOTAL ASSETS AND OTHER DEBITS	\$ 757,818	\$ 757,818
LIABILITIES, DUE TO, AND FROM OTHERS		
Liabilities:		
Accounts, salaries and other payables	\$ 0	\$ 0
Interfund payables	1,788	1,788
	<u>1,788</u>	<u>1,788</u>
Total Liabilities	1,788	1,788
Equity and Other Credits:		
Fund balances:		
Unassigned		
Designated	756,030	756,030
	<u>756,030</u>	<u>756,030</u>
Total Equity and Other Credits	756,030	756,030
TOTAL LIABILITIES, DUE TO, OR FROM OTHERS	\$ 1,788	\$ 1,788

Pointe Coupee Parish School Board
New Roads, Louisiana
CAPITAL PROJECTS FUNDS
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 1998

	DISTRICT 10 CONSTRUCTION SERIES 1998A FUND	TOTAL (MEMO ONLY)
REVENUES		
Local sources:		
Other	\$ 0	\$ 0
Interest earnings	58,745	58,745
Total revenues	<u>58,745</u>	<u>58,745</u>
EXPENDITURES		
General administration	0	0
Business services	470	470
Post services	0	0
Facilities acquisition and construction	214,569	214,569
Total expenditures	<u>215,039</u>	<u>215,039</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(156,294)	(156,294)
OTHER FINANCING SOURCES (uses)		
State of bonds	0	0
Operating transfers in	307,780	307,780
Operating transfers out	(129,000)	(129,000)
Total other financing sources (uses)	<u>178,780</u>	<u>178,780</u>
EXCESS (Deficiency) OF REVENUES, AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(77,514)	(77,514)
FUND BALANCE AT BEGINNING OF YEAR	<u>700,081</u>	<u>700,081</u>
FUND BALANCE AT END OF YEAR	<u>\$ 622,567</u>	<u>\$ 622,567</u>

POINTE A LA PEE PARISH SCHOOL BOARD
New Orleans, Louisiana
SUPPLEMENTAL INFORMATION SCREEN 4.10
As of and for the Year Ended June 30, 1998

SCHOOL ACTIVITY AGENCY FUND

The activities of the various school payments are accounted for in the School Activity Agency Fund. While the accounts are under the supervision of the school board, they belong to the individual schools or their student bodies and are not available for use by the school board.

HEATH CUPPER PARKS SCHOOL BOARD
 New Roads, Louisiana
SCHOOL ACTIVITY AGENCY FUND
 Schedule of Changes in School Account Balances
 For the Year Ended June 30, 1988

	Balance July 1, 1987		Balance June 30, 1988	
	\$	ADDITIONS	DEDUCTIONS	\$
Lafayette Elementary	8,779	3,549	3,000	9,328
Livonia High	33,866	135,543	125,714	43,695
Moripoux Elementary	1,594	11,489	11,483	1,600
Pointe-Croque Central	18,436	181,371	168,763	31,044
Rosenwald Elementary	8,311	58,894	55,393	11,812
Seaton Elementary	3,288	52,400	34,361	21,327
Upper Pointe-Croque Elementary	2,761	58,515	43,362	17,914
Wabaska Elementary	23,511	81,380	68,553	36,338
Total	\$195,795	\$652,410	\$583,188	\$265,017

**PLANTER-TERREBE PARISH SCHOOL BOARD
New Roads, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULE 105
For the Year Ended June 30, 1998**

GENERAL

COMPENSATION PAID BOARD MEMBERS

The schedule of compensation paid to school board members is presented in compliance with House Concurrent Resolution No. 54 of the 1998 Session of the Louisiana Legislature. The compensation of school board members is included in the general administrative expenditures of the District Board. In accordance with Louisiana Revised Statute 17:56, the school board members have elected the monthly payment method of compensation. Under this method, each member of the school board receives \$800 per month, and the president receives \$900 per month for performing the duties of his or her office. In addition, each member of the executive committee receives \$50 for each scheduled meeting attended.

**EXHIBITORS OF FEDERAL AWARDS
AND STATE FINANCIAL REGULATIONS**

In accordance with Office of Management and Budget Circular A-133, schedules of expenditures of federal awards, follow-up and corrective action taken on prior audit findings, and corrective action plans for current year findings are presented.

POWER ELECTRIC FINANCIAL SERVICE, INC.
 New Rochelle, Louisiana
 Schedule of Compensation Paid Board Members
 For the Year Ended June 30, 1988

<u>BOARD MEMBER</u>	<u>FOUR</u>
Charles A. Aguilard, Sr.	\$ 83,200
Frank H. Aguilard, Jr., President	11,000
Edwin J. Broussard, Jr.	5,000
Chaspinde M. Chant	145
James M. Collins	5,000
Paul B. LaCour	5,000
Paul F. Marquet	5,000
Thomas A. Nelson	5,000
Russell A. Peltier	5,000
Total	\$ 129,445

POINTE LA PINE PARISH SCHOOL BOARD
New Orleans, Louisiana
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 1999

FEDERAL AGENCY/ PASS THROUGH ENTITY/ PROGRAM NAME	Federal CFDA NUMBER	Pass Through Entity's NUMBER	EXPENSES
United States Department of Agriculture			
Passed through Louisiana Department of Agriculture and Forestry:			
Food Distribution	43.580	N/A	\$ 90,000
Passed through Louisiana Department of Education:			
School Breakfast Program	10.553	N/A	150,000
National School Lunch Program	10.555	N/A	106,971
Special Food Service Programs for Children	10.559	N/A	20,000
Total United States Department of Agriculture			367,000
United States Department of Labor			
Passed through Tangipahoa Parish School Board:			
Job Training Partnership Act	10.180	2095-5-2	31,000
United States Department of Education			
Passed through Louisiana Department of Education:			
Adult Education - State Grant Program	84.000	N/A	20,000
Title II Grants to Local Education Agencies	84.100	86.1.00A, 86.1.00B, 86.1.00C, 86.1.00D, 86.1.00E, 86.1.00F, 86.1.00G, 86.1.00H, 86.1.00I, 86.1.00J, 86.1.00K, 86.1.00L, 86.1.00M, 86.1.00N, 86.1.00O, 86.1.00P, 86.1.00Q, 86.1.00R, 86.1.00S, 86.1.00T, 86.1.00U, 86.1.00V, 86.1.00W, 86.1.00X, 86.1.00Y, 86.1.00Z	1,078,410
Special Education Grants to States	84.020	86.1.00, 86.1.01, 86.1.02, 86.1.03, 86.1.04, 86.1.05, 86.1.06, 86.1.07, 86.1.08, 86.1.09, 86.1.10, 86.1.11, 86.1.12, 86.1.13, 86.1.14, 86.1.15, 86.1.16, 86.1.17, 86.1.18, 86.1.19, 86.1.20, 86.1.21, 86.1.22, 86.1.23, 86.1.24, 86.1.25, 86.1.26, 86.1.27, 86.1.28, 86.1.29, 86.1.30, 86.1.31, 86.1.32, 86.1.33, 86.1.34, 86.1.35, 86.1.36, 86.1.37, 86.1.38, 86.1.39, 86.1.40, 86.1.41, 86.1.42, 86.1.43, 86.1.44, 86.1.45, 86.1.46, 86.1.47, 86.1.48, 86.1.49, 86.1.50, 86.1.51, 86.1.52, 86.1.53, 86.1.54, 86.1.55, 86.1.56, 86.1.57, 86.1.58, 86.1.59, 86.1.60, 86.1.61, 86.1.62, 86.1.63, 86.1.64, 86.1.65, 86.1.66, 86.1.67, 86.1.68, 86.1.69, 86.1.70, 86.1.71, 86.1.72, 86.1.73, 86.1.74, 86.1.75, 86.1.76, 86.1.77, 86.1.78, 86.1.79, 86.1.80, 86.1.81, 86.1.82, 86.1.83, 86.1.84, 86.1.85, 86.1.86, 86.1.87, 86.1.88, 86.1.89, 86.1.90, 86.1.91, 86.1.92, 86.1.93, 86.1.94, 86.1.95, 86.1.96, 86.1.97, 86.1.98, 86.1.99	200,000
Special Education-Professional Grants	84.170	86.1.00, 86.1.01, 86.1.02, 86.1.03, 86.1.04, 86.1.05, 86.1.06, 86.1.07, 86.1.08, 86.1.09, 86.1.10, 86.1.11, 86.1.12, 86.1.13, 86.1.14, 86.1.15, 86.1.16, 86.1.17, 86.1.18, 86.1.19, 86.1.20, 86.1.21, 86.1.22, 86.1.23, 86.1.24, 86.1.25, 86.1.26, 86.1.27, 86.1.28, 86.1.29, 86.1.30, 86.1.31, 86.1.32, 86.1.33, 86.1.34, 86.1.35, 86.1.36, 86.1.37, 86.1.38, 86.1.39, 86.1.40, 86.1.41, 86.1.42, 86.1.43, 86.1.44, 86.1.45, 86.1.46, 86.1.47, 86.1.48, 86.1.49, 86.1.50, 86.1.51, 86.1.52, 86.1.53, 86.1.54, 86.1.55, 86.1.56, 86.1.57, 86.1.58, 86.1.59, 86.1.60, 86.1.61, 86.1.62, 86.1.63, 86.1.64, 86.1.65, 86.1.66, 86.1.67, 86.1.68, 86.1.69, 86.1.70, 86.1.71, 86.1.72, 86.1.73, 86.1.74, 86.1.75, 86.1.76, 86.1.77, 86.1.78, 86.1.79, 86.1.80, 86.1.81, 86.1.82, 86.1.83, 86.1.84, 86.1.85, 86.1.86, 86.1.87, 86.1.88, 86.1.89, 86.1.90, 86.1.91, 86.1.92, 86.1.93, 86.1.94, 86.1.95, 86.1.96, 86.1.97, 86.1.98, 86.1.99	83,400
Special Education-Infants & Toddlers	84.180	86.1.00, 86.1.01, 86.1.02, 86.1.03, 86.1.04, 86.1.05, 86.1.06, 86.1.07, 86.1.08, 86.1.09, 86.1.10, 86.1.11, 86.1.12, 86.1.13, 86.1.14, 86.1.15, 86.1.16, 86.1.17, 86.1.18, 86.1.19, 86.1.20, 86.1.21, 86.1.22, 86.1.23, 86.1.24, 86.1.25, 86.1.26, 86.1.27, 86.1.28, 86.1.29, 86.1.30, 86.1.31, 86.1.32, 86.1.33, 86.1.34, 86.1.35, 86.1.36, 86.1.37, 86.1.38, 86.1.39, 86.1.40, 86.1.41, 86.1.42, 86.1.43, 86.1.44, 86.1.45, 86.1.46, 86.1.47, 86.1.48, 86.1.49, 86.1.50, 86.1.51, 86.1.52, 86.1.53, 86.1.54, 86.1.55, 86.1.56, 86.1.57, 86.1.58, 86.1.59, 86.1.60, 86.1.61, 86.1.62, 86.1.63, 86.1.64, 86.1.65, 86.1.66, 86.1.67, 86.1.68, 86.1.69, 86.1.70, 86.1.71, 86.1.72, 86.1.73, 86.1.74, 86.1.75, 86.1.76, 86.1.77, 86.1.78, 86.1.79, 86.1.80, 86.1.81, 86.1.82, 86.1.83, 86.1.84, 86.1.85, 86.1.86, 86.1.87, 86.1.88, 86.1.89, 86.1.90, 86.1.91, 86.1.92, 86.1.93, 86.1.94, 86.1.95, 86.1.96, 86.1.97, 86.1.98, 86.1.99	1,000
Vocational Education - Basic Grants to States	84.040	28-08, 28-2, B, 28-09, 28-3, 86C	80,000
Safe and Drug Free Schools - State Grants	84.090	86.1.00, 86.1.01, 86.1.02, 86.1.03, 86.1.04, 86.1.05, 86.1.06, 86.1.07, 86.1.08, 86.1.09, 86.1.10, 86.1.11, 86.1.12, 86.1.13, 86.1.14, 86.1.15, 86.1.16, 86.1.17, 86.1.18, 86.1.19, 86.1.20, 86.1.21, 86.1.22, 86.1.23, 86.1.24, 86.1.25, 86.1.26, 86.1.27, 86.1.28, 86.1.29, 86.1.30, 86.1.31, 86.1.32, 86.1.33, 86.1.34, 86.1.35, 86.1.36, 86.1.37, 86.1.38, 86.1.39, 86.1.40, 86.1.41, 86.1.42, 86.1.43, 86.1.44, 86.1.45, 86.1.46, 86.1.47, 86.1.48, 86.1.49, 86.1.50, 86.1.51, 86.1.52, 86.1.53, 86.1.54, 86.1.55, 86.1.56, 86.1.57, 86.1.58, 86.1.59, 86.1.60, 86.1.61, 86.1.62, 86.1.63, 86.1.64, 86.1.65, 86.1.66, 86.1.67, 86.1.68, 86.1.69, 86.1.70, 86.1.71, 86.1.72, 86.1.73, 86.1.74, 86.1.75, 86.1.76, 86.1.77, 86.1.78, 86.1.79, 86.1.80, 86.1.81, 86.1.82, 86.1.83, 86.1.84, 86.1.85, 86.1.86, 86.1.87, 86.1.88, 86.1.89, 86.1.90, 86.1.91, 86.1.92, 86.1.93, 86.1.94, 86.1.95, 86.1.96, 86.1.97, 86.1.98, 86.1.99	50,000
Enhancing Professional Development - State Grants	84.200	86.1.00, 86.1.01, 86.1.02, 86.1.03, 86.1.04, 86.1.05, 86.1.06, 86.1.07, 86.1.08, 86.1.09, 86.1.10, 86.1.11, 86.1.12, 86.1.13, 86.1.14, 86.1.15, 86.1.16, 86.1.17, 86.1.18, 86.1.19, 86.1.20, 86.1.21, 86.1.22, 86.1.23, 86.1.24, 86.1.25, 86.1.26, 86.1.27, 86.1.28, 86.1.29, 86.1.30, 86.1.31, 86.1.32, 86.1.33, 86.1.34, 86.1.35, 86.1.36, 86.1.37, 86.1.38, 86.1.39, 86.1.40, 86.1.41, 86.1.42, 86.1.43, 86.1.44, 86.1.45, 86.1.46, 86.1.47, 86.1.48, 86.1.49, 86.1.50, 86.1.51, 86.1.52, 86.1.53, 86.1.54, 86.1.55, 86.1.56, 86.1.57, 86.1.58, 86.1.59, 86.1.60, 86.1.61, 86.1.62, 86.1.63, 86.1.64, 86.1.65, 86.1.66, 86.1.67, 86.1.68, 86.1.69, 86.1.70, 86.1.71, 86.1.72, 86.1.73, 86.1.74, 86.1.75, 86.1.76, 86.1.77, 86.1.78, 86.1.79, 86.1.80, 86.1.81, 86.1.82, 86.1.83, 86.1.84, 86.1.85, 86.1.86, 86.1.87, 86.1.88, 86.1.89, 86.1.90, 86.1.91, 86.1.92, 86.1.93, 86.1.94, 86.1.95, 86.1.96, 86.1.97, 86.1.98, 86.1.99	50,000
Innovative Education Program Strategies	84.200	86.1.00, 86.1.01, 86.1.02, 86.1.03, 86.1.04, 86.1.05, 86.1.06, 86.1.07, 86.1.08, 86.1.09, 86.1.10, 86.1.11, 86.1.12, 86.1.13, 86.1.14, 86.1.15, 86.1.16, 86.1.17, 86.1.18, 86.1.19, 86.1.20, 86.1.21, 86.1.22, 86.1.23, 86.1.24, 86.1.25, 86.1.26, 86.1.27, 86.1.28, 86.1.29, 86.1.30, 86.1.31, 86.1.32, 86.1.33, 86.1.34, 86.1.35, 86.1.36, 86.1.37, 86.1.38, 86.1.39, 86.1.40, 86.1.41, 86.1.42, 86.1.43, 86.1.44, 86.1.45, 86.1.46, 86.1.47, 86.1.48, 86.1.49, 86.1.50, 86.1.51, 86.1.52, 86.1.53, 86.1.54, 86.1.55, 86.1.56, 86.1.57, 86.1.58, 86.1.59, 86.1.60, 86.1.61, 86.1.62, 86.1.63, 86.1.64, 86.1.65, 86.1.66, 86.1.67, 86.1.68, 86.1.69, 86.1.70, 86.1.71, 86.1.72, 86.1.73, 86.1.74, 86.1.75, 86.1.76, 86.1.77, 86.1.78, 86.1.79, 86.1.80, 86.1.81, 86.1.82, 86.1.83, 86.1.84, 86.1.85, 86.1.86, 86.1.87, 86.1.88, 86.1.89, 86.1.90, 86.1.91, 86.1.92, 86.1.93, 86.1.94, 86.1.95, 86.1.96, 86.1.97, 86.1.98, 86.1.99	20,000
Total United States Department of Education			1,801,810

FOUNDER (GRANT) FUNDING SCHOOL BOARD
New Orleans, Louisiana
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 1988

FEDERAL GRANTOR/ PASS THROUGH GRANTING PROGRAM NAME	Federal CFDA NUMBER	Pass Through Grant's NUMBER	EXPENDITURES
United States Department of Health & Human Services			
Passed through Louisiana Department of Social Services--Office of Family Support:			
Job Opportunities and Basic Skills Training - Project Independence	01.004	0788	\$ 187,448
Passed through Louisiana Department of Education:			
U.S. Children & Development Block Grant- Starting Points Pre-school Program	01.075	PC82	____51,801
Total United States Department of Health & Human Services			____135,647
Other Financial Assistance			
United States Department of Defense			
ED 011	P04	P04	____25,028
Total Other Financial Assistance			____25,028
Total Program-based Expenditures			\$3,104,811

FIFTH CIRCUIT PUBLIC SCHOOL BOARD
Five Months Louisiana
Statement of Schedule of
Expenditures of Federal Awards
For the Year Ended June 30, 1998

Note A - Basis of Accounting:

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Pineau Center Parish School Board and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-111, Office of State, Local Government, and Inter-Public Operations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the point of purpose financial statements.

Note B - Risk Based Approach:

The dollar threshold used to distinguish between Type A and Type B programs is \$500,000. The school board does not qualify as a low-risk entity.

Note C - Food Distribution:

Inventory assistance is reported in the schedule at fair market value of the commodities received and disbursed. As June 30, 1998, the school board had food commodities totaling \$0,000 in inventory.

**COMBINED FINANCIAL STATEMENTS BY
GOVERNMENT AUDITING STANDARDS**

The following pages contain a report on the internal control and compliance with laws and regulations required by Government Auditing Standards, issued by the Comptroller General of the United States. The report on internal control and compliance is based on the audit of the financial statements and includes, where appropriate, any reportable conditions under internal control weaknesses and any compliance matters that would be material to the presented financial statements.

MAJOR & MORRISON

CERTIFIED PUBLIC ACCOUNTANTS

540 P. MAJOR, CPA, BY
JOHN S. MORRISON III, CPA, FC

MEMBER:
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN ASSESSMENT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT ACCOUNTING STANDARDS

POINTS COUPEE PARISH SCHOOL BOARD New Roads, Louisiana

We have audited the general purpose financial statements of the Points Coupee Parish School Board as of and for the year ended June 30, 1998, and have issued our report thereon dated December 17, 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 Points Coupee Parish 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, non-compliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of non-compliance that are required to be reported under Government Auditing Standards which are described in the accompanying schedule of findings and questionnaires, as items 98-2 through 98-7.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Points Coupee Parish 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. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant weaknesses in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect Points Coupee Parish School Board's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and questionnaires, as item 98-1.

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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider all to be material weaknesses.

This report is intended for the information of the school board, its management, the legislative auditor, and federal lending agencies and pay-through entities. However, this report is a matter of public record and its disclosure is not limited.

Major & Morrison
New Roads, Louisiana
December 17, 1998

OTHER REPORTS REQUIRED BY

OFFICE OF MANAGEMENT AND BUDGET CIRCULAR 4-103

The following pages contain a report on internal control and compliance with laws and regulations required by OMB Circular 4-103. The report on internal accounting and administrative controls and tests of compliance with laws and regulations relate to matters that could be significant and/or material to federal award programs.

MAJOR & MORRISON
CERTIFIED PUBLIC ACCOUNTANTS

540 P. STREET, CPA, PC
JONES LA. 70002-1410, CPA, PC

MEMBER:
MEMBER INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS TO
EACH MAJOR FEDERAL PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-110**

POINTE COUPEE PARISH SCHOOL BOARD
New Roads, Louisiana

Compliance

We have audited the compliance of Pointe Coupee Parish School Board with the types of compliance requirements described in the OIG Office of Management and Budget (OMB) Circular A-110 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 1998. Pointe Coupee Parish 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 Pointe Coupee Parish School Board's management. Our responsibility is to express an opinion on Pointe Coupee Parish 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-110, *Audit of State, Local, Government, and Non-Profit Organizations*. These standards and OMB Circular A-110 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 Pointe Coupee Parish School Board's compliance with these requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Pointe Coupee Parish School Board's compliance with these requirements.

As described in items 9A-9, 9B-10, and 9B-11 in the accompanying schedule of findings and questioned costs, the Pointe Coupee Parish School Board did not comply with the requirement regarding process costs that is applicable to its Title I grant program. Compliance with such requirement is necessary, in our opinion, for the Pointe Coupee Parish School Board, to comply with requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, Pointe Coupee 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 Pointe Coupee 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 Pointe Coupee Parish School Board's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-110.

POINTE CAUSE LAURENSCHOOL BOARD

Compliance & Internal Control Report

December 17, 1998

Page 2

We would obtain matters involving the internal control over compliance and its operation that we consider to be reportable conditions. Reportable conditions involve matters relating to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect Pointe Cause La Laurens School Board's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts and grants. Reportable conditions are described in the accompanying schedule of findings and questioned costs on page 9B-9.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that non-compliance with applicable requirements of laws, regulations, contracts and grants that would be material to a 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. Our consideration of the internal control over compliance does not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider all to be material weaknesses.

This report is intended for the information of the school board, its management, the 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.

Major & Morison
New Roads, Louisiana
December 17, 1998



PLANTS LAUNDRY PLUMBING, BOARD
New Orleans, Louisiana

Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 1998

Fid. No.	Fiscal Year Finding Initially Reported	Description of Finding	Corrective Action Taken	Planned Corrective Action/Period Corrective Action Taken
Section I - Internal Control and Compliance Material to the Financial Statements				
91-1	1997	Actual Expenditures Exceeded Budgeted Expenditures by more than 5% within General Fund	Yes	
91-2	1997	Alternative School Program School of Hope students did not meet minimum instructional time of 180 minutes in accordance with Bulletin 181. The program application is for a maximum of 4 hours of instruction with classes of 15 to 20 with the meeting of alternative with requirements to attend only one session which does not meet the minimum required instructional time. Approved by State Dept. of Education disallowed MFF funding.	Partial	Application for Charter School status was granted 1998, after current year audit. Appeal of fid. by State Dept of Ed. for allowance of MFF funding and waiver was granted by ERM Board.

Section II - Internal Control and Compliance Material to Federal Awards:

There were no matters required to be reported.

Section III - Management Letter:

See above referenced Finding Number 91-3.

POINTE COUPE PARISH SCHOOL BOARD
 New Orleans, Louisiana
 Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 1998

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Qualified
Internal control over financial reporting:	
Material weaknesses identified?	X Yes ___ No
Reportable conditions identified and considered to be material weaknesses?	___ Yes X None reported
Does emphasis material to financial statements exist?	X Yes ___ No

Federal Awards

Internal Control over major programs:	
Material weaknesses identified?	X Yes ___ No
Reportable conditions identified and considered to be material weaknesses?	___ Yes X None reported
Type of auditor's report issued on compliance for major programs:	Qualified
Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section 501(a)?	X Yes ___ No

Identification of major programs:

(FHA Number(s))	Name of Federal Program or Cluster
	 Nutrition Cluster:
18.555	School Breakfast Program
18.555	National School Lunch Program
18.555	Summer Food Service Program for Children
84.003	Title I Grants to Local Education Agencies

Dollar threshold used to distinguish between Type A and Type B programs:	\$500,000
Auditor qualified as low risk auditor?	___ Yes X No

FRENCH CATHOLIC PARISH SCHOOL BOARD
New Roads, Louisiana
Schedule of Findings and Recommendations
For the Year Ended June 30, 1999
(continued)

SECTION III - FINANCIAL STATEMENT FINDINGS

Finding 28.1

Criteria: In order to maintain adequate internal controls and proper segregation of duties, approval by supervisory personnel on supporting documentation should be performed prior to payment of the expenditures.

Condition: In many instances, the disbursement procedures followed by school board personnel were found to be incomplete in that proper approval was not noted upon final payment of the invoices. Final proper approval and documentation on requisitions and purchase orders has not on final invoice payments.

Context: Upon review of disbursements it was noted that some invoices were not approved by supervisory personnel prior to payment. The supporting documentation was noted as well as approved requisitions and purchase orders, however it was not always evident that invoices were approved prior to the final payment procedures.

Effect: Results in a lack of internal control and not following proper control procedures. Lack of final supervisory approval could result in overpayments, improper payments, or misappropriation of funds.

Cause: Change in business personnel during the year and the sheer volume of paperwork involved resulted in backlog of work. New personnel did not have adequate training nor understanding of proper approval procedures.

Recommendation: Upper management and supervisory personnel should approve all expenditures prior to final payment and monitor more closely the disbursement process to ensure that all steps are followed through the final payment procedures.

Management's Response: Management has indicated that additional steps are being taken to prevent this from occurring again. They are instituting stronger controls, providing better training for new personnel, and informing supervisory personnel of the new procedures to be followed.

Finding 28.2

Criteria: Students in alternative school programs should meet minimum instructional time of 180 minutes per day in accordance with Louisiana Handbook for School Administrators, Bulletin 741.

Condition: The students attending French Catholic Parish School Board's alternative program, School of Hope, were not meeting the minimum instructional time of 180 minutes per day.

Context: The French Catholic Parish School Board included the above referenced students within their reported student counts to the State Department of Education to go towards funding from the Minimum Foundation Program (MFP). The total number of students involved based on enrollment attributed by the State Department of Education was 89, resulting in a possible overpayment of MFP funds to the school board of \$249,980.

Effect: The school board was in violation of Bulletin 741 by not providing the minimum instructional time, which was a compliance violation. Fiscal year June 30, 1999 MFP revenue could be reduced by \$249,980 thereby leaving the school board in severe expenditures.

FOUNTAIN CREEK PARISH SCHOOL BOARD
New Iberia, Louisiana
Schedule of Findings and Questioned Costs
For the Year Ending June 30, 1995
(continued)

Class: The alternative program application submitted to the Department of Education for approval was based on the analysis identifying 183 students that were only required to attend one session which was 200 minutes in duration, which does not meet the minimum instructional time per day. An audit by the Department of Education was performed which recommended decreasing the 89 students to 80 MF funding.

Recommendation: We recommend that steps be taken to bring the alternative program under compliance with the minimum instructional time per day by increasing the classes to 200 minutes per day and better documenting attendance by students.

Management's Response: Management stated they relied upon information that the students could be included in the 80 MF credits and receive funding based on the application approved by the Department of Education. Management has indicated they have appealed the audit results by the State Department of Education following the students to the Board of Elementary & Secondary Education, which is still pending. Beginning July 1, 1995, the school of hope has obtained proper school status which based on the application will modify the instructional time needed and allow inclusion of the students in 80 MF credits and receive funding.

Finding 88-2

Criteria: Audits shall be completed within six months of the close of the entity's fiscal year in accordance with Louisiana R. S. 24:513.

Condition: The audit for the Fountaine Creek Parish School Board for the year ending June 30, 1995 was submitted on January 7, 1995.

Effect: The audited financial statements were not submitted by December 31, 1995 as required. This is a compliance violation in accordance with Louisiana R. S. 24:513.

Criteria: The audit report was not submitted on time at the request of the Legislative Auditor's office for the State of Louisiana due to their wishes to hold the report until an investigative audit had begun by their office.

Recommendation: Audit reports should be submitted on time in the future. It should be noted that because of the audit report was not the fault of the Fountaine Creek Parish School Board, but upon the request of the Legislative Auditor's office.

Management's Response: Management has indicated they have always and will continue to provide timely audit reports to the proper agencies.

Finding 88-3

Criteria: La. R. S. 1704 states among other things, "No superintendent shall be required to devote his entire time to the office of superintendency of schools." La. R. S. 42:1114(2)(d) provides that "no public servant shall receive anything of economic value for or in consideration of services rendered from any person for whom such public servant would be prohibited from receiving a gift." La. R. S. 42:1115 prohibits "public servants from receiving a gift from anyone who has a business relationship with their agency."

Condition: It was subsequently determined that from January 1995 through December 1995, Fountaine Creek Parish School Board Superintendent Dr. David B. Lee traveled and conducted 19 speaking engagements during normal school board working hours, without taking leave and also charged the school board for travel mileage related to the speaking engagements. Furthermore, Dr. Lee performed three of the speaking engagements for companies that had business relationships with the school board.

PRINCE GEORGE PARISH SCHOOL BOARD
New Kent, Louisiana
Schedule of Findings and Quantified Costs
For the Year Ended June 30, 1995
(continued)

Quantified Costs: Dr. Lee spent approximately 83 school board hours (amounting to \$2,624 in salary for those engagements for which leave was not taken). He also charged the school board 3,654 travel miles amounting \$254 for travel related to the speaking engagements.

Context: It was determined that Dr. Lee performed speaking engagements on 29 occasions of which 17 were performed during normal school board hours. School board records indicated that Dr. Lee received leave for 7 of the engagements that were performed during school board hours, but did not receive leave for the remaining 12 engagements, yet he received \$47,086 from his clients. In addition, Dr. Lee was reimbursed \$242 by the school board for 3,654 miles traveled in his personal vehicle relating to the speaking engagements.

Effect: Possible compliance violation of La. R. S. 17:54, La. R. S. 47:111 (c) (2) d., and La. R. S. 43:1119 resulting in the consumption of reimbursed travel mileage in the amount of \$242 and salary expense of \$2,624 due to not taking leave of 83 hours.

Cause: Compliance violation due to not following state statutes and lack of obtaining opinions regarding appropriateness of the engagements.

Recommendation: We recommend the school board seek reimbursement from Dr. Lee for the travel costs of \$242 and that his reimbursed leave benefits be reduced by 83 hours for the time incurred while not working during normal school board hours. We also recommend that the school board obtain an opinion from its legal counsel regarding the proper handling of Dr. Lee's speaking engagements. Specifically whether the speaking engagements performed by Dr. Lee in his personal or school board business, should he be required to take annual leave while performing such engagements, can the trustee payment for such services or should payments be made to the school board, is he entitled to reimbursement of his travel costs related to the engagements, and are the speaking engagements in conflict with the provisions of his employment contract.

Management's Response: Dr. Lee felt that he was acting as an "ambassador" of the Prince George School System when he made the presentations because he was introduced as Superintendent of Schools for Prince George parish and that he frequently referred to the positive steps being taken in education in Prince George parish. He also stated that he claimed mileage reimbursement only when he conducted other school board business in the same area before or after his presentations. In order to rectify the appearance of impropriety Dr. Lee has agreed to reimburse the school system for the \$242 in travel expenses and reduce his accumulated leave by 83 hours incurred while making the presentations.

Item 18B.5

Article La. R. S. 38:2213 requires that "purchases of materials or supplies in amounts greater than \$15,000 must be advertised and let for bid to the lowest responsible bidder." State law provides for an exception to this requirement for those purchases that are considered sole source, where only one supplier exists, and for professional services such as consulting. La. R. S. 38:1410.02 provides that "no school district shall have authority to incur debt without the consent and approval of the State Board of Commissioners."

Condition: The Prince George Parish School Board purchased, by lease purchase agreements, computer laboratories consisting of hardware, software, furniture, and consulting services totaling \$601,569 from July 28, 1995 through August 27, 1995, but failed to obtain competitive bids. Not were the lease purchase agreements, which constituted debt approved by the State Board of Commissioners.

Context: The lab purchases consisting of hardware, software, furniture, and consulting services were purchased through lease purchase agreements. The findings regarding the prior year leases were subsequently discussed during the audit of the current year financial statements (see findings 18B.6 & 18B.7). In the current year, one lease was entered into totaling \$142,000 which did meet the bid law requirements, but did not meet bond commission approval. The lease purchase agreement constituted debt due to the agreement containing purchase substitution clauses and should have been referred to the State Board Commission for

PRIME CAMPUS PARKING SCHOOL BOARD
New Orleans, Louisiana
Schedule of Findings and Quantified Costs
For the Year Ending June 30, 1998
(continued)

approval. For the agreement not to constitute debt it must contain a non-appropriation clause and not contain an anti-substitution or penalty clause.

Quantified Costs: Costs incurred during the current year on the lease agreements totaled \$142,822.

Effect: Results in non-compliance, violation of La. R. S. 38:2212 and La. R. S. 39:148060. The lease purchase agreements may have been obtained at lower prices if they were bid out for bid on a competitive basis or obtained through formal state contract vendors.

Cause: Misapprehension of the bid law requirements pertaining to purchases directly from state contracted vendors and misinterpretation of the use of sole source and sole supplier requirements in order to meet compatibility necessities between software and hardware items. Also lack of intention to seek additional advice from state governmental agency members regarding bid law and debt approval requirements.

Recommendation: We recommend that in the future the Prime Campus Parish School Board obtain advice or approval from the State Bond Commission upon entering into any lease agreements, and comply with the public bid laws when making purchases.

Management's Response: Management provided several explanations as to why the lease purchase agreements were not subject to the bid law. In two of the agreements, management stated that the hardware was donated and the software was a sole source item. It was later determined that the school board did incur costs for the hardware items (though the costs appear to have been absorbed through inflated software prices). Other explanations provided by management indicated that the software utilized was a sole source and required no bidding and hardware was purchased under state contracts. In two other agreements it was pointed out by the school board that the hardware was purchased from a vendor which had a state contract at the time. It was subsequently discovered by management that the hardware was purchased from the state contractor by the software companies at state contract prices and they sold to the school board by the software companies, who were not state contract vendors. However, this does not constitute purchase under state contract prices since the hardware was not purchased direct from the state contract vendor. Management also stated and agreed to by the software companies the need for one vendor to handle all items of software and hardware for compatibility reasons, and thereby claiming to be sole source providers. Management had also relied on their legal counsel who issued an opinion that the school board had complied with the requirements of law, including the fact that the lease purchase agreements did not constitute debt under Louisiana law because they contained a non-appropriation clause and did not contain an anti-substitution or penalty clause. Management has subsequently obtained amendments to the lease purchase agreements-clarifying object formula wording indicated by the State Bond Commission as regarding their approval and has indicated their intent to improve controls and procedures to monitor these, closely compliance with the bid laws.

Finding 98-3

Criteria: See finding number 98-2 above.

Conditions: See finding number 98-2 above.

Context: The gift purchases consisting of hardware, software, licenses, and consulting services were purchased through lease purchase agreements. The findings regarding the price paid leases were subsequently discovered during the audit of the current year financial statements. In the year ending June 30, 1997, one lease was entered into totaling \$216,178, which did not meet the bid law requirements or formal commission approval. The lease purchase agreement contained debt due to the agreement containing two non-substitution clauses and should have been submitted to the State Bond Commission for approval. For the agreement not to constitute debt it must contain a non-appropriation clause and not contain an anti-substitution or penalty clause.

Quantified Costs: Costs incurred on the lease agreements during the prior year ending June 30, 1997 totaled \$216,178.

Effect: See finding number 98-2 above.

FOURTH CHARTER PARISH SCHOOL BOARD
New Orleans, Louisiana
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 1998
(continued)

Cause: See finding number 98-3 above.

Recommendation: See finding number 98-3 above.

Management's Response: See finding 98-3 above.

Finding 98-7

Cause: See finding number 98-3 above.

Condition: See finding number 98-3 above.

Comments: The late purchases consisting of hardware, software, furniture, and consulting services were purchased through lease purchase agreements. The findings regarding the prior year leases were subsequently discovered during the audit of the current year financial statements. In the year ending June 30, 1998, two leases were entered into totaling \$467,837, which did not meet the bid law requirements or bond commission approval. The lease purchase agreements constituted debt due to the agreements containing late non-substitution clauses and should have been submitted to the State Bond Commission for approval. For the agreements not to constitute debt, it must contain a new appropriation clause and not contain an auto substitution or penalty clause.

Questioned Costs: Costs incurred on the lease agreements during the prior year ending June 30, 1998 totaled \$32,000.

Effect: See finding number 98-3 above.

Cause: See finding number 98-3 above.

Recommendation: See finding number 98-3 above.

Management's Response: See finding 98-3 above.

SECTION II - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Program: Nutrition Cluster - CFDA #'s: 16.054, 16.055, 16.059
United States Department of Agriculture
Pass-through Agency: La. Department of Education

Finding 98-8

Cause: In order to maintain adequate internal controls and proper segregation of duties, approval by supervisory personnel on supporting documentation should be performed prior to payment of the expenditures.

Condition: In some instances, the disbursement procedures followed by school board personnel were found to be incomplete in that proper approval was not noted upon final payment of the invoices. Proper proper approval and documentation on requisitions and purchase orders had not on final invoice payments.

Comments: Upon sets of disbursements it was noted that some invoices were not approved by supervisory personnel prior to payment. The supporting documentation was noted as well as approval requisitions and purchase orders, however it was not always evident that invoices were approved prior to final payment procedures.

FOUNTE LAUREL PARISH SCHOOL BOARD
New Orleans, Louisiana
Subsidiary of Findings and Quantified Costs
For the Year Ended June 30, 1998
(continued)

Effect: Results in a lack of internal control and non-following proper control procedures. Lack of final supervisory approval could result in overpayments, improper payments, or misappropriation of funds.

Cause: Not following proper internal control procedures of documenting final approval on invoices prior to final payment due to their nature of transactions.

Recommendation: Upper management and supervisory personnel should approve all expenditures prior to final payment and monitor more closely the disbursement process to ensure that all steps are followed through the final payment procedures.

Management's Response: Management has indicated that additional steps are being taken to prevent this from occurring again. They are instituting stronger controls, providing better training for new personnel, and informing supervisory personnel of the procedures to be followed.

Program: Title I Grants to Local Education Agencies - OIG# FV 84300

United States Department of Education

Pass-through Agency: La. Department of Education

Finding 28.9

Citation: La. R. S. 38:2212 requires that "purchase of materials or supplies in amounts greater than \$5,000 must be advertised and let for bid to the lowest responsible bidder." State law provides for an exception in this requirement for direct purchases that are considered sole source, when only one supplier exists, and for professional services, such as consulting. La. R. S. 39:1103(B) provides that "no school district shall have authority to incur debt without the consent and approval of the State Bond Commission."

Condition: The Founte Laurel Parish School Board purchased, by lease purchase agreements, computer laboratories consisting of hardware, software, furniture, and consulting services totaling \$25,500 from July 28, 1995 through August 27, 1997, but failed to obtain competitive bids. This were the lease purchase agreements, which constituted debt approved by the State Bond Commission.

Cause: The lab purchases consisting of hardware, software, furniture, and consulting services were purchased through lease purchase agreements for use in the Title I program. The findings regarding the prior year leases were subsequently discovered during the audit of the current year financial statements (see Findings 28.18 & 28.19). In the current year, one lease was entered into totaling \$47,000, which did meet the bid law requirements, but did not meet bond commission approval. The lease purchase agreement constituted debt due to the agreement containing two sub-substitution clauses and should have been submitted to the State Bond Commission for approval. For the agreement not to constitute debt it must contain a non-appropriation clause and not contain an anti-substitution or penalty clause.

Quantified Data: Costs incurred during the current year on the lease agreements totaled \$47,000.

Effect: Results in compliance violation of La. R. S. 38:2212 and La. R. S. 39:1103(B). The lease purchase agreements may have been obtained at lower prices if they were let out for bid on a competitive basis or obtained through formal state contract vendors.

Cause: Misappropriation of the bid law requirements pertaining to purchases directly from state contracted vendors and misappropriation of the use of sole source and one supplier requirements in order to meet comparability necessities between software and hardware items. Also lack of intention to seek additional advice from state governmental agency sources regarding bid law and debt approval requirements.

POINTE COUPE PARISH SCHOOL BOARD
New Iberi, Louisiana
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 1999
(continued)

Recommendation: We recommend that in the future the Pointe Coupe Parish School Board obtain advice or approval from the State Bond Commission upon entering into agreements, and comply with the public bid laws when making purchases.

Management's Response: Management provided several explanations as to why the lease purchase agreements were not subject to the bid law. In two of the agreements, management stated that the hardware was donated and the software was a sole source item. It was later determined that the school board did incur costs for the hardware items though the costs appear to have been disguised through inflated software prices. Other explanations provided by management indicated that the software utilized was off-the-shelf and required no bidding and hardware was purchased under state contracts. In two other agreements it was presumed by the school board that the hardware was purchased from a vendor which had a state contract at the time. It was subsequently discovered by management that the hardware was purchased from the state contracted by the software companies at state contract prices, and then sold to the school board by the software companies, who were not state contract vendors. However, this does not constitute purchase under state contract prices since the hardware was not purchased direct from the state contract vendor. Management also stated and agreed to by the software companies, the need for one vendor to handle all types of software and hardware for compatibility reasons, and thereby obtaining it from sole source providers. Management had also relied on their legal counsel who issued an opinion that the school board had complied with the requirements of law, including the fact that the lease purchase agreements did not constitute debt under Louisiana law because they contained a non-appropriation clause and did not contain an anti-substitution or penalty clause. Management has subsequently obtained commitments to the lease purchase agreements deleting objectionable wording indicated by the State Bond Commission in requiring their approval and has indicated their intent to improve controls and procedures to ensure more closely compliance with the bid laws.

Finding 98-18

Criteria: See finding number 98-9 above.

Conditions: See finding number 98-9 above.

Context: The lease purchases consisting of hardware, software, licenses, and consulting services were purchased through lease purchase agreements. The findings regarding the prior year leases were subsequently discovered during the audit of the current year financial statements. In the year ending June 30, 1999, one lease was entered into violating LA 16:251, which did not meet the bid law requirements or bond commission approval. The lease purchase agreement constituted debt due to the agreement containing a non-substitution clause and should have been submitted to the State Bond Commission for approval. For the agreement not to constitute debt it must contain a non-appropriation clause and not contain an anti-substitution or penalty clause.

Questioned Costs: Costs incurred on the lease agreements during the prior year ending June 30, 1997 totaled \$81,280.

Effect: See finding number 98-9 above.

Class: See finding number 98-9 above.

Recommendation: See finding number 98-9 above.

Management's Response: See finding 98-9 above.

Finding 98-19

Criteria: See finding number 98-9 above.

Conditions: See finding number 98-9 above.

POINTE COUPEE PARISH SCHOOL BOARD
New Orleans, Louisiana
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 1999
(continued)

Context: The lease purchases consisting of hardware, software, services, and consulting services were purchased through lease purchase agreements. The findings regarding the prior year leases were subsequently discovered during the audit of the current year financial statements. In the year ending June 30, 1999, one lease was entered into totaling \$142,500, which did not meet the bid line requirements or bond commission approval. The lease purchase agreement contained debt covenants in the agreement containing two non-subordination clauses and should have been submitted to the State Bond Commission for approval. For the agreement not to constitute debt it must contain a non-appropriation clause and not contain an anti-indemnification or penalty clause.

Questioned Costs: Costs incurred on the lease agreements during the prior year ending June 30, 1999 totaled \$12,000.

Filled: See finding number 90-9 above.

Cause: See finding number 90-9 above.

Recommendation: See finding number 90-9 above.

Management's Response: See finding 90-9 above.

PERNIX COLLEGE PARKING SERVICES, INCORPORATED
New Roads, Louisiana

Corrective Action Plan for
Current Year Audit Findings
For the Year Ended June 30, 1998

Ref.No.	Description of Finding	Corrective Action Planned	Name of Contact Person	Anticipated Completion
Section I – Internal Control and Compliance Related to the Financial Statements:				
98-1	Disbursement procedures followed by school board personnel were found to be incomplete in the approval process. Lack of internal approval was found to be causing invoice issuances.	Disbursement policies have been revised to include the proper approvals as recommended.	M. Chano	Currently Ongoing
98-2	Alternative School Program (School of Hope) students did not meet minimum instructional time of 180 minutes in accordance with Bulletin 141. The program application is based on 4 hours of attendance with classes offered in either the morning or afternoon with requirements in attend only one session which does not meet the minimum required instructional time. An audit by State Dept. of Education disallowed MFF funding.	Management has appealed audit results to State Board of Elementary & Secondary Education (BSESE) Management school on information that the students could be included in MFF count based on application of four hour classes. Appeal of the prior year finding was granted. Appeal for current year finding is pending before the BSESE board. Charter school status was granted effective 12/98 thereby reducing instructional time limit.	Dr. D. Lee	200 for charter status 1999 for appeal to BSESE board.
98-3	Fiscal year ending 6/30/97 audit was submitted 1/2/98 after the due date and in violation of L.A.R.S. 24-313	None necessary. Report was late upon the request of the Exp. Auditor's office due to their wishes to hold the report until they had begun an investigative audit on the PCTSB.		
98-4	Supervision performed. Speaking engagements during normal school hours without taking leave and were reimbursed based on only minutes in the engagements.	Dr. Lee has agreed to reimburse the school system for the travel costs and reduce his accumulated leave for the time out of work. Board will seek opinion from legal counsel and awaiting ethics opinion.	Dr. David Lee & Board Pres. Frank Aguilera	Currently Ongoing to be completed 1/99.

POINTE-à-COQUE PARISH SCHOOL BOARD
New Orleans, Louisiana

**Corrective Action Plan for
Current Year Audit Findings
For the Year Ended June 30, 1998
(continued)**

Ref. No.	Description of Finding	Corrective Action Planned	Name of Contact Person	Anticipated Completion
Section I - Internal Control and Compliance Material to the Financial Statements (continued)				
98-5	Purchase of Computer	Agreement to issue purchase agreements to delete improper language & meet bond commission approval.	D. Lee & M. Ciano	Agreement modified as of 8/27/98. Bid for purchase's copying to be completed 1999.
98-6	Labor in violation of bid laws. It was working approved from State Bond Commission on items which constituted debt.	Submit all future items that may constitute debt to the State Bond Commission for approval and in advice. Will institute stronger controls and procedures to ensure more closely compliance with the bid laws.		
98-7				
Section II - Internal Control and Compliance Material to Federal Awards				
98-8	Disbursement procedures. See detailed finding Reference No. 98-1 Above.	Disbursement policies have been revised to include the proper approvals as recommended.	C. Gandy	Currently ongoing
98-9	Purchase of Computer	Agreement to issue purchase agreements to delete improper language & meet bond commission approval.	D. Lee & M. Ciano	Agreement modified as of 8/27/98. Bid for purchase's copying to be completed 1999.
98-10	Labor. See detailed finding reference No. 98-5 above.	Submit all future items that may constitute debt to the State Bond Commission for approval and in advice. Will institute stronger controls and procedures to ensure more closely compliance with the bid laws. Management intends to contact the par. through agency to resolve this matter.		
98-11	Findings reference No. 98-5 above.			

Section III - Management Letter:

In our management letter dated December 11, 1998, we recommended that the school board adopt and post in the accounting records budget amendments for special revenue funds that are expenditures driven in order to avoid the appearance of failing to meet budgetary law requirements. In response, management has agreed to comply with our request and adopt and post budget amendments for all special revenue funds which are expenditure driven.

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MAJOR & MORRISON

CERTIFIED PUBLIC ACCOUNTANTS

One P. MAJOR, DSA, PC
JOHN L. MORRISON III, CPA, PC

MEMBER:
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF ACCOUNTS
CERTIFIED PUBLIC ACCOUNTANTS

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Management

APR 11 1993

MAJOR & MORRISON III, CPAs

Prince Georges Parish School Board
New Roads, Louisiana

In planning and performing our audit of the general purpose financial statements of the Prince Georges Parish School Board for the year ended June 30, 1992, we considered its internal controls in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control. However, we noted certain matters involving internal control and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control that, in our judgment, could adversely affect Prince Georges Parish School Board's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements.

A material weakness is a reportable 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 errors or fraud in amounts that would be material in relation to the general purpose 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.

Before addressing the current year reportable conditions or material weaknesses, we wish to comment that prior year conditions were noted to be resolved or improved as follows:

In our reports on compliance and internal control dated December 20, 1991, issued in conjunction with the audit of the general purpose financial statements for the year ended June 30, 1990, we noted findings that we considered to be reportable conditions and material weaknesses as follows:

- FI-1) Actual expenditures exceeded budgeted expenditures by more than 2% within general fund
- FI-2) Alternative school program for the school of hope students did not meet minimum instructional time of 180 minutes in accordance with Bulletin 741.

Finding number FI-1 has been resolved and corrected by management. Finding FI-2 has been retained in the current year audit report pending partial correction but not yet completely resolved.

Our consideration of internal control would not necessarily disclose all matters in internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. In addition, because of inherent limitations in internal control, errors or fraud may occur and not be detected by such controls. However, we noted reportable conditions that we believe to be material weaknesses that were disclosed in the schedule of current year audit findings in our report on the general purpose financial statements dated December 27, 1992.

In addition to the findings and comments noted in the reports as identified above which constitute reportable conditions and material weaknesses, we wish to recommend the following recommendations to management and the Board:

Pointe Coupee Parish School Board
Management Letter
December 17, 1998
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While La. R. S. 29:1116(B) regarding budgetary authority and control over special revenue funds includes the requirement to amend the budget (but does require written notification to the governing body when budgeted expenditures are not actual expenditures) by 7% or more for special revenue funds that are expenditures-driven, we recommend that amendments be adopted and posted in the accounting records to avoid the appearance of failing to meet budgetary goals in the financial statements.

This report is intended solely for the information and use of the Pointe Coupee Parish School Board, its management, and others within its administration. This restriction is not intended to limit distribution of this report, which is a matter of public record.



Tracy J. Morrison
New Orleans, Louisiana
December 17, 1998