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**WESTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**GENERAL PURPOSE FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997
WITH SUPPLEMENTAL INFORMATION**

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

Release Date FEB 25 1998

**WEBSTER PARISH SCHOOL BOARD
MINNEN, LOUISIANA**

**GENERAL-PURPOSE FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997
WITH SUPPLEMENTAL INFORMATION**

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**WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**GENERAL PURPOSE FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997
WITH SUPPLEMENTAL INFORMATION**

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WEBSTER PARISH SCHOOL BOARD
BIBBIX, LOUISIANA

GENERAL-PURPOSE FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997
WITH SUPPLEMENTAL INFORMATION

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INDEPENDENT AUDITORS' REPORT

Board Members
Webster Parish School Board
Minden, Louisiana

We have audited the accompanying general-purpose financial statements of Webster Parish School Board, Minden, Louisiana, as of and for the year ended June 30, 1997, as listed in the table of contents. These general-purpose financial statements are the responsibility of the Webster Parish School Board's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to in the preceding paragraph present fairly, in all material respects, the financial position of the School Board as of June 30, 1997, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

As discussed in Note 21, during the year ended June 30, 1997, the Webster Parish School Board began receiving sales taxes collected by vendors in June of 1997 and remitted to the School Board in July of 1997 in accordance with Governmental Accounting Standards Board Statement No. 21, *Accounting for Taxpayer - Assessed Revenues in Governmental Funds*.

In accordance with *Government Auditing Standards*, we have also tested our report dated December 9, 1997 on our consideration of the Webster 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 performed for the purpose of forming an opinion on the general-purpose financial statements of Webster Parish School Board, Minden, Louisiana, taken as a whole. The accompanying supplemental information including the schedule of expenditures of federal awards which is required by U. S. Office of Management and Budget Circular A-113, *Audit of States, Local Governments, and Non-Profit Organizations*, is presented for purposes of additional analysis and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

Allen, Green & Company, LLP

ALLEN, GREEN & COMPANY, LLP

Minden, Louisiana
December 9, 1997

WEBSTER PARISH SCHOOL BOARD
Bossier, Louisiana

All Fund Types and Account Groups
Combined Balance Sheet
June 30, 1997

	GOVERNMENTAL FUNDS			
	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECT FUNDS
ASSETS AND OTHER DEBITS				
Assets				
Cash and cash-equivalents	\$ 1,291,040	\$ 1,040,370	\$ 235,310	\$ 118,120
Investments	3,180,000	1,208,380	311,000	4,858,000
Receivables	540,004	795,000	6,344	1,001
Interfund receivable	120,001	0	0	0
Inventory	0	41,872	0	0
Prepaid items	7,088	48	0	0
Land, buildings and equipment	0	0	0	0
Other debits				
Amount available in debt service funds	0	0	0	0
Amount to be provided for retirement of general long-term obligations	0	0	0	0
TOTAL ASSETS AND OTHER DEBITS	\$ 5,048,073	\$ 3,271,881	\$ 512,654	\$ 4,794,221
LIABILITIES, EQUITY AND OTHER CREDITS				
Liabilities				
Accounts, salaries and other payables	\$ 2,718,000	\$ 678,858	\$ 0	\$ 18,865
Interfund payable	0	128,000	0	0
Deposits due others	0	0	0	0
Capital lease payable	0	0	0	0
Bonds payable	0	0	0	0
Compensated absences payable	0	0	0	0
Total Liabilities	\$ 2,718,000	\$ 806,858	\$ 0	\$ 18,865

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

Statement A

-----ACCOUNT GROUPS-----				
FISCALARY AGENCY FUND	GENERAL FUND ASSETS	GENERAL LONG-TERM DEBT	TOTAL (MEMORANDUM DEBT)	
\$	348,720 \$	0 \$	0 \$	4,028,718
	118,000	0	0	8,446,067
	0	0	0	7,294,188
	0	0	0	138,081
	0	0	0	41,502
	0	0	0	1,040
	0	22,427,841	0	35,487,841
	0	0	812,887	812,887
	0	0	9,887,821	9,887,821
<u>\$</u>	<u>467,280 \$</u>	<u>22,427,841 \$</u>	<u>10,800,288 \$</u>	<u>57,802,821</u>
\$	0 \$	0 \$	0 \$	3,418,024
	0	0	0	125,000
	487,280	0	0	487,280
	0	0	71,887	71,887
	0	0	8,477,000	8,477,000
	0	0	981,817	981,817
<u>\$</u>	<u>487,280 \$</u>	<u>0 \$</u>	<u>9,558,284 \$</u>	<u>14,008,008</u>

(CONTINUED)

WEBSTER PARISH SCHOOL BOARD
Minden, Louisiana

All Fund Types and Account Groups
Combined Balance Sheet
June 30, 1997

	GOVERNMENTAL FUNDS			
	GENERAL FUNDS	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECT FUNDS
Equity and other credits:				
Investment in general fund assets	\$ 0 \$	0 \$	0 \$	0
Fund Balances:				
Reserved for debt service	\$ 0 \$	0 \$	\$12,857 \$	0
Reserved for inventory	0	41,873	0	0
Reserved for sales tax	571,784	481,248	0	0
Reserved for workers' compensation	108,000	0	0	0
Reserved for prepaid items (unreserved)	7,000	40	0	0
Designated for vocational education	71,094	0	0	0
Designated for workers' compensation	175,000	0	0	0
Designated for fire insurance	27,121	0	0	0
Undesignated	1,628,088	1,285,408	0	4,730,131
Total Equity and other credits	\$ 2,325,582 \$	2,325,582 \$	\$ 12,857 \$	4,730,131
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$ 2,063,873 \$	2,071,851 \$	\$ 12,857 \$	4,730,028

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

Statement A

FEDERAL AGENCY FUND	ACCOUNT GROUPS		TOTAL (MEMORANDUM ONLY)	
	GENERAL FUND RESERVE	GENERAL LONG-TERM DEBT		
1	0 0	20,407,041 0	0 0	20,407,041
2	0 0	0 0	0 0	812,857
	0	0	0	41,872
	0	0	0	873,829
	0	0	0	300,000
	0	0	0	7,040
	0	0	0	11,894
	0	0	0	175,000
	0	0	0	29,731
	0	0	0	7,600,052
1	0 0	20,407,041 0	0	20,407,041
1	807,340	10,407,041	10,000,000	87,808,502

(2090.0000)

WEBSTER PARISH SCHOOL BOARD
 Metairie, Louisiana

All Governmental Funds
 Condensed Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 1987

Statement B

	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECT FUNDS	TOTAL MEMORANDUM (541)
REVENUES					
Local sources:					
Taxes:					
Ad valorem	\$ 1,394,579	\$ 943,799	\$ 1,815,481	\$ 0	\$ 4,153,859
Sales and use	2,787,528	4,527,601	0	0	7,315,129
Interest earnings	189,773	43,777	33,288	189,821	456,759
Food services	574	589,529	0	0	590,103
Other	199,189	189,582	0	19,955	398,726
State sources:					
Equalization	18,830,189	782,182	0	0	19,612,371
Other	1,037,888	87,373	0	0	1,125,261
Federal sources:	154,850	8,379,433	0	0	8,534,283
Total revenues	\$ 28,407,854	\$ 11,839,884	\$ 1,848,769	\$ 208,776	\$ 38,265,323
EXPENDITURES					
Current:					
Instruction:					
Regular programs	\$ 12,759,269	\$ 1,889,819	\$ 0	\$ 0	\$ 14,649,088
Special programs	3,328,839	2,484,539	0	0	5,813,378
Other instructional programs	1,348,879	368,819	0	0	1,717,698
Support services:					
Student services	1,021,529	158,694	0	0	1,180,223
Instructional staff support	1,182,792	158,000	0	0	1,340,792
General administration	488,989	508,459	87,574	79,383	1,164,405
School administration	1,878,651	188,418	0	0	2,067,069
Business services	223,518	24,094	0	0	247,612
Food services	2,288,688	877,478	0	18,028	3,184,194
Student transportation services	1,781,069	188,317	0	0	1,969,386
Central services	1,598	0	0	0	1,598
Food services	1,876	5,633,548	0	0	3,854,210
Community service programs	3,128	0	0	0	3,128
Facilities acquisition and construction	54,780	3,857	0	273,894	332,531
Debt service:					
Principal retirement	0	31,868	1,965,800	0	1,997,668
Interest and bank charges	0	0	432,719	0	432,719
Total expenditures	\$ 28,000,867	\$ 8,894,888	\$ 1,998,519	\$ 458,716	\$ 38,000,152
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ 406,987	\$ 2,944,996	\$ -149,750	\$ 250,060	\$ 3,752,293

(204714.82)

WEBSTER PARISH SCHOOL BOARD
Bossier, Louisiana

All Governmental Funds
Combined Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 1997

Statement 8

	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECT FUNDS	TOTAL (MEMORANDUM ONLY)
OTHER FINANCING SOURCES (USES)					
Operating transfers in	\$ 91,718	\$ 218,142	\$ 0	\$ 0	\$ 309,860
Operating transfers out	(100,140)	(178,718)	0	0	(278,858)
Other sources: sale of assets	4,400	2,818	0	0	7,218
Other sources: bond proceeds	0	0	0	4,425,000	4,425,000
Total other financing sources (used)	<u>\$ (4,022) \$</u>	<u>\$ 40,242 \$</u>	<u>\$ 0 \$</u>	<u>\$ 4,425,000 \$</u>	<u>\$ 4,421,220 \$</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>\$ 300,028 \$</u>	<u>\$ 3,098,801 \$</u>	<u>\$ -9,048 \$</u>	<u>\$ 3,172,288 \$</u>	<u>\$ 3,097,070 \$</u>
FUND BALANCES AT BEGINNING OF YEAR, AS ORIGINALLY STATED	\$ 1,052,350	\$ 1,108,300	\$ 558,112	\$ 558,742	\$ 3,277,504
FUND PERIOD ADJUSTMENT	<u>582,212</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>582,212</u>
FUND BALANCES AT BEGINNING OF YEAR, AS ADJUSTED	<u>\$ 1,634,562 \$</u>	<u>\$ 1,108,300 \$</u>	<u>\$ 558,112 \$</u>	<u>\$ 558,742 \$</u>	<u>\$ 3,860,016 \$</u>
FUND BALANCES AT END OF YEAR	<u>\$ 2,026,590 \$</u>	<u>\$ 2,200,800 \$</u>	<u>\$ 552,062 \$</u>	<u>\$ 4,130,120 \$</u>	<u>\$ 4,910,072 \$</u>

(CONTINUED)

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

WESTER PARK SCHOOL BOARD
 Middle, Louisiana

GOVERNMENTAL FUNDS - GENERAL FUND
 Combined Statement of Revenues, Expenditures, and Changes
 in Fund Balances - Budget (NonGAAP Basis) and Actual
 For the Year Ended June 30, 1997

Statement C

VARIANCE
 FAVORABLE
 UNFAVORABLE

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE UNFAVORABLE</u>
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 1,209,000	\$ 1,264,870	\$ 78,444
Sales and use	2,880,714	3,797,830	1,068,437
Shared earnings	280,000	669,715	389,715
Food services	658	874	118
Other	83,502	100,241	16,739
State sources:			
Equalization	10,830,180	10,830,180	-
Other	895,884	1,017,888	121,824
Federal sources:	<u>80,000</u>	<u>75,000</u>	<u>(5,000)</u>
 Total revenues	<u>\$ 15,859,280</u>	<u>\$ 26,391,272</u>	<u>\$ 10,532,012</u>
 EXPENDITURES			
Current:			
Instruction:			
Regular programs	\$ 12,712,837	\$ 12,750,200	\$ 37,426
Special programs	3,182,483	3,228,875	(46,392)
Other instructional programs	1,415,815	1,348,870	66,945
Support services:			
Student services	5,852,181	1,007,523	70,558
Instructional staff support	1,151,804	1,182,732	8,078
General administration	488,000	488,000	-
School administration	1,707,120	1,878,651	(171,531)
Business services	108,714	202,878	12,898
Plant services	3,347,794	2,289,980	1,057,814
Student transportation services	1,828,148	1,781,082	47,066
Central services	14,408	3,880	10,528
Food services	1,718	1,870	(294)
Community service programs	3,100	3,126	26
Facilities acquisition and construction	<u>24,800</u>	<u>24,700</u>	<u>100</u>
 Total expenditures	<u>\$ 26,280,084</u>	<u>\$ 26,831,887</u>	<u>\$ 551,817</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (420,804)</u>	<u>\$ 559,385</u>	<u>\$ 980,189</u>

(CONTINUED)

WEBSTER PARISH SCHOOL BOARD
Minden, Louisiana

GOVERNMENTAL FUNDS - GENERAL FUND
Condensed Statement of Revenues, Expenditures, and Changes
in Fund Balances - Budget (Non-GAAP Basis) and Actual
For the Year Ended June 30, 2017

Statement C

VARANCE
FAVORABLE

	BUDGET	ACTUAL	(FAVORABLE)
OTHER FINANCING SOURCES (USES)			
Operating transfers in	\$ 61,718	\$ 61,718	\$ 0
Operating transfers out	(783,800)	(733,740)	(50,060)
Other sources	8,238	14,170	5,932
Total other financing sources (uses)	\$ (713,844)	\$ (657,762)	\$ 56,082
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ (243,900)	\$ 32,820	\$ 276,720
FUND BALANCES AT BEGINNING OF YEAR AS ORIGINALLY STATED	\$ 1,289,046	\$ 1,810,383	\$ 521,337
FINCH PERIOD ADJUSTMENT	0	360,215	360,215
FUND BALANCES AT BEGINNING OF YEAR AS RESTATED	\$ 1,289,046	\$ 1,863,568	\$ 574,522
FUND BALANCES AT END OF YEAR	\$ 746,146	\$ 2,096,388	\$ 1,350,242

(CONTINUED)

WEBSTER PARISH SCHOOL BOARD
Minden, Louisiana

GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
Combined Statement of Revenues, Expenditures, and Changes
in Fund Balances - (Budget (Non-GAAP Basis) and Actual
For the Year Ended June 30, 1997

Statement C

	VARIANCE FAVORABLE		
	BUDGET	ACTUAL	(UNFAVORABLE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 682,507	\$ 842,700	\$ 160,193
Sales and use	2,894,000	4,357,911	1,463,911
Interest earnings	34,087	42,777	8,690
Food services	684,195	866,876	182,681
Other	143,421	138,547	(4,874)
State sources:			
Equitation	762,181	762,182	1
Other	103,821	87,875	(15,946)
Federal sources:			
	<u>6,685,827</u>	<u>6,228,432</u>	<u>(457,395)</u>
Total revenues	<u>\$ 12,711,282</u>	<u>\$ 11,008,558</u>	<u>\$ 1,702,724</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	\$ 2,021,850	\$ 1,682,045	\$ 339,805
Special programs	2,800,172	2,578,488	221,684
Other instructional programs	300,820	368,678	(67,858)
Support services:			
Student services	160,890	182,024	21,134
Instructional staff support	47,875	188,023	(140,148)
General administration	208,180	238,453	30,273
School administration	187,288	188,476	(1,188)
Business services	28,524	24,084	4,440
Plant services	1,008,742	876,576	132,166
Student transportation services	178,000	189,277	(11,277)
Central services	0	0	0
Fund services	2,672,378	2,798,246	(125,868)
Community service programs	0	0	0
Facilities acquisition and construction	7,852	3,827	4,025
Total expenditures	<u>\$ 10,845,824</u>	<u>\$ 12,711,852</u>	<u>\$ 1,866,028</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>\$ 1,865,458</u>	<u>\$ 1,296,706</u>	<u>\$ 568,752</u>

(CONTINUED)

WEBSTER PARISH SCHOOL BOARD
Bossier, Louisiana

GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
Combined Statement of Revenues, Expenditures, and Changes
in Fund Balances - Budget (Non-GAAP Basis) and Actual
For the Year Ended June 30, 1997

Statement C

	BUDGET	ACTUAL	VARIANCE FAVORABLE (OVER/UNDER)
OTHER FINANCING SOURCES (USES)			
Operating transfers in	\$ 180,193	\$ 215,142	\$ 34,949
Operating transfers out	(773,285)	(92,151)	153,047
Other sources	30,297	55,072	2,415
Total other financing sources (uses)	\$ 47,205	\$ 268,063	\$ 189,411
EXCESS (Deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ 138,281	\$ 1,895,804	\$ 968,400
FUND BALANCES AT BEGINNING OF YEAR	1,826,751	1,805,354	21,397
FUND BALANCES AT END OF YEAR	\$ 1,965,032	\$ 3,701,158	\$ 1,036,026

(CONTINUED)

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

**WHEATRIP PARISH SCHOOL BOARD
MINDEY, LOUISIANA**

**NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

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**WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the Webster 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.

A. REPORTING ENTITY

The Webster Parish School Board was created by Louisiana Revised Statute (LSA-R.S.) 17:51 to provide public education for the children within Webster Parish. The School Board is authorized by LSA-R.S. 17:52 to establish policies and regulations for its own government, consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of twelve members who are elected from twelve districts for terms of four years.

The School Board operates twenty-two schools within the parish with a total enrollment of approximately 8147 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school bus services for the students.

GASB Statement 14 establishes criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the School Board is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement 14, fiscally independent means that the School Board may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and incur bonded debt. The School Board also has no component units, defined by GASB Statement 14 as other legally separate organizations for which the elected School Board members are financially accountable. There are no other primary governments with which the School Board has a significant relationship.

B. FUNDS AND ACCOUNT GROUPS

The accounts of the School Board are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purposes and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements. Account groups are a reporting device to account for certain assets and liabilities of the governmental funds that record directly in those funds.

WESTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA

NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. FUNDS AND ACCOUNT GROUPS (Continued)

The funds of the School Board are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The fund and account group classifications and a description of each existing fund type follows:

Governmental Funds

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

General fund - the primary operating fund of the School Board. It accounts for all financial resources of the School Board, except those required to be accounted for in another fund.

Special revenue funds - account for revenue sources that are legally restricted to expenditures for specified purposes (not including expendable trusts or major capital projects).

Debt service funds - account for the servicing of general long-term debt not being financed by proprietary or nonexpendable trust funds.

Capital projects funds - account for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary or nonexpendable trust funds.

Fiduciary Funds

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

Agency funds are custodial in nature (assets equal liabilities) and do not present results of operations or have a management focus. Agency funds are accounted for using the modified accrual basis of accounting. These funds are used to account for assets that the government holds for others in an agency capacity. These agency funds are as follows:

School activity agency fund - accounts for assets held by the School Board as an agent for the individual schools and school organizations.

Sales tax collection agency fund - accounts for monies collected on behalf of other taxing authorities within the parish.

Deferred compensation fund - accounts for contributions and earnings by employees who participate in the plan.

WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA

NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. FUNDS AND ACCOUNT GROUPS (Continued)

Account Groups

The *general fixed assets account group* is used to account for fixed assets not accounted for in proprietary or trust funds.

The *general long-term debt account group* is used to account for general long-term debt and certain other liabilities that are not specific liabilities of proprietary or trust funds.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Governmental Funds

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when *receivable to accrual* (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unamortized principal and interest on general long-term debt which is recognized when the obligations are expected to be liquidated with expendable available financial resources.

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

Revenues

All valorem taxes and sales taxes are susceptible to accrual.

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

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

WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA

NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (Continued)

Expenditures

Salaries are recorded as paid. Salaries for nine-month employees who start to be paid over twelve months are recorded at June 30.

Other financing sources (uses)

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

Agency funds

The agency fund is custodial in nature and does not present results of operations or have a measurement focus. Agency funds are accounted for using the modified accrual basis of accounting. This fund is used to account for assets that the School Board holds in an agency capacity.

B. BUDGETS

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

State statute requires budgets be adopted for the general fund and all special revenue funds.

Each year prior to September 15, the Superintendent submits to the Board proposed annual budgets for the general fund and special revenue funds' budgets that are not grant-oriented. Public hearings are conducted prior to the Board's approval, to obtain taxpayer comments. Grant funds are included in special revenue funds and their budgets are adopted at the time the grant applications are approved by the grantor. The operating budgets include proposed expenditures and the means of financing them.

Appropriations (unexpended budget balances) lapse at year end.

Encumbrance accounting (e.g., purchase orders, contracts) is not recognized within the accounting records for budgetary control purposes.

WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA

NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. BUDGETS (Continued)

All governmental funds' budgets are prepared on the modified accrual basis of accounting, a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget, that is, total budgeted revenues and other financing sources including fund balances must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or other expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function.

Fund budget integration (within the accounting records) is employed as a management control device. All budgets are consolidated at the division, departmental or project level. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments. These revisions were considered insignificant by the Board. All budget revisions are approved by the Board.

E. ENCUMBRANCES

Encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation, is not employed. However, outstanding purchase orders are taken into consideration before expenditures are incurred in order to assure that applicable appropriations are not exceeded.

F. CASH AND CASH EQUIVALENTS

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

G. INVESTMENTS

Investments are limited by R.S. 33:2855 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.

Investments are stated at cost except for investments in the deferred compensation agency fund, which are reported at market.

WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA

NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. INVESTMENTS (Continued)

The investments are reflected at quoted market prices except for the following which are permitted per GASB Statement No. 31:

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

Definitions:

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

H. 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 items are classified as interfund receivables/payables.

I. INVENTORY AND PREPAID ITEMS

Inventories of the governmental fund-type are recorded as expenditures when purchased except for inventory of the school food service fund.

Inventory of the school food service special revenue fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. 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 cost (first-in, first-out) and commodities are assigned values based on information provided by the United States Department of Agriculture.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

J. FIXED ASSETS

Fixed assets used in governmental fund types of the School Board are recorded in the general fixed asset account group at cost or estimated historical cost if purchased or contributed. Donated fixed assets are recorded at their estimated fair value at the date of donation. Assets in the general fixed assets account group are not depreciated. Interest during construction is not capitalized on general fixed assets.

WREXTER PARISH SCHOOL BOARD
MINDY, LOUISIANA

NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. FIXED ASSETS (Continued)

Approximately 90% of fixed assets are valued at actual costs, while the remaining 10% are valued at estimated cost based on the actual cost of like items.

Public domain (infrastructure) general fixed assets (e.g., roads, bridges, sidewalks and other assets that are inseparable and of value only to the government) are not capitalized.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset's lives are not included in the general fixed assets account group.

K. COMPENSATED ABSENCES

The School Board has the following policy relating to vacation and sick leave:

All 12-month employees earn from 18 to 18 days of vacation leave each year. Upon separation of employment, all unused vacation leave is forfeited.

All School Board employees earn from 30 to 18 days of sick leave each year, depending on their length of service with the School Board.

Upon retirement or death, unused accumulated sick leave of up to 25 days is paid to the employee or to the employee's estate at the employee's current rate of pay. Under the Louisiana Teachers' Retirement System and the Louisiana School Employees' Retirement System, all unpaid sick leave is used in the retirement benefit computation as earned service.

Sabbatical leave may be granted for rest and recuperation and for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Sabbatical leave benefits are recorded as expenditures in the period paid.

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

GAAP Statement No. 16 provides that vacation leave and other compensated absences with similar characteristics should be accrued as liability as the benefits are earned by the employees if both of the following conditions are met:

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

WESTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA

NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. COMPENSATED ABSENCES (Continued)

GASB Statement No. 16 provides that a liability for sick leave should be accrued using one of the following termination approaches:

- A. An accrual for earned sick leave should be made only to the extent it is probable that the benefits will result in termination payments, rather than be taken as absences due to illness or other contingencies, such as medical appointments and funerals.
- B. Alternatively, a governmental entity should estimate its accrued sick leave liability based on the sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as well as other employees who are expected to become eligible in the future to receive such payments.

Only the current portion of the liability for compensated absences is reported in the fund. The current portion is the amount left unpaid at the end of the reporting period that normally would be liquidated with expendable available financial resources. The remainder of the liability is reported in the general long-term debt account group.

L. LONG-TERM OBLIGATIONS

The School Board reports long-term debt of governmental funds at face value in the general long-term debt account group. Certain other governmental fund obligations not expected to be financed with current available financial resources are also reported in the general long-term debt account group.

For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond premiums are reported as other financing sources net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

M. FUND EQUITY

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

Designations of fund balances represent tentative management plans that are subject to change.

WEBSTER PARISH SCHOOL BOARD
NEWIBY, LOUISIANA

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. INTERFUND TRANSACTIONS

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

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

L. SALES TAXES

The voters approved a one percent parish-wide sales tax effective July 1, 1996, with the net proceeds of the tax to be used to pay salaries and benefits for all school employees, retired school employees' hospitalization premiums, instructional programs and materials and purchasing computer software and equipment.

On July 1, 1996, the voters of Webster Parish approved for an indefinite period, a one percent parish-wide sales tax with the net proceeds of the tax to be used to pay salaries and benefits of all school employees. In addition to collecting these taxes, the school board collects and remits to the Webster Parish Police Jury, Webster Parish Convention and Visitors Committee, the towns of Cotton Valley, Stibey, Cullen and Sanguita, the cities of Minden and Springhill, and the Village of Dixie Inn, sales and use taxes levied within the boundaries of these political subdivisions. The School Board retains a fee for collecting these taxes which is accounted for in the School Board's sales tax special revenue fund.

All sales tax collected by the School Board are deposited in the sales tax collection agency fund. Remittances to the appropriate agencies and transfers to the School Board's general fund and sales tax special revenue funds are made from the sales tax collection agency fund. The net proceeds of the School Board's tax, after payment of necessary costs and expenses of collecting the tax, are dedicated for the salaries of teachers and other personnel of the School Board.

M. MEMORANDUM ONLY-TOTAL COLLINGS

The total columns on the general purpose financial statements are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in accordance with generally accepted accounting principles. Neither is such data comparable to a reconciliation. Interfund eliminations have not been made in the aggregation of this data.

WEBSTER PARISH SCHOOL BOARD
BIBBEN, LOUISIANA

NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q. 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 expenditures during the reporting period. Actual results could differ from these estimates.

R. NEW APPLICABLE GASB PRONOUNCEMENTS

In November 1994, the GASB issued Statement No. 27, "Accounting for Pensions by State and Local Governmental Employers" (GASB 27). GASB 27 provides changes in pension accounting and disclosure requirements for employers participating in single-employer/multi-employer defined benefit plans, cost sharing multiple-employer defined benefit plans, and defined contribution plans. The School Board participates in a cost-sharing multiple-employer public employee retirement system which is a defined benefit plan. GASB 27 is effective for fiscal years beginning after June 15, 1997. The School Board has not yet determined the effects of adoption.

NOTE 2 - EXPENDITURES - ACTUAL AND BUDGET

The following individual funds had actual expenditures over budgeted expenditures for the year ended June 30, 1997:

Fund	Budget	Actual	Variance
Special revenue funds:			
Special education	\$194,858	\$197,664	\$2,806
School food service	3,191,658	3,677,256	25,376

NOTE 3 - LEVIED TAXES

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

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

WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA

NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

NOTE 3 - LEVIED TAXES (Continued)

Property Tax Calendar

Levy date	October 26, 1996
Tax bills mailed	On or about November 15, 1996
Due date	December 31, 1996
Lien date	January 1, 1997
Penalty and interest	January 1, 1997

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

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

A revaluation of all property is required after 1978 to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 1996. Total assessed value was \$94,743,155 in calendar year 1996. Louisiana state law exempts the first \$7,500 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$36,961,990 of the assessed value in calendar year 1996.

State law requires the sheriff to collect property taxes in the calendar year in which the assessment is made. Property taxes become delinquent January 1 of the following year. If taxes are not paid by the due date, taxes bear interest at the rate of 1.25% per month until the taxes are paid. After notice is given to the delinquent taxpayers, the sheriff is required by the *Constitution of the State of Louisiana* to sell the least quantity of property necessary to settle the taxes and interest owed.

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

The tax roll is prepared by the Parish Tax Assessor in November of each year; therefore, the amount of 1997 property taxes to be collected occurs in December 1997 and January and February of 1998. As a result, no property taxes receivable for 1997 taxes is included on the accompanying balance sheet, because it is not available within 60 days of the School Board's year-end.

**WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

NOTE 3 - LEVIED TAXES (Continued)

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

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

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parish-wide taxes:			
Constitutional	5.81	5.62	Statutory
Maintenance and Operations	13.69	13.68	1998
District taxes:			
Shongaloo - Evergreen			
Consolidated District No. 1	Variable	38.00	2007
Duliberry - Hollis - Sibley			
Consolidated District No. 2	Variable	5.28	1998
Minden - District No. 6	Variable	13.38	2000
Dryline - District No. 7	Variable	88.00	2011
Cotton Valley - District No. 12	Variable	25.00	2081
Sauvigny - District No. 25	Variable	42.00	2085

NOTE 4 - CASH AND CASH EQUIVALENTS

At June 30, 1997, the School Board has cash and cash equivalents (book balances) totaling \$4,808,718 as follows:

Demand deposit	\$ 200,171
Interest-bearing demand deposits	2,714,173
Time deposits	<u>1,894,374</u>
Total	<u>\$4,808,718</u>

These deposits are made at cost, which approximates market. Under state law, these deposits (or the remaining book balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. 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.

At year-end, the School Board's carrying amount of deposits including certificates of deposit classified as investments was \$12,536,618 and the book balance was \$13,938,478. Of the book balance, \$360,834 was covered by federal depository insurance or by collateral held by the School Board's agent in the School Board's name (GASB Category 1). The remaining balance, \$13,578,444, was collateralized with securities held by the pledging financial institution's trust department or agent but not in the School Board's name (GASB Category 2).

**WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

NOTE 4 - CASH AND CASH EQUIVALENTS (Continued)

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 38:1229 imposes a statutory requirement on the custodial bank to advance and sell the pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon demand.

NOTE 5 - INVESTMENTS

Investments are categorized into three categories of credit risk:

1. Insured or registered, or securities held by the School Board or its agent in the School Board's name.
2. Uninsured and unregistered, with securities held by the counter party's trust department or agent in the School Board's name.
3. Uninsured and unregistered, with securities held by the counter party, or by its trust department or agent but not in the School Board's name.

At year end, the School Board investment balances were as follows:

Type of Investment	Category			Carrying Amount			Total Carrying Amount
	1.	2.	3.	Par Value	Amortized Cost	Cost	
Certificates of deposit	\$8,327,908	\$-	\$-	\$-	\$-	\$8,327,908	\$8,327,908
Total investment	<u>\$8,327,908</u>	<u>\$-</u>	<u>\$-</u>				
Investments not subject to categorization:							
Deferred compensation plan				118,567	-	-	118,567
Total investments				<u>\$18,567</u>	<u>\$-</u>	<u>\$8,327,908</u>	<u>\$8,446,475</u>

**WEESTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

NOTE 6 - RECEIVABLES

The receivables of \$1,254,195 at June 30, 1997 are as follows:

Class of Receivable	General Fund	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total
Taxes:					
Sales and use	\$405,789	\$409,245	\$ -	\$ -	\$ 815,034
Intergovernmental - grants:					
State	96,450	238,607	-	-	335,057
Local accounts	40,750	45,438	6,244	1,501	93,933
Total	\$542,989	\$693,290	\$6,244	\$1,501	\$1,254,195

NOTE 7 - FIXED ASSETS

The changes in general fixed assets follow:

	Balance July 1, 1996	Additions	Deletions	Balance June 30, 1997
Land	\$ 173,877	\$ -	\$ -	\$ 173,877
Buildings	26,189,035	-	-	26,189,035
Furniture and equipment	6,518,770	388,875	253,347	6,654,298
Construction in progress	-	366,821	-	366,821
Total	\$33,881,682	\$755,696	\$253,347	\$34,384,031

NOTE 8 - RETIREMENT SYSTEMS

Substantially all School Board employees participate in either the Teachers' Retirement System or the School Employees' Retirement System (the Systems), which are cost-sharing, multiple-employer public employee retirement systems (PERS). Each system is administered and controlled at the state level by a separate board of trustees, with contribution rates and benefit provisions approved by the Louisiana Legislature. Participation in the Teachers' System is divided into two plans - the Teachers' Regular Plan and the Teachers' Plan A. In general, professional employees (such as teachers and principals) and non-teaching workers are members of the Louisiana Teachers' Retirement System (TRS); other employees, such as custodial personnel and bus drivers, are members of the Louisiana School Employees Retirement System (LSERS). Generally, all full-time employees are eligible to participate in the system.

WENSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA

NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

NOTE 8 - RETIREMENT SYSTEMS (Continued)

With respect to the Teachers' Retirement System Regular Plan, normal retirement is at age 60 with 10 years of service, or at any age with 20 years of service. The formula for annual maximum retirement benefits is generally 2% (with less than 25 years of service) or 2.5% (with 25 or more years of service) times the years of creditable service times the average salary of the 36 highest successive months (plus \$300 applicable to persons becoming members prior to July 1, 1980).

Under the Teachers' Retirement System Plan A, normal retirement is generally at any age with 30 or more years of creditable service, at age 55 with at least 25 years of creditable service and at age 60 with at least 10 years of creditable service. The retirement benefit formula is generally 3% times the years of creditable service times the average salary of the 36 highest successive months.

Employees participating in the School Employees' retirement System are eligible for normal retirement after 10 years of service, or after 25 years of service at age 55, or after 10 years of service at age 60. The maximum retirement allowance is computed as 3.7% times the highest 36 months of average salary, times the years of service, plus a supplement of \$2.00 per month times the years of service.

Benefits of the systems are funded by employee and employer contributions. The contribution rates (as a percentage of covered salaries) are established by state law as follows:

	Employee	Employer
Louisiana Teachers Retirement System:		
Plan A	3.7%	16.3%
Regular	8.0%	16.3%
Louisiana School Employees Retirement System	6.15%	6.0%

The School Board's employer contribution for the TRS, as provided by state law, is funded by the state of Louisiana through annual appropriations, by deductions from local ad valorem taxes, and by contributions from the School Board. For the LSERS, the School Board's employer contribution is funded by the State of Louisiana through annual appropriations.

Benefits granted by the retirement systems are guaranteed by the state of Louisiana under provisions of the Louisiana Constitution of 1974. For the year ended June 30, 1997, the current-year payroll for the School Board totaled \$27,766,983. The employee and employer contributions and total current-year payroll of covered employees for 1997 are as follows:

**WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

NOTE 8 - RETIREMENT SYSTEMS (Continued)

Year Ended June 30, 1997	TRS		LSERS	Total
	Regular	Plan A		
Employee contribution	\$ 1,487,080	\$ 93,360	\$ 134,600	\$ 1,665,460
Employer contribution	2,828,211	28,737	117,254	3,186,772
Total covered payroll	33,290,382	346,605	1,961,360	38,921,748

Although contributions are determined by statute, actuarial contributions are determined for the Systems. For the year ended June 30, 1996, the latest information available, the Systems' (TRS and LSERS) actuarially required contributions from all sources was \$401.0 million and \$17.9 million, respectively. The required School Board contribution represents 17.79 and 6.31 percent, respectively, of salaries for the year ended June 30, 1996.

The "pension benefit obligation" is a mathematical disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among PERS and employers. The Systems do not make separate measurements of assets and pension benefit obligations for individual employees. The pension benefit obligations at June 30, 1996 for the Systems, each as a whole, the Systems' net assets available for benefits on that date (valued at market), and the resulting unfunded (overfunded) pension benefit obligations are as follows:

	TRS	LSERS
Pension Benefit Obligation	\$11,132,762,080	\$ 970,569,414
Net Assets Available for Benefits	<u>7,826,968,090</u>	<u>1,080,262,931</u>
Unfunded (Overfunded) Pension Benefit Obligation	<u>\$ 3,417,134,090</u>	<u>\$ -118,333,877</u>

The School Board's total actuarially determined contribution requirements as a percentage of total covered payroll required of all entities for the year ended June 30, 1996 were as follows:

Teachers' Retirement System	84%
School Employees' Retirement System	87%

**WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

NOTE 8 - RETIREMENT SYSTEMS (Continued)

Two-year historical trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the System's June 30, 1998 comprehensive annual financial reports, which is the latest available report. The reports can be obtained by telephoning or writing to the following:

Teachers' Retirement System of Louisiana
Post Office Box 59123
Baton Rouge, Louisiana 70804-9123
(504) 825-6446

Louisiana School Employees' Retirement System
Post Office Box 44316
Baton Rouge, Louisiana 70804
(504) 825-6484

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS

In accordance with state statutes, Webster Parish School Board provides certain continuing health care and life insurance benefits for its retired employees. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits for retirees are provided through the State Employees Group Benefits Program, whose monthly premiums are paid jointly by the employee and the School Board. The School Board recognizes the cost of providing these benefits (School Board's portion of premiums) as an expenditure when the monthly premiums are due, which totaled \$986,416 for 423 retirees.

NOTE 10 - ACCOUNTS, SALARIES AND OTHER PAYABLES

The payables of \$2,416,002 at June 30, 1997 are as follows:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects</u>	<u>Total</u>
Salaries	\$2,520,194	\$607,086	\$ -	\$3,127,280
Accounts payable	187,082	71,832	-	258,914
Retainage payable	<u>19,894</u>	<u>-</u>	<u>18,890</u>	<u>38,784</u>
Total	<u>\$2,727,080</u>	<u>\$678,918</u>	<u>\$18,890</u>	<u>\$3,424,888</u>

NOTE 11 - COMPENSATED ABSENCES

At June 30, 1997, employees of the School Board have accumulated and vested \$951,617 of employee leave benefits, which was computed in accordance with GASB Codification Section C90. This amount is not expected to be paid from current available resources; therefore, the liability of \$951,617 is recorded within the general long-term obligations current group.

**WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

NOTE 12 - CHANGES IN AGENCY FUND DEPOSITS DUE OTHERS

A summary of changes in agency fund deposits due others for the year ended June 30, 1997 follows:

	Balance July 1, 1995	Additions	Deductions	Balance June 30, 1997
Agency Funds:				
School activity accounts	\$283,484	\$ 1,707,544	\$ 1,671,825	\$319,203
Sales tax collection	-	15,385,807	15,287,587	17,500
Deferred compensation	<u>65,818</u>	<u>91,000</u>	<u>2,454</u>	<u>118,587</u>
Total	\$349,302	\$17,084,351	\$16,961,866	\$455,290

NOTE 13 - LEASES

Capital Leases. 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
Computer lab	<u>\$144,733</u>

The following is a schedule of future minimum lease payments under capital leases, together with the present value of the net minimum lease payments, as of June 30, 1997:

Fiscal year:	Equipment
1998	\$40,880
1999	<u>48,880</u>
Total minimum lease payments	\$89,760
Less amounts representing executory costs	<u> </u>
Net minimum lease payments	\$89,760
Less amounts representing interest	<u>18,093</u>
Present value of net minimum lease payments	<u>\$71,667</u>

**WEEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

NOTE 04 - GENERAL LONG-TERM OBLIGATIONS

The following is a summary of the long-term obligation transactions for the year ended June 30, 1997:

	Bonds _Issued_	Capital _Leases_	Compensated _Absences_	Total
Balance beginning of year	\$6,117,000	\$300,625	\$954,618	\$ 6,652,243
Additions	4,435,000	-	315,873	4,640,873
Deductions	<u>1,955,000</u>	<u>31,998</u>	<u>118,879</u>	<u>1,235,877</u>
Balance at end of year	<u>\$8,477,000</u>	<u>\$ 70,627</u>	<u>\$851,612</u>	<u>\$10,580,239</u>

All school board bonds outstanding at June 30, 1997 in the amount of \$8,477,000, are general obligation bonds with maturities from 1998 to 2011 and interest rates from 3.1 to 10.0 per cent. Bond principal and interest payable in the next fiscal year are \$1,139,000 and \$517,386. The individual issues are as follows:

Bond Issue	Original _Issue_	Interest _Rates_	Final _Payment_ _Date_	Interest _to_ _Maturity_	Principal _Outstanding_
District No. 1 May 2, 1982	\$1,850,000	5.40 - 10.00	2003	\$ 641,700	\$2,295,000
District No. 2 June 1, 1978	640,000	5.25 - 5.75	1998	3,163	25,000
District No. 4 November 1, 1992	2,750,000	3.70 - 4.50	2000	1,290,979	1,335,000
District No. 7 September 1, 1994	300,000	5.00	1999	6,750	50,000
August 1, 1996	4,425,000	5.10 - 10.00	2013	1,917,113	4,235,000
District No. 11 January 1, 1994	772,000	3.10 - 4.40	2001	82,800	757,000
District No. 13 March 1, 1991	255,000	5.75 - 6.50	2003	34,680	238,000
July 1, 1995	660,000	4.10 - 10.00	2008	<u>182,923</u>	<u>240,000</u>
Total				<u>\$1,218,795</u>	<u>\$8,477,000</u>

**WEBSTER PARISH SCHOOL BOARD
MENDEN, LOUISIANA**

**NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

NOTE 14 - GENERAL LONG-TERM OBLIGATIONS (Continued)

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, 1997, the School Board has accumulated \$612,877 in the debt service funds for future debt requirements. The bonds are due as follows:

Year Ending June 30,	Principal Payments	Interest Payments	Total
1998	\$1,028,080	\$ 337,586	\$ 1,365,666
1999	1,118,080	472,575	1,590,655
2000	1,347,080	607,483	1,954,563
2001	736,080	338,637	1,074,717
2002	565,080	298,388	863,468
2003 - 2011	<u>4,799,080</u>	<u>1,173,185</u>	<u>5,972,265</u>
Total	\$8,477,080	\$3,218,785	\$11,695,785

In accordance with Louisiana Revised Statute 99:142, the School Board is legally restricted from incurring long-term bonded debt in excess of 1% per cent of the assessed value of taxable property. At June 30, 1997, the statutory limit is \$33,308,139, and outstanding bonded debt totals \$9,477,080.

NOTE 15 - INTERFUND ASSETS/LIABILITIES

Due from/to other funds:

Receivable Fund	Payable Fund	Amount
General fund	Special federal funds	\$ 88,307
General fund	Tax 1	1,518
General fund	IDEA	39,194
General fund	Sales tax fund	4,878
General fund	Miscellaneous	<u>834</u>
Total		\$125,621

NOTE 16 - DEFERRED COMPENSATION

Under the guidelines established in accordance with the Internal Revenue Code Section 457, the School Board has two deferred compensation plans which are administered by Lincoln Financial Group and Louisiana Financial Administrators on behalf of all participating employees. The plans, mandatory for part-time, seasonal and temporary employees and voluntary for all other employees, permits them to defer a portion of their salary until future years. The deferred pay and any income earned on it is not subject to income taxes until actually received by the employee.

**WEBSTER PARISH SCHOOL BOARD
MORNING, LOUISIANA**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

NOTE 16 - DEFERRED COMPENSATION (Continued)

The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

The assets in the plans remain the property of the School Board until paid or made available to participants, subject only to the claims of the School Board's creditors. The participants have no vested interest or interest or preferred position with respect to the assets or have any claim against the School Board, except as a general creditor, in an amount equal to the fair market value of the participant's account.

The School Board is not liable for losses arising from depreciation or shrinkage in the value of any investments acquired under the deferred compensation plans. However, the School Board believes it has the duty of due care that would be required of an ordinary prudent investor. The School Board also believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future. Transactions related to the deferred compensation plan are recorded at an agency fund. The assets of the deferred compensation plan are stated at market value.

NOTE 17 - RESERVED FUND BALANCES

In accordance with the July 1, 1969 and the July 1, 1996 sales tax propositions, the net proceeds of the School Board's sales tax are dedicated for the payment of salaries for teachers and other School Board personnel. In June of each fiscal year, the School Board calculates and pays those sales tax salary supplements based on sales tax collections for the year. Because the calculation is made prior to year end, it is necessary for the School Board to estimate June sales tax collections. The amount shown as the fund balance reserve of the general fund and special revenue funds for sales tax at June 30, 1997 is actual June and July 1997 sales tax collections over the estimated June sales tax collections used in the computation of salary supplements.

In July 1993, the School Board entered into a security agreement with the State of Louisiana Office of Workers' Compensation (OWC) Department of Employment and Training that grants to OWC a security interest in the School Board's \$100,000 certificate of deposit. The security interest is to secure the prompt payment of all present and future obligations, including, but not limited to, prompt payment of workers' compensation payments, the financing of medical treatment, and/or any other requirements under the provisions of the Louisiana Workers' Compensation Act and Rules of the OWC Fiscal Responsibility Unit. The following is a summary of transactions relating to the reserved and designated fund balances for the year ended June 30, 1997.

	Sales Tax	Workers' Compensation Reserve/Deposit	Vocational Education	Workers' Compensation Reserve/Deposit	Fid Insurance Reserve/Deposit
Balance at beginning of year	\$143,643	\$180,800	\$11,994	\$175,000	\$121,720
Additions	825,264	-	-	-	-
Deductions	-	-	-	-	99,098
Balance at end of year	\$968,907	\$180,800	\$11,994	\$175,000	\$121,721

**WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

NOTE 18 - INTERFUND TRANSFERS

Operating transfers for the year ended June 30, 1997 were as follows:

<u>Fund</u>	<u>Transfers —In—</u>	<u>Transfers —Out—</u>
General fund	\$ 51,708	\$133,140
Special revenue funds:		
Special education	55	-
Special federal funds	-	2,051
Building maintenance tax	87,325	-
School food service	17,181	306,080
56 sales tax	113,061	-
Sales tax	<u>680</u>	<u>8,685</u>
Totals	<u>\$259,650</u>	<u>\$306,856</u>

NOTE 19 - RISK MANAGEMENT

The School Board is exposed to various risks of loss related to theft, fire, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. A risk management program for workers' compensation insurance was established by the School Board several year ago. Premiums are paid into the general fund by all other funds and are available to pay claims, claim reserves and administrative costs of the program. As of June 30, 1997, such interfund premiums did not exceed reimbursable expenditures. Interfund premiums are based primarily upon the individual funds' payroll and are reported as expenditures in the individual funds. As of June 30, 1997, the general fund has designated \$175,000 for payment of future claims.

An insurance policy covers individual claims in excess of \$175,000. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Those losses include an estimate of claims that have been incurred but not reported. This liability is the School Board's best estimate based on available information. The liability for claims and judgments is reported in the general fund because it is expected to be liquidated with expendable available financial resources. The liability at June 30, 1997 was \$61,366.

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

	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Changes in Estimate</u>	<u>Benefits Payment and Claims</u>	<u>Ending of Fiscal Year Liability</u>
1996 - 1997	\$25,882	\$87,041	\$68,799	\$61,366

WESTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

NOTE 19 - RISK MANAGEMENT (Continued)

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

NOTE 20 - LITIGATION AND CLAIMS

Litigation

The School Board is a defendant in several lawsuits. Except as noted below, management and legal counsel for the School Board believe that the potential claims against the School Board not covered by insurance would not materially affect the School Board's combined financial position.

The School Board is involved in a suit arising from an individual receiving injuries at a Minden High School football game. In the opinion of legal counsel, the School Board's potential liability in the case could be as high as \$2,800,000, or a finding of no liability on the part of the School Board would mean the plaintiff's loss outright. The suit was successfully defended in District Court and the School Board was exonerated from any liability. The case is now pending before the Second Circuit Court of Appeals. The School Board has no insurance and intends to fully defend the suit.

Self-Insurance

The School Board is partially self-insured for workers' compensation. The School Board maintains stop-loss coverage with an insurance company for claims in excess of \$175,000 per occurrence for each employee. All known claims filed and an estimate of incurred but not reported claims based on experience of the School Board are made and accrued as necessary in the financial statements.

Grant Disallowance

The School Board participates in a number of federal awards programs. Although the grant programs have been audited in accordance with the Single Audit Act Amendment of 1996 through June 30, 1997, these programs are still subject to financial and compliance audits and resolution of previously identified questioned costs. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the School Board expects such amounts, if any, to be immaterial.

Tax Arbitrage Rebate

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

**WEBSTER PARISH SCHOOL BOARD
MONROE, LOUISIANA**

**NOTES TO THE GENERAL-PURPOSE FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

NOTE 21 - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES

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

The state of Louisiana made pension contributions (regarding Professional Improvement Programs) directly to the Teachers' Retirement System of Louisiana on behalf of the School Board in the amount of \$51,393. This amount was recognized as state revenue and a corresponding expenditure in the applicable fund from which the salary was paid.

NOTE 22 - PRIOR-PERIOD ADJUSTMENT

Statement No. 22 of the Governmental Accounting Standards Board, *Accounting for Taxpayers - Assessed-Tax Revenue in Governmental Funds*, became effective for the year ending June 30, 1996. According to Statement No. 22, June sales taxes remitted to the School Board in July should be accrued. In years prior to June 30, 1995, the School Board did not accrue sales tax revenue for June sales received in July. A prior period adjustment was made to record June 1996 sales taxes received by the School Board in July 1996.

NOTE 23 - BUDGET/GAAP RECONCILIATION

The following schedule reconciles the amounts on the Combined Statement of Revenues, Expenditures and Changes in Fund Balances—Budget to Actual to the amounts on the Combined Statement of Revenues, Expenditures and Changes in Fund Balances:

	<u>General Fund</u>	<u>Special Revenue</u>
Fund balances (budget)	\$ 2,325,585	\$ 2,263,093
Revenues		
Local sources: Other	9,764	38,555
Expenditures		
Special programs	-	31,968
Plant services	-	1,480
Food services	-	166,000
Debt service: Principal retirement		(31,838)
Other financing sources (uses)		
Operating transfers out		(187,400)
Other sources: Sale of assets	(9,764)	(38,515)
	<u>1</u>	<u>1</u>
Fund balances (GAAP)	<u>\$ 2,325,585</u>	<u>\$ 2,263,593</u>

All Budget/GAAP reporting differences are a result of classification.

WESTER PARISH SCHOOL BOARD
MINNEN, LOUISIANA

SUPPLEMENTAL INFORMATION

**WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**SUPPLEMENTAL INFORMATION
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

SPECIAL REVENUE FUNDS

TITLE I

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

OTHER SEEA FUNDS

INNOVATIVE EDUCATION PROGRAM STRATEGIES

To assist state and local educational agencies to improve elementary and secondary education.

Funds may be used for: innovative assistance in the acquisition and use of instructional materials; technology related to the implementation of school bus reforms; promising education reform projects; promoting higher order thinking skills of disadvantaged students; and reform activities associated with Goals 2000.

EISENHOWER PROFESSIONAL DEVELOPMENT STATE GRANTS

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

SAFE AND DRUG FREE SCHOOLS STATE GRANTS

To establish state and local programs of alcohol and drug abuse education and prevention coordinated with related community efforts and resources.

SPECIAL EDUCATION

STATE GRANTS

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

PRESCHOOL GRANTS

To provide grants to states to assist them in providing a free appropriate public education to preschool disabled children aged three through five years.

**WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**SUPPLEMENTAL INFORMATION
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

SPECIAL REVENUE FUNDS (Continued)

SPECIAL FEDERAL FUNDS

VECTIONAL EDUCATION - BASIC GRANTS TO STATES

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

ADULT EDUCATION - STATE-ADMINISTERED BASIC GRANT PROGRAM

To improve educational opportunities for adults and to encourage the establishment of adult education programs that will enable all adults to acquire basic educational skills necessary to function in a literate society, enable adults who so desire to complete secondary school, and enable adults to benefit from job training and continuing programs and obtain productive employment to more fully enjoy the benefits and responsibilities of citizenship.

Special emphasis is given to programs of instruction in computational skills and in speaking, reading, or writing English for those adults who are educationally disadvantaged.

JOB TRAINING PARTNERSHIP ACT

To provide job training and related assistance to economically disadvantaged individuals and others who face significant employment barriers. The ultimate goal of the Act is to move trainees into permanent, self-sustaining employment.

PAYMENTS TO STATES FOR CHILD CARE ASSISTANCE (STARTING POINTS)

To make grants available to assist low-income families with child care services. The purpose of the program is to increase the availability, affordability, and quality of child care and to increase the availability of early childhood development and before- and after-school programs.

JOB OPPORTUNITIES AND BASIC SKILLS TRAINING (PROJECT INDEPENDENCE)

To assure that needy families with children obtain the education, training and employment that will help them avoid long-term welfare dependency.

**WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**SUPPLEMENTAL INFORMATION
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

SPECIAL REVENUE FUNDS (Continued)

SPECIAL FEDERAL FUNDS (Continued)

LEARN, STATE AND LOCAL EDUCATION SYSTEMIC IMPROVEMENT GRANTS

To provide grants to state education agencies (SEAs) on a formula basis to support the development and implementation of comprehensive reform plans at the state, local and school levels to improve the teaching and learning of all children. To support top-down and bottom-up reform by requiring SEAs to flow 90 percent of funds to local education agencies (LEAs) and LEAs to flow funds to schools. To support the establishment by states and localities of high standards in their core content areas. All aspects of the educational process are aligned including, but not limited to assessments, curriculum, professional development, and preservice training.

BUILDING MAINTENANCE TAX FUND

The building maintenance tax fund accounts for the proceeds of an ad valorem tax dedicated for maintenance and upkeep of school facilities.

SCHOOL FOOD SERVICE

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

96 SALES TAX

This fund accounts for the proceeds of a one percent sales tax effective July 1, 1996.

SALES TAX

Webster Parish School Board is the centralized sales tax collection agency for all taxing authorities in Webster Parish. As a result, Webster Parish School Board reserves a fee of 1.3 percent of collections for performing the duties of collection agency. Expenditures are the cost of operating the sales tax department.

LEASE FUNDS

Springhill lease
Cotton Valley lease
Sibley lease
Shongala lease
Minden lease
Sarepta lease

The lease funds represent accounts designated for royalty payments from School Board owned land. These funds can be used for any area of educational improvement in the school district.

WESTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA

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WEBSTER PARISH SCHOOL BOARD
Minden, Louisiana

ALL SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 1997

	TITLE I	OTHER FERRA FUNDS	SPECIAL EDUCATION	SPECIAL FEDERAL FUNDS
ASSETS				
Cash and cash equivalents	\$ 8,137	\$ 8,018	\$ 0	\$ 0
Investments	0	0	0	0
Receivables	194,813	0	48,304	100,851
Interest receivable	0	0	0	0
Prepaid items	0	0	48	0
Inventory	0	0	0	0
Total Assets	\$ 293,050	\$ 8,018	\$ 48,352	\$ 100,851
LIABILITIES AND FUND EQUITY				
Liabilities				
Accounts, salaries and other payables	\$ 158,134	\$ 8,018	\$ 7,258	\$ 12,444
Interest payable	3,618	0	38,134	59,357
Total Liabilities	\$ 161,752	\$ 8,018	\$ 45,392	\$ 71,801
Fund Equity				
Fund Reserves				
Reserve for prepaid items	\$ 0	\$ 0	\$ 48	\$ 0
Reserve for inventory	0	0	0	0
Reserve for sales tax	0	0	0	0
Unreserved and undesignated	0	0	(48)	0
Total Equity	\$ 0	\$ 0	\$ 0	\$ 0
TOTAL LIABILITIES AND FUND EQUITY	\$ 161,752	\$ 8,018	\$ 45,392	\$ 71,801

Exhibit 1

	EXISTING MAINTENANCE TAX	SCHOOL BOOD SERVICE	BE. SA. ES. TAX
\$	300,814 \$	383,988 \$	341,187
	800,000	800,000	558,000
	2,810	0	401,245
	0	0	0
	0	0	0
	0	41,872	0
\$	800,790 \$	735,860 \$	1,200,432
\$	3,871 \$	144,581 \$	348,872
	0	0	0
\$	3,871 \$	144,581 \$	348,872
\$	0 \$	0 \$	0
	0	41,872	0
	0	0	401,245
	800,230	588,880	845,258
\$	800,230 \$	588,880 \$	845,258
\$	800,790 \$	735,860 \$	1,200,432

(CONTINUED)

WESTER PARISH SCHOOL BOARD
Minden, Louisiana

ALL SPECIAL REVENUE FUNDS
Comparing Balance Sheet
June 30, 1987

ASSETS	SPRINGHILL		COTTON	
	SHALE DAX	LEASE	VALLEY	SHLEY
		LEASE	LEASE	LEASE
Cash and cash equivalents	\$ 0 00	488 00	0 00	0 00
Investments	10,000 00	1,000 00	0 00	0 00
Receivables	0 00	0 00	0 00	0 00
Interest receivable	0 00	0 00	0 00	0 00
Prepaid items	0 00	0 00	0 00	0 00
Inventory	0 00	0 00	0 00	0 00
Total Assets	\$ 10,000 00	\$ 1,488 00	\$ 0 00	\$ 0 00
LIABILITIES AND FUND EQUITY				
Liabilities				
Accounts, salaries and other payables	\$ 0 00	0 00	0 00	0 00
Interest payable	4,000 00	0 00	0 00	0 00
Total Liabilities	\$ 4,000 00	\$ 0 00	\$ 0 00	\$ 0 00
Fund Equity				
Fund Balances:				
Reserved for prepaid items	\$ 0 00	0 00	0 00	0 00
Reserved for inventory	0 00	0 00	0 00	0 00
Reserved for sales tax	0 00	0 00	0 00	0 00
Unreserved and undesignated	5,992 00	1,008 00	0 00	0 00
Total Equity	\$ 5,992 00	\$ 1,008 00	\$ 0 00	\$ 0 00
TOTAL LIABILITIES AND FUND EQUITY	\$ 10,000 00	\$ 1,488 00	\$ 0 00	\$ 0 00

Table 1

	BECHTELCO LEASE	MINDEN LEASE	BARRETTA LEASE	TOTAL
\$	2,000 \$	0 \$	400 \$	1,043,378
	12,000	4,800	0	1,208,308
	0	0	0	795,508
	0	0	0	0
	0	0	0	40
	0	0	0	41,672
<u>\$</u>	<u>12,000 \$</u>	<u>4,800 \$</u>	<u>400 \$</u>	<u>2,017,831</u>
\$	0 \$	0 \$	0 \$	678,658
	0	834	0	135,021
<u>\$</u>	<u>0 \$</u>	<u>834 \$</u>	<u>0 \$</u>	<u>813,679</u>
\$	0 \$	0 \$	0 \$	40
	0	0	0	41,672
	0	0	0	401,340
	12,000	3,896	400	1,198,832
<u>\$</u>	<u>12,000 \$</u>	<u>3,896 \$</u>	<u>400 \$</u>	<u>2,012,692</u>
<u>\$</u>	<u>12,000 \$</u>	<u>4,800 \$</u>	<u>400 \$</u>	<u>2,017,831</u>

(DOLLARS)

WESTERN PARISH SCHOOL BOARD
Minden, Louisiana

ALL SPECIAL REVENUE FUNDS
Comparing Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 1987

	TITLE I	OTHER CASA FUNDS	SPECIAL EDUCATION	SPECIAL FEDERAL FUNDS
REVENUES				
Local sources:				
Taxes:				
Ad Valorem	\$ 0 \$	0 \$	0 \$	0
State and use	0	0	0	0
Interest earnings	0	0	0	0
Food services	0	0	0	0
Other	0	0	0	0
State sources:				
Equalization	0	0	0	0
Other	0	0	0	0
Federal sources	<u>1,792,454</u>	<u>132,828</u>	<u>318,008</u>	<u>248,548</u>
Total revenues	<u>\$ 1,792,454</u>	<u>\$ 132,828</u>	<u>\$ 318,008</u>	<u>\$ 248,548</u>
EXPENDITURES				
Current:				
Instruction:				
Regular programs	\$ 0 \$	0 \$	0 \$	0
Special Programs	1,724,873	38,805	545,442	0
Other instructional programs	0	0	0	244,510
Support services:				
Student services	0	48,500	0	0
Instructional staff support	0	45,718	0	0
General administration	18,023	1,000	3,552	0
School administration	0	0	0	0
Business services	0	0	0	0
Plant services	0	0	0	0
Student transportation services	0	0	0	0
Food services	0	0	0	0
Facilities acquisition and construction	0	0	0	0
Debt service:				
Principal retirement	<u>31,888</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>\$ 1,764,864</u>	<u>\$ 133,823</u>	<u>\$ 548,994</u>	<u>\$ 244,510</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES				
	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 569</u>	<u>\$ 0,038</u>

Exhibit 3

BUILDING MAINTENANCE TAX	SCHOOL FOOD SERVICE	SESALES TAX
\$ 543,780	\$ 0	\$ 0
27,343	209,830	4,008,148
18,003	14,300	8,388
0	800,875	0
28,745	0	0
0	702,162	0
87,071	0	0
\$ 684,941	\$ 1,814,167	\$ 4,016,536

\$ 0	\$ 0	\$ 1,000,815
0	0	389,308
0	0	124,101
0	0	100,402
0	0	118,545
27,438	0	48,894
0	0	188,415
0	0	24,094
128,003	0	143,798
0	0	188,217
0	5,417,256	215,110
0	0	0
\$ 147,421	\$ 5,417,256	\$ 2,202,810

\$ 87,523 \$ 148,218 \$ 837,326

(CONTINUED)

WESTER PARISH SCHOOL BOARD
Minden, Louisiana

A-1 SPECIAL REVENUE FUNDS
Comparing Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 1997

	TITLE I	OTHER IDEA FUNDS	SPECIAL EDUCATION	SPECIAL FEDERAL FUNDS
OTHER FINANCING SOURCES (USES)				
Operating transfers in	\$	\$	\$	\$
Operating transfers out				(2,000)
Other sources: sale of assets				
Total other financing sources (uses)	\$	\$	\$	(2,000)
EXCESS (Deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	\$	\$	\$	\$
FUND BALANCES AT BEGINNING OF YEAR				\$
FUND BALANCES AT END OF YEAR	\$	\$	\$	\$

EXHIBIT 2

	BUILDING MAINTENANCE TAX	SCHOOL FOOD SERVICE	SE. SALES TAX
\$	87,208 \$	17,111 \$	113,081
	0	(108,000)	0
	<u>87,208</u>	<u>7</u>	<u>113,081</u>
\$	<u>87,208</u> \$	<u>118,888</u> \$	<u>113,081</u>
\$	187,208 \$	(9,179) \$	988,185
	<u>445,851</u>	<u>602,658</u>	<u>11,088</u>
\$	<u>633,259</u> \$	<u>608,478</u> \$	<u>999,273</u>

(CONTINUED)

WEBSTER PARISH SCHOOL BOARD

Webster, Louisiana

ALL SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 1987

	SPRINGHILL		COTTON		SIBLEY	
	SALES TAX	LEASE	LEASE	LEASE	LEASE	LEASE
REVENUES						
Local sources:						
Taxes:						
Ad Valorem	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
State and local	0	0	0	0	0	0
Interest earnings	482	149	0	0	0	0
Food services	0	0	0	0	0	0
Other	132,570	4,584	0	0	0	0
State sources:						
Equalization	0	0	0	0	0	0
Other	0	0	0	0	0	0
Federal sources:						
	0	0	0	0	0	0
Total revenues	\$ 133,052	\$ 4,733	\$ 0	\$ 0	\$ 0	\$ 0
EXPENDITURES						
Current:						
Instruction:						
Regular programs	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Special Programs	0	0	0	0	0	0
Other instructional programs	0	0	0	0	0	0
Support services:						
Student services	0	0	0	0	0	0
Instructional staff support	0	1,780	0	0	0	0
General administration	105,275	0	0	0	0	0
School administration	0	0	0	0	0	0
Business services	0	0	0	0	0	0
Plant services	6,765	1,882	0	0	0	0
Student transportation service	0	0	0	0	0	0
Food services	0	0	0	0	0	0
Facilities acquisition and construction	0	3,857	0	0	0	0
Debt service:						
Principal retirement	0	0	0	0	0	0
Total expenditures	\$ 112,040	\$ 2,419	\$ 0	\$ 0	\$ 0	\$ 0
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ 20,992	\$ 2,314	\$ 0	\$ 0	\$ 0	\$ 0

Exhibit B

	INFORMAL CO LEASE	RENDS LEASE	BARRETTA LEASE	TOTAL
\$	0 0	0 0	0 0	643,780
	0	0	0	4,337,811
	486	147	0	43,777
	0	0	0	989,876
	1,383	0	0	189,183
	0	0	0	793,183
	0	0	0	87,073
	0	0	0	4,326,433
\$	1,869 3	147 0	0 0	71,028,894
\$	0 0	0 0	0 0	1,000,010
	0	0	0	2,484,028
	0	0	0	100,046
	0	0	0	158,004
	0	0	0	158,000
	0	0	0	308,460
	0	0	0	186,416
	0	0	0	24,004
	0	0	0	877,478
	0	0	0	106,317
	0	0	0	2,832,340
	0	0	0	3,887
	0	0	0	51,856
\$	0 0	0 0	0 0	8,885,888
\$	1,869 3	147 0	0 0	1,000,000

WEBSTER PARISH SCHOOL BOARD
 Minden, Louisiana

ALL SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 1997

	SALES TAX	SPRINGHILL LEASE	COTTON VALLEY LEASE	SBLEY LEASE
OTHER FINANCING SOURCES (USED)				
Operating transfers in	\$ 800	\$ 0	\$ 0	\$ 0
Operating transfers out	(8,000)	0	0	0
Other sources: sale of assets	0	300	0	0
Total other financing sources (used)	\$ (7,200)	\$ 300	\$ 0	\$ 0
EXCESS (Deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	\$ (6,000)	\$ (2,440)	\$ 0	\$ 0
FUND BALANCES AT BEGINNING OF YEAR	11,380	4,440	0	0
FUND BALANCES AT END OF YEAR	\$ 5,380	\$ 2,000	\$ 0	\$ 0

WEBSTER PARISH SCHOOL BOARD
BIBDEN, LOUISIANA

SUPPLEMENTAL INFORMATION
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

DEBT SERVICE FUNDS

Shreveport - Evangeline Consolidated School District No. 1

Dubbooty - Harkin - Sibley Consolidated School District No. 2

Minden School District No. 6

Dayline School District No. 7

Springhill School District No. 8

Cotton Valley School District No. 11

Seneca School District No. 21

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

WEBSTER PARISH SCHOOL BOARD
 Minden, Louisiana

DEBT SERVICE FUNDS
 Combining Balance Sheet
 June 30, 1997

	BROOKLAWN EVERGREEN CONSOLIDATED	CUMBERLY WYLAZARVILLE CONSOLIDATED	BINDER	DOYLE
ASSETS				
Cash and cash equivalents	\$ 8,014	\$ 2,307	\$ 48,799	\$ 139,239
Investments	88,000	13,000	138,080	30,890
Receivables	585	73	4,403	791
Total Assets	<u>\$ 96,600</u>	<u>\$ 15,380</u>	<u>\$ 191,279</u>	<u>\$ 170,920</u>
 LIABILITIES AND FUND EQUITY				
Accounts payable	\$ 0	\$ 0	\$ 0	\$ 0
Interfund payable	0	0	0	0
Total Liabilities	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Fund equity - fund balances:				
Reserved for debt service	96,600	15,380	191,279	170,920
Total Liabilities and Fund Equity	<u>\$ 96,600</u>	<u>\$ 15,380</u>	<u>\$ 191,279</u>	<u>\$ 170,920</u>

Balance 0

	COTTON			
SPRINGFIELD	VALLEY	BARRETTA	TOTAL	
\$ 13,801	\$ 30,741	\$ 3,485	\$ 48,027	
0	60,800	47,008	155,818	
0	381	192	5,554	
<u>\$ 13,801</u>	<u>\$ 31,122</u>	<u>\$ 3,677</u>	<u>\$ 48,600</u>	
0	0	0	0	0
0	0	0	0	0
13,801	31,122	3,677	48,600	
<u>\$ 13,801</u>	<u>\$ 31,122</u>	<u>\$ 3,677</u>	<u>\$ 48,600</u>	

WEBSTER PARISH SCHOOL BOARD
 Minden, Louisiana

DEBT SERVICE FUNDS
 Comparing Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 1997

	SCHOOLBO EVERGREEN CONSOLIDATED	CUMBERL HIGHLANDLEY CONSOLIDATED	MINDEN	COYLING
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 313,248	\$ 46,508	\$ 480,887	\$ 452,152
Interest earnings	4,871	1,653	8,832	4,819
Total revenues	\$ 318,119	\$ 48,161	\$ 489,719	\$ 456,971
EXPENDITURES				
Current:				
Support services:				
General administration	\$ 11,882	0	\$ 19,861	\$ 11,648
Debt Service:				
Principal retirement	180,000	80,800	415,000	389,088
Interest and bank charges	152,028	7,888	59,237	144,485
Total expenditures	\$ 313,910	\$ 88,688	\$ 534,098	\$ 545,221
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ 4,209	\$ (40,527)	\$ (144,379)	\$ (88,250)
FUND BALANCES AT BEGINNING OF YEAR	161,471	18,892	140,008	70,131
FUND BALANCES AT END OF YEAR	\$ 165,680	\$ (21,635)	\$ (3,371)	\$ (18,119)

Exhibit 4

	SPRINGHILL	COTTON VALLEY	BARRETTA	TOTAL
\$	20 \$	207,148 \$	715,583 \$	1,812,681
	493	8,482	2,181	28,288
\$	483 \$	215,630 \$	717,764 \$	1,840,969
\$	0 \$	8,084 \$	4,837 \$	12,921
	0	170,000	80,800	1,265,800
	0	36,086	48,288	412,732
\$	0 \$	217,186 \$	129,088 \$	1,278,532
\$	483 \$	11,482 \$	268 \$	42,846
	13,712	87,857	58,247	608,112
\$	13,692 \$	81,332 \$	58,515 \$	612,652

WESTER PARISH SCHOOL BOARD
Minden, Louisiana

CAPITAL PROJECT FUNDS
Combining Balance Sheet
June 30, 1997

	CURRENTLY	COTTON SOLLEY	DOYLE
ASSETS			
Cash and cash equivalents	\$ 0 \$	\$ 0 \$	\$ 0 \$
Investments	0	4,000	4,150,000
Receivables	0	0	0
Total Assets	\$ 0 \$	\$ 4,000 \$	\$ 4,150,000 \$
LIABILITIES AND FUND EQUITY			
Liabilities:			
Accounts, salaries and other payables	\$ 0 \$	0 \$	7,980
Total Liabilities	\$ 0 \$	0 \$	7,980
Fund Equity - Fund balances:			
Unassigned	\$ 0 \$	4,000 \$	4,142,020
Total Fund Equity	\$ 0 \$	\$ 4,000 \$	\$ 4,142,020
Total Liabilities and Fund Equity	\$ 0 \$	\$ 4,000 \$	\$ 4,150,040

EXHIBIT B

	REVENUE	EXPENSES
\$	0 0	0 0
	0	85,080
		0
\$	0 0	85,080

\$ _____ 0 0 _____ 0 0

\$ _____ 0 0 _____ 0 0

\$ _____ 0 0 _____ 85,810

\$ _____ 0 0 _____ 85,810

\$ _____ 0 0 _____ 85,210

(CONTINUED)

WEBSTER PARISH SCHOOL BOARD
 Metairie, Louisiana

CAPITAL PROJECT FUNDS
 Combining Balance Sheet
 June 30, 1997

	COMBINED RESPONSIBILITY CONSOLIDATED		
	SHOGALOO	SPRINGHILL	CONSOLIDATED
ASSETS			
Cash and cash equivalents	\$ 8,228	\$ 0	\$ 8,228
Investments	70,000	0	70,000
Receivables	0	0	0
Total Assets	\$ 78,228	\$ 0	\$ 78,228
LIABILITIES AND FUND EQUITY			
LIABILITIES:			
Accounts, salaries, and other payables	\$ 8,182	\$ 0	\$ 8,182
Total Liabilities	\$ 8,182	\$ 0	\$ 8,182
Fund Equity - fund balances:			
undesignated	\$ 80,088	\$ 0	\$ 80,088
Total Fund Equity	\$ 80,088	\$ 0	\$ 80,088
Total Liabilities and Fund Equity	\$ 78,228	\$ 0	\$ 78,228

Exhibit 1

MOORE FIRE INSURANCE	LOCAL GOVERNMENT SUPPORT	COMBUSTIBLE RELEASE	TOTAL
\$ 10,000 \$	1,000 \$	3,511 \$	14,511
310,000	31,000	30,000	4,711,000
0	0	1,001	1,001
\$ 320,000 \$	32,000 \$	35,012 \$	4,712,011
0 \$	0 \$	0 \$	10,000
0 \$	0 \$	0 \$	10,000
\$ 320,000 \$	32,000 \$	35,012 \$	4,732,011
\$ 320,000 \$	32,000 \$	35,012 \$	4,732,011
\$ 320,000 \$	32,000 \$	35,012 \$	4,732,011

(CONCLUDED)

WEBSTER PARISH SCHOOL BOARD
Minden, Louisiana

CAPITAL PROJECT FUNDS
Comprising Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 1997

	SUMMERLY	COTTON VALLEY	DOYLINE
REVENUES			
Local sources:			
Interest earnings	\$ 0.00	\$ 211.00	\$ 407,843.00
Other	\$ 0.00	\$ 0.00	\$ 0.00
Total revenues	\$ 0.00	\$ 211.00	\$ 407,843.00
EXPENDITURES			
Current services:			
General administration	\$ 0.00	\$ 0.00	\$ 38,873.00
Plant services	\$ 12.00	\$ 1,975.00	\$ 4,893.00
Facilities acquisition and construction	\$ 0.00	\$ 1,838.00	\$ 265,893.00
Total expenditures	\$ 12.00	\$ 1,975.00	\$ 369,659.00
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	\$ (12.00)	\$ 1,780.00	\$ 38,204.00
OTHER FINANCING SOURCES (USES)			
Other resources/local proceeds	\$ 0.00	\$ 0.00	\$ 4,435,290.00
Total other financing sources (uses)	\$ 0.00	\$ 0.00	\$ 4,435,290.00
EXCESS (Deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)	\$ (12.00)	\$ 1,780.00	\$ 4,463,494.00
FUND BALANCES AT BEGINNING OF YEAR	12.00	8,321.00	(3,278.00)
FUND BALANCES (Deficit) AT END OF YEAR	\$ 0.00	\$ 4,538.00	\$ 4,395,216.00

Exhibit 4

	MINIMUM	MAXIMUM
\$	0.0	2,000
	0	1
\$	0.0	2,000
\$	0.0	10,500
	20	100
	0	7,500
\$	20.0	10,700
\$	(20.0)	(10,000)
\$	0.0	0
\$	0.0	0
\$	(20.0)	(10,000)
	20	7,000
\$	0.0	60,000

(CONTINUED)

WEBSTER PARISH SCHOOL BOARD
 Minden, Louisiana

CAPITAL PROJECT FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 1997

	<u>SHONGALOO</u>	<u>SPRINGHILL</u>	<u>SUBTOTAL RESPONSIBLY ACCOUNT</u>
REVENUES			
Local sources:			
Interest earnings	\$ 5,157	\$ 0	\$ 5,157
Other	<u>0</u>	<u>0</u>	<u>0</u>
Total revenues	<u>\$ 5,157</u>	<u>\$ 0</u>	<u>\$ 5,157</u>
EXPENDITURES			
Current services:			
General administration	\$ 6,548	\$ 0	\$ 6,548
Plant services	<u>0</u>	<u>0</u>	<u>0</u>
Facilities acquisition and construction	<u>1,175</u>	<u>0</u>	<u>1,175</u>
Total expenditures	<u>\$ 7,723</u>	<u>\$ 0</u>	<u>\$ 7,723</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>\$ (2,566)</u>	<u>\$ 0</u>	<u>\$ (2,566)</u>
OTHER FINANCING SOURCES (USES)			
Other sources-based proceeds	<u>0</u>	<u>0</u>	<u>0</u>
Total other financing sources (uses)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
EXCESS (Deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER (USES)	<u>\$ (2,566)</u>	<u>\$ 0</u>	<u>\$ (2,566)</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>77,382</u>	<u>0</u>	<u>77,382</u>
FUND BALANCES (Deficit) AT END OF YEAR	<u>\$ 74,816</u>	<u>\$ 0</u>	<u>\$ 74,816</u>

Table B

	MOORE FIRE INSURANCE	LOCAL GOVERNMENT SUPPORT	CONSOLIDATED RELEASE	TOTAL
\$	12,808	\$ 2,080	\$ 508	153,201
	0	0	18,182	18,182
\$	12,808	\$ 2,080	18,718	289,174
\$	17,407	\$ 0	\$ 0	79,293
	2,831	0	3,662	18,028
	0	2,127	2,792	272,824
\$	19,238	\$ 2,127	\$ 2,838	458,718
	40,739	(1,187)	13,880	(281,812)
\$	0	\$ 0	\$ 0	4,425,000
\$	0	\$ 0	\$ 0	4,425,000
\$	40,739	(1,187)	13,880	4,173,288
	332,289	58,721	11,322	528,749
\$	373,028	\$ 57,534	\$ 25,202	4,702,037

(CONCLUDED)

**WEBSTER PARISH SCHOOL BOARD
MONROE, LOUISIANA**

**SUPPLEMENTAL INFORMATION
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

AGENCY FUNDS

SCHOOL ACTIVITY AGENCY FUND

The activities of the various individual school accounts 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 students bodies and are not available for use by the School Board.

SALES TAX COLLECTION AGENCY FUND

The sales tax collection agency fund accounts for the collection and distribution of sales taxes by the sales tax department of the Webster Parish School Board on behalf of the taxing authorities located within Webster Parish.

DEFERRED COMPENSATION FUND

The deferred compensation agency fund is used to account for employee deductions, investment earnings, and eventual payments of benefits to employees under deferred compensation plans established by the School Board under Section 457 of the Internal Revenue Code.

WEBSTER PARISH SCHOOL BOARD
Bossier, Louisiana

AGENCY FUNDS
Combining Schedule of Assets and Liabilities
June 30, 1987

Exhibit 7

	SCHOOL ACTIVITY FUND	SALES TAX COLLECTION FUND	DEFERRED COMPENSATION FUND	TOTAL
ASSETS				
Cash and cash equivalents	\$ 301,229	\$ 17,800	\$ 0	\$ 319,029
Investments	0	0	118,907	118,907
Total Assets	\$ 301,229	\$ 17,800	\$ 118,907	\$ 437,936
LIABILITIES				
Due to other governments	\$ 0	\$ 17,800	\$ 0	\$ 17,800
Deferred compensation payable	0	0	118,907	118,907
Deposits due others	301,229	0	0	301,229
Total Liabilities	\$ 301,229	\$ 17,800	\$ 118,907	\$ 437,936

WEBSTER PARISH SCHOOL BOARD
Metairie, Louisiana

SCHOOL ACTIVITY AGENCY FUND
Schedule of Changes in Deposits Due Others
For The Year Ended June 30, 1987

Exhibit B

SCHOOL	Balance, Beginning	Additions	Deductions	Balance, Ending
BROWN MIDDLE SCHOOL	\$ 8,847	\$ 59,215	\$ 55,189	\$ 2,873
BROWNSHO ELEMENTARY	2,478	54,732	52,579	1,328
CENTRAL, JR. HIGH SCHOOL	8,204	52,854	52,423	8,635
COTTON VALLEY HIGH SCHOOL	9,098	114,857	189,575	13,380
DAYLINE HIGH SCHOOL	25,713	54,823	78,137	4,400
DUCHESNE ELEMANTARY	18,855	14,820	14,487	19,188
HARPER ELEMENTARY	51,828	45,182	48,093	48,917
HEPLER ELEMENTARY	4,008	35,895	28,147	11,756
HOPKINS ELEMENTARY	2,455	18,188	14,055	6,588
JONES ELEMENTARY	18,844	83,887	61,052	41,679
MINDEN HIGH SCHOOL	48,173	281,587	252,554	77,206
ALTERNATIVE SCHOOL	3,844	11,321	11,858	3,287
PHILLIPS MIDDLE SCHOOL	13,855	78,288	32,248	59,895
RICHARDSON ELEMENTARY	12,235	78,271	88,859	2,647
SARINETA HIGH SCHOOL	18,373	181,587	159,788	40,172
SHADALOO HIGH SCHOOL	15,477	141,084	137,832	28,729
SHILEY HIGH SCHOOL	7,874	112,327	98,838	21,363
SPRINGHILL HIGH SCHOOL	17,719	272,243	238,175	51,787
SPRINGHILL, JR. HIGH SCHOOL	27,331	38,381	43,213	22,499
STEWART ELEMENTARY SCHOOL	5,181	24,728	21,773	8,136
UNION ELEMENTARY SCHOOL	11,881	44,388	40,355	15,914
WEBSTER, JR. HIGH SCHOOL	8,208	38,088	27,345	18,951
Total	\$ 287,884	\$ 1,712,654	\$ 1,473,832	\$ 526,706

WEBSTER PARISH SCHOOL BOARD
 Minden, Louisiana

SALES TAX COLLECTION AGENCY FUND
 Schedule of Changes in Deposits Due Citizens
 For the Year Ended June 30, 1997

Exhibit B

DEPOSIT BALANCE AT BEGINNING OF YEAR	\$	0
ADDITIONS		
Sales tax collections	\$	31,267,507
DEDUCTIONS		
Payments to:	\$	0
Parish Board		7,754,464
Parish School Board		2,039,899
Parish Police Jury		3,201,404
City of Minden		1,760,116
City of Springhill		66,666
Town of Gibbix		48,264
Town of Cotton Valley		112,808
Town of Colton		37,463
Town of George		126,366
Town of Okauch		0
Fees for Audit of Sales Tax Returns		24,000
Other Expenses		28,828
Convention and Visitor's Committee		0
Total deductions	\$	18,287,507
DEPOSIT BALANCE AT END OF YEAR	\$	13,000

WESTER PARISH SCHOOL BOARD
Minden, Louisiana

AGENCY FUNDS
Statement of Changes in Assets and Liabilities
For the Year June 30, 1997

Exhibit 10

	Balance, July 1, 1996	Additions	Deductions	Balance, June 30, 1997
DEFERRED COMPENSATION PLAN				
ASSETS				
Investments, at market	\$ 55,818	\$ 85,187	\$ 2,454	\$ 138,551
LIABILITIES				
Deferred compensation payable	\$ 55,818	\$ 85,187	\$ 2,454	\$ 138,551

**WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**SUPPLEMENTAL INFORMATION
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

GENERAL

COMPENSATION PAID BOARD MEMBERS

The schedule of compensation paid to the School Board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the School Board members is included in the general administrative expenditures of the general fund. In accordance with Louisiana Revised Statute 17:34, the School Board members have elected the monthly payment method of compensation. Under this method, each member of the School Board receives \$400 per month, and the president receives \$700 per month for performing the duties of his office.

FEDERAL AWARDS PROGRAMS

In accordance with Office of Management and Budget (OMB) Circular A-103, a Schedule of Expenditures of Federal awards is presented.

WESTER PARISH SCHOOL BOARD
Minden, Louisiana

SCHEDULE OF COMPENSATION PAID BOARD MEMBERS
For the Year Ended June 30, 1997

Exhibit 11

HAROLD NEWSON, PRESIDENT	\$	8,400
MARY ARMWOOD		7,000
CARDLYN BOYETT		7,000
DAVID BEARD		7,000
FRANKIE MITCHELL		7,000
WILLIE E. LYND, III		7,000
PAUL LACROIX		7,000
DALE BECK		7,000
DALE BULLFINCH		7,000
BUDGE WOODARD		7,000
ROBY KILLIAN		7,000
ANNE MERRITT		<u>7,000</u>
TOTAL	\$	<u>87,000</u>

**WESTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 1990**

Exhibit 11

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	CFDA Number	Pass Through Grant No.	Expenditures
CASH FEDERAL AWARDS			
United States Department of Agriculture			
<i>Passed through Louisiana Department of Education</i>			
School Breakfast Program	16.553	N/A	\$ 412,678
National School Lunch Program	16.555	N/A	<u>1,238,228</u>
Total United States Department of Agriculture			<u>1,650,906</u>
United States Department of Education			
<i>Passed Through Louisiana Department of Education</i>			
Adult Education - State Grant Program	84.602	N/A	44,254
Title I Grants to Local Educational Agencies	84.610	97-1A5A-68	1,782,454
Special Education:			
Grants to States (Part H)	84.627	97P160	273,867
Preschool Grants	84.173	97P960	45,847
Vocational Education:			
Basic Grants to States	84.048	N/A	60,933
Innovative Education Program Strategies - Title VI (Formerly Chapter 2)	84.298	97-1A5A-68-VI	79,279
Title II (Responsible Professional Development - State Grants)	84.281	97-1A5A-68-II	48,281
Title IV (Safe and Drug-Free Schools - State Grant) GOALS 2000	84.186	97-1A5A-68-IV	47,279
State and Local Education Systematic Improvement Grants	84.276	N/A	<u>18,888</u>
Total United States Department of Education			<u>3,278,823</u>
United States Department of Health and Human Services			
<i>Passed Through the Louisiana Department of Education</i>			
Child Care and Development Block Grant (Starting Points Preschool)	83.275	N/A	42,814
<i>Passed Through the Louisiana Department of Social Services</i>			
Job Opportunities and Basic Skills Training (Project Independence)	93.851	N/A	<u>17,647</u>
Total United States Department of Health and Human Services			<u>60,461</u>

(Continued)

WEBSTER PARISH SCHOOL BOARD
MINDEN, LOUISIANA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 1997

Exhibit 12

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	CFDA Number	Pass Through Grantor No.	Expenditures
CASH FEDERAL AWARDS			
United States Department of Labor Passed Through the Coordinating and Development Council of Shreveport - Job Training Partnership Act (JTPA)	17.150	N/A	\$ 41,217
United States Department of Defense Direct Programs: Flood Control Program	15.106	N/A	80
Total United States Department of Defense			80
Other Cash Federal Awards Payment in Lieu of Taxes	NONE	N/A	133,518
TOTAL CASH FEDERAL AWARDS			4,290,179
NONCASH FEDERAL AWARDS			
United States Department of Agriculture Passed Through Louisiana Department of Agriculture and Forestry: Food Distribution (Commodities)	10.550	N/A	187,618
TOTAL FEDERAL AWARDS			\$4,477,797
			(Concluded)

WEBSTER PARISH SCHOOL BOARD
 Minden, Louisiana

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 1997

NOTE 1 - GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the Webster Parish School Board, Minden, Louisiana. The Webster Parish School Board (the "School Board") reporting entity is defined in note 1 to the School Board's general-purpose financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, is included on the schedule.

NOTE 2 - BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in note 1 to the School Board's general-purpose financial statements.

NOTE 3 - RELATIONSHIP TO GENERAL-PURPOSE FINANCIAL STATEMENTS

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

	Federal Sources
General Fund	\$ 174,385
Special Revenue Funds:	
Title I	1,782,454
Other ESSA Funds:	
Title VI	\$ 46,284
Title II	39,525
Title IV	47,279
	183,088
Special Education:	
State Grants	273,082
Federal Grants	45,947
	319,029
Special Federal Funds:	
Vocational Education	98,893
Adult Education	44,594
ITPA	40,277
Starting Points	42,004
Project Independence	17,645
LEARN	18,888
	246,581
School Food Service:	
School Lunch	\$1,238,198
School Breakfast	412,678
Commodities	182,638
	1,833,514
	\$4,463,870

WEBSTER PARISH SCHOOL BOARD
Minden, Louisiana

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 1997**

NOTE 4 - RELATIONSHIP TO FEDERAL FINANCIAL REPORTS

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports except for changes made to reflect amounts in accordance with generally accepted accounting principles.

NOTE 5 - NONCASH PROGRAMS

The commodities received, which are noncash revenues, are valued using prices provided by the United States Department of Agriculture.

WEBSTER PARISH SCHOOL BOARD
Monroe, Louisiana

OTHER REPORT REQUIRED BY
GOVERNMENT AUDITING STANDARDS

The following page is a report on 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 structure is based solely on the audit of the general-purpose financial statements and includes, where appropriate, any reportable conditions and/or material weaknesses. The report on compliance with laws and regulations is, however, based solely on the audit of the presented general-purpose financial statements and processes, where applicable, compliance matters that would be material to the presented general-purpose financial statements.

ALLEN, GREEN & COMPANY, L.L.P.

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Ernest L. Allen, CPA
Chairman
Administrative

Tim Green, CPA

Stanley Williamson, CPA

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

Board Members

Wobesa Parish School Board
Minden, Louisiana

We have audited the financial statements of Wobesa Parish School Board, Minden, Louisiana, as of and for the year ended June 30, 1997, and have issued our report thereon dated December 9, 1997. 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 Wobesa 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, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Wobesa 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 one matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect Wobesa Parish School Board's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. The reportable condition is described in the accompanying schedule of findings and questioned costs on item 97-1.

Board Members
Wilmet Parish School Board
Minden, Louisiana

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, we believe the reportable condition described above is not a material weakness.

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

Allen, Green & Company LLP

ALLEN, GREEN & COMPANY, LLP

Monroe, Louisiana
December 9, 2007

**WEESTER PARISH SCHOOL BOARD
Minden, Louisiana**

**OTHER REPORT REQUIRED BY
OFFICE OF MANAGEMENT AND BUDGET (OMB) CIRCULAR A-133**

The following pages contain information on internal control and compliance with laws, regulations, contracts and grants required by OMB Circular A-133. The report on internal controls relates to matters that would be significant and/or material to federal awards programs. The report on compliance with laws, regulations, contracts and grants is, likewise, related to tests of compliance with laws, regulations, contracts and grants relating to federal awards programs.

ALLEN, GREEN & COMPANY, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS



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Ernest L. Aday, CPA
Bossier, Louisiana
71201-4201

Tom Green, CPA

Sheryl Williams, CPA

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

Board Members

Webster Parish School Board
Minden, Louisiana

Compliance

We have audited the compliance of Webster Parish School Board, Minden, Louisiana, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 1997. Webster Parish School Board's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Webster Parish School Board's management. Our responsibility is to express an opinion on Webster 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-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Webster Parish School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Webster Parish School Board's compliance with those requirements.

In our opinion, Webster 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, 1997.

Board Members
Webster Parish School Board
Bossier, Louisiana

Internal Control Over Compliance

The management of Webster 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 Webster 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-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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

Allen Green & Company, LLP

ALLEN, GREEN & COMPANY, LLP

Morris, Louisiana
December 8, 1997

WEINSTEIN PARISH SCHOOL BOARD
Minden, Louisiana

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

FINDING:

Reference #: Finding #3 on Schedule of Reportable Conditions

Title: Student Activity Funds Control Weaknesses

Fiscal year finding initially occurred: June 30, 1996

CONDITIONS: Audit opinion procedures were performed at four schools by another CPA firm. The following is a summary of the findings for those schools:

1. According to LSA-R.S. 17:414.3, each school shall maintain one bank account which is the responsibility of the principal or an administrator acting in his capacity. Several schools use more than one bank account.
2. Schools do not maintain complete receipt books for the individual original source items that make up an individual deposit.
3. Schools were carrying old outstanding checks on bank reconciliations which should have been voided.
4. Requests for withdrawal of funds had approval of only one authorized personnel. LSA-R.S. 17:414.5 requires all requests for withdrawal of funds be supported by two personnel.

The following conditions were noted in Allen, Green & Company's audit of the financial statements of the School Board:

1. One school did not include an insurance bank account on the financial report submitted to the School Board.
2. One school had several bank accounts (FBA, FEBA and Yearbook) which were not included on the monthly financial statements submitted to the School Board.
3. One school omitted the yearly activity for a restricted account from the financial report submitted to the School Board so the cash balance reported was overstated.

Partial corrective action taken: Financial statements submitted by the schools to the School Board included all accounts and activity of the school. Several schools with insurance bank accounts consolidated their accounts into one account.

Planned corrective action: The findings have been discussed with the principals and/or administrators involved. All agree to continue the process of consolidating the bank accounts and implementing the other recommendations.

**WEBSTER PARISH SCHOOL BOARD
Minden, Louisiana**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997**

FINDING:

Reference #: Finding #1 on Schedule of Reportable Conditions (Continued)

Title: Student Activity Funds Control Weaknesses

Contact person responsible for corrective action:

Fred Evans
Director of Finance
Webster Parish School Board
P.O. Box 520
Minden, Louisiana 71054-0520

Telephone: (318) 373-3052
Fax: (318) 373-3834

Anticipated completion date: June 1998

WEBSTER PARISH SCHOOL BOARD
Bossier, Louisiana

SUMMARY OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 1997

PART I - Summary of the Auditors' Results

Financial Statement Audit

- i. The type of audit report issued was unqualified.
- ii. There was a reportable condition required to be disclosed by Government Auditing Standards issued by the Comptroller General of the United States.

The reportable condition disclosed was not considered a material weakness as defined by the Government Auditing Standards.
- iii. There were no instances of noncompliance considered material, as defined by the Government Auditing Standards, to the financial statements.

Audit of Federal Awards

- iv. There were no reportable conditions required to be disclosed by OMB Circular No. A-133.
- v. The type of report the auditor issued on compliance of major federal awards was unqualified.
- vi. The audit disclosed no audit findings which the auditor is required to report under OMB Circular No. A-133, Section 5.103(a).
- vii. The major federal awards are:

CFDA #04-010	CFDA Title	Title I Programs - Local Education Agencies
Cluster (as defined by OMB Circular No. A-133 Provisional Compliance Supplement)		
CFDA #10-501	CFDA Title	School Breakfast Program
#10-525		National School Lunch Program
- viii. The dollar threshold used to distinguish between Type A and Type B programs as defined in OMB Circular No. A-133, Section 3.20(b) was \$180,000.
- ix. The auditor does not qualify as a low-risk auditor under OMB Circular No. A-133, Section 5.18.

WEBSTER PARISH SCHOOL BOARD
Minors, Louisiana

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1997

PART II - Finding(s) related to the financial statements which are required to be reported in accordance with Generally Accepted Government Auditing Standards:

Finding Reference # and Title: 97-1 School Activity Funds

Conditions: Agreed Upon Procedures were performed at ten schools by another auditing firm. The following conditions were noted at all of the schools:

Schools do not maintain complete documentation such as receipt books or collection logs for the original source items that make up individual deposits.

According to LSA R.S. 17:414.3, all requests for withdrawal of funds should be supported by two signatures, one of which should be the principal and the other an authorized personnel, such as a faculty advisor, coach, or school secretary. Each of the ten schools tested had exceptions to this law. Most of the expenditures tested had only one authorization.

According to LSA R.S. 17:414.3, each school shall maintain one bank account which is the responsibility of the principal or an administrator acting in his/her capacity. Several schools use more than one bank account.

Recommendation: Schools should maintain receipt books or collection logs for original source items which make up a deposit. All expenditures should be approved by two authorized personnel, one of which is the principal. Schools with more than one bank account should consolidate these accounts into one.

Management's Corrective Action Plan:

Planned corrective action: The findings have been discussed with the principals and/or administrators involved. All agree to continue the process of consolidating the bank accounts and implementing the above recommendations.

Person responsible for corrective action:

Paul Evans, Director of Finance
Webster Parish School Board
P. O. Box 528
Minors, Louisiana 71058-0528

Telephone: (518) 377-7652
Fax: (518) 571-2834

Anticipated completion date: June 1998

WEBSTER PARISH SCHOOL BOARD

Minors, Louisiana

**CORRECTIVE ACTION PLAN FOR CURRENT-YEAR AUDIT FINDINGS
AS OF AND FOR THE YEAR ENDING JUNE 30, 1997**

Management has included corrective action plans for all findings in the Schedule of Findings and Questioned Costs which precedes this schedule in this audit report. The corrective action plans are located at the end of each finding.