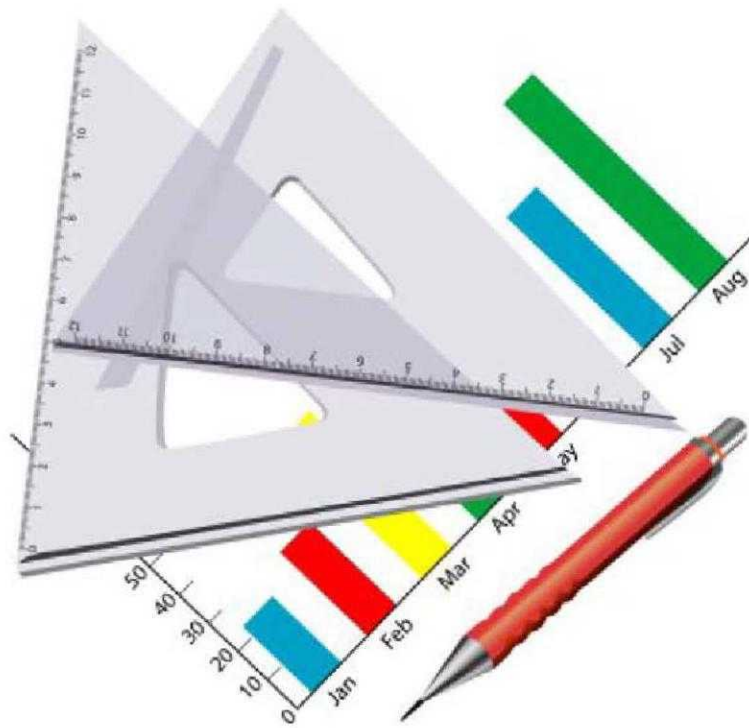


DeSoto Parish School Board

Mansfield, Louisiana



Comprehensive Annual Financial Report

As of and for the year ended June 30, 2021

This Comprehensive Annual Financial Report was published by the DeSoto Parish School Board, 201 Crosby Street, Mansfield, LA 71052.

This report was assembled, audited, and printed in compliance with Louisiana Revised Statute 24:514 and was distributed to the elected school board members of DeSoto Parish, the Louisiana State Department of Education, and the Louisiana Legislative Auditor.

Anyone interested in reviewing this document or any prior year sworn annual financial statement can go to <http://www.desotopsb.com/documentsinfo>, or they can contact the Director of Business Services; DeSoto Parish School Board; 201 Crosby Street; Mansfield, LA 71052.

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

of the

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

For the Year Ended June 30, 2021

Mr. Dale Morvan
President

Mr. Clay Corley
Superintendent

Mrs. Donayle Ashworth
Director of Business Services

Prepared by the Business Department

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2021

Table of Contents

| INTRODUCTORY SECTION | <u>Page(s)</u> |
|--|-------------------------|
| Transmittal Letter | 13-20 |
| GFOA Certificate of Achievement for Excellence in Financial Reporting | 21 |
| ASBO Certificate of Excellence in Financial Reporting | 22 |
| Organizational Chart | 23 |
| Elected School Board Members | 24 |
| First Level Administrators | 25 |
| FINANCIAL SECTION | |
| | <u>Statement</u> |
| Independent Auditor’s Report | 29-31 |
| Required Supplementary Information | 33 |
| Management’s Discussion and Analysis (MD&A) | 34-44 |
| Basic Financial Statements | |
| Government-wide Financial Statements (GWFS) | 45 |
| • Statement of Net Position | A 46 |
| • Statement of Activities | B 47 |
| Fund Financial Statements (FFS) | 49 |
| • Governmental Funds: | |
| ▪ Balance Sheet | C 50-51 |
| ▪ Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position | D 53 |
| ▪ Statement of Revenues, Expenditures, and Changes in Fund Balances | E 54-57 |
| ▪ Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities | F 58 |
| • Proprietary Funds: | |
| ▪ Statement of Net Position | G 59 |
| ▪ Statement of Revenues, Expenses, and Changes in Fund Net Position | H 60 |
| ▪ Statement of Cash Flows | I 61 |
| • Fiduciary Funds: | |
| ▪ Statement of Fiduciary Net Position | J 62 |
| ▪ Statement of Changes in Fiduciary Net Position | K 63 |

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2021

Table of Contents, Continued

| FINANCIAL SECTION (Continued) | <u>Page(s)</u> |
|---|-----------------------|
| Notes to the Financial Statements | |
| ▪ Index | 64 |
| ▪ Notes | 65-97 |
| Required Supplementary Information | <u>Exhibit</u> |
| Other Post-Employment Benefits | |
| ▪ Schedule of Changes in Net OPEB Liability | 1-1 100 |
| ▪ Schedule of Employer Contributions For Other Post-Employment Benefit Plan | 1-2 101 |
| ▪ Schedule of Investment Returns for Other Post-Employment Benefit Plan | 1-3 102 |
| Pensions | |
| ▪ Schedule of Employer's Proportionate Share of the Net Pension Liability | 2-1 103 |
| ▪ Schedule of Employer Contributions to Pension Plans | 2-2 104 |
| ▪ Notes to Required Supplementary Information for Pensions | 105-106 |
| Budgetary Comparison Schedules | 107 |
| ▪ General Fund | 3-1 108-109 |
| ▪ Instructional Enhancement | 3-2 110 |
| ▪ Education Stabilization | 3-3 111 |
| ▪ Notes to the Budgetary Comparison Schedules | 112 |
| Supplementary Information | 113 |
| • Combining Nonmajor Governmental Funds – By Fund Type | 114 |
| ▪ Combining Balance Sheet – By Fund Type | 4 115 |
| ▪ Combining Statement of Revenues, Expenditures and Changes in Fund Balances – By Fund Type | 5 116-117 |
| • NONMAJOR SPECIAL REVENUE FUNDS | 118-119 |
| ▪ Combining Balance Sheet | 6 120-123 |
| ▪ Combining Statement of Revenues, Expenditures, and Changes in Fund Balances | 7 124-131 |
| ▪ Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual | |
| ◆ Educational Consolidation & Improvement Act - Title I | 8-1 132 |
| ◆ Improving Teacher Quality - Title II | 8-2 133 |
| ◆ Maintenance Tax | 8-3 134 |
| ◆ Special Education | 8-4 135 |

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2021

Table of Contents, Continued

| Supplementary Information (continued) | <u>Exhibit</u> | <u>Page(s)</u> |
|--|-----------------------|-----------------------|
| ◆ Title IV A-SSAE | 8-5 | 136 |
| ◆ Teacher Incentive | 8-6 | 137 |
| ◆ Jobs for America's Graduates | 8-7 | 138 |
| ◆ School Food Service | 8-8 | 139 |
| ◆ Vocational Grants | 8-9 | 140 |
| ◆ Early Childhood Development | 8-10 | 141 |
| ◆ Homeless Assistance | 8-11 | 142 |
| ◆ Educational Excellence | 8-12 | 143 |
| ◆ Rural Education | 8-13 | 144 |
| ◆ Art Preservation | 8-14 | 145 |
| ◆ Direct Student Services - ESSA | 8-15 | 146 |
| ◆ Miscellaneous Grants | 8-16 | 147 |
| ● NONMAJOR DEBT SERVICE FUNDS | | 149 |
| ▪ Combining Balance Sheet | 9 | 150-151 |
| ▪ Combining Statement of Revenues, Expenditures, and Changes in Fund Balances | 10 | 152-153 |
| ▪ Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual | | |
| ◆ No. 1 2015 Issue | 11-1 | 154 |
| ◆ No. 1 2018 Issue | 11-2 | 155 |
| ◆ No. 2 2012 & 2013 Issue | 11-3 | 156 |
| ◆ No. 2 2010 & 2017 Issue | 11-4 | 157 |
| ◆ No. 2 2012 & 2021 Issue | 11-5 | 158 |
| ◆ No. 3 2015 Issue | 11-6 | 159 |
| ◆ No. 4 2016 & 2020 Issue | 11-7 | 160 |
| ● NONMAJOR CAPITAL PROJECT FUNDS | | 161 |
| ▪ Combining Balance Sheet | 12 | 162 |
| ▪ Combining Statement of Revenues, Expenditures, and Changes in Fund Balances | 13 | 163 |
| ▪ Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual | | |
| ◆ Parishwide Capital Project | 14-1 | 164 |
| ◆ School District No. 1 | 14-2 | 165 |
| ◆ School District No. 2 | 14-3 | 166 |

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2021

Table of Contents, Continued

| Supplementary Information (continued) | <u>Exhibit</u> | <u>Page(s)</u> |
|--|-----------------------|-----------------------|
| ◆ School District No. 3 | 14-4 | 167 |
| ◆ School District No. 4 | 14-5 | 168 |
| ◆ School District No. 5 | 14-6 | 169 |
| • INTERNAL SERVICE FUNDS | | 170 |
| ▪ Combining Statement of Net Position | 15 | 171 |
| ▪ Combining Statement of Revenue, Expenses, and Changes in Fund Net Position | 16 | 172 |
| ▪ Combining Statement of Cash Flows | 17 | 173 |
| • GENERAL INFORMATION | | 175 |
| ▪ Schedule of Changes in Fund Balance – School Activity Funds | 18 | 176 |
| ▪ Schedule of Compensation Paid Board Members | 19 | 177 |
| ▪ Schedule of Compensation, Benefits, and Other Payments To Superintendent | 20 | 178 |

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2021

Table of Contents, Continued

| STATISTICAL SECTION | <u>Table</u> | <u>Page(s)</u> |
|---|---------------------|-----------------------|
| Contents | | 181-182 |
| Net Position by Component | 1 | 183 |
| Changes in Net Position | 2 | 184 |
| Fund Balances of Governmental Funds | 3 | 185 |
| Changes in Fund Balances of Governmental Funds | 4 | 186 |
| Assessed Value and Estimated Actual Value of Taxable Property | 5 | 187 |
| Overlapping Governments | 6 | 188 |
| Principal Property Taxpayers | 7 | 189 |
| Property Tax Levies and Collections | 8 | 190 |
| Sales and Use Tax Rates and Collections- All Governments | 9 | 191 |
| Ratios of Outstanding Debt by Type | 10 | 192 |
| Ratios of General Bonded Debt Outstanding | 11 | 193 |
| Direct and Overlapping Governmental Activities Debt | 12 | 194 |
| Legal Debt Margin Information | 13 | 195 |
| Demographic and Economic Statistics | 14 | 196 |
| Principal Employers | 15 | 197 |
| School Building Information | 16 | 198 |
| School Personnel | 17 | 199 |
| Operating Statistics | 18 | 200 |
| Schedule of Insurance in Force | 19 | 201 |

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

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INTRODUCTORY SECTION



DeSoto Parish School Board

201 Crosby Street - Mansfield, Louisiana 71052 - (318) 872-2836 - FAX (318) 872-1324



March 30, 2022

RE: Financial Statement Transmittal Letter
for the Fiscal Year Ended June 30, 2021

To the Elected School Board Members and
Citizens of DeSoto Parish:

Louisiana law requires that an annual sworn financial statement be furnished to the Legislative Auditor within six months of the close of each fiscal year in accordance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by a certified public accountant. Pursuant to that requirement, we hereby issue the Comprehensive Annual Financial Report (ACFR) of the DeSoto Parish School Board for the year ended June 30, 2021.

The DeSoto Parish School Board's ACFR has three basic sections:

- The *Introductory Section* provides general information on the DeSoto Parish School Board's structure and personnel as well as information useful in assessing the Board's financial condition.
- The *Financial Section* contains the basic financial statements and required supplementary information (including management's discussion and analysis), as well as, the independent auditor's report. In addition, the financial section provides information on each individual fund and component unit for which data is not provided separately within the basic financial statements. The financial section also includes supplementary information useful to financial statement users.
- The *Statistical Section* provides a broad range of trend data covering key financial indicators from the past 10 fiscal years (for instance, general government revenues and expenditures, property tax collections, debt burden). It also contains demographic and miscellaneous data useful in assessing the Board's financial condition.

Management's Representations & Internal Control Framework

This report consists of management's representations concerning the finances of the DeSoto Parish School Board. Consequently, the Superintendent and the Director of Business Services assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, we have established a comprehensive internal control framework designed both to protect the School Board's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the DeSoto Parish School Board's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the DeSoto Parish School Board's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements

To the Elected School Board Members and
Citizens of DeSoto Parish
March 30, 2022

will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Independent Auditor's Review of Financial Statements

The DeSoto Parish School Board's financial statements have been audited by Allen, Green & Williamson, LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance the financial statements of the DeSoto Parish School Board for the fiscal year ended June 30, 2021 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the DeSoto Parish School Board's financial statements for the fiscal year ended June 30, 2021 are fairly presented in conformity with (GAAP). The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the DeSoto Parish School Board was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the DeSoto Parish School Board's separately issued Single Audit Report.

Management's Discussion & Analysis (MD&A)

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The MD&A immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A also complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE DESOTO PARISH SCHOOL BOARD

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

The School Board operated 9 schools and 1 alternative program within the parish, employs more than 770 teachers and other school workers, and has a total enrollment, which includes Pre-K, of approximately 4,800 pupils. In conjunction with the regular K-12 educational programs, some of these schools offer early childhood (4-year old), special education, and career and technical education programs. The School Board also provides services for expelled students, home bound students, transportation to and from school, and meals for breakfast and lunch.

To the Elected School Board Members and
Citizens of DeSoto Parish
March 30, 2022

Mission Statement

The mission of the DeSoto Parish School Board is

- DeSoto serves to care for our students, ensure their learning, and celebrate their graduation as citizens prepared to transform their dreams into realities.

Projected Student Enrollment

Student enrollment, without Pre-K, was 4,658 in FYE 2020-21. Enrollment trends continue to show a growth of students in the North DeSoto area as shown in the table below. This growth is due to its proximity to Shreveport and because developers are continuing to build new single family homes in subdivisions in and around the Stonewall area. This is causing a number of families to relocate from other parts of the parish as well as from Caddo Parish.

| <u>Attendance Districts</u> | <u>Number of Students</u> | | <u>Change</u> | |
|-----------------------------|---------------------------|----------------|-----------------|----------------|
| | <u>2016-17</u> | <u>2020-21</u> | <u>Students</u> | <u>Percent</u> |
| District 1 - Logansport | 686 | 563 | (123) | -17.9% |
| District 2 - North DeSoto | 2,563 | 2,419 | (144) | -5.6% |
| District No. 3 - Stanley | 394 | 373 | (21) | -5.3% |
| District No. 4 - Mansfield | 1,522 | 1,295 | (227) | -14.9% |
| District No. 5 - Pelican | 0 | 0 | 0 | 0.0% |
| Parishwide | 0 | 8 | 8 | 0.0% |
| Total | 5,165 | 4,658 | (507) | -9.8% |

Age of School Buildings

The DeSoto Parish School Board has several school buildings and non-instructional buildings that were constructed or purchased with Capital Projects Funds. The method of financing for these capital expenditures occurred by (a) borrowing monies after tax propositions were approved by the public, or (b) by saving money over a period of years. Therefore, the decision to add a public facility or to make extensive repairs is based on the understanding of needs of the students, teachers, parents, and taxpayers of the community.

A listing of the buildings owned by the DeSoto Parish School Board is shown on the next page.

To the Elected School Board Members and
 Citizens of DeSoto Parish
 March 30, 2022

Instructional Sites (Currently in Use)

| | Date <u>Constructed</u> | School <u>District</u> | Grades <u>Taught</u> | Capacity <u>Sq. Ft.</u> | <u>Acreage</u> |
|----------------------------------|----------------------------|---------------------------|-------------------------|----------------------------|----------------|
| <u>High Schools</u> | | | | | |
| Logansport | 1992 | #1 | PreK-12 | 124,197 | 53.47 |
| Mansfield | 2009 | #4 | 9-12 | 141,641 | 27.34 |
| North DeSoto | 1982 | #2 | 9-12 | 151,518 | 37.57 |
| Stanley | 1991 | #3 | PreK-12 | 67,120 | 40.00 |
| <u>Middle Schools</u> | | | | | |
| Mansfield Elementary/Middle | 1994 | #4 | PreK-8 | 216,878 | 140.30 |
| North DeSoto | 2007 | #2 | 6-8 | 86,626 | 41.56 |
| <u>Elementary Schools</u> | | | | | |
| North DeSoto - Lower Elem. | 1988 | #2 | PreK-1 | 65,782 | 53.26 |
| North DeSoto - Upper Elem. | 1994 | #2 | 2-5 | <u>98,936</u> | <u>15.00</u> |
| Total Instructional Sites | | | | <u>952,698</u> | <u>408.50</u> |

Listing of Other Sites (Currently in Use)

| | Date <u>Constructed</u> | Capacity <u>Sq. Ft.</u> | <u>Acreage</u> |
|--------------------------------|----------------------------|----------------------------|----------------|
| <u>Other Sites</u> | | | |
| Central Office | 1956 | 5,287 | 1.13 |
| Central Office Warehouse | 1956 | 4,000 | 0.30 |
| DeSoto Grace House | 2017 | 18,040 | 5.90 |
| Instructional Materials Center | 1969 | 14,950 | 3.36 |
| Maintenance Facility | 2009 | 19,734 | 1.74 |
| Media Center Warehouse | 1981 | 9,200 | 0.25 |
| Special Services Building | 1981 | 10,020 | 1.15 |
| Transportation/Food Service | 2010 | <u>14,592</u> | <u>9.00</u> |
| Total Other Sites | | <u>95,823</u> | <u>22.83</u> |

Budget Overview

The Annual Operating Budget serves as the foundation for the DeSoto Parish School Board’s financial planning and control. All administrators are required to submit requests for appropriation to the Director of Business Services on or before March 20th of each year. Compilation of the budget is completed by the Business Office and sent to the Superintendent for review and/or alterations by April 25th of each year. The final draft of the proposed Annual Operating Budget is presented by the Superintendent to the School Board at its regular meeting in May of each year. This gives the Board Members at least 30 days to review the budget before it is voted in an open meeting. Before the budget is voted on by the School Board, the Budget/Finance Committee reviews the budget. The Board is also required by Louisiana law to hold at least one public hearing prior to its adoption, to publish a notice in the newspaper of the upcoming public hearing, and to make available to the public a copy of the proposed budget at least 15 days prior to the public hearing. The public hearing and the vote by the elected School Board Members on the Annual Operating Budget is held on the first Thursday in June of every year.

The approved Annual Operating Budget presents revenues by source and expenditures by function as defined by the Louisiana Board of Elementary and Secondary Education’s Bulletin #1929. The Superintendent is authorized to transfer amounts between line items within a fund in accordance with proper accounting procedure without approval by the Board. However, budget amendments are required when total revenues drop 5% or more below

To the Elected School Board Members and
Citizens of DeSoto Parish
March 30, 2022

expectations, total expenditures exceed budget estimates by 5% or more, and when beginning fund balance is less than 5% or more of its projected amount. Desoto Parish School Board's budget policies comply with state law as set forth in Louisiana Revised Statutes Title 39, Chapter 9, Louisiana Local Budget Act (LSA-R.S. 39:1301 et seq.) All funds of the school district have annual appropriated budgets, except for the student activity funds.

Budget-to-actual comparisons are provided in this report for the General Fund, each individual Special Revenue Fund, each individual Debt Service Fund and each individual Capital Project Fund.

ECONOMIC CONDITION OF DESOTO PARISH, LOUISIANA

Local Economy

DeSoto Parish is located in the northwest corner of Louisiana. It has a land area of 879 square miles and is approximately 43 miles in length and 39 miles in width. Interstate 49 runs north and south through the parish and the northern boundary of DeSoto Parish is approximately 10 miles south of Shreveport, the largest metropolitan area of the region. The parish's economy is balanced among agriculture, mining, timber, oil & gas exploration, and manufacturing.

Per the 2016 census (2020 has not been released), the population of Desoto Parish is 27,650.

The DPSB was able to close out the year financially strong with high reserve balances again in 2020-21. Revenues were more than budgeted for the year and additional ESSER funding was received.

Neighborhoods in Stonewell continue to expand with Plantation Hills and Griffin Estates opening more phases of their subdivisions and Harbor Cove beginning a new development.

New commercial business in the parish includes Over The Top Gourmet, Louisiana CheerNastics, and GymStone in Stonewall, 4C Coffee House in Grand Cane, and Sew Unique Boutique in Mansfield. Stonewall also has a new 13,500 square foot government plaza that will house the sheriff's substation, Stonewall Town Hall and the DeSoto Parish Police Jury. Mansfield will see the completion of a new District Office for the DeSoto Parish School Board in the next fiscal year.

Long-term Financial Planning

Annual Other Post Employee Benefits (OPEB) Cost and Liability – The Other Post Employee Benefits (OPEB) liability has been partially funded every year since FY 2008-09 in accordance with the standards established by the Governmental Accounting Standards Board (GASB). The School Board's net OPEB liability is \$40.9 million for the current year.



To the Elected School Board Members and
 Citizens of DeSoto Parish
 March 30, 2022

As of June 30, 2021, the funded ratio of the net OPEB liability is 66.3%, which is net of the OPEB plan assets of \$80.4 million. Until the OPEB liability is fully funded, the funding strategies below are being utilized:

- Continue the transfer from reserve of any monies of the Medical or Dental Internal Service funds that exceeds 25% of Total Operating Expenses from the prior fiscal year.
- Receive payments from the Sales & Use Tax Commission for its employees.

Major Initiatives

Two major strategies and educational programs that have proven to produce large gains in student learning and that provide an equal opportunity for all students to succeed has been the Early Childhood (4-year olds) Programs and the Teacher and Student Advancement Program (TAP) Model.

Early Childhood – This program began as a pilot program in FY 2001-02. It is offered in all schools in DeSoto Parish today. The program’s purpose is to enhance the school readiness of young children for kindergarten, particularly disadvantaged young children; as well as, early reading and cognitive development skill for all 4 year old children. The funding sources and total costs for this program are shown below.

| Early Childhood Funding Sources | Funding Source | FY 2020-21 Cost |
|---------------------------------|----------------|--------------------|
| LA4 State | State grant | \$ 824,400 |
| Title I | Federal grant | 675,360 |
| General fund | Local | 195,155 |
| Student Enhancement – 8G | State | <u>72,548</u> |
| Total | | <u>\$1,767,463</u> |

Teacher and Student Advancement Program (TAP) – This program was piloted in FY 2008-09 and is now serving all schools in DeSoto Parish. TAP gives increased attention to high quality teaching and learning, and has raised school and school district performance scores. The funding sources and total cost are shown next:

| TAP Funding Sources | Funding Source | FY 2020-21 Cost |
|---------------------------|----------------|-----------------|
| Teacher Incentive Fund | Federal grant | \$1,159,207 |
| Instructional Enhancement | Local | 842,183 |
| General fund | Local | 747,578 |
| Title I | Federal grant | <u>546,086</u> |
| Total | | \$3,295,054 |

Relevant Financial Policies

The Board has several relevant financial policies (approved in March 2014) to preserve and enhance the fiscal health of the school system. They also identify acceptable and unacceptable courses of action, and provide a standard to evaluate the Board’s fiscal performance. Besides the Board’s Annual Operating Budget policy, other policies that are central to a strategic, long-term approach to financial management include the following:

To the Elected School Board Members and
Citizens of DeSoto Parish
March 30, 2022

- **Budget Crisis Procedures** – The budget crisis procedures policy is intended to provide the Board with options when responding to unexpected fiscal issues that can and do arise. Should budget problems materialize, these procedures will support comprehensive risk analysis and contingency plans.
- **Capital Asset Management and Replacement** – In support of its educational programs, the DeSoto Parish School Board owns and operates an extensive amount of land, buildings, building improvements, equipment, furniture, and vehicles. The purpose of this policy is to (1) provide a management framework to ensure that all capital assets are repaired, maintained, and replaced, and (2) to identify the responsible parties who shall protect, oversee, and report needed repairs.
- **General Fund Budget Reserves** – The General Fund is the primary fund used by the DeSoto Parish School Board to account for the Board’s educational and instructional services. Accordingly, the General Fund reserve policy is intended to provide the Board with options when responding to unexpected issues, and to afford buffer against shocks and other forms of risks.
- **Long-Term Forecasting** – The annual operating budget focuses on a single 12 month period. Nevertheless, spending and revenue decisions made today have effects that extend beyond the 12 month period. Accordingly, the purpose of this policy is to (1) ensure on-going financial sustainability beyond a single fiscal year or budget cycle, (2) achieve the Board’s organizational mission, and (3) systematically link the annual budget to a multi-year master financial plan.
- **Reserve Policies in Other Funds** – While the General Fund reserve is the most important for the DeSoto Parish School Board, reserves in other funds are just as important. For that reason, the funds listed in this policy shall have reserve that are restricted or committed for specific purposes.

AWARDS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the School Board for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2020. This was the 30th consecutive year that the DeSoto Parish School Board has received this prestigious award. In order to be awarded a Certificate of Achievement, the School Board published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both GAAP and applicable legal requirements.

The Association of School Business Officials (ASBO) International awarded a Certificate of Excellence in Financial Reporting Award for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2020. This was the 30th consecutive year that the DeSoto Parish School Board has received this prestigious award. The award represents a significant achievement by the School Board and reflects our commitment to the highest standards of school system financial reporting.

The Certificate of Achievement and Certificate of Excellence are valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the certificate requirements, and we are submitting it to both GFOA and ASBO to determine its eligibility for another certificate.

To the Elected School Board Members and
Citizens of DeSoto Parish
March 30, 2022

ACKNOWLEDGEMENTS

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Business Department. We want to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the Superintendent and the School Board Members for their unfailing support for maintaining the highest standards of professionalism in the management of the DeSoto Parish School Board's finances.



Mr. Clay Corley, Superintendent
DeSoto Parish Schools



Donayle Ashworth, Director of Business Services



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**DeSoto Parish School Board
Louisiana**

**For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended**

June 30, 2020

Christopher P. Morrill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

DeSoto Parish School Board

for its Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2020.

The report meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'W. Edward Chabal'.

W. Edward Chabal
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director

DESOTO PARISH SCHOOL BOARD

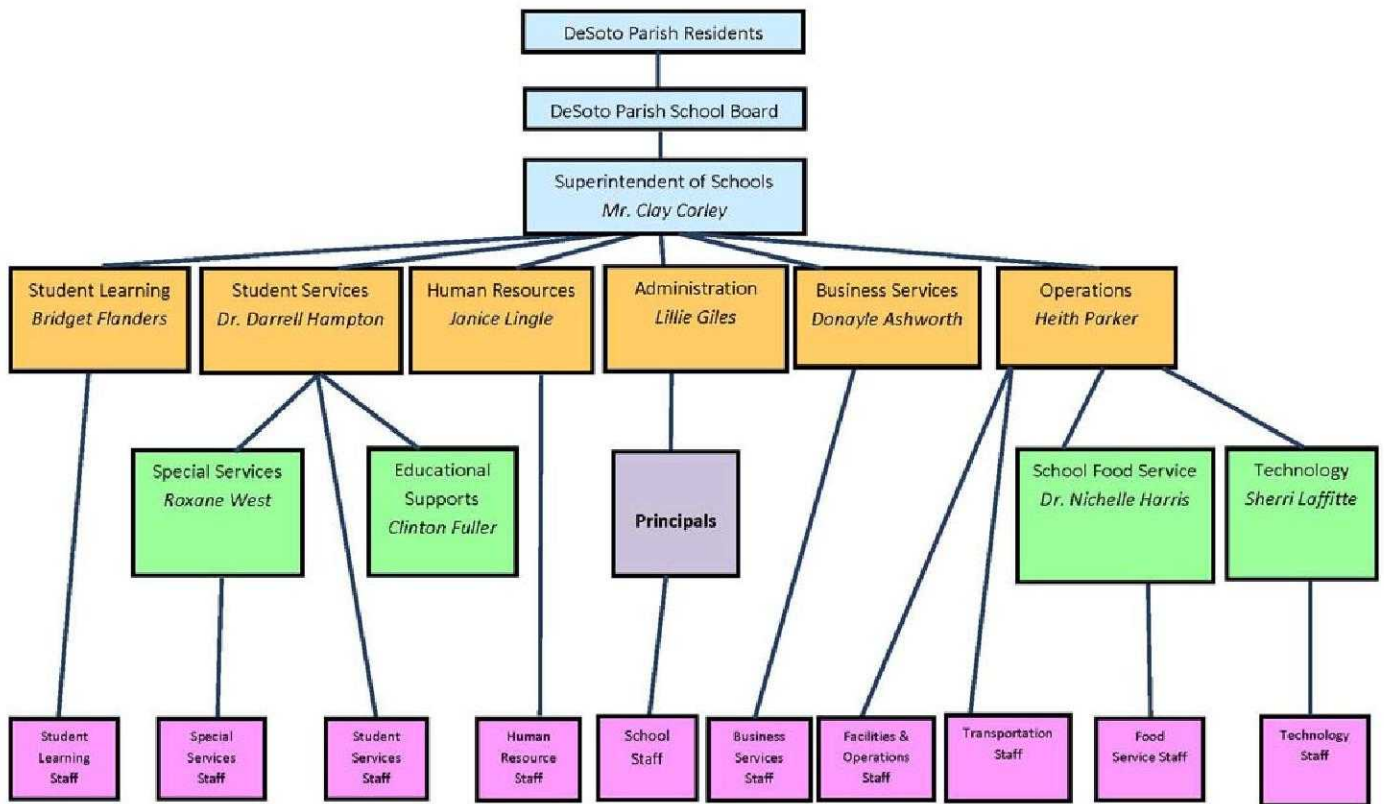
Mansfield, Louisiana

Organizational Structure

The organizational chart shown below is a visual depiction of the way work is distributed within the DeSoto Parish School Board. It is also meant to be a tool to help enhance our working relationship with the Citizens of DeSoto Parish, and to create clear channels of communications in order to better accomplish our goals and objectives.



...to care for our students, ensure their learning, and celebrate their graduation as citizens prepared to transform their dreams into realities.



DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana
Elected School Board Members



President
Mr. Dale Morvan
District No. 7



Vice President
Mr. Dudley Glenn
District No. 1



Finance Committee Chairman
Mr. Donald "Donnie" Dufour
District No. 4



Dr. Robert "Neil" Henderson
District No. 2



Mr. Jeffrey Dillard
District No. 3



Ms. Alice Thomas
District No. 5



Mr. James "Coday" Johnston
District No. 6



Mr. Larry "Mark" Ross
District No. 8



Mr. Thomas "Tommy" Craig, Jr.
District No. 9



Mr. Bobby Boyd
District No. 10



Mrs. Rosie Mayweather
District No. 11

The term of office for Board Members is four years that began on January 1, 2019 and will end on December 31, 2022. New four year terms will be decided by voters in the fall of 2022.

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

First Level Administrators as of June 30, 2021

| <u>Name</u> | <u>Title</u> | <u>Years Experience</u> | <u>Began as an Administrator</u> |
|-----------------------|------------------------------------|-----------------------------|--------------------------------------|
| Mr. Clay Corley | Superintendent | 26 | 05-2018 |
| Mrs. Donayle Ashworth | Director of Business Services | 23 | 10-2015 |
| Mrs. Janice Lingle | Director of Human Resources | 32 | 07-2021 |
| Mrs. Lillie Giles | Director of Administration | 49 | 07-2013 |
| Dr. Darrell Hampton | Director of Student Services | 30 | 08-2011 |
| Mrs. Bridget Flanders | Director of Student Learning | 21 | 08-2020 |
| Dr. Nichelle Harris | Supervisor of School Food Service | 21 | 07-2019 |
| Mrs. Roxane West | Supervisor of Special Services | 36 | 02-2019 |
| Mr. Clinton Fuller | Supervisor of Educational Supports | 30 | 01-2008 |
| Mrs. Sherri Laffitte | Supervisor of Technology | 30 | 07-2021 |

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

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FINANCIAL SECTION



ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive
Monroe, LA 71201

Telephone: (318) 388-4422

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Partners: Tim Green, CPA
Aimee Buchanan, CPA
Principal: Cindy Thomason, CPA
Audit Managers: Amy Tynes, CPA, CFE
Margie Williamson, CPA
Jennie Henry, CPA, CFE
Audit Supervisor: Mallory Stone, CPA
In-Charge: Crystal Patterson, CPA
Ernest L. Allen, CPA
(Retired) 1963 - 2000

INDEPENDENT AUDITOR'S REPORT

Board Members
DeSoto Parish School Board
Mansfield, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the DeSoto Parish School Board, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the DeSoto Parish School Board, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matters

As disclosed in Note 21 to the financial statements, the School Board adopted new accounting guidance, GASB Statement No. 84 - *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

As disclosed in Note 7 to the financial statements, the net pension liability for the School Board was \$87,095,640 at June 30, 2021, as determined by the Teachers' Retirement System, of Louisiana (TRSL), and Louisiana School Employees' Retirement System (LSERS). The related actuarial valuations were performed by TRSL's and LSERS's actuaries using various assumptions. Because actual experience may differ from the assumptions used, there is a risk that this amount at June 30, 2021, could be under or overstated. Our opinion is not modified with respect to this matter.

As discussed in Notes 8 to the financial statements, the net other post-employment benefits (OPEB) liability for the School Board was \$40,899,169 at June 30, 2021, related to its participation in a single-employer other post-employment benefit plan. The related actuarial valuations were performed by the School Board's actuary using various assumptions. Because actual experience may differ from the assumptions used, there is a risk that this amount at June 30, 2021, could be under or overstated. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of Changes in Net OPEB Liability, Schedule of Employer Contributions for Other Post-Employment Benefit Plan, Schedule of Investment Returns for Other Post-Employment Benefit Plan, Schedule of Employer's Proportionate Share of the Net Pension Liability, Schedule of Employer Contributions to Pension Plans, Notes to Required Supplementary Information for Pensions, the Budgetary Comparison Schedules, and the Notes to the Budgetary Comparison Schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the DeSoto Parish School Board's basic financial statements. The accompanying supplementary information, as listed in the table of contents, and the other information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying supplementary information, as listed in the table of contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information, as listed in the table of contents, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The accompanying other information, listed as the introductory and statistical sections in the table of contents, has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report, under separate cover, dated March 30, 2022, on our consideration of the DeSoto Parish School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Board's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control over financial reporting and compliance.

Allen Green & Williamson LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana

March 30, 2022

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

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DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

REQUIRED SUPPLEMENTARY INFORMATION

**MANAGEMENT'S DISCUSSION
AND ANALYSIS (MD&A)**

DeSoto Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2021

We offer readers of the DeSoto Parish School Board's financial statements this narrative overview and analysis of the financial activities of the DeSoto Parish School Board for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

NEW GASB STANDARDS: In the current fiscal year the School Board implemented GASB Statement No. 84 – *Fiduciary Activities*. The principal objective of this statement is to enhance the consistency and comparability of fiduciary activity reporting by state and local governments. It improves guidance regarding the identification of fiduciary activities for accounting and financial reporting and how those activities should be reported. The impact to the School Board resulted in the Student Activity Funds previously reported as fiduciary not being considered fiduciary under GASB 84. The Student Activity Funds previously reported as an agency fund is now reported as a special revenue fund. Due to this restatement, the Student Activity Funds beginning fund balance was restated to \$809,776.

Financial Highlights

Key financial highlights for the 2021 fiscal year include the following:

- Statement of Net Position – The assets and deferred outflows of the DeSoto Parish School Board exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$43,680,945 (net position). Of this amount, unrestricted net position is a deficit of \$(28,887,164). This is an increase of \$17,162,420 due mainly to an increase in current and other assets exceeding the increase in long term liabilities.
- Statement of Activities – The total net position of the DeSoto Parish School Board increased by \$17,162,420 for the year ended June 30, 2021, compared to the prior year. This increase is due to the increase in beginning net position.
- Governmental Funds Balance Sheet – As of the close of the current fiscal year, the DeSoto Parish School Board's governmental funds reported a combined ending fund balance of \$89,941,824, an increase of \$6,737,697 in comparison with the prior fiscal year. This fund balance is comprised of (1) \$23,956,149 in the General Fund, (2) \$22,855,929 in the Special Revenue Funds, (3) \$40,255,882 which is committed for specific construction projects within the Capital Projects Funds, and (4) \$2,873,864 which is restricted or committed for debt service.
- Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances – Total revenues for the year ended June 30, 2021 for the governmental funds of the DeSoto Parish School Board amounted to \$98,062,296. Approximately 81% of this amount is received from three major revenue sources: (1) \$13,868,222 from State Source-Equalization, (2) \$43,508,348 from local ad valorem taxes, and (3) \$22,473,018 from local sales and use taxes.
- General Fund's Ending Fund Balance – At the end of the current fiscal year, fund balance for the General Fund, was \$23,956,149, or 42.3% of total General Fund expenditures. Of this amount, \$9,600,000 is committed for future claims and contingencies, equipment replacement, and specific projects, while \$14,356,149 is unassigned and available for spending at the Board's discretion.

USING THIS ANNUAL REPORT The School Board's annual report consists of a series of financial statements that show information for the School Board as a whole, its funds, and its fiduciary responsibilities. The Statement of Net Position and the Statement of Activities provide information about the activities of the School Board as a whole and present a longer-term view of the School Board's finances. Our fund financial statements are included later in this report. For our governmental activities, these statements tell how we financed our services in the short-term as well as what remains for future spending. Fund statements also may give you some insights into the School Board's

DeSoto Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2021

overall financial health. Fund financial statements also report the School Board's operations in more detail than the government-wide financial statements by providing information about the School Board's most significant funds, the General Fund, Instructional Enhancement Fund, Education Stabilization Fund, Parishwide Capital Project Fund, and School District No. 2 Capital Project Fund. The fiduciary fund statements present financial information about activities for which the School Board acts solely as an agent for the benefit of employees.

| |
|---|
| Annual Comprehensive Financial Report |
| <u>Introductory Section</u> Transmittal Letter Certificates of Excellence in Financial Reporting Organization Chart Elected Officials and Selected Administrative Officers |
| <u>Financial Section</u> (Details outlined in the next chart) |
| <u>Statistical Section</u> Financial Trends Revenue Capacity Debt Capacity Demographic and Economic Information Operating Information |

Required Supplementary Information
Management's Discussion & Analysis (MD&A)

Basic Financial Statements

**Government-wide
Financial Statements**

**Fund
Financial Statements**

Notes to the Financial Statements

Required Supplementary Information
Schedule of Changes in Net OPEB Liability
Schedule of Employer Contributions for Other Post-Employment Benefit Plan
Schedule of Investment Returns for Other Post-Employment Benefit Plan
Schedule of Employer's Proportionate Share of the Net Pension Liability
Schedule of Employer Contributions to Pension Plans
Budgetary Information for Major Funds

Supplementary Information
Nonmajor Governmental Funds Combining Statements
Internal Service Funds Combining Statements
Schedule of Changes in Fund Balance for School Activity Funds
Schedule of Compensation Paid Board Members
Schedule of Compensation, Benefits and Other Payments to Superintendent

DeSoto Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2021

Our auditor has provided assurance in the independent auditor's report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. Varying degrees of assurance is being provided by the auditor regarding the Required Supplementary Information and the Supplementary Information identified above. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

Reporting the School Board as a Whole

The Statement of Net Position and the Statement of Activities

Our analysis of the School Board as a whole begins with the government-wide financial statements. One of the most important questions asked about the School Board is, "Is the School Board as a whole better off or worse off financially as a result of the year's activities?" The Statement of Net Position and the Statement of Activities, which appear first in the School Board's financial statements, report information on the School Board as a whole and its activities in a way that helps you answer this question. We prepare these statements to include all assets, liabilities and deferred inflows/outflows of resources, using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the School Board's net position - the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, as reported in the Statement of Net Position - as one way to measure the School Board's financial health, or financial position. Over time, increases or decreases in the School Board's net position - as reported in the Statement of Activities - are one indicator of whether its financial health is improving or deteriorating. The relationship between revenues and expenses is the School Board's operating results. However, the School Board's goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other nonfinancial factors, such as the quality of the education provided and the safety of the schools to assess the overall health of the School Board.

The Statement of Net Position and Statement of Activities report the following activity for the School Board:

Governmental activities - All of the School Board's services are reported here, including instruction, plant services, transportation, and food services. Property taxes, sales taxes, equalization funds, and state and federal grants finance most of these activities.

Reporting the School Board's Most Significant Funds

Fund Financial Statements

The School Board's fund financial statements provide detailed information about the most significant funds - not the School Board as a whole. Some funds are required to be established by State law and by bond covenants. However, the School Board establishes many other funds to help it control and manage money for particular purposes (like the school food service) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (like grants the School Board receives from the U.S. Department of Education). The School Board's governmental funds use the following accounting approach:

Governmental Funds - All of the School Board's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year-end that are available for spending. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School Board's operations and the services it provides.

DeSoto Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2021

Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School Board's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in the reconciliation on Statements D and F.

Proprietary Funds - The DeSoto Parish School Board maintains three funds within the Proprietary Fund. Internal Service funds are an accounting device used to accumulate and allocate costs internally among the School Board's various functions. The School Board uses an Internal Service Fund to account for the accumulation of resources for and the payment of employee medical insurance, dental insurance, and workmen's compensation by the School Board's risk management program. Because this service predominantly benefits governmental functions, it has been included with governmental activities in the government-wide financial statements.

The School Board as Trustee

Reporting the School Board's Fiduciary Responsibilities

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the DeSoto Parish School Board. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the DeSoto Parish School Board's own programs. The School Board maintains one Other Post-Employment Benefits Trust Fund. The Trust Fund accounts for the assets held in an irrevocable trust for payment of retiree health insurance premiums.

THE SCHOOL BOARD AS A WHOLE The School Board's net position was \$43,680,945 at June 30, 2021. Of this amount \$(28,887,164) was unrestricted. Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limit the School Board's ability to use those net position for day-to-day operations. Our analysis below focuses on the net position, (Table 1) and the change in net position (Table 2) of the School Board's governmental activities.

DeSoto Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2021

Table 1
Net Position
June 30,

| | <u>Governmental Activities</u> | | |
|----------------------------------|--------------------------------|----------------------|----------------------|
| | <u>2021</u> | <u>2020**</u> | <u>Variance</u> |
| Current and other assets | \$ 109,466,695 | \$103,240,551 | \$ 6,226,144 |
| Capital assets | 102,731,711 | 103,691,225 | (959,514) |
| Total assets | <u>212,198,406</u> | <u>206,931,776</u> | <u>5,266,630</u> |
| Deferred outflows of resources | <u>29,615,371</u> | <u>21,362,487</u> | <u>8,252,884</u> |
| Current and other liabilities | 11,452,347 | 12,828,850 | (1,376,503) |
| Long-term liabilities | 171,610,975 | 169,673,134 | 1,937,841 |
| Total liabilities | <u>183,063,322</u> | <u>182,501,984</u> | <u>561,338</u> |
| Deferred inflows of resources | <u>15,069,510</u> | <u>19,273,754</u> | <u>(4,204,244)</u> |
| Net position | | | |
| Net investment in capital assets | 67,558,575 | 64,758,427 | 2,800,148 |
| Restricted | 5,009,534 | 6,518,645 | (1,509,111) |
| Unrestricted | (28,887,164) | (44,758,547) | 15,871,383 |
| Total net position | <u>\$ 43,680,945</u> | <u>\$ 26,518,525</u> | <u>\$ 17,162,420</u> |

**Balances were restated due to implementation of GASB Statement No. 84 on a proforma basis, which increased other assets and restricted net position by \$809,776.

The \$(28,887,164) deficit in unrestricted net position of governmental activities represents accumulated results of all past year's operations. It means that if the School Board had to pay off all of its bills today including all of its noncapital liabilities such as compensated absences, net pension liability and net OPEB liability, there would be a deficit of \$(28,887,164).

The net position of the School Board had an increase of \$17,162,420 for the year, which is due to increases in assets and deferred outflows along with significant decreases in debt and OPEB liabilities.

The results of this year's operations for the School Board as a whole are reported in the Statement of Activities. Table 2 on the following page, takes the information from that statement and rearranges it slightly so that readers can see total revenues for the year.

DeSoto Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2021

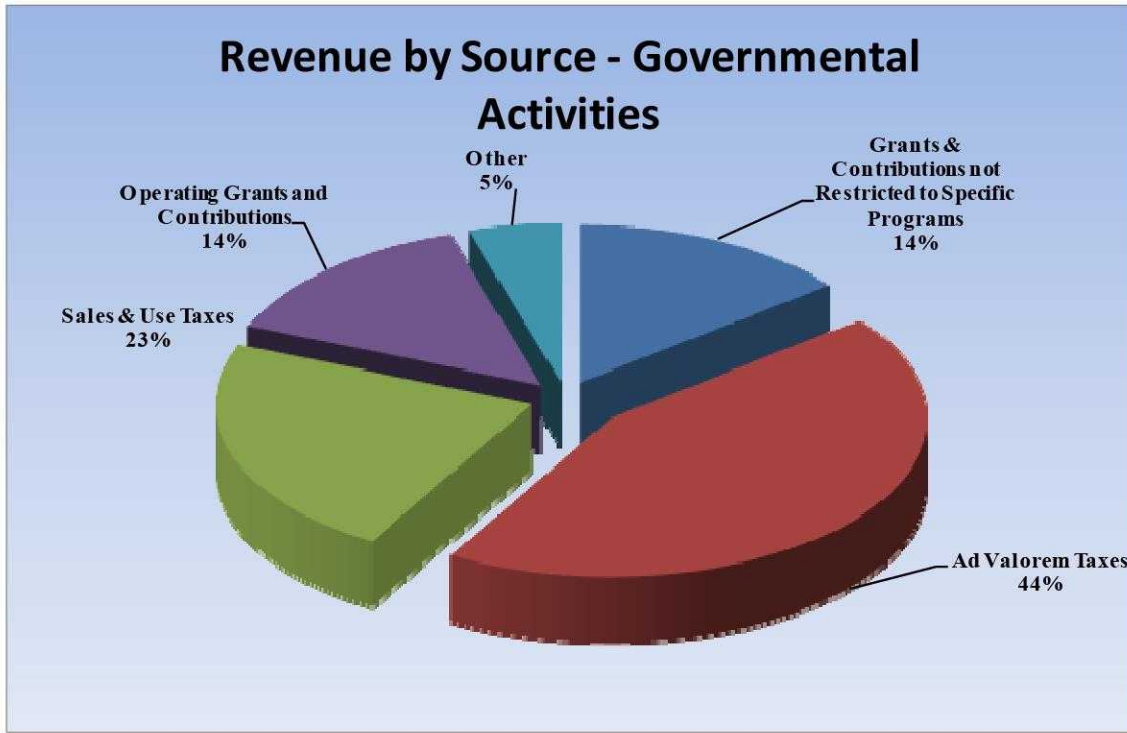
Table 2
Statement of Activities
For the Years Ended June 30,

| | <u>Governmental Activities</u> | | |
|--|--------------------------------|----------------------|----------------------|
| | <u>2021</u> | <u>2020**</u> | <u>Variance</u> |
| Revenues: | | | |
| Program revenues | | | |
| Charges for services | \$ 80 | \$ 17,632 | \$ (17,552) |
| Operating grants and contributions | 14,060,784 | 10,348,227 | 3,712,557 |
| Capital grants and contributions | 789,070 | - | 789,070 |
| General Revenues | | | |
| Ad valorem taxes | 43,508,348 | 43,505,258 | 3,090 |
| Sales taxes | 22,473,018 | 25,844,710 | (3,371,692) |
| Grants and contributions not restricted to specific programs | 14,208,762 | 15,434,561 | (1,225,799) |
| Other general revenues | 3,802,129 | 4,464,572 | (662,443) |
| Total revenues | <u>98,842,191</u> | <u>99,614,960</u> | <u>(772,769)</u> |
| Functions/Program Expenses: | | | |
| Instruction | | | |
| Regular programs | 28,165,979 | 26,679,813 | 1,486,166 |
| Special programs | 6,380,781 | 6,647,056 | (266,275) |
| Other instructional programs | 12,016,740 | 12,906,292 | (889,552) |
| Support services | | | |
| Pupil support services | 4,122,018 | 3,977,656 | 144,362 |
| Instructional staff support | 3,158,311 | 3,042,283 | 116,028 |
| General administration | 2,898,291 | 2,829,869 | 68,422 |
| School administration | 4,024,266 | 4,017,736 | 6,530 |
| Business services | 1,193,966 | 1,014,765 | 179,201 |
| Plant services | 7,637,816 | 7,552,528 | 85,288 |
| Student transportation services | 5,738,546 | 5,492,411 | 246,135 |
| Central services | 741,049 | 504,042 | 237,007 |
| Food Services | 4,479,030 | 4,485,217 | (6,187) |
| Interest on long-term debt | 1,122,978 | 1,225,648 | (102,670) |
| Total expenses | <u>81,679,771</u> | <u>80,375,316</u> | <u>1,304,455</u> |
| Increase (decrease) in net position | <u>17,162,420</u> | <u>19,239,644</u> | <u>(2,077,224)</u> |
| Net Position – beginning | 26,518,525 | 6,616,520 | 19,902,005 |
| Prior period adjustment | - | 662,361 | (662,361) |
| Net Position – beginning, restated | <u>26,518,525</u> | <u>7,278,881</u> | <u>19,239,644</u> |
| Net Position – ending | <u>\$ 43,680,945</u> | <u>\$ 26,518,525</u> | <u>\$ 17,162,420</u> |

**Balances were restated due to implementation of GASB Statement No. 84 on a proforma basis and due to prior period adjustment described in Note 21.

Governmental activities - As reported in the Statement of Activities, the cost of all governmental activities this year was \$81,679,771. The amount that taxpayers ultimately financed for these activities through School Board taxes and other general revenues was \$66,829,837 because some of the cost was paid by those who benefited from the program (\$80) or by other governments and organizations who subsidized certain programs with grants and contributions (\$14,849,854). After paying for current year expenses, net position increased \$17,162,420.

**DeSoto Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2021**



In the table below we have presented the cost of each of the School Board's six largest functions: regular programs, special programs, other instructional programs, plant services, student transportation services, and food services as well as each program's net cost (total cost less revenues generated by the activities). Net cost shows the financial burden that was placed on the School Board's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

**For the Years Ended June 30,
Governmental Activities**

| | <u>Total Cost of Services</u> | | <u>Net Cost of Services</u> | |
|---------------------------------|-------------------------------|---------------------|-----------------------------|---------------------|
| | <u>2021</u> | <u>2020</u> | <u>2021</u> | <u>2020</u> |
| Regular programs | \$28,165,979 | \$26,679,813 | \$26,111,644 | \$26,347,049 |
| Special programs | 6,380,781 | 6,647,056 | 5,528,873 | 5,899,202 |
| Other instructional programs | 12,016,740 | 12,906,292 | 6,232,369 | 6,809,329 |
| Plant services | 7,637,816 | 7,552,528 | 6,579,736 | 7,542,018 |
| Student transportation services | 5,738,546 | 5,492,411 | 5,565,117 | 5,488,592 |
| Food services | 4,479,030 | 4,485,217 | 1,887,565 | 2,537,931 |
| All others | 17,260,879 | 16,611,999 | 14,924,533 | 15,385,336 |
| Totals | \$81,679,771 | \$80,375,316 | \$66,829,837 | \$70,009,457 |

DeSoto Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2021

THE SCHOOL BOARD'S FUNDS As we noted earlier, the School Board uses funds to help it control and manage money for particular purposes. Analyzing the funds is a factor in determining whether the School Board is being accountable for the resources taxpayers and others provide to it but may also give more insight into the School Board's overall financial health.

All funds operated are required by Board policy to have minimum reserve levels that are intended to provide the School Board with options when responding to unexpected issues and to afford a buffer against shocks and other forms of risk. The six most important purposes of these reserve policies are to help (1) plan for contingencies and unforeseen events, (2) maintain good standing with rating agencies, (3) avoid interest expense, (4) generate investment income, (5) ensure cash availability when revenue is unavailable, and (6) create a better working relationship between the School Board and staff. The key factors of the reserve levels for governmental funds are described as follows:

Major Funds:

General Fund – A minimum reserve level of 15% of total General Fund expenditures was achieved by the school system for the 27th consecutive year. When comparing the ending fund balance of \$23,956,149 to total expenditures of \$56,617,190, the actual percent was 42.3%. The general fund ended the year with an increase in fund balance of \$116,954. This small increase is due to resources shifting to instructional enhancement and capital projects.

Instructional Enhancement Program Fund – The Instructional Enhancement Program is a major Special Revenue Fund that is funded annually with local revenues through Earnings from Other Real Property. The Board does not have a minimum reserve requirement for this fund. The remaining fund balance of \$17,569,589, which was an increase of \$8,253,912 from the prior year, is committed by the Board to be used for future educational initiatives and continued funding for educational programs when State and Federal grants are no longer available or when they underfund a program. This increase is due to transfers in to cover the TAP payout and to build the reserve for future instructional initiatives.

Education Stabilization Fund – The Education Stabilization fund is a major Special Revenue Fund that is used to account funding received from both the CARES Act and American Rescue Plan Act to assist the School District in meeting the challenges in providing education services as a result of the COVID-19 pandemic. This fund has an ending fund balance of \$(789,070). Although this fund is a cost reimbursement fund, the deficit fund balance is due to a timing difference with requests for reimbursement.

Parishwide Capital Project Fund – This fund has an ending fund balance of \$11,234,370, which was a decrease of \$1,166,179 from the prior year. The balance is committed for future district projects. This decrease is due to expenditures incurred for the new central office.

School District No. 2 – This fund has an ending fund balance of \$13,861,357, which was an increase of \$1,698,939 from the prior year. The balance is committed for future projects in District No. 2. This increase is due to transfers in.

DeSoto Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2021

Nonmajor Funds:

Special Revenue Funds – The Board operates nonmajor Special Revenue Funds that are restricted or committed for specific purposes. All of the funds, except for the four shown below, are grants from the federal government that will not carry a beginning or ending fund balance. Of the remaining four funds, a minimum reserve level is required for the School Food Service Fund and the Maintenance Tax Fund.

- Maintenance Tax Fund – The Maintenance Tax Fund is a nonmajor Special Revenue Fund that is funded annually with local revenues through a parish wide ad valorem property tax. This fund provides additional support for property/casualty insurance, school bus purchases, fuel for pupil transportation, utilities, maintenance, and school security. For the year ended June 30, 2021, the total ending fund balance of \$1,563,484 exceeded the minimum reserve requirement of 16.7%. The percent of the ending fund balance to total expenditures was 19.3%. The fund had a decrease of \$2,216,178 due primarily to expenditures shifting from the general fund to this fund.
- School Food Service Fund – The School Food Service is a nonmajor Special Revenue Fund and is used to account for revenues and costs associated with providing nutritious meals to school children and employees. For the year ended June 30, 2021, the total ending fund balance of \$1,095,321 exceeded the minimum reserve requirement of 10%. The percent of the ending fund balance to total expenditures was 25.2%. The nonspendable amount of the fund balance of \$86,659 is directly tied to the inventory of food while the restricted amount of \$1,008,662 can be used for future expenditures in the school breakfast and lunch programs.
- Art Preservation Fund – The Art Preservation fund is a nonmajor Special Revenue Fund that is funded annually with local revenue from 16th section land leases, and was established by a one-time transfer from the general fund. The Board does not have a minimum reserve requirement for this fund. The remaining fund balance of \$2,500,050 is committed to preserve district-wide initiatives for music and art education.
- Student Activity Funds – The Student Activity Funds is a nonmajor Special Revenue Fund and is used to account for revenues and expenditures associated with the schools within the School District. In the prior year, this fund was reported as an agency fund; however, it is reported as a special revenue fund due to the implementation of GASB 84 - *Fiduciary Activities*. For the year ended June 30, 2021, the total ending fund balance was \$916,555. The Board does not have a minimum reserve requirement for this fund. The fund balance is restricted for student activities.

Debt Service Funds – The debt service funds are used to accumulate monies for the payment of all outstanding bond issues. A separate debt service fund is set up each time a tax proposition for school construction is approved by the voters. The Board requires the reserve levels for all outstanding issues, except sales and use tax bonds, to fall between 40% and 75% of next year's principal and interest payments. This reserve requirement only applies when a tax is collected. The reserve for all Sales and Use Tax Bond issues shall be equal to 100% of the average annual debt service payments.

The debt service funds have a total fund balance of \$2,873,864 at June 30, 2021 of which \$1,766,264 is restricted and \$1,107,600 is committed for payment of the bonds.

DeSoto Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2021

Capital Projects Funds – The Board maintains capital projects funds to account for the financial resources of acquiring, constructing, improving, and equipping public school facilities. The Board requires minimum reserves of 3% of capital asset values for the capital project fund and specific reserves for unexpected repair and replacement needs. Remaining funds above the thresholds are available for spending.

The capital project funds has an ending fund balance of \$15,160,155, which was an increase of \$275,827 from the prior year. The balance is committed for future projects. This increase is due to not spending as much on projects throughout the parish.

GENERAL FUND BUDGETARY HIGHLIGHTS The original 2020-21 operating budget for the School Board was adopted on June 4, 2020 and the final budget amendment was adopted on March 18, 2021. Differences between the original budget, the final amended budget, and the actual results for the general fund are as follows:

- Budgeted revenues were increased by \$2,450,582.
- Budgeted expenditures were increased by \$1,698,490.
- Actual revenues exceeded budgeted revenues by \$3,933,195.
- Budgeted expenditures exceed actual expenditures by \$9,248,022.

In comparing the original budget and the final revised budget of the General Fund as shown in Exhibit 3-1, there are a few reasons for the changes between the original and final budget.

- Increases in budgeted revenues were made due to an increase in ad valorem tax revenue.
- Increases in budgeted expenditures were made due to an increase in salary and benefits.

In comparing the actual amounts and the final revised budget of the General Fund as shown in Exhibit 3-1, there are a few reasons for the differences:

- Favorable revenue variances were primarily due to increases in sales tax revenue.
- Favorable expense variances are due to decreases in instructional program expenses and a shift in transportation expenditures to the maintenance fund.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2021, the School Board had \$102,731,711 invested in a broad range of capital assets, including land, construction in progress, buildings, improvements other than buildings, furniture and equipment, and vehicles. This amount represents a net decrease (including additions, deductions, and depreciation) of \$959,514 from last year.

DeSoto Parish School Board
Management's Discussion and Analysis (MD&A)
June 30, 2021

Capital Assets (net of accumulated depreciation) at June 30,

| | Governmental Activities | | |
|--------------------------|-------------------------|-----------------------|---------------------|
| | 2021 | 2020 | Variance |
| Land | \$ 3,729,784 | \$ 3,729,784 | \$ - |
| Construction in progress | 3,215,989 | 2,811,673 | 404,316 |
| Buildings | 80,462,588 | 83,480,188 | (3,017,600) |
| Land Improvements | 11,821,585 | 9,879,570 | 1,942,015 |
| Furniture and equipment | 777,967 | 897,424 | (119,457) |
| Vehicles | 2,723,798 | 2,892,586 | (168,788) |
| Totals | <u>\$ 102,731,711</u> | <u>\$ 103,691,225</u> | <u>\$ (959,514)</u> |

More detail information regarding capital assets is included in Note 6 of Notes to the Financial Statements.

Debt

At the end of the fiscal year, the School Board had \$35,605,000 in debt outstanding versus \$39,260,000 last year. The outstanding debts consisted of:

| | Governmental Activities | | |
|---------------------------|-------------------------|----------------------|-----------------------|
| | 2021 | 2020 | Variance |
| General obligation | \$ 17,535,000 | \$ 20,260,000 | \$ (2,725,000) |
| Limited tax revenue bonds | 8,070,000 | 8,720,000 | (650,000) |
| Sales tax bonds | 10,000,000 | 10,280,000 | (280,000) |
| Total | <u>\$ 35,605,000</u> | <u>\$ 39,260,000</u> | <u>\$ (3,655,000)</u> |

The state limits the amount of general obligation debt that can be issued to 35 percent of the assessed value of all taxable property within the School Board's corporate limits. The School Board's net bonded general obligation debt is below the statutory-imposed limit.

We present more detailed information about our long-term liabilities in Note 11 of Notes to the Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

At the time these financial statements were prepared and audited, the School Board was not aware of any circumstances that could significantly have an impact on the present and future budgets of the Desoto Parish School Board (DPSB). DPSB is monitoring the price of gasoline and the impact that will have on all expenses in the 2021-22 budget.

CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT This financial report is designed to provide a general overview of the DeSoto Parish School Board's finances for all those with an interest in the School Board's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Director of Business Services of the DeSoto Parish School Board, 201 Crosby Street, Mansfield, LA 71052-2637, or by calling (318) 872-2836.

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

BASIC FINANCIAL STATEMENTS:

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS**

DESOTO PARISH SCHOOL BOARD

**STATEMENT OF NET POSITION
June 30, 2021**

| | <u>Statement A GOVERNMENTAL ACTIVITIES</u> |
|---|--|
| ASSETS | |
| Cash and cash equivalents | \$ 92,030,163 |
| Investments | 7,473,912 |
| Receivables | 9,875,961 |
| Inventory | 86,659 |
| Capital assets: | |
| Land and construction in progress | 6,945,773 |
| Capital assets, net of depreciation | <u>95,785,938</u> |
| TOTAL ASSETS | <u>212,198,406</u> |
| DEFERRED OUTFLOWS OF RESOURCES | |
| Deferred outflows related to refundings | 1,000,126 |
| Deferred outflows related to OPEB | 5,161,285 |
| Deferred outflows related to pensions | <u>23,453,960</u> |
| TOTAL DEFERRED OUTFLOWS OF RESOURCES | <u>29,615,371</u> |
| LIABILITIES | |
| Accounts, salaries and other payables | 10,814,666 |
| Unearned revenue | 392,250 |
| Interest payable | 245,431 |
| Long-term liabilities: | |
| Long-term debt due within one year | |
| Bonds, claims, compensated absences | 4,085,444 |
| Long term-debt due in more than one year | |
| Bonds, claims, compensated absences | 39,530,722 |
| Net OPEB liability | 40,899,169 |
| Net pension liability | <u>87,095,640</u> |
| TOTAL LIABILITIES | <u>183,063,322</u> |
| DEFERRED INFLOWS OF RESOURCES | |
| Deferred inflows related to OPEB | 10,583,191 |
| Deferred inflows related to pensions | <u>4,486,319</u> |
| TOTAL DEFERRED INFLOWS OF RESOURCES | <u>15,069,510</u> |
| NET POSITION | |
| Net investment in capital assets | 67,558,575 |
| Restricted for: | |
| Debt service | 1,520,833 |
| Maintenance | 1,563,484 |
| School food service | 1,008,662 |
| Student activity funds | 916,555 |
| Unrestricted | <u>(28,887,164)</u> |
| TOTAL NET POSITION | <u><u>\$ 43,680,945</u></u> |

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

DESOTO PARISH SCHOOL BOARD

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

Statement B

| FUNCTIONS/PROGRAMS | EXPENSES | PROGRAM REVENUES | | | NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION |
|---------------------------------|---------------|-------------------------|--|--|--|
| | | CHARGES FOR SERVICES | OPERATING GRANTS AND CONTRIBUTIONS | CAPITAL GRANTS AND CONTRIBUTIONS | |
| <i>Governmental activities:</i> | | | | | |
| Instruction: | | | | | |
| Regular programs | \$ 28,165,979 | \$ - | \$ 2,054,335 | \$ - | \$ (26,111,644) |
| Special programs | 6,380,781 | - | 851,908 | - | (5,528,873) |
| Other instructional programs | 12,016,740 | - | 5,784,371 | - | (6,232,369) |
| Support services: | | | | | |
| Pupil support services | 4,122,018 | - | 254,799 | - | (3,867,219) |
| Instructional staff support | 3,158,311 | - | 597,250 | - | (2,561,061) |
| General administration | 2,898,291 | - | 1,247,986 | - | (1,650,305) |
| School administration | 4,024,266 | - | 81,218 | - | (3,943,048) |
| Business services | 1,193,966 | - | 14,518 | - | (1,179,448) |
| Plant services | 7,637,816 | - | 269,010 | 789,070 | (6,579,736) |
| Student transportation services | 5,738,546 | - | 173,429 | - | (5,565,117) |
| Central services | 741,049 | - | 140,575 | - | (600,474) |
| Food services | 4,479,030 | 80 | 2,591,385 | - | (1,887,565) |
| Interest on long-term debt | 1,122,978 | - | - | - | (1,122,978) |
| Total Governmental Activities | \$ 81,679,771 | \$ 80 | \$ 14,060,784 | \$ 789,070 | (66,829,837) |

General revenues:

| | |
|--|---------------|
| Taxes: | |
| Ad valorem taxes levied for debt service purposes | 2,182,293 |
| Ad valorem taxes levied for general purposes | 41,326,055 |
| Sales taxes levied for salaries, benefits and general purposes | 22,473,018 |
| Grants and contributions not restricted to specific programs: | |
| State revenue sharing | 340,540 |
| Minimum Foundation Program | 13,868,222 |
| Interest and investment earnings | 237,516 |
| Miscellaneous | 3,564,613 |
| Total general revenues | 83,992,257 |
| Changes in net position | 17,162,420 |
| Net position - beginning, as originally stated | 25,708,749 |
| Prior period adjustment | 809,776 |
| Net position - beginning, as restated | 26,518,525 |
| Net position - ending | \$ 43,680,945 |

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

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

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DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

BASIC FINANCIAL STATEMENTS:
FUND FINANCIAL STATEMENTS

DESOTO PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS

Balance Sheet

June 30, 2021

| | <u>GENERAL FUND</u> | <u>INSTRUCTIONAL ENHANCEMENT</u> | <u>EDUCATION STABILIZATION</u> | <u>PARISHWIDE CAPITAL PROJECT</u> |
|---|-------------------------|--------------------------------------|------------------------------------|---|
| ASSETS | | | | |
| Cash and cash equivalents | \$ 16,792,566 | \$ 17,552,938 | \$ - | \$ 11,521,969 |
| Investments | 6,320,494 | - | - | - |
| Receivables | 2,805,877 | 16,651 | 4,295,836 | 20,202 |
| Interfund receivables | 4,201,834 | - | - | - |
| Inventory | - | - | - | - |
| TOTAL ASSETS | 30,120,771 | 17,569,589 | 4,295,836 | 11,542,171 |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Accounts, salaries and other payables | 6,164,622 | - | 1,067,054 | 307,801 |
| Interfund payables | - | - | 3,228,782 | - |
| Unearned revenue | - | - | - | - |
| TOTAL LIABILITIES | 6,164,622 | - | 4,295,836 | 307,801 |
| Deferred Inflows of Resources: | | | | |
| Unavailable revenue - federal | - | - | 789,070 | - |
| TOTAL DEFERRED INFLOWS OF RESOURCES | - | - | 789,070 | - |
| FUND BALANCES: | | | | |
| Nonspendable | - | - | - | - |
| Restricted | - | - | - | - |
| Committed | 9,600,000 | 17,569,589 | - | 11,234,370 |
| Unassigned | 14,356,149 | - | (789,070) | - |
| TOTAL FUND BALANCES | 23,956,149 | 17,569,589 | (789,070) | 11,234,370 |
| TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES | \$ 30,120,771 | \$ 17,569,589 | \$ 4,295,836 | \$ 11,542,171 |

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

Statement C

| CAPITAL PROJECT- SCHOOL DISTRICT NO. 2 | NONMAJOR GOVERNMENTAL | TOTAL |
|---|----------------------------------|-----------------------|
| \$ 13,707,202 | \$ 24,836,282 | \$ 84,410,957 |
| - | - | 6,320,494 |
| 201,330 | 1,679,804 | 9,019,700 |
| - | - | 4,201,834 |
| - | 86,659 | 86,659 |
| <u>13,908,532</u> | <u>26,602,745</u> | <u>104,039,644</u> |
| 47,175 | 1,128,014 | 8,714,666 |
| - | 973,052 | 4,201,834 |
| - | 392,250 | 392,250 |
| <u>47,175</u> | <u>2,493,316</u> | <u>13,308,750</u> |
| - | - | 789,070 |
| - | - | 789,070 |
| - | 86,659 | 86,659 |
| - | 5,254,965 | 5,254,965 |
| 13,861,357 | 18,767,805 | 71,033,121 |
| - | - | 13,567,079 |
| <u>13,861,357</u> | <u>24,109,429</u> | <u>89,941,824</u> |
| <u>\$ 13,908,532</u> | <u>\$ 26,602,745</u> | <u>\$ 104,039,644</u> |

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

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DESOTO PARISH SCHOOL BOARD

**Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Position
June 30, 2021**

Statement D

| | | |
|--|--------------------|--------------------------|
| Total fund balances - governmental funds | \$ | 89,941,824 |
| <p>The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Position includes those capital assets among the assets of the School Board as a whole. The cost of those capital assets allocated over their estimated useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in governmental funds.</p> | | |
| Costs of capital assets | \$ | 176,748,653 |
| Depreciation expense to date | | <u>(74,016,942)</u> |
| | | 102,731,711 |
| <p>Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as derrered inflow or resources - unavailable revenue in the governmental funds.</p> | | |
| | | 789,070 |
| <p>Long-term liabilities applicable to the School Board's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long term - are reported in the Statement of Net Position.</p> | | |
| Balances at June 30, 2021 are: | | |
| Long-term liabilities | | |
| General obligation and tax revenue bonds payable | (35,605,000) | |
| Premium on bonds | (568,262) | |
| Net pension liability | (87,095,640) | |
| Net OPEB liability | (40,899,169) | |
| Compensated absences payable | (3,872,034) | |
| Interest payable | <u>(245,431)</u> | |
| | | (168,285,536) |
| <p>Deferred outflows for OPEB, refundings and pensions are not reported in the governmental funds but are reported in the government wide financial statements</p> | | |
| Refundings | 1,000,126 | |
| OPEB | 5,161,285 | |
| Pensions | <u>23,453,960</u> | |
| | | 29,615,371 |
| <p>Deferred inflows for OPEB and pensions are not reported in the governmental funds but are reported in the government wide financial statements</p> | | |
| OPEB | (10,583,191) | |
| Pensions | <u>(4,486,319)</u> | |
| | | (15,069,510) |
| <p>Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities .</p> | | |
| | | <u>3,958,015</u> |
| Net Position - Governmental Activities | \$ | <u><u>43,680,945</u></u> |

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

DESOTO PARISH SCHOOL BOARD

**GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2021**

| | GENERAL FUND | INSTRUCTIONAL ENHANCEMENT | EDUCATION STABILIZATION | PARISHWIDE CAPITAL PROJECT |
|--|-------------------------|--------------------------------------|------------------------------------|---|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Ad valorem | \$ 35,483,078 | \$ - | \$ - | \$ - |
| Sales and use | 16,146,413 | - | - | 224,730 |
| Interest earnings | 111,018 | 5,443 | - | 30,328 |
| Food service | - | - | - | - |
| Other | 1,802,931 | 98,460 | - | - |
| State sources: | | | | |
| Equalization | 13,461,225 | - | - | - |
| Other | 382,459 | - | - | - |
| Federal sources | 143,953 | - | 5,172,514 | - |
| TOTAL REVENUES | 67,531,077 | 103,903 | 5,172,514 | 255,058 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 24,670,443 | - | 1,963,311 | - |
| Special programs | 6,386,914 | - | 230,208 | - |
| Vocational programs | 1,402,522 | - | 128,519 | - |
| Other instructional programs | 3,094,009 | 847,333 | 819,923 | - |
| Other special programs | 378,466 | - | 61,288 | - |
| Support services: | | | | |
| Student services | 4,368,039 | - | 115,293 | - |
| Instructional staff support | 2,932,480 | - | 143,494 | - |
| General administration | 2,527,129 | - | 3,818 | 3,602 |
| School administration | 4,245,674 | - | 81,218 | - |
| Business services | 1,087,917 | 2,658 | 14,518 | - |
| Plant services | 2,696,349 | - | 269,010 | 31,455 |
| Student transportation services | 2,214,010 | - | 170,629 | - |
| Central services | 613,238 | - | 140,575 | - |
| Food services | - | - | 99,197 | - |
| Capital outlay | - | - | 789,070 | 1,536,180 |
| Debt service: | | | | |
| Principal retirement | - | - | - | - |
| Interest and bank charges | - | - | - | - |
| Bond issuance costs | - | - | - | - |
| TOTAL EXPENDITURES | 56,617,190 | 849,991 | 5,030,071 | 1,571,237 |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | \$ 10,913,887 | \$ (746,088) | \$ 142,443 | \$ (1,316,179) |

Statement E

| CAPITAL PROJECT- SCHOOL DISTRICT NO. 2 | NONMAJOR GOVERNMENTAL | TOTAL |
|---|----------------------------------|---------------------|
| \$ - | \$ 8,025,270 | \$ 43,508,348 |
| 564,428 | 5,537,447 | 22,473,018 |
| 45,249 | 31,764 | 223,802 |
| - | 80 | 80 |
| - | 1,686,111 | 3,587,502 |
| - | 406,997 | 13,868,222 |
| - | 983,220 | 1,365,679 |
| - | 7,719,178 | 13,035,645 |
| <u>609,677</u> | <u>24,390,067</u> | <u>98,062,296</u> |
| - | - | 26,633,754 |
| - | 643,230 | 7,260,352 |
| - | 92,363 | 1,623,404 |
| - | 2,789,817 | 7,551,082 |
| - | 3,351,544 | 3,791,298 |
| - | 139,506 | 4,622,838 |
| - | 453,756 | 3,529,730 |
| 9,047 | 473,051 | 3,016,647 |
| - | 1,371 | 4,328,263 |
| - | 313 | 1,105,406 |
| 180,426 | 4,493,106 | 7,670,346 |
| - | 3,549,428 | 5,934,067 |
| - | - | 753,813 |
| - | 4,340,225 | 4,439,422 |
| 214,665 | 1,203,439 | 3,743,354 |
| - | 4,220,000 | 4,220,000 |
| - | 1,108,198 | 1,108,198 |
| - | 194,494 | 194,494 |
| <u>404,138</u> | <u>27,053,841</u> | <u>91,526,468</u> |
| <u>\$ 205,539</u> | <u>\$ (2,663,774)</u> | <u>\$ 6,535,828</u> |

(CONTINUED)

DESOTO PARISH SCHOOL BOARD

**GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2021**

| | GENERAL FUND | INSTRUCTIONAL ENHANCEMENT | EDUCATION STABILIZATION | PARISHWIDE CAPITAL PROJECT |
|---|-------------------------|--------------------------------------|------------------------------------|---|
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | \$ 1,244,168 | \$ 9,000,000 | \$ - | \$ 150,000 |
| Transfers out | (12,041,101) | - | (931,513) | - |
| Refunding bonds issued | - | - | - | - |
| Payment to refunded bond escrow agent | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | (10,796,933) | 9,000,000 | (931,513) | 150,000 |
| Net Change in Fund Balances | 116,954 | 8,253,912 | (789,070) | (1,166,179) |
| FUND BALANCES - BEGINNING ORIGINALLY STATED | 23,839,195 | 9,315,677 | - | 12,400,549 |
| Prior period adjustment | - | - | - | - |
| FUND BALANCES - BEGINNING, AS RESTATED | 23,839,195 | 9,315,677 | - | 12,400,549 |
| FUND BALANCES - ENDING | \$ 23,956,149 | \$ 17,569,589 | \$ (789,070) | \$ 11,234,370 |

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

Statement E

| CAPITAL PROJECT- SCHOOL DISTRICT NO. 2 | NONMAJOR GOVERNMENTAL | TOTAL |
|---|----------------------------------|----------------------|
| \$ 1,493,400 | \$ 2,427,701 | \$ 14,315,269 |
| - | (1,342,655) | (14,315,269) |
| - | 14,665,000 | 14,665,000 |
| - | (14,463,131) | (14,463,131) |
| <u>1,493,400</u> | <u>1,286,915</u> | <u>201,869</u> |
| <u>1,698,939</u> | <u>(1,376,859)</u> | <u>6,737,697</u> |
| 12,162,418 | 24,676,512 | 82,394,351 |
| - | 809,776 | 809,776 |
| <u>12,162,418</u> | <u>25,486,288</u> | <u>83,204,127</u> |
| <u>\$ 13,861,357</u> | <u>\$ 24,109,429</u> | <u>\$ 89,941,824</u> |

(CONCLUDED)

DESOTO PARISH SCHOOL BOARD

**GOVERNMENTAL FUNDS
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances to the Statement of Activities
For the Year Ended June 30, 2021**

| | | Statement F |
|--|----|--------------------------|
| Total net change in fund balances - governmental funds | \$ | 6,737,697 |
| Amounts reported for governmental activities in the Statement of Activities are different because: | | |
| Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense for assets over the capitalization threshold. This is the amount by which capital outlay exceeds depreciation in the period: | | |
| Capital outlay additions | \$ | 4,050,966 |
| Depreciation expense | | <u>(4,987,591)</u> |
| | | (936,625) |
| Loss on disposal of capital assets reduces net position in the government wide statements. | | (22,889) |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds. | | 789,070 |
| Deferred outflows for refundings are not reported in the governmental funds but are reported in the government wide financial statements and amortized over the life of the bonds. | | (464,591) |
| The issuance of long-term debt provides financial resources of governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. | | |
| Repayment of bond principal | | 4,220,000 |
| Bond premium | | 283,789 |
| Additions to deferred outflows related to current year refunding | | (279,536) |
| Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. | | 62,887 |
| In the Statement of Activities, certain operating expenses-compensated absences (vacations and sick leave) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time used (\$519,375) exceeded the amounts earned (\$420,400) by \$98,975. | | 98,975 |
| In the Statement of Activities, certain operating expenses-other post employment benefits are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). | | 4,691,536 |
| The recognition of pension expense in the Statement of Activities is based on projected benefit payments discounted to actuarial present value and attributed to periods of employee service. Pension expenditures in the fund financial statements are the amounts actually paid. | | 1,969,230 |
| Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of the internal service funds is reported with governmental activities. | | <u>12,877</u> |
| Change in net position of governmental activities | \$ | <u><u>17,162,420</u></u> |

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

DESOTO PARISH SCHOOL BOARD

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUNDS

Statement of Net Position

June 30, 2021

Statement G

ASSETS

CURRENT ASSETS

| | | |
|---------------------------|----|-----------|
| Cash and cash equivalents | \$ | 7,619,206 |
| Investments | | 1,153,418 |
| Receivables | | 856,261 |

| | | |
|----------------------|--|-----------|
| TOTAL CURRENT ASSETS | | 9,628,885 |
|----------------------|--|-----------|

LIABILITIES

CURRENT LIABILITIES

| | | |
|------------------|--|-----------|
| Accounts payable | | 2,100,000 |
| Claims payable | | 150,000 |

| | | |
|---------------------------|--|-----------|
| TOTAL CURRENT LIABILITIES | | 2,250,000 |
|---------------------------|--|-----------|

NON CURRENT LIABILITIES

| | | |
|-------------------------------|--|-----------|
| Medical claims payable | | 2,978,447 |
| Dental claims payable | | 174,037 |
| Worker's compensation payable | | 268,386 |

| | | |
|-------------------------------|--|-----------|
| TOTAL NON CURRENT LIABILITIES | | 3,420,870 |
|-------------------------------|--|-----------|

| | | |
|-------------------|--|-----------|
| TOTAL LIABILITIES | | 5,670,870 |
|-------------------|--|-----------|

NET POSITION

| | | |
|--------------|----|-----------|
| Unrestricted | \$ | 3,958,015 |
|--------------|----|-----------|

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

DESOTO PARISH SCHOOL BOARD

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUNDS

**Statement of Revenues, Expenses,
and Changes in Fund Net Position
For the Year Ended June 30, 2021**

Statement H

| | | |
|-------------------------------------|----|-----------------------------|
| OPERATING REVENUE | | |
| Medical premiums | \$ | 15,507,644 |
| Dental premiums | | 808,900 |
| Worker's compensation premiums | | 150,659 |
| Medicare subsidy | | <u>134,563</u> |
| TOTAL OPERATING REVENUES | | <u>16,601,766</u> |
| OPERATING EXPENSES | | |
| Claims | | 15,229,728 |
| Administration | | 539,679 |
| Insurance | | <u>833,196</u> |
| TOTAL OPERATING EXPENSES | | <u>16,602,603</u> |
| Operating income (loss) | | (837) |
| NON OPERATING REVENUES/EXPENSES | | |
| Earnings on investments | | <u>13,714</u> |
| Change in Net Position | | 12,877 |
| NET POSITION - BEGINNING | | <u>3,945,138</u> |
| NET POSITION - ENDING | \$ | <u><u>3,958,015</u></u> |

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

DESOTO PARISH SCHOOL BOARD

**PROPRIETARY FUND TYPE - INTERNAL SERVICE FUNDS
Statement of Cash Flows
For the Year Ended June 30, 2021**

| | Statement I |
|--|----------------------------|
| CASH FLOW (USES) FROM OPERATING ACTIVITIES | |
| Premiums received | \$ 17,245,397 |
| Administrative fees paid | (578,179) |
| Premiums paid | (64,933) |
| Claims paid | <u>(15,572,717)</u> |
| Net cash provided (used) by operating activities | <u>1,029,568</u> |
| CASH FLOW FROM INVESTING ACTIVITIES | |
| Earnings on investments | 13,714 |
| Purchase of investments | <u>37,939</u> |
| Net cash provided (used) for investing activities | <u>51,653</u> |
| Net increase (decrease) in cash and cash equivalents | 1,081,221 |
| CASH AND CASH EQUIVALENTS - BEGINNING | <u>6,537,985</u> |
| CASH AND CASH EQUIVALENTS - ENDING | <u><u>7,619,206</u></u> |
| RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES | |
| Operating income (loss) | (837) |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | |
| (Increase) decrease in receivables | 493,631 |
| (Increase) decrease in interfund receivables | 150,000 |
| (Increase) decrease in prepaid items | 768,263 |
| Increase (decrease) in accounts and claims payable | <u>(381,489)</u> |
| Net cash provided by (used) for operating activities | <u><u>\$ 1,029,568</u></u> |

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

DESOTO PARISH SCHOOL BOARD

STATEMENT OF FIDUCIARY
NET POSITION
June 30, 2021

| | Statement J |
|----------------------------------|--|
| | <u>OTHER POST EMPLOYMENT BENEFITS TRUST FUND</u> |
| ASSETS | |
| Cash and cash equivalents | \$ 1,214,404 |
| Investments | |
| Corporate bonds | 45,729,102 |
| U.S. Government securities | 19,467,595 |
| Exchange traded funds | 11,870,104 |
| Receivables: | |
| Contributions | <u>2,100,000</u> |
| TOTAL ASSETS | <u><u>80,381,205</u></u> |
| NET POSITION | |
| Net position restricted for OPEB | <u><u>\$ 80,381,205</u></u> |

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

DESOTO PARISH SCHOOL BOARD

**STATEMENT OF CHANGES
IN FIDUCIARY NET POSITION
For the Year Ended June 30, 2021**

| | <u>Statement K</u> |
|--|--|
| | <u>OTHER POST EMPLOYMENT BENEFITS TRUST FUND</u> |
| ADDITIONS | |
| Employer contributions | \$ 6,491,175 |
| Investment income (loss): | |
| Interest and dividends | 1,643,788 |
| Net increase (decrease) in fair value of investments | 1,969,659 |
| Less: Direct investment expense | <u>(231,430)</u> |
| Net investment income | <u>3,382,017</u> |
| TOTAL ADDITIONS | <u>9,873,192</u> |
| DEDUCTIONS | |
| Benefit payments | <u>4,371,175</u> |
| TOTAL DEDUCTIONS | <u>4,371,175</u> |
| Net increase (decrease) in net position | 5,502,017 |
| NET POSITION - BEGINNING | <u>74,879,188</u> |
| NET POSITION - ENDING | <u>\$ 80,381,205</u> |

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

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

INDEX

| | <u>Page</u> |
|--|-------------|
| NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES..... | 65 |
| A. REPORTING ENTITY | 65 |
| B. FUNDS..... | 65 |
| Governmental Funds | 65 |
| Proprietary Funds | 66 |
| Fiduciary Funds..... | 66 |
| C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING..... | 66 |
| Government-Wide Financial Statements (GWFS)..... | 66 |
| Fund Financial Statements (FFS)..... | 67 |
| Governmental Funds | 67 |
| D. BUDGETS..... | 68 |
| E. CASH AND CASH EQUIVALENTS..... | 68 |
| F. INVESTMENTS | 68 |
| G. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES | 69 |
| H. ELIMINATION AND RECLASSIFICATION..... | 69 |
| I. INVENTORIES..... | 69 |
| J. PREPAIDS | 69 |
| K. CAPITAL ASSETS..... | 69 |
| L. UNEARNED REVENUES | 70 |
| M. COMPENSATED ABSENCES | 70 |
| N. LONG-TERM LIABILITIES..... | 70 |
| O. RESTRICTED NET POSITION..... | 71 |
| P. FUND EQUITY OF FUND FINANCIAL STATEMENTS | 71 |
| Q. INTERFUND ACTIVITIES..... | 72 |
| R. SALES TAXES | 72 |
| S. USE OF ESTIMATES | 73 |
| T. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES..... | 73 |
| NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY | 73 |
| NOTE 3 - LEVIED TAXES..... | 74 |
| NOTE 4 - DEPOSITS AND INVESTMENTS | 75 |
| NOTE 5 - RECEIVABLES..... | 77 |
| NOTE 6 - CAPITAL ASSETS..... | 78 |
| NOTE 7 - PENSION PLANS | 78 |
| NOTE 8 - POST-EMPLOYMENT HEALTH CARE AND DENTAL INSURANCE BENEFITS | 84 |
| NOTE 9 - ACCOUNTS, SALARIES AND OTHER PAYABLES | 90 |
| NOTE 10 - COMPENSATED ABSENCES..... | 90 |
| NOTE 11 - LONG-TERM LIABILITIES..... | 90 |
| NOTE 12 - INTERFUND ASSETS/LIABILITIES (FFS LEVEL ONLY) | 93 |
| NOTE 13 - INTERFUND TRANSFERS (FFS LEVEL ONLY)..... | 93 |
| NOTE 14 - ENCUMBRANCES (FFS LEVEL ONLY) | 93 |
| NOTE 15 - RISK MANAGEMENT | 94 |
| NOTE 16 - LITIGATION AND CLAIMS | 94 |
| NOTE 17 - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES..... | 95 |
| NOTE 18 - JOINTLY GOVERNED ORGANIZATION | 95 |
| NOTE 19 - FUND BALANCE CLASSIFICATION DETAILS | 96 |
| NOTE 20 - TAX ABATEMENTS | 96 |
| NOTE 21 - NEW GASB STANDARDS | 96 |
| NOTE 22 - CHANGE IN PRESENTATION | 97 |
| NOTE 23 - SUBSEQUENT EVENTS..... | 97 |

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: The accompanying financial statements of the DeSoto Parish School Board have been prepared in conformity with accounting principles generally accepted in the United States of America (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 DeSoto Parish School Board was created by Louisiana Revised Statute LSA-R.S. 17:51 to provide public education for the children within DeSoto Parish. The School Board is authorized by LSA-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the state of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of eleven members who are elected from eleven districts for concurrent terms of four years.

The School Board operates nine schools within the parish with a total enrollment of approximately 4,800 pupils, including Pre-K. In conjunction with the regular educational programs and special education programs, some schools operate early childhood (4-year old) programs. The School Board also provides services for expelled students, homebound students, transportation to and from school, and meals for breakfast and lunch.

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. 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 issue bonded debt. The School Board also has no component units 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: The accounts of the School Board are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The funds of the School Board are classified into three categories: governmental, proprietary, and fiduciary.

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 capital assets, and the servicing of long-term debt. The School Board reports the following major governmental funds:

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.

Instructional Enhancement - a special revenue fund, primarily funded through local earnings from other real property. It accounts for financial resources funding district-wide educational initiatives for pre-kindergarten through 12th grade.

Education Stabilization - a special revenue fund to assist the School District in meeting the challenges in providing educational services as a result of the COVID-19 pandemic federally funded by the CARES Acts and American Rescue Plan Act.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Parishwide Capital Project - a capital project fund. It accounts for financial resources to acquire, construct, and improve public school facilities in the parish.

School District No. 2 - a capital project fund. It accounts for financial resources to acquire, construct, and improve public school facilities in District No. 2.

Proprietary Funds: Proprietary funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on measurement, which, together with the maintenance of equity is an important financial indicator. The School Board reports the following proprietary fund:

Internal Service Fund - used to account for medical, dental and workers' compensation insurance for employees of the School Board on a cost reimbursement basis.

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.

Pension (and Other Post-Employment Benefits) Trust Funds are used to report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contributions plans, other postemployment benefit plans, or other employee benefit plans.

Other Post-Employment Benefits Trust Fund - accounts for the assets held in an irrevocable trust for payment of retirees' health insurance premiums.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING:

Government-Wide Financial Statements (GWFS): The Statement of Net Position and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are not included in the GWFS.

The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions.

Internal activities: The employees' medical, dental and workers' compensation insurance internal service funds provide services to the governmental funds. Accordingly, the employees' medical, dental and workers' compensation insurance funds activity was rolled up into the governmental activities. Pursuant to GASB Statement No. 34 Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, as much as possible, the internal activities have been eliminated in order to avoid the "grossing-up" effect of a straight inclusion. The interfund services provided and used are not eliminated in the process of consolidation.

Program revenues: Program revenues include 1) charges for services provided, 2) operating grants and contributions, and 3) capital grants and contributions; program revenues reduce the cost of the function to be financed from the School Board's general revenues. Charges for services are primarily derived from cafeteria sales. Operating grants and contributions consist of the many educational grants received from the federal and state government.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Allocation of indirect expenses: The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on long-term debt is considered an indirect expense and is reported separately in the Statement of Activities.

Fund Financial Statements (FFS):

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 susceptible 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 unmatured principal and interest on long-term debt which is recognized when due. Compensated absences and claims and judgments are reported in a governmental fund only if the claims are due and payable.

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

Ad valorem taxes are recorded in the year the taxes are due and payable and are remitted on a monthly basis to the School Board.

Sales and use taxes are recorded in the month collected by the vendor.

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. Expenditure-driven grants are recognized as revenue 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.

Expenditures

Salaries are recorded as paid. Unpaid salaries for nine-month employees who are paid over twelve months are accrued at June 30. Substantially all other expenditures are recognized when the related fund liability has been incurred.

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

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Proprietary Fund: Proprietary fund is accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred. With this measurement focus, all assets and all liabilities associated with the operation of this fund are included on the balance sheet.

Operating revenues and expenses: Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary Fund: The trust fund is custodial in nature and does not present results of operations. The trust fund is accounted for using the accrual basis of accounting and uses the economic resources measurement focus.

D. BUDGETS:

General Budget Policies State statute requires budgets to be adopted for the general fund and all special revenue funds excluding Student Activity Funds; however, the School Board has elected to also adopt budgets for capital project and debt service funds. In May the Superintendent submits to the Board proposed annual budgets for the general fund, special revenue funds, capital project funds and debt service funds. Public hearings are conducted, prior to the Board's approval, to obtain citizens' comments. The operating budgets include proposed expenditures and the means of financing them. Appropriations (unexpected budget balances) lapse at year end.

Formal budget integration (within accounting records) is employed as a management control device. All budgets are controlled at the departmental or project level. School Board policy prescribes that the level of budgetary control is at the fund level for all funds.

Encumbrances Encumbrance accounting is employed in governmental funds. Appropriations lapse at year end, except for the encumbrances within the capital project funds and Education Stabilization fund.

Budget Basis of Accounting All governmental funds' budgets are prepared on the modified accrual basis of accounting. 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 balance must equal or exceed total budgeted expenditures and other financing uses. The effect of budget amendments during the year for the general fund was to increase net revenues by \$2,450,582 and increase net expenditures by \$1,698,490.

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

F. INVESTMENTS: Investments are limited by R.S. 33:2955 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.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

The investments are reflected at fair value except for the following which are permitted per GASB Statement No. 31:

1. Investments in *nonparticipating* interest-earning contracts, such as nonnegotiable certificates of deposit with redemption terms that do not consider market rates, are reported using a cost-based measure.
2. Money market investments and *participating* interest-earning investment contracts that have a remaining maturity at time of purchase of one year or less are reported at amortized cost.

Definitions:

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

Money market investments are short-term, highly liquid debt instruments that include U. S. Treasury obligations.

G. 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 interfund receivables/payables on the balance sheet. Short-term interfund loans are also classified as interfund receivables/payables.

H. ELIMINATION AND RECLASSIFICATION: In the process of aggregating data for the statement of net position and the statement of activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

I. INVENTORIES: Inventories of the governmental fund type are accounted for using the consumption method where expenditures are recognized as inventory is used.

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

J. PREPAIDS: Prepaids of the governmental fund type are accounted for using the purchases method.

K. CAPITAL ASSETS: Capital assets are recorded at historical cost or estimated historical cost for assets where actual historical cost is not available and depreciated over their estimated useful lives. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value. The School Board maintains a threshold level of the following: \$1 (land and construction in progress), \$5,000 (equipment and vehicles), \$25,000 (land improvements), \$50,000 (building and building improvements), and \$250,000 for intangibles for capitalizing capital assets. Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Buildings have been assigned a salvage value of 1% to 8%. Vehicles are assigned a salvage value of 10% to 15%. Other capital assets have not been assigned a salvage value because management feels that the salvage value is immaterial.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Straight line depreciation is used based on the following estimated useful lives:

| | |
|-------------------------|-------------|
| Buildings | 25-45 years |
| Land improvements | 10-25 years |
| Building improvements | 10-20 years |
| Furniture and equipment | 5-15 years |
| Vehicles | 5-8 years |

L. UNEARNED REVENUES: The School Board reports unearned revenues on its statement of net position and fund balance sheet. These unearned revenues arise when the School Board receives grant funds for expenditure-driven grants before the qualifying expenditure has occurred. In subsequent periods when the expenditure occurs, the liability for unearned revenue is removed and the revenue is recognized.

M. COMPENSATED ABSENCES: Compensated absences include salary related payments. All School Board employees earn from five to twenty days of vacation leave each year depending upon length of service. Unused vacation leave as of June 30 can be accumulated and carried forward to the succeeding year, up to a maximum of sixty days.

All School Board employees, except eleven and twelve-month employees, earn ten days of sick leave each year. Twelve-month School Board employees earn twelve days of sick leave each year and eleven-month employees earn eleven days per year. Non-twelve-month employees may use two days of sick leave each year for personal business. Sick leave may be accumulated without limitation. Upon retirement or death, a maximum of twenty-five days accumulated sick leave and up to 60 days of annual leave may be paid to the employee or the employee's estate at the employee's current rate of pay. Under the various pension funds, the total accumulated sick leave, including the twenty-five days paid, is used in the retirement benefit computation as earned service for leave earned prior to July 1, 1988. For sick leave earned after July 1, 1988, under the Teachers' Retirement System of Louisiana and for sick leave earned under the Louisiana School Employees' Retirement System, all unpaid sick leave, which excludes the twenty-five days paid, is used in the retirement benefit computation as earned service.

In the FFS, the matured liability for compensated absences, which includes salary and salary related payments, is reported in the fund. The total liability is reported in the GWFS.

N. LONG-TERM LIABILITIES: Bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as other financing sources. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. Deferred gains on refunding are capitalized and amortized over the life of refunding in the GWFS.

The School Board provides certain continuing medical, dental, vision and life insurance benefits for its retired employees. The OPEB Plan is a single-employer defined benefit "substantive plan" as understood by past practices of the School Board.

For purposes measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the retirement systems and additions to/deductions from the retirements systems fiduciary net position have been determined on the same basis as they are reported by the retirement systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the School Board's retiree benefit plan and additions to /deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

O. RESTRICTED NET POSITION: For the government-wide statement of net position, net position is reported as restricted when constraints placed on net position use are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or,

Imposed by law through constitutional provisions or enabling legislation.

Restricted net position of \$3,084,317 reported in the statement of net position is restricted through enabling legislation.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

P. FUNDEQUITY OF FUND FINANCIAL STATEMENTS: GASB 54 requires the fund balance amounts to be reported within the fund balance categories as follows:

Non-spendable: Fund balance that is not in spendable form or legally or contractually required to be maintained intact. This category includes items that are not easily converted to cash such as inventories and prepaid items.

Restricted: Fund balance that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

Committed: Fund balance that can only be used for specific purposes determined by the School Board's highest level of decision making authority. Committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action it employed to previously commit the funds. Committed fund balance is the result of a resolution passed by the School Board committing the funds.

Assigned: Fund balance that is constrained by the School Board's intent to be used for specific purposes, but are neither restricted nor committed. The School Board does not presently have a policy regarding assigned fund balance.

Unassigned: Fund balance that is the residual classification for the general fund. A negative unassigned fund balance may be reported in other governmental funds if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or adding to those purposes.

The School Board reduces committed amounts, followed by assigned amounts and then unassigned amounts when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used. The School Board considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Minimum Fund Balance/Net Position: The School Board has a policy to maintain minimum fund balance in each of the funds listed below. These reserves provide the Board with additional options when responding to unexpected issues and other forms of risk.

| | |
|--------------------------|---|
| General Fund | A minimum fund balance equal to 15% of total General Fund annual expenditures. |
| Special Revenue Fund | |
| Maintenance Tax Fund | A minimum fund balance equal to 16.6% of total Maintenance Fund annual expenditures. |
| School Food Service Fund | A minimum fund balance equal to 10.0% of total School Food Service expenditures. |
| Debt Service Fund | When a tax is collected to retire long-term debt, the fund balance shall remain between 40% to 75% of next year's principal and interest payments for all issues except Sales and Use Tax Bonds. |
| | Sales and Use Tax Bonds shall be equal to 100% of the average annual debt service payments. |
| Capital Projects Fund | A minimum fund balance shall be equal to (a) 3% of the total capital assets for land improvements, buildings, building improvements and construction in progress located within the boundaries of each district, (b) an amount set aside annually to replace turf football fields or outdoor tracks located at various schools and (c) an amount calculated by technology and set aside for replacement on a 5 year replacement schedule. |
| Internal Service Fund | |
| Group Medical | A minimum ending net position shall be no greater than 2 months (16.7%) of total group medical operating expenses. |
| Group Dental | A minimum ending net position shall be no greater than 2 months (16.7%) of total group dental operating expenses. |
| Workmen's Compensation | A minimum ending net position shall be equal to 75% of the "minimum loss fund" for the liability period as shown in the Board's re-insurance policy. |

Q. INTERFUND ACTIVITIES: Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

R. SALES TAXES: All of the DeSoto Parish School Board sales taxes have no expiration, which are as follows:

On March 25, 1968, the voters of DeSoto Parish approved a one cent sales and use tax to be used for salaries of teachers and other personnel and for the operation of public elementary and secondary schools.

On May 3, 1986, the voters of DeSoto Parish approved a one-half cent sales and use tax to be used to supplement salaries of School Board employees.

On April 12, 2001, the voters of DeSoto Parish approved a one-half cent sales and use tax to be used for salaries and benefits of teachers and other School Board employees and for the operation of public schools in DeSoto Parish.

**DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021**

On October 4, 2008, the voters of DeSoto Parish approved the continuation and levying of a one-half cent sales and use tax to be rededicated and used for the purpose of supporting, operating and maintaining the public school system and school facilities including but not limited to air conditioning school buildings and making capital improvements.

S. USE OF ESTIMATES: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 statement and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

T. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The School Board has three types of items that qualifies for reporting in this category. One item is deferred charges on refunding, which results from the difference in the carrying value of the refunded debt and its requisition price. The amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. In the Statement of Net Position, the net investment of capital assets of \$67,558,575 includes the effect of deferring the recognition of expense from the deferred charge on refunding. The \$1,000,126 balance of deferred outflows of resources will be recognized as expense and decrease in net investment in capital assets over the remaining 11 years. The School Board’s remaining two types of deferred outflows are related to the net pension liability and the net OPEB liability. Refer to Note 7 and Note 8 for additional information.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenues) until that time. The School Board does have deferred inflows related to the net pension liability and the net OPEB liability. Refer to Note 7 and Note 8 for additional information.

In the Governmental Funds’ Balance Sheet, the Education Stabilization fund is reporting deferred inflows of resources of \$789,070 for revenues that have been earned for expenditures incurred in the current fiscal year; however, the revenue was unavailable to be collected within 60 days after year-end.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Excess of Expenditures Over Appropriations in Individual Funds: The following individual fund had actual expenditures over budgeted expenditures for the year ended June 30, 2021:

| <u>Fund</u> | <u>Budget</u> | <u>Actual</u> | <u>Variance</u> |
|--------------------------------|---------------|---------------|-----------------|
| Debt Service No. 2 2010 & 2017 | \$ 655,530 | \$ 656,439 | \$ (909) |
| Debt Service No. 2 2012 & 2021 | 1,045,793 | 1,174,298 | (128,505) |
| Debt Service No. 4 2016 & 2020 | 2,166,910 | 2,245,246 | (78,336) |

The variances noted above are primarily due to unanticipated expenditures after the approved revised budgets and refunded bonds to pay bond principal.

Fund Deficits: At June 30, 2021, the Education Stabilization Fund had a deficit fund balance of \$789,070. This deficit will be cleared by grant reimbursements.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

NOTE 3 - LEVIED TAXES: The School Board levies taxes on real and business personal property located within DeSoto Parish's boundaries. Property taxes are levied by the School Board on property values assessed by the DeSoto Parish Tax Assessor and approved by the State Tax Commission. The DeSoto Parish Sheriff's Office bills and collects property taxes for the School Board. Collections are remitted to the School Board monthly.

Property Tax Calendar

| | |
|---|-------------------|
| Assessment date | October 2, 2020 |
| Levy date | October 2, 2020 |
| Tax bills mailed | November 3, 2020 |
| Due date | December 31, 2020 |
| Lien date | January 1, 2021 |
| Tax sale date, 2020 delinquent property | May 19, 2021 |

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

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

A revaluation of all property is required to be completed no less than every four years. The last revaluation was completed for the calendar year 2020. Total assessed value was \$757,797,295 in calendar year 2020. Louisiana state law exempts the first \$75,000 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$43,308,928 of the assessed value in calendar year 2020.

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.

The tax roll is prepared by the tax assessor and approved by the State Tax Commission in October of each year. The amount of 2020 property taxes to be collected occurs primarily in December 2020, January and February 2021. All property taxes are recorded in the general, special revenue, and debt service funds. The School Board considers the lien date (January 2021) as the date an enforceable legal claim occurs for 2020 property taxes. Property tax revenue is recognized in the period for which the taxes are levied (budgeted). Accordingly, the 2020 property taxes are budgeted in the 2021 fiscal year of the School Board.

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

**DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021**

The following is a summary of authorized and levied (tax rate per \$1,000 Assessed Value) ad valorem taxes:

| <u>Parish-wide Taxes</u> | <u>Authorized Millage</u> | <u>Levied Millage</u> | <u>Expiration Date</u> |
|--|-------------------------------|---------------------------|----------------------------|
| Constitutional—parishwide | 5.62 | 5.32 | Not applicable |
| Renewable—parishwide | | | |
| Maintenance Tax | 8.17 | 8.17 | 2026 |
| Operations Tax | 43.17 | 43.17 | 2026 |
| Debt Service—separate school districts | | | |
| District No. 2—North DeSoto | Variable | 3.60 | 2024 |
| District No. 4—Mansfield | Variable | 4.00 | 2031 |
| District No. 1—Logansport | Variable | 3.00 | 2038 |

NOTE 4 - DEPOSITS AND INVESTMENTS:

Deposits are stated at cost, which approximates fair value. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The fair 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.

Governmental and Proprietary Funds

Custodial credit risk-deposits: At year-end, the School Board’s carrying amount of deposits was \$92,130,164 (including certificates of deposits of \$31,189,015) and the bank balance was \$92,772,868. These deposits are reported as follows: Statement A-cash and cash equivalents, \$92,030,163, Statement A-investments, \$100,001. Of the bank balance, \$31,689,014 was covered by federal depository insurance or by collateral held by the School Board’s agent in the School Board’s name. The remaining balance was collateralized with securities held by the pledging financial institution’s trust department or agent but not in the School Board’s name. Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement No. 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise 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. The School Board’s policy regarding custodial credit risk is that funds on deposit shall be collateralized an amount at all times equal to 100% by pledged “approved securities” as specified by La. R.S 39:1225 as amended to adequately protect the funds of the School Board.

Interest rate risk-deposits: The School Board’s policy does not address interest rate risk.

Investments are measured at fair value on a recurring basis. Recurring fair value measurements are those that Governmental Accounting Standards Board (GASB) Statements require or permit in the statement of net position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset’s fair value. Level 1 inputs are quoted prices in the active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Investments' fair value measurements are as follows at June 30, 2021:

| Description of investment | Fair Value | Fair Market Value Hierarchy | Credit Risk | Interest Rate Risk |
|---------------------------|---------------------|-----------------------------|---------------|--------------------|
| U. S. Treasury bonds | \$ 279,188 | Level 1 | Aaa (Moody's) | 0-3 years |
| U. S. Treasury bonds | 742,767 | Level 1 | Aaa (Moody's) | 3-5 years |
| U. S. Agency bonds | 3,108,628 | Level 1 | AAA (Moody's) | 0-3 years |
| U. S. Agency bonds | 1,744,597 | Level 1 | AAA (Moody's) | 3-5 years |
| Municipal bonds | 1,397,138 | Level 1 | Aa2 (Moody's) | 0-3 years |
| Municipal bonds | 101,593 | Level 1 | Aaa (Moody's) | 3-5 years |
| Total | <u>\$ 7,373,911</u> | | | |

Custodial credit risk-investments: The School Board's investments of \$7,373,911 are registered in the School Board's name and held by the trust department of a financial institution. School Board policy requires that the custodian for securities shall be a national bank, state-chartered bank or a national or state trust company. Security broker/dealers must have a minimum capital requirement of \$10,000,000 and have been in business for at least five years. These may include primary dealers or regional dealers that qualify under the Securities and Exchange Commission Rule 15C3-1.

Interest rate risk-investments: The School Board's policy does not address interest rate risk.

Credit rate risk-investments: The School Board's policy does not address credit rate risk.

Other Post-Employment Benefits Trust Fund

The School Board follows the state law regarding investments in post-employment benefits funds by political subdivisions, R.S. 33:5161 and R.S. 33:5162. In summary, funds may be invested in direct U.S. Treasury Obligations, debt which is issued or guaranteed by federal agencies and backed by the full faith and credit of the U.S., direct security repurchase agreements of any federal book-entry only securities, debt issued by Corporations of the U.S. which are rated Baa or better by Moody's, Inc. or BBB or better by Fitch or Standard and Poor's Corporation, money market mutual funds, exchange traded funds or Louisiana Asset Management Pool.

| Description of investment | Fair Value | Fair Market Value Hierarchy | Credit Risk | Interest Rate Risk |
|---------------------------|----------------------|-----------------------------|----------------|--------------------|
| U. S. Treasury bonds | \$ 1,025,860 | Level 1 | AAA (Moody's) | 1-3 years |
| U. S. Agency bonds | 1,514,862 | Level 1 | Aaa (Moody's) | 1-3 years |
| U. S. Agency bonds | 8,106,873 | Level 1 | AAA (Moody's) | 3-5 years |
| U. S. Agency bonds | 8,820,000 | Level 1 | Aaa (Moody's) | 5-7 years |
| Corporate bonds | 10,146,529 | Level 1 | Baa2 (Moody's) | < 1 year |
| Corporate bonds | 15,532,458 | Level 1 | Baa2 (Moody's) | 1-3 years |
| Corporate bonds | 7,292,406 | Level 1 | Baa1 (Moody's) | 3-5 years |
| Corporate bonds | 12,757,709 | Level 1 | Baa2 (Moody's) | 5-7 years |
| Exchange Traded Funds | 11,870,104 | Level 1 | N/A | N/A |
| Total | <u>\$ 77,066,801</u> | | | |

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Custodial Credit Risk: The School Board’s policy regarding custodial credit risk is that funds on deposit shall be collateralized at all times at an amount equal to 100% by pledged “approved securities” as specified by La. R.S 39:1225 as amended to adequately protect the funds of the School Board. Cash of \$1,214,404 is held in a trust account.

Interest Rate Risk: The state law does not address specific policies for managing interest rate risk.

Credit Rate Risk: The credit risk of the other post-employment benefits trust fund is managed by restricting investments to those authorized by R.S. 33:5162.

Concentration of Credit Risk: R.S. 33:5162 provides that all fixed income investments shall be appropriately diversified by maturity, security, sector, and credit quality. At June 30, 2021, no more than 5 percent of the other post-employment benefits trust fund’s total investments were investments in any single issuer. R.S. 33:5162 provides that a trust cannot allocate more than fifty-five percent, in value, of the total portfolio in equities which includes underlying assets of mutual funds and exchange traded funds. At June 30, 2021, less than fifty-five percent of the value of the trust was allocated to equities or underlying assets of equities for mutual funds or exchange traded funds.

NOTE 5 - RECEIVABLES: The receivables at June 30, 2021 are as follows:

| | Accounts Receivable | | Intergovernmental - grants | | | Total |
|---|---------------------|--------------|----------------------------|--------------|--------------|--------------|
| | Ad Valorem Tax | Sales Tax | Federal | State | Other | |
| General Fund | \$ 5,969 | \$ 1,616,465 | \$ 12,410 | \$ 980,678 | \$ 190,355 | \$ 2,805,877 |
| Instruction Enhancement Fund | - | - | - | - | 16,651 | 16,651 |
| Education Stabilization | - | - | 4,295,836 | - | - | 4,295,836 |
| Parishwide Capital Project | - | 20,202 | - | - | - | 20,202 |
| Capital Project - School District No. 2 | - | 201,330 | - | - | - | 201,330 |
| Nonmajor Governmental | 4,026 | 182,784 | 1,307,886 | 183,920 | 1,188 | 1,679,804 |
| Total Governmental | 9,995 | 2,020,781 | 5,616,132 | 1,164,598 | 208,194 | 9,019,700 |
| Internal Service Fund | - | - | - | - | 856,261 | 856,261 |
| Total Receivables | \$ 9,995 | \$ 2,020,781 | \$ 5,616,132 | \$ 1,164,598 | \$ 1,064,455 | \$ 9,875,961 |

No allowance for doubtful accounts has been established as the School Board expects to collect the full balance.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

NOTE 6 - CAPITAL ASSETS: Capital assets balances and activity for the year ended June 30, 2021, are as follows:

| | Balance Beginning | Additions | Deletions | Balance Ending |
|-------------------------------------|-----------------------|---------------------|---------------------|-----------------------|
| Governmental activities | | | | |
| Nondepreciable capital assets: | | | | |
| Land | \$ 3,729,784 | \$ - | \$ - | \$ 3,729,784 |
| Construction in progress | 2,811,673 | 3,623,821 | 3,219,505 | 3,215,989 |
| Total nondepreciable capital assets | <u>6,541,457</u> | <u>3,623,821</u> | <u>3,219,505</u> | <u>6,945,773</u> |
| Depreciable Capital Assets: | | | | |
| Buildings | 132,395,885 | 129,522 | - | 132,525,407 |
| Land improvements | 21,562,667 | 3,178,982 | - | 24,741,649 |
| Furniture and equipment | 2,293,501 | 37,033 | 22,889 | 2,307,645 |
| Vehicles | 9,927,066 | 301,113 | - | 10,228,179 |
| Total depreciable capital assets | <u>166,179,119</u> | <u>3,646,650</u> | <u>22,889</u> | <u>169,802,880</u> |
| Less accumulated depreciation | | | | |
| Buildings | 48,915,697 | 3,147,122 | - | 52,062,819 |
| Land improvements | 11,683,097 | 1,236,967 | - | 12,920,064 |
| Furniture and equipment | 1,396,077 | 133,601 | - | 1,529,678 |
| Vehicles | 7,034,480 | 469,901 | - | 7,504,381 |
| Total accumulated depreciation | <u>69,029,351</u> | <u>4,987,591</u> | <u>-</u> | <u>74,016,942</u> |
| Governmental activities | | | | |
| Capital assets, net | <u>\$ 103,691,225</u> | <u>\$ 2,282,880</u> | <u>\$ 3,242,394</u> | <u>\$ 102,731,711</u> |

Depreciation expense was charged to governmental activities as follows:

| | |
|------------------------------|---------------------|
| Regular programs | \$ 3,981,952 |
| Other instructional programs | 2,914 |
| Pupil support | 758 |
| Instructional staff support | 4,779 |
| School administration | 180,132 |
| Business services | 2,830 |
| Plant services | 13,497 |
| Student transportation | 411,602 |
| Central services | 7,138 |
| Food services | 381,989 |
| Total depreciation expense | <u>\$ 4,987,591</u> |

NOTE 7 - PENSION PLANS:

The School Board is a participating employer in two statewide, public employee retirement systems, the Louisiana School Employees' Retirement System (LSERS) and the Teacher's Retirement System of Louisiana (TRSL). Both systems have separate boards of trustees and administer cost-sharing, multiple-employer defined benefit pension plans, including classes of employees with different benefits and contribution rates (sub-plans). Article X, Section 29(F) of the Louisiana Constitution of 1974 assigns the authority to establish and amend benefit provisions of all sub-plans administered by these systems to the State Legislature. Each system issues a public report that includes financial statements and required supplementary information. Copies of these reports for LSERS and TRSL may be obtained at www.lasers.net and www.trsl.org, respectively.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

TRSL also administers an optional retirement plan (ORP), which was created by Louisiana Revised Statute 11:921-931 for academic and administrative employees of public institutions of higher education and is considered a defined contribution plan (see Optional Retirement Plan note below). A portion of the employer contributions for ORP plan members is dedicated to the unfunded accrued liability of the TRSL defined benefit plan.

General Information about the Pension Plans

Plan Descriptions/Benefits Provided:

Louisiana School Employees' Retirement System: LSERS administers a plan to provide retirement, disability, and survivor's benefits to non-teacher school employees excluding those classified as lunch workers and their beneficiaries as defined in R.S. 11:1001. The age and years of creditable service (service) required in order for a member to receive retirement benefits are established by R.S. 11:1141-1153 and vary depending on the member's hire date.

A member who joined the system on or after July 1, 2015 is eligible for normal retirement if he has at least 5 years of creditable service and is at least age 62. A member who joined between July 1, 2010 and June 30, 2015 is eligible for normal retirement if he has at least 5 years of creditable service and is at least age 60. A member who joined the system on or before June 30, 2010 is eligible for normal retirement if he has at least 30 years of creditable service regardless of age, 25 years of creditable service and is at least age 55, or 10 years of creditable service and is at least age 60. All members are eligible for retirement with 20 years of creditable service regardless of age with an actuarially reduced benefit.

For members who joined the system prior to July 1, 2006, the maximum retirement benefit is an amount equal to 3 1/3% of the average compensation for the 3 highest consecutive years of membership service, subject to the 10% salary limitation, multiplied by the number of years of service limited to 100% of final average compensation plus a supplementary allowance of \$2.00 per month for each year of service. For members who joined the system on or after July 1, 2006 through June 30, 2010, 3 1/3% of the average compensation is used to calculate benefits, however, the calculation consists of the five highest consecutive years of membership service, subject to the 10% salary limitation. For members who joined the system on or after July 1, 2010, 2 1/2% of the average compensation is used to calculate benefits and consists of the five highest consecutive years' average salary, subject to the 15% salary limitation. The supplemental allowance was eliminated for members entering the plan on or after July 1, 1986. Effective January 1, 1992, the supplemental allowance was reinstated to all members whose service retirement became effective after July 1, 1971.

A member is eligible to retire and receive disability benefits if the member has at least 5 years of creditable service, is not eligible for normal retirement and has become totally and permanently disabled and is certified as disabled by the Medical Board. A vested person with twenty or more years of creditable service who has withdrawn from active service prior to the age at which that person is eligible for retirement benefits, is eligible for a disability benefit until normal retirement age. A member who joins the system on or after July 1, 2006, must have at least 10 years of service to qualify for disability benefits. Upon the death of a member with five or more years of creditable service, the plan provides benefits for surviving spouses and minor children. Under certain conditions outlined in the statutes, a spouse is entitled to 75% of the member's benefit.

Teachers' Retirement System of Louisiana: TRSL administers a plan to provide retirement, disability, and survivor benefits to employees who meet the legal definition of a "teacher" as provided for in R.S 11:701. Eligibility for retirement benefits and the calculation of retirement benefits are provided for in R.S. 11:761. Statutory changes closed existing, and created new, sub-plans for members hired on or after January 1, 2011 and July 1, 2015.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Most members are eligible to receive retirement benefits 1) at the age of 60 with 5 years of service, 2) at the age of 55 with at least 25 years of service, or 3) at any age with at least 30 years of service. For members joining on or after July 1, 2015, retirement benefits are paid at age 62 with at least 5 years of service credit. Members may retire with an actuarially reduced benefit with 20 years of service credit. Retirement benefits are calculated by applying a percentage ranging from 2% to 3% of final average salary multiplied by years of service. Average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to January 1, 2011, or highest 60 consecutive months of employment for members employed after that date.

Under R.S. 11:778 and 11:779, members who have suffered a qualified disability are eligible for disability benefits if employed prior to January 1, 2011 and attained at least 5 years of service or if employed on or after January 1, 2011 and attained at least 10 years of service. Members employed prior to January 1, 2011 receive disability benefits equal to 2½% of average compensation multiplied by the years of service, but not more than 50% of average compensation subject to statutory minimums. Members employed on or after January 1, 2011 receive disability benefits equivalent to the regular retirement formula without reduction by reason of age.

Survivor benefits are provided for in R.S. 11:762. In order for survivor benefits to be paid, the deceased member must have been an active member at the time of death and must have a minimum of five years of service, at least two of which were earned immediately prior to death, or must have had a minimum of twenty years of service regardless of when earned in order for a benefit to be paid to a minor or handicapped child. Survivor benefits are equal to 50% of the benefit to which the member would have been entitled if retired on the date of death using a factor of 2½% regardless of years of service or age, or \$600 per month, whichever is greater. Benefits are payable to an unmarried child until age 21, or age 23 if the child remains a full-time student. The minimum service credit requirement is ten years for a surviving spouse with no minor children, and benefits are to be paid for life to the spouse or a qualified handicapped child.

Deferred Retirement Option Program (DROP)

In lieu of terminating employment and accepting a service retirement, an eligible LSERS or TRSL member can begin participation in the DROP on the first retirement eligibility date for a period not to exceed 3 years. A member has a 60 day window from his first eligible date to participate in the program in order to participate for the maximum number of years. Delayed participation reduces the three year maximum participation period. During participation, benefits otherwise payable are fixed, and deposited in an individual DROP account. Upon termination of DROP participation, the member can continue employment and earn additional benefit accruals to be added to the fixed pre-DROP benefit. Upon termination of employment, the member is entitled to the fixed benefit, an additional benefit based on post-DROP service (if any), and the individual DROP account balance which can be paid in a lump sum or an additional annuity based upon the account balance.

Cost of Living Adjustments

As fully described in Title II of the Louisiana Revised Statutes, LSERS and TRSL allow for the payment of permanent benefit increases, also known as cost of living adjustments, or COLAs, that are funded through investment earnings when recommended by the board of trustees and approved by the Legislature. These ad hoc COLAs are not considered to be substantively automatic.

Contributions

Article X, Section 29(E)(2)(a) of the Louisiana Constitution of 1974 assigns the Legislature the authority to determine employee contributions. Employer contributions are actuarially determined using statutorily established methods on an annual basis and are constitutionally required to cover the employer's portion of the normal cost and provide for the amortization of the unfunded accrued liability. Employer contributions are adopted by the Legislature

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

annually upon recommendation of the Public Retirement Systems' Actuarial Committee. For those members participating in the TRSL defined contribution ORP, a portion of the employer contributions are used to fund the TRSL defined benefit plans' unfunded accrual liability.

Employer contributions to LSERS for fiscal year 2021 were \$1,220,405, with active member contributions ranging from 7.5% to 8%, and employer contributions of 28.7%. Employer defined benefit plan contributions to TRSL for fiscal year 2021 were \$8,603,338, with active member contributions ranging from 5% to 8%, and employer contributions of 25.8% for the regular plan and plan B. Non-employer contributing entity contributions to TRSL, which are comprised of ad valorem tax revenue and state revenue sharing totaling \$804,260, and \$376 from the State for PIP salaries, and were recognized as revenue and were used as employer contributions by the School Board for fiscal year 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2021, the School Board reported liabilities of \$11,683,395 and \$75,412,245 under LSERS and TRSL, respectively, for its proportionate share of the Net Pension Liability (NPL). The NPL for LSERS and TRSL was measured as of June 30, 2020, and the total pension liabilities used to calculate the NPL were determined by actuarial valuations as of that date. The School Board's proportions of the NPL were based on projections of the School Board's long-term share of contributions to the pension plans relative to the projected contribution of all participating employers, actuarially determined. As of June 30, 2020, the most recent measurement date, the School Board's proportions and the changes in proportion from the prior measurement date were 1.45414%, or an increase of .065502% for LSERS and .67795 %, or a decrease of .01058% for TRSL.

For the year ended June 30, 2021, the School Board recognized a total pension expense of \$7,854,513, or \$1,622,451 and \$6,232,062 for LSERS and TRSL, respectively. The School Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows | | | Deferred Inflows | | |
|---|---------------------|----------------------|----------------------|-------------------|---------------------|---------------------|
| | LSERS | TRSL | Total | LSERS | TRSL | Total |
| Differences between expected and actual experience | \$ - | \$ - | \$ - | \$ 287,604 | \$ 1,210,534 | \$ 1,498,138 |
| Changes of assumptions | 69,625 | 4,486,281 | 4,555,906 | - | - | - |
| Net difference between projected and actual earnings on pension plan investments | 1,778,898 | 5,821,376 | 7,600,274 | - | - | - |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 302,174 | 1,171,863 | 1,474,037 | 291,517 | 2,696,664 | 2,988,181 |
| Employer contributions subsequent to the measurement date | 1,220,405 | 8,603,338 | 9,823,743 | - | - | - |
| Total | <u>\$ 3,371,102</u> | <u>\$ 20,082,858</u> | <u>\$ 23,453,960</u> | <u>\$ 579,121</u> | <u>\$ 3,907,198</u> | <u>\$ 4,486,319</u> |

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Deferred outflows of resources related to pensions resulting from the School Board's contributions subsequent to the measurement date will be recognized as a reduction of the LSERS and TRSL NPL in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| | | <u>LSERS</u> | <u>TRSL</u> | <u>Total</u> |
|------|----|--------------|--------------|--------------|
| 2022 | \$ | (3,797) | \$ (125,019) | \$ (128,816) |
| 2023 | | 628,488 | 2,820,007 | 3,448,495 |
| 2024 | | 540,107 | 2,743,578 | 3,283,685 |
| 2025 | | 406,778 | 2,133,756 | 2,540,534 |

Actuarial Assumptions

The total pension liabilities for LSERS and TRSL in the June 30, 2020 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurements:

| | <u>LSERS</u> | <u>TRSL</u> |
|--|---|--|
| Valuation Date | June 30, 2020 | June 30, 2020 |
| Actuarial Cost Method | Entry Age Normal | Entry Age Normal |
| Expected Remaining Service Lives | 3 years, closed period | 5 years, closed period |
| Investment Rate of Return | 7.00% per annum | 7.45%, net of investment exp. |
| Inflation Rate | 2.5% per annum | 2.3% per annum |
| Mortality - Non-disabled | RP-2014 Healthy Annuitant Tables, RP-2014 Sex Distinct Mortality Table | Active members - RP-2014 White Collar Employee tables, adjusted by 1.010 for males and .997 for females. Inactive members - RP-2014 White Collar Healthy Annuitant tables, adjusted by 1.366 for males and 1.189 for females |
| Mortality - Disabled | RP-2014 Disabled Lives Mortality Table for males and females, with full generational MP2017 scale | RP-2014 Disability tables, adjusted by 1.111 for males and 1.134 for females |
| Termination, Disability, Retirement | 2013-2017 experience study | 2012-2017 experience study |
| Salary Increases | 3.25% | 3.1% - 4.6% varies depending on duration of service |
| Cost of Living Adjustments | Not substantively automatic | Not substantively automatic |

For LSERS the long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the CAPM pricing model (top-down), a treasury yield curve approach (bottom-up) and an equity building-block model (bottom-up). Risk return and correlations are projected on a forward looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

For TRSL, the long-term expected rate of return for each plan was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation and an adjustment for the effect of rebalancing/diversification. The resulting long-term geometric nominal expected rates of return are 8.17% for 2020.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Best estimates of arithmetic real rates of return for each major asset class included in the pension plans target asset allocation are summarized for each plan in the following table:

| | Target Allocation | LT Expected Real Rate of Return |
|------------------------------------|-------------------|---------------------------------|
| TRSL (arithmetic) | | |
| Domestic equity | 27.00% | 4.60% |
| International equity | 19.00% | 5.54% |
| Domestic fixed income | 13.00% | 0.69% |
| International fixed income | 5.50% | 1.50% |
| Private equity | 25.50% | 8.62% |
| Other private assets | 10.00% | 4.45% |
| Total | 100.00% | |
| LSERS (arithmetic) | | |
| Fixed income | 26.00% | 0.92% |
| Equity | 39.00% | 2.82% |
| Alternatives | 23.00% | 1.95% |
| Real estate | 12.00% | 0.69% |
| Total | 100.00% | 6.38% |
| Inflation | | 2.00% |
| Expected arithmetic nominal return | | 8.38% |

Discount Rate. The discount rate used to measure the total pension liability was 7.00% for LSERS and 7.45% for TRSL. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions from participating employers will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The TRSL discount rate used in the June 30, 2020 net pension liability valuation was decreased from the 7.55% used in the June 30, 2019 valuation to 7.45%.

Sensitivity of the proportionate share of the NPL to changes in the discount rate. The following presents the School Board's proportionate share of the NPL for LSERS and TRSL using the current discount rate as well as what the School Board's proportionate share of the NPL would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate:

| | 1.0% Decrease | Current Discount Rate | 1.0% Increase |
|-------|---------------|-----------------------|---------------|
| LSERS | \$ 15,303,519 | \$ 11,683,395 | \$ 8,587,253 |
| TRSL | 98,444,316 | 75,412,245 | 56,023,724 |

Pension plan fiduciary net position. Detailed information about LSERS and TRSL fiduciary net position is available in the separately issued financial reports referenced above.

Payables to the Pension Plan. At June 30, 2021, the School Board had \$258,879 and \$2,256,306 as payables to LSERS and TRSL, respectively, for the June 2021 employee and employer legally required contributions.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Optional Retirement Plan

TRSL administers an optional retirement plan (ORP), which was created by R.S. 11:921-931 for academic and administrative employees of public institutions of higher education. The purpose of the optional retirement plan is to provide retirement and death benefits to the participants while affording the maximum portability of these benefits to the participants. The optional retirement plan is a defined contribution plan that provides for full and immediate vesting of all contributions remitted to the participating companies on behalf of the participants. Eligible employees make an irrevocable election to participate in the optional retirement plan rather than the TRSL and purchase retirement and death benefits through contracts provided by designated companies. Benefits payable to participants are not the obligation of the State of Louisiana or the TRSL. Such benefits and other rights of the ORP are the liability and responsibility solely of the designated company or companies to whom contributions have been made.

R.S. 11:927 sets the contribution requirements of the ORP plan members and the employer equal to the contribution rates established for the regular retirement plan of TRSL. However, effective July 1, 2014, the employer contribution rate for amounts credited to the ORP participants who are not employed in higher education must be the greater of: (1) the employer normal cost contribution for the TRSL Regular Plan; or (2) 6.2%.

Employer ORP contributions to TRSL for fiscal year 2021 totaled \$5,155, which represents pension expense for the School Board. Employee contributions totaled \$6,610. The Active member and employer contribution rates were 8% and 6.2%, respectively, with an additional employer contribution of 21.8% made to the TRSL defined benefit plan described above.

NOTE 8 - POST-EMPLOYMENT HEALTH CARE AND DENTAL INSURANCE BENEFITS

General Information about the OPEB Plan

Plan description - In accordance with state statutes, the School Board provides certain continuing health care and life insurance benefits for its retired employees. The authority to establish and/or amend the obligation of the employer, employees, and retirees rests with the School Board under LRS 42:801-883. These benefits, and similar benefits for active employees, are provided through (a) the self-insured health plans for medical and dental coverage, and (b) the fully insured plans for vision and life insurance. These are single-employer defined benefit "substantive plans" as understood by past practices of the School Board and its 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.

Monthly premiums are paid jointly by the employee and the School Board and are based on years of service and/or date retired. The post-employment benefit plan does not issue standalone financial reports.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Funding Policy – Employees do not contribute to their post-employment benefits cost until they become retirees and begin receiving those benefits. Post-employment insurance plans and contribution rates are as follows:

| Years of Employment | Medical | | Dental | | Vision | |
|------------------------------------|-------------------|--------------|-------------------|--------------|-------------------|-----------------|
| | % Paid by | | % Paid by | | % Paid | |
| | % Paid by Retiree | School Board | % Paid by Retiree | School Board | % Paid by Retiree | by School Board |
| Less than 10 | 80 | 20 | 100 | 0 | 100 | 0 |
| 10 to 14.99 | 60 | 40 | 75 | 25 | 100 | 0 |
| 15 to 19.99 | 40 | 60 | 50 | 50 | 100 | 0 |
| 20 or more (hired before 7/1/16) | 15 | 85 | 25 | 75 | 0 | 100 |
| 20 or more (hired 7/1/16 or later) | 20 | 80 | | | | |

*Medical - grandfathering provisions apply to those employees hired before January 1, 2010.

*Dental - grandfathering provisions apply to those employees hired before January 1, 2011.

*Vision - grandfathering provisions apply to those employees who retired before January 1, 2011.

| Years of Employment | Life Insurance Retired before January 1, 2010 Coverage ends at age 99 | | | Life Insurance Retired on or after January 1, 2010 Coverage ends at age 80 | | |
|---------------------|--|-----------------|----------------------|---|-----------------|----------------------|
| | Amount | Paid by Retiree | Paid by School Board | Amount | Paid by Retiree | Paid by School Board |
| | | | | | | |
| Less than 15 | No insurance | -- | -- | No insurance | -- | -- |
| 15 to 19.99 | \$5,000 | 0% | 100% | \$5,000 | 0% | 100% |
| 20 or more | \$5,000 | 0% | 100% | \$10,000 | 0% | 100% |

* Life insurance coverage for employees that retired prior to July 1, 2002 was converted to the plan shown on the left.

Plan administration – The DeSoto Parish School Board administers the DeSoto Parish School Board OPEB Plan- a single-employer defined benefit OPEB plan that provides other post-employment benefits for employees of the School Board.

Plan membership – At June 30, 2021, the OPEB plan membership consisted of the following:

| | Health | Dental | Vision | Life Insurance |
|---|--------|--------|--------|----------------|
| Inactive employees currently receiving benefits | 442 | 283 | 357 | 431 |
| Inactive employees entitled to but not yet receiving benefit payments | 0 | 0 | 0 | 0 |
| Active plan members | 580 | 596 | 359 | 714 |
| Total | 1,022 | 879 | 716 | 1,145 |

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Net OPEB Liability

Actuarial Methods and Assumptions – Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities consistent with the long-term perspective of the calculations.

The total OPEB liability was measured as of June 30, 2021, using the actuarial data as of July 1, 2020, was determined using the following actuarial assumptions:

| | |
|------------------------|---|
| Actuarial cost method | Entry Age |
| Asset valuation method | Level dollar, closed |
| Discount rate | 5.25% |
| Inflation | 2.40% |
| Healthcare trend | 6.00% initial, decreasing 0.25% per year to an ultimate rate of 5.00% |
| Salary increases | 3.00% average, including inflation |
| Investment return | 5.25% annually, net of OPEB plan investment expense, including inflation |
| Retirement age | 4.5 years after the earliest of: 30 years of service; attainment of age 55 and 25 years of service; or attainment of age 60 and 5 years of service |
| Mortality | Employee, Healthy Annuitant, and Disabled Retiree PubGH-2010 Mortality Tables and PubTH-2010 Mortality Tables, with generational projection using Scale MP-2020 |
| Withdrawal rates | For TRSL: Range from 25% at age 18 to 10% at age 59 and over For LSERS: Range from 7% with less than one year of service to 1% to thirty years of service and over |
| Retirement rates | For TRSL: Range from 12.4% at age 38 to 6.8% at age 66 and over For LSERS: Range from 12.8% at age 46 to 17.3% to age 75 and over |
| Disability rates | For TRSL: Range from .01% at age 18 to .2% at age 70 and over For LSERS: Ranges from .08% at age 18 to 2.68% at age 70 and over |

No salary experience studies were conducted. The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2021 are summarized in the following table:

| Asset Class | Long-Term Expected Real Rate of Return |
|--------------|---|
| Equity | 5.1% |
| Fixed Income | 2.6% |
| Real Estate | 5.6% |

Discount Rate – Since the plan is a defined benefit OPEB plan which meets the requirements of paragraph 4 of GASB Statement No. 75, the investment return assumption is determined in accordance with paragraph 36 of GASB 75. Since the OPEB plans fiduciary net position is projected (in conformity with paragraphs 37-39 of GASB 75) to be sufficient to make projected benefit payments (determined in conformity with paragraphs 30-35), the expected long-term rate of return on plan investments equal to 5.25% annually has been used. The discount rate remained the same from the 2020 fiscal year end rate used.

Change in the Net OPEB Liability

| | Increase (Decrease) | | |
|---|--------------------------------|------------------------------------|------------------------------------|
| | Total OPEB Liability (a) | Plan Fiduciary Net Position (b) | Net OPEB Liability (a) - (b) |
| | Balance at June 30, 2020 | \$ 118,842,687 | \$ 74,879,188 |
| Changes for the year: | | | |
| Service Cost | 2,458,134 | - | 2,458,134 |
| Interest | 6,253,552 | - | 6,253,552 |
| Difference between expected and actual experience | (5,182,460) | - | (5,182,460) |
| Changes in assumptions/inputs | 3,279,597 | - | 3,279,597 |
| Contributions- employer | - | 2,120,000 | (2,120,000) |
| Contributions for benefits due | - | 4,371,138 | (4,371,138) |
| Net investment income | - | 3,382,015 | (3,382,015) |
| Benefit payments | (4,371,138) | (4,371,138) | - |
| Net Change | 2,437,685 | 5,502,015 | (3,064,330) |
| Balance at June 30, 2021 | \$ 121,280,372 | \$ 80,381,203 | \$ 40,899,169 |

Contributions – Employer contributions for fiscal year ended June 30, 2021 totaled \$6,491,175. Insurance premium rates for the School Board employees are established and may be amended by the DeSoto Parish School Board. Employees do not contribute to their post-employment benefits cost until they become retirees and begin receiving those benefits. For fiscal year ended June 30, 2021, the health insurance premiums for active employees ranged from \$812 per month to \$2,026 per month based on the plan selected, and the health insurance premiums for retired employees ranged from \$812 per month to \$1,468 per month based on the plan selected. For fiscal year ended June 30, 2021, the dental insurance premiums for active and retired employees ranged from \$40 per month to \$120 per month based on the plan selected. Copies of the current year premiums can be found at <http://www.desotopsb.com/documents>. See funding policy section for allocation of contribution rates to employees and employers.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

The components of the net OPEB liability of the DeSoto Parish School Board at June 30, 2021 was as follows:

| | |
|---|----------------|
| Total OPEB liability | \$ 121,280,372 |
| Plan fiduciary net position | (80,381,203) |
| Net OPEB liability | \$ 40,899,169 |
| Plan fiduciary net position as a percentage of the total OPEB liability | 66.28% |
| Covered payroll | \$ 31,667,212 |
| Net OPEB liability as a percentage of covered payroll | 129.15% |

The required Schedule of Changes in Net OPEB Liability, Schedule of Employer Contributions for Other Post-Employment Benefit Plan and Schedule of Investment Returns for Other Post-Employment Benefit Plan are included later as required supplemental information immediately following the notes.

Sensitivity of the net OPEB liability to changes in the discount rate – The following presents the net OPEB liability of the School Board, as well as what the School Board’s net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

| | 1.0% Decrease (4.25%) | Current Discount Rate (5.25%) | 1.0% Increase (6.25%) |
|--------------------|-----------------------|----------------------------------|-----------------------|
| Net OPEB liability | \$ 71,385,662 | \$ 40,899,169 | \$ 31,744,586 |

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates – The following presents the net OPEB liability of the School Board, as well as what the School Board’s net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

| | 1.0% Decrease | Healthcare Cost Trend Rates | 1.0% Increase |
|--------------------|---------------|--------------------------------|---------------|
| Net OPEB liability | \$ 29,230,738 | \$ 40,899,169 | \$ 82,398,024 |

Investments

Investment policy: The OPEB plan’s policy in regard to allocation of invested assets is established and may be amended by the DeSoto Parish School Board. The DeSoto Parish School Board has retained an investment adviser to supervise and manage the OPEB plan’s assets in accordance with Louisiana Revised Statutes, Title 33, Chapter 6, Part IV, Section 2955, as well as the limitations established by the School Board in the investment advisory agreement. The investment adviser has full power and authority to direct the investments of the OPEB plan assets, subject to the limitations referenced established by the School Board in writing.

The School Board has not adopted an asset allocation policy as of June 30, 2021; however, they have established that the overall market-weighted quality rating of the portfolio shall be no lower than A3 as measured by Moody’s, Inc., or its equivalent or better rating by Fitch or Standard & Poor’s Corporation; any investments in certificates of deposits shall be either FDIC insured or collateralized. The School Board’s management meets with the Trust’s investment advisor on an annual basis to review the asset allocation and makes any changes deemed necessary.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

The following was the asset allocation policy as of June 30, 2021:

| Asset Class | Target Allocation |
|--------------|-------------------|
| Equity | 10.0% |
| Fixed Income | 90.0% |

For additional information regarding the other post-employment trust fund investments as of June 30, 2021, see Note 4.

Rate of Return – For the year ended June 30, 2021, the annual money-weighted rate of return on investment, net of investment expense, was 4.55%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2021, the School Board recognized OPEB expense of \$1,799,639. For June 30, 2021, the School Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|-----------------------------------|----------------------------------|
| Differences between actual and expected experience | \$ 866,902 | \$ 5,951,556 |
| Changes of assumptions or other inputs | 2,459,697 | 4,631,635 |
| Difference between actual and expected investment earnings | 1,834,686 | - |
| Total | \$ 5,161,285 | \$ 10,583,191 |

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| Year ended June 30: | | |
|----------------------------|----|-------------|
| 2022 | \$ | (2,925,278) |
| 2023 | | (1,359,109) |
| 2024 | | (532,875) |
| 2025 | | (241,842) |
| 2026 | | (362,802) |

Payable to the OPEB Plan

At June 30, 2021, the School Board had outstanding payables of \$2,100,000 to the OPEB trust fund for required contributions to the OPEB Plan.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

NOTE 9 - ACCOUNTS, SALARIES AND OTHER PAYABLES: The payables at June 30, 2021, are as follows:

| | Salaries | Accounts | Retainage | Total |
|----------------------------|---------------------|---------------------|-------------------|----------------------|
| General Fund | \$ 3,273,238 | \$ 2,891,384 | \$ - | \$ 6,164,622 |
| Education Stabilization | 613,726 | 453,328 | - | 1,067,054 |
| Parishwide Capital Project | - | 244,121 | 63,680 | 307,801 |
| School District No. 2 | - | 47,175 | - | 47,175 |
| Nonmajor Governmental | 716,529 | 351,175 | 60,310 | 1,128,014 |
| Internal Service | - | 2,100,000 | - | 2,100,000 |
| Total Governmental | <u>\$ 4,603,493</u> | <u>\$ 6,087,183</u> | <u>\$ 123,990</u> | <u>\$ 10,814,666</u> |

NOTE 10 - COMPENSATED ABSENCES: At June 30, 2021, employees of the School Board have accumulated and vested \$3,872,034 of employee leave benefits. These benefits were described in Note 1 (M) and were computed in accordance with GASB Codification Section C60.

NOTE 11 - LONG-TERM LIABILITIES: The following is a summary of the long-term liabilities transactions and balances for the year ended June 30, 2021:

| | Beginning Balance | Additions | Deletions | Ending Balance | Amounts Due Within One year |
|--|----------------------|----------------------|----------------------|----------------------|-----------------------------------|
| Governmental Activities | | | | | |
| General obligation bonds-non private placement | \$ 12,345,000 | \$ - | \$ 7,070,000 | \$ 5,275,000 | \$ 385,000 |
| General obligation bonds-private placement | 7,915,000 | 5,385,000 | 1,040,000 | 12,260,000 | 1,520,000 |
| Revenue bonds-non private placement | 13,120,000 | - | 9,705,000 | 3,415,000 | 870,000 |
| Revenue bonds-private placement | 5,880,000 | 9,280,000 | 505,000 | 14,655,000 | 590,000 |
| Premium on bonds | 852,051 | - | 283,789 | 568,262 | 51,069 |
| Other Liabilities: | | | | | |
| Claims | 3,570,754 | 13,129,728 | 13,129,612 | 3,570,870 | 150,000 |
| Compensated absences | 3,971,009 | 420,400 | 519,375 | 3,872,034 | 519,375 |
| Total Long-term liabilities | <u>\$ 47,653,814</u> | <u>\$ 28,215,128</u> | <u>\$ 32,252,776</u> | <u>\$ 43,616,166</u> | <u>\$ 4,085,444</u> |

Payments on the general obligation, limited tax revenue and sales tax bonds payable that pertain to the School Board's governmental activities are made by the debt service funds. The compensated absences liability attributable to the governmental activities will be liquidated primarily by the general fund and the instructional enhancement fund. The claims liability will be liquidated by the internal service funds.

Current Refunding: In the current year, the 2015 General Obligation School Refunding Bonds in the District 4 were called for redemption on March 1, 2021. The school board issued \$5,385,000 in General Obligation Refunding Bonds on December 1, 2020. The proceeds of these bonds along with amounts available in debt service funds were used to pay on the principal balance of the 2015 General Obligation School Refunding Bonds of \$6,235,000 and the accrued interest at March 1, 2021. This refunding resulted in a savings of \$501,431 and an economic savings of \$384,001.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Advanced Refunding: In May 2021, the School Board issued \$9,280,000 in sales tax revenue bonds for District 2 in defeasance of the 2012 Sales Tax Refunding Bonds in the District 2 maturing May 1, 2022 to May 1, 2032 to reduce total future debt service payments. The proceeds were placed in an irrevocable trust with an escrow agent for purposes of generating resources for all future debt service payments of the refunded sales tax revenue bonds. The reacquisition price exceeded the net carrying value of the old debt by \$285,464. This amount is considered a deferred outflow of resources and will be amortized over the life of the new bonds. The refunding resulted in a present value savings of \$287,532 in future debt service payments over the next 11 years for a net economic savings of \$409,110.

Defeasement of Debt: The School Board defeased certain Sales Tax Bonds, Series 2012 bonds by either placing excess funds or the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the School Board's financial statements. At June 30, 2021 \$8,865,000 of bonds outstanding are considered defeased.

Long term debt at June 30, 2021 is comprised of the following issues:

| | Original Amount | Interest Rates | Final Payment Due | Interest to Maturity | Principal Outstanding | Private Placement |
|--|--------------------|-------------------|-------------------------|-------------------------|--------------------------|----------------------|
| DISTRICT 1 | | | | | | |
| March 7, 2018 General Obligation Bonds | \$ 4,000,000 | 3.50 | 2038 | \$ 1,247,400 | \$ 3,620,000 | Yes |
| DISTRICT 2 | | | | | | |
| May 1, 2012 Sales Tax Bonds | 15,000,000 | 3.0-3.5 | 2022 | 21,600 | 720,000 | |
| May 15, 2012 General Obligation Refunding Bonds | 5,190,000 | 2.59 | 2024 | 90,003 | 1,720,000 | Yes |
| April 5, 2013 General Obligation Refunding Bonds | 3,585,000 | 0.5-2.35 | 2025 | 86,576 | 1,535,000 | Yes |
| June 16, 2017 Limited Tax Revenue Refunding Bonds | 6,065,000 | 2.391 | 2030 | 671,154 | 5,375,000 | Yes |
| May 4, 2021 Sales Tax Refunding Bonds | 9,280,000 | 1.9-2.2 | 2032 | 1,198,059 | 9,280,000 | Yes |
| DISTRICT 1 & 3 | | | | | | |
| September 1, 2015 Limited Tax Revenue Bonds | 3,500,000 | 3.0-4.0 | 2035 | 704,511 | 2,695,000 | |
| DISTRICT 4 | | | | | | |
| February 29, 2016 General Obligation Refunding Bonds | 6,390,000 | 2.0-4.0 | 2032 | 1,295,000 | 5,275,000 | |
| December 1, 2020 General Obligation Refunding Bonds | 5,385,000 | 1.40 | 2032 | 470,820 | 5,385,000 | Yes |
| Total | | | | <u>\$ 5,785,123</u> | <u>\$ 35,605,000</u> | |

Bonds were issued by the respective school districts to acquire land for building sites, erect and improve school buildings, and acquire the necessary equipment and furnishings.

The School Board's five outstanding bond issues identified above from private placement of \$17,635,000 relate to governmental activities that each contain a provision that the loan obligation is secured by and payable from unlimited ad valorem taxes to be levied and collected annually in excess of all other taxes on all the property subject to taxation within the territorial limits of the issuer and one outstanding bond issue from private placement of \$9,280,000 related to sales taxes collected within the territorial limits of the issuer.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

At June 30, 2021, the School Board had accumulated \$1,406,735 in the debt service funds for future debt requirements for general obligation bonds. All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish and by sales tax collections. The bonds are due as follows:

| Year Ending June 30, | Bonds - Non Private Placement | | Bonds - Private Placement | | Total Bonds | | |
|----------------------------|-------------------------------|---------------------|---------------------------|---------------------|-----------------------|----------------------|----------------------|
| | Principal | Interest | Principal | Interest | Principal Payments | Interest Payments | Total |
| 2022 | \$ 1,255,000 | \$ 301,838 | \$ 2,110,000 | \$ 610,685 | \$ 3,365,000 | \$ 912,523 | \$ 4,277,523 |
| 2023 | 555,000 | 262,688 | 2,925,000 | 537,689 | 3,480,000 | 800,377 | 4,280,377 |
| 2024 | 580,000 | 244,478 | 2,995,000 | 474,295 | 3,575,000 | 718,773 | 4,293,773 |
| 2025 | 605,000 | 225,438 | 2,485,000 | 408,777 | 3,090,000 | 634,215 | 3,724,215 |
| 2026 | 625,000 | 205,588 | 2,145,000 | 356,463 | 2,770,000 | 562,051 | 3,332,051 |
| 2027-2031 | 3,565,000 | 680,839 | 10,930,000 | 1,093,793 | 14,495,000 | 1,774,632 | 16,269,632 |
| 2032-2036 | 1,505,000 | 100,243 | 2,775,000 | 253,260 | 4,280,000 | 353,503 | 4,633,503 |
| 2037-2038 | - | - | 550,000 | 29,049 | 550,000 | 29,049 | 579,049 |
| Total | <u>\$ 8,690,000</u> | <u>\$ 2,021,112</u> | <u>\$ 26,915,000</u> | <u>\$ 3,764,011</u> | <u>\$ 35,605,000</u> | <u>\$ 5,785,123</u> | <u>\$ 41,390,123</u> |

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 35 percent of the assessed value of taxable property. At June 30, 2021, the statutory limit is \$265,229,053 and outstanding net bonded debt totals \$16,128,265.

Pledged Revenues:

Ad Valorem Tax Pledged Revenues: The District 2 June 16, 2017 and Districts 1 & 3 September 1, 2015 limited tax revenue bonds are secured by and payable from an irrevocable pledge and dedication of the funds to be derived by the School Board from the levy and collection of a parish-wide constitutional ad valorem tax.

The original bond issuance was \$6,065,000 for the June 16, 2017 issue and \$3,500,000 for the September 1, 2015 issue. The 2015 bonds were issued for the purpose of acquiring, constructing, improving, equipping, and furnishing school buildings and other school related facilities and paying the cost of issuing the bonds. The 2017 bonds were issued for the purpose of refunding the 2010 bonds, which were for the same purpose as the 2015 bonds. The 2015 bonds are payable through 2035 and the 2017 bonds are payable through 2030. The School Board has a balance of \$429,694 in debt service funds for the payment of the bonds. Total principal and interest remaining to be paid is \$3,399,511 on the 2015 issue and \$6,046,154 on the 2017 issue. For the year ended June 30, 2021, the School Board received \$3,801,658 from the collection of the constitutional ad valorem tax and paid \$650,000 in bond principal and \$237,878 in debt service interest. The annual required principal and interest payments are estimated to be 17.7% over the next 14 years.

Sales Tax Pledged Revenues: The May 1, 2012 sales tax bonds for District 2 are payable from and secured by an irrevocable pledge and dedication of the ½ cent sales and use tax authorized at elections held on October 4, 2008. The purpose of the \$15,000,000 bond issuance is for supporting, operating, and maintaining the public school system and school facilities of the parish, including, but not limited to, air conditioning school buildings located within the parish and making capital improvements thereto, including constructing, acquiring, erecting, improving and repairing school buildings and related facilities, with the proceeds of the tax to be subject to being funded into bonds for said purposes. In May 2021, the School Board advanced refunded these bonds in the amount of \$9,280,000.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

The bonds are payable through 2032. The School Board has a balance of \$1,037,435 in a debt service fund for payment of the bonds. Total principal and interest remaining to be paid on the bonds is \$10,000,000 and \$1,219,659, respectively. For the year ended June 30, 2021, the School Board received \$4,494,605 from the collection of the sales tax and paid \$695,000 in bond principal and \$332,393 in debt service interest. The annual required principal and interest payments are estimated to be 22.7% of the tax revenues through 2032 when the bonds will be paid off.

NOTE 12 - INTERFUND ASSETS/ LIABILITIES (FFS LEVEL ONLY): Assets/Liabilities at June 30, 2021 were as follows:

| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> |
|------------------------|-------------------------|---------------------|
| General Fund | Education Stabilization | \$ 3,228,782 |
| General Fund | Nonmajor Governmental | 973,052 |
| Total | | <u>\$ 4,201,834</u> |

The purpose of the interfund assets/liabilities was primarily to cover current-year expenditures on cost reimbursement programs until the reimbursement transactions are processed.

NOTE 13 - INTERFUND TRANSFERS (FFS LEVEL ONLY): Transfers for the year ended June 30, 2021, were as follows:

| <u>Fund</u> | <u>Transfer In</u> | <u>Transfers Out</u> |
|---------------------------------|----------------------|----------------------|
| General Fund | \$ 1,244,168 | \$ 12,041,101 |
| Instructional Enhancement | 9,000,000 | - |
| Education Stabilization | - | 931,513 |
| Parishwide Capital Project Fund | 150,000 | - |
| School District No. 2 | 1,493,400 | - |
| Nonmajor Governmental | 2,427,701 | 1,342,655 |
| Totals | <u>\$ 14,315,269</u> | <u>\$ 14,315,269</u> |

Transfers are used to move revenues from the fund that statute or budget require to collect them to the fund that statute or budget require to expend them, and to use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 14 - ENCUMBRANCES (FFS LEVEL ONLY): Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year-end and outstanding encumbrances are carried forward to the next year. At June 30, 2021, the School Board had entered into purchase orders and commitments as follows:

| | |
|------------------------------|---------------------|
| Capital Project Funds: | <u>Amount</u> |
| School District No. 1 | \$ 897,819 |
| School District No. 2 | 374,152 |
| School District No. 3 | 89,136 |
| Education Stabilization Fund | 1,362,914 |
| Total | <u>\$ 2,724,021</u> |

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

NOTE 15 - RISK MANAGEMENT: The School Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are handled by the School Board through the purchase of various commercial insurance policies with varying coverage limits, deductibles, and premiums based on the type of policy. No significant reductions in insurance coverage from coverage in the prior year occurred, and no claims exceeded the School Board's insurance coverage for each of the past three years.

The School Board is partially self-insured for medical, dental and workers' compensation insurance coverage. Claims are funded through operating funds of the School Board. The School Board maintains stop-loss coverage with an insurance company under its medical plan (a) for individual claims in excess of \$275,000, (b) an aggregating specific claim of \$550,000, and (c) for total medical claims in excess of 90% of the Monthly Aggregate Deductible for the first month of the policy year multiplied by 12 or \$16,071,790 for fiscal year 2020-2021. The School Board maintains stop-loss coverage with an insurance company under its workers' compensation plan for individual claims in excess of \$450,000 and for total claims that exceed \$1,000,000 in a three year period.

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 internal service fund. This liability is the School Board's best estimate based on available information. Changes in the reported liability for the last three years resulted from the following:

Worker's Compensation

| | Beginning of Year Liability | Claims and Changes in Estimates | Benefit Payments and Claims | End of Year Liability |
|-----------|--------------------------------|---------------------------------------|-----------------------------------|--------------------------|
| 2018-2019 | \$ 235,551 | \$ 179,749 | \$ 146,914 | \$ 268,386 |
| 2019-2020 | 268,386 | 54,536 | 54,536 | 268,386 |
| 2020-2021 | 268,386 | 32,291 | 32,291 | 268,386 |

Health & Dental Insurance

| | Beginning of Year Liability | Claims and Changes in Estimates | Benefit Payments and Claims | End of Year Liability |
|-----------|--------------------------------|---------------------------------------|-----------------------------------|--------------------------|
| 2018-2019 | \$ 3,289,873 | \$ 11,743,622 | \$ 11,731,127 | \$ 3,302,368 |
| 2019-2020 | 3,302,368 | 12,535,043 | 12,535,043 | 3,302,368 |
| 2020-2021 | 3,302,368 | 13,097,437 | 13,097,321 | 3,302,484 |

NOTE 16 - LITIGATION AND CLAIMS:

Litigation: The School Board is a defendant in several lawsuits. 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 financial position.

Grant Disallowances: The School Board participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. School Board management believes that the amount from future audits would not be material.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

Construction in Progress: Major ongoing construction projects include a field house and stadium at a high school, drainage improvements at an elementary school, track and turf replacement at a high school, track and stands at a high school, new central office and parking lot at schools. See note 14 for additional information on contracts outstanding.

NOTE 17 - 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 Program) directly to the Teachers' Retirement System of Louisiana on behalf of the School Board in the amount of \$376. This amount was recognized as state revenue and a corresponding expenditure in the applicable fund from which the salary was paid. The Parish Tax Collector makes pension contributions to the Teacher's Retirement System of Louisiana on behalf of the School Board. These remittances are a portion of the property taxes and state revenue sharing collected which are statutorily set aside for teacher's retirement. The basis for recognizing the revenues and expenditures is the actual contributions made by the Tax Collector's office. For the 2021 fiscal year, the Tax Collector paid the Teachers' Retirement System of Louisiana \$804,260 on behalf of the School Board. The amount was recognized as ad valorem revenue and a reduction in the School Board's required contributions.

NOTE 18 - JOINTLY GOVERNED ORGANIZATION: The DeSoto Parish Sales and Use Tax Commission serves as the collector of sales and use taxes for the parish. The commission is comprised of five members, two each selected from the DeSoto Parish School Board and the DeSoto Parish Police Jury and one selected from the City of Mansfield, in accordance with the joint agreement of the agencies. Sales taxes of \$22,473,018 were collected by the Commission and distributed to the School Board.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

NOTE 19 - FUND BALANCE CLASSIFICATION DETAILS: The following are details of the fund balance for all governmental funds as of June 30, 2021.

| | General Fund | Instructional Enhancement | Education Stabilization | Parishwide Capital Project | Capital Project - School District No. 2 | Nonmajor Governmental | Total |
|--|----------------------|---------------------------|-------------------------|----------------------------|---|-----------------------|----------------------|
| Non spendable: | | | | | | | |
| Inventory | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 86,659 | \$ 86,659 |
| Restricted for: | | | | | | | |
| School maintenance | - | - | - | - | - | 1,563,484 | 1,563,484 |
| School food service | - | - | - | - | - | 1,008,662 | 1,008,662 |
| Student activity funds | - | - | - | - | - | 916,555 | 916,555 |
| Debt service | - | - | - | - | - | 1,766,264 | 1,766,264 |
| Committed to: | | | | | | | |
| Salaries & benefits for art instructors & supplies | - | - | - | - | - | 2,500,050 | 2,500,050 |
| Property & casualty deductible | 1,100,000 | - | - | - | - | - | 1,100,000 |
| Sick & annual leave pay | 2,000,000 | - | - | - | - | - | 2,000,000 |
| General liability insurance deductible | 1,000,000 | - | - | - | - | - | 1,000,000 |
| Catastrophic reserve | 5,500,000 | - | - | - | - | - | 5,500,000 |
| School construction | - | - | - | 11,234,370 | 13,861,357 | 15,160,155 | 40,255,882 |
| Educational initiatives | - | 17,569,589 | - | - | - | - | 17,569,589 |
| Debt service | - | - | - | - | - | 1,107,600 | 1,107,600 |
| Unassigned | 14,356,149 | - | (789,070) | - | - | - | 13,567,079 |
| Total | \$ 23,956,149 | \$ 17,569,589 | \$ (789,070) | \$ 11,234,370 | \$ 13,861,357 | \$ 24,109,429 | \$ 89,941,824 |

School Board policy requires a minimum fund balance in the general fund of 15% of expenditures. The minimum was met for the year. The catastrophic reserve committed fund balance does not meet all of the requirements to be classified as a stabilization arrangement.

NOTE 20 - TAX ABATEMENTS: The School Board is subject to tax abatements granted by the Louisiana Department of Economic Development, Office of Commerce and Industry. Louisiana has a ten-year industrial exemption law that provides any manufacturing establishment entering Louisiana, or any manufacturing establishment expanding its Louisiana facilities is eligible to receive exemption on buildings and equipment from state, parish and local property taxes for a period of ten years. The exemption is for the “contract” value of buildings or equipment used by the business. When the exemption expires, the property is to be placed on the tax roll at 15% of its current market value. The amount of tax abatement under this program during the fiscal year ended June 30, 2021 by authorized millage is as follows:

| <u>Tax Code</u> | <u>Total Value</u> | <u>Taxpayer Exemption</u> |
|--|--------------------|---------------------------|
| Parishwide constitutional and maintenance | \$ 66,914,380 | \$ 3,791,369 |
| Debt Service - District No. 2 North DeSoto | 14,601,648 | 52,566 |
| Debt Service - District No. 4 Mansfield | 39,528,286 | 158,113 |
| | | <u>\$ 4,002,048</u> |

NOTE 21 - NEW GASB STANDARDS: In the current fiscal year the School Board implemented GASB Statement No. 84 – *Fiduciary Activities*. The principal objective of this statement is to enhance the consistency and comparability of fiduciary activity reporting by state and local governments. It improves guidance regarding the identification of fiduciary activities for accounting and financial reporting and how those activities should be reported. The impact to the School Board resulted in the Student Activity Funds previously reported as fiduciary not being considered fiduciary under GASB 84. The Student Activity Funds previously reported as an agency fund is now reported as a special revenue fund. Due to this restatement, the Student Activity Funds’ beginning fund balance was restated to \$809,776.

DeSoto Parish School Board
Notes to the Financial Statements
June 30, 2021

NOTE 22 - CHANGE IN PRESENTATION: For current fiscal year, Education Stabilization fund is reported as a major fund. In the prior fiscal year, Education Stabilization fund was reported as a Nonmajor special revenue fund. For current fiscal year, Capital Project District No. 4 fund is reported as a Nonmajor capital project fund. In the prior fiscal year, Capital Project District No. 4 fund was reported as a major fund. The Student Activities fund, previously reported as an agency fund, is now reported as a special revenue fund due to the implementation of GASB No. 84 – *Fiduciary Activities*.

NOTE 23 - SUBSEQUENT EVENTS: In December 2021, the voters of School District No. 3 approved the School Board to incur and issue \$8.5 million in general obligation bonds for the purpose of financing capital expenditures for school purposes, including constructing, acquiring and/or improving schools and other school related facilities. The closing for the sell of these bonds was on March 15, 2022.

At the January 2022 board meeting, the School Board was notified of a grant provided through an electrical company in the amount of approximately \$900,000 for LED lighting and installation, including sports lighting, for five of the schools within the School District.

DeSoto Parish School Board

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**DeSoto Parish School Board
Mansfield, Louisiana**

**REQUIRED SUPPLEMENTARY
INFORMATION**

**DeSoto Parish School Board
Mansfield, Louisiana**

Exhibit 1-1

**SCHEDULE OF CHANGES IN NET OPEB LIABILITY
LAST FIVE FISCAL YEARS**

| | 2021 | 2020 | 2019 | 2018 | 2017 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
| Total OPEB Liability | | | | | |
| Service cost | \$ 2,458,134 | \$ 2,560,246 | \$ 2,697,457 | \$ 2,806,059 | \$ 3,005,583 |
| Interest | 6,253,552 | 6,218,398 | 6,134,277 | 5,931,994 | 5,974,296 |
| Difference between expected and actual experience | (5,182,460) | 1,733,803 | (1,002,832) | (3,265,206) | (7,803,491) |
| Changes in assumptions or other inputs | 3,279,597 | (5,417,450) | (7,691,637) | - | - |
| Benefit payments | (4,371,138) | (4,275,469) | (4,204,369) | (4,044,890) | - |
| Net change in total OPEB liability | 2,437,685 | 819,528 | (4,067,104) | 1,427,957 | 1,176,388 |
| Total OPEB liability- beginning | 118,842,687 | 118,023,159 | 122,090,263 | 120,662,306 | 119,485,918 |
| Total OPEB liability- ending (a) | 121,280,372 | 118,842,687 | 118,023,159 | 122,090,263 | 120,662,306 |
| Plan fiduciary net position | | | | | |
| Contributions- employer | 2,120,000 | 2,498,500 | 3,711,882 | 9,453,949 | 8,043,908 |
| Contributions for benefits due | 4,371,138 | 4,275,469 | 4,204,369 | - | - |
| Net investment income | 3,382,015 | 2,795,402 | 2,674,256 | (42,125) | 159,999 |
| Benefit payments | (4,371,138) | (4,275,469) | (4,204,369) | (4,044,890) | (3,842,372) |
| Administrative expense | - | - | - | - | (4,076) |
| Net change in plan fiduciary net position | 5,502,015 | 5,293,902 | 6,386,138 | 5,366,934 | 4,357,459 |
| Plan fiduciary net position- beginning | 74,879,188 | 69,585,286 | 63,199,148 | 57,832,214 | 53,474,755 |
| Plan fiduciary net position- ending (b) | \$ 80,381,203 | \$ 74,879,188 | \$ 69,585,286 | \$ 63,199,148 | \$ 57,832,214 |
| Net OPEB liability (asset)- ending (a) - (b) | \$ 40,899,169 | \$ 43,963,499 | \$ 48,437,873 | \$ 58,891,115 | \$ 62,830,092 |
| | | | | | |
| Plan fiduciary net position as a percentage of the total OPEB liability | 66.28% | 63.01% | 58.96% | 51.76% | 47.93% |
| | | | | | |
| Covered payroll | \$ 31,667,212 | \$ 33,563,607 | \$ 32,905,497 | \$ 38,190,248 | \$ 37,589,303 |
| | | | | | |
| Net OPEB liability as a percentage of covered payroll | 129.15% | 130.99% | 147.20% | 154.20% | 167.15% |

Note:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, only information for those years for which information is available is presented.

**DeSoto Parish School Board
Mansfield, Louisiana**

Exhibit 1-2

**SCHEDULE OF EMPLOYER CONTRIBUTIONS FOR OTHER
POST-EMPLOYMENT BENEFIT PLAN
LAST FIVE FISCAL YEARS**

| Fiscal Year | Actuarially determined contribution | Contributions in relation to the actuarially determined contribution | Contribution deficiency (excess) | Covered payroll | Contributions as a percentage of covered payroll |
|-------------|---|--|--|-----------------|--|
| 2017 | \$ 7,772,748 | \$ 8,043,908 | \$ (271,160) | \$ 37,589,303 | 21.40% |
| 2018 | 6,893,247 | 9,453,949 | (2,560,702) | 38,190,248 | 24.75% |
| 2019 | 6,478,059 | 7,916,251 | (1,438,192) | 32,905,497 | 24.06% |
| 2020 | 5,950,510 | 6,773,969 | (823,459) | 33,563,607 | 20.18% |
| 2021 | 5,491,841 | 6,491,175 | (999,334) | 31,667,212 | 20.50% |

Note:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, only information for those years for which information is available is presented.

| | 2017 | 2018 | 2019 | 2020 | 2021 |
|------------------------|---|---|---|---|---|
| Valuation date | 7/1/2016, Actuarially determined contributions are calculated as of June 30, one year prior to the end of the fiscal year in which contributions are reported | 7/1/2016, Actuarially determined contributions are calculated as of June 30, one year prior to the end of the fiscal year in which contributions are reported | 7/1/2018, Actuarially determined contributions are calculated as of June 30, one year prior to the end of the fiscal year in which contributions are reported | 7/1/2018, Actuarially determined contributions are calculated as of June 30, one year prior to the end of the fiscal year in which contributions are reported | 7/1/2020, Actuarially determined contributions are calculated as of June 30, one year prior to the end of the fiscal year in which contributions are reported |
| Actuarial cost method | Entry Age | Entry Age | Entry Age | Entry Age | Entry Age |
| Asset valuation method | Level dollar, closed | Level dollar, closed | Level dollar, closed | Level dollar, closed | Level dollar, closed |
| Discount rate | 5.50% | 5.00% | 5.00% | 5.25% | 5.25% |
| Inflation | 2.50% | 2.50% | 2.50% | 2.50% | 2.40% |
| Healthcare trend | Flat 5.5% annually | Flat 5.5% annually | 6.00% initial, decreasing 0.50% per year to an ultimate rate of 5.00% | 6.00% initial, decreasing 0.25% per year to an ultimate rate of 5.00% | 6.00% initial, decreasing 0.25% per year to an ultimate rate of 5.00% |
| Salary increases | 4.00% average, including inflation | 4.00% average, including inflation | 2.00% average, including inflation | 2.00% average, including inflation | 3.00% average, including inflation |
| Investment return | 5.0%, net of plan investment expenses, including inflation | 5.0%, net of plan investment expenses, including inflation | 5.0%, net of plan investment expenses, including inflation | 5.25%, net of plan investment expenses, including inflation | 5.25%, net of plan investment expenses, including inflation |
| Retirement age | 4.5 years after the earliest of: 30 years of service; attainment of age 55 and 25 years of service; or, attainment of age 60 and 5 years of service | 4.5 years after the earliest of: 30 years of service; attainment of age 55 and 25 years of service; or, attainment of age 60 and 5 years of service | 4.5 years after the earliest of: 30 years of service; attainment of age 55 and 25 years of service; or, attainment of age 60 and 5 years of service | 4.5 years after the earliest of: 30 years of service; attainment of age 55 and 25 years of service; or, attainment of age 60 and 5 years of service | 4.5 years after the earliest of: 30 years of service; attainment of age 55 and 25 years of service; or, attainment of age 60 and 5 years of service |
| Mortality | 94 GAR projected to 2002, 50% unisex blend | 94 GAR projected to 2002, 50% unisex blend | Employee, Healthy Annuitant, and Disabled Retiree PubGH-2010 Mortality Tables and PubTH-2010 Mortality Tables, with generational projection using Scale MP-2018 | Employee, Healthy Annuitant, and Disabled Retiree PubGH-2010 Mortality Tables and PubTH-2010 Mortality Tables, with generational projection using Scale MP-2019 | Employee, Healthy Annuitant, and Disabled Retiree PubGH-2010 Mortality Tables and PubTH-2010 Mortality Tables, with generational projection using Scale MP-2020 |
| Turnover | Age specific table with an average of 6.2% when applied to the active census | Range from 18% at age 18 to 4% at age 41 and over | Range from 25% at age 18 to 10% at age 59 and over | Range from 25% at age 18 to 10% at age 59 and over | Range from 25% at age 18 to 10% at age 59 and over |

**DeSoto Parish School Board
Mansfield, Louisiana**

Exhibit 1-3

**SCHEDULE OF INVESTMENT RETURNS FOR
OTHER POST-EMPLOYMENT BENEFIT PLAN
LAST FIVE FISCAL YEARS**

| <u>Fiscal Year</u> | <u>Annual money - weighted rate of return, net of investment expense</u> |
|--------------------|--|
| 2017 | 0.29% |
| 2018 | -0.02% |
| 2019 | 4.41% |
| 2020 | 4.10% |
| 2021 | 4.55% |

Notes:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, only information for those years for which information is available is presented.

**DeSoto Parish School Board
Mansfield, Louisiana**

Exhibit 2-1

**SCHEDULE OF EMPLOYER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST SEVEN FISCAL YEARS**

| <u>Fiscal Year</u> | <u>Employer's Proportion of the Net Pension Liability</u> | <u>Employer's Proportionate Share of the Net Pension Liability</u> | <u>Covered Payroll</u> | <u>Employer's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll</u> | <u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u> |
|--|---|--|----------------------------|---|---|
| Louisiana School Employees' Retirement System | | | | | |
| 2015 | 1.59638% | \$ 9,269,319 | \$ 4,474,908 | 207% | 76.18% |
| 2016 | 1.54267% | 9,782,468 | 4,338,249 | 225% | 74.49% |
| 2017 | 1.50574% | 11,358,501 | 4,276,795 | 266% | 70.09% |
| 2018 | 1.47227% | 9,421,421 | 4,214,601 | 224% | 75.03% |
| 2019 | 1.51595% | 10,128,655 | 4,372,822 | 232% | 74.44% |
| 2020 | 1.38864% | 9,721,331 | 4,040,063 | 241% | 73.49% |
| 2021 | 1.45414% | 11,683,395 | 4,348,964 | 269% | 69.67% |
| Teacher's Retirement System of Louisiana | | | | | |
| 2015 | 0.76352% | \$ 78,042,711 | \$ 33,097,854 | 236% | 63.7% |
| 2016 | 0.74744% | 80,366,794 | 34,014,262 | 236% | 62.5% |
| 2017 | 0.73613% | 86,399,716 | 32,784,570 | 264% | 59.9% |
| 2018 | 0.68173% | 69,889,609 | 30,814,796 | 227% | 65.6% |
| 2019 | 0.69237% | 68,045,967 | 31,019,437 | 219% | 68.2% |
| 2020 | 0.68853% | 68,334,490 | 30,481,839 | 224% | 68.6% |
| 2021 | 0.67795% | 75,412,245 | 33,592,700 | 224% | 65.6% |

Notes:

The amounts presented have a measurement date of the previous fiscal year end.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, only information for those years for which information is available is presented.

See accompanying notes to required supplementary information for pensions.

**DeSoto Parish School Board
Mansfield, Louisiana**

Exhibit 2-2

**SCHEDULE OF EMPLOYER CONTRIBUTIONS TO PENSION PLANS
LAST SEVEN FISCAL YEARS**

| <u>Fiscal Year</u> | <u>Contractually Required Contribution</u> | <u>Contributions in Relation to Contractually Required Contributions</u> | <u>Contribution Deficiency (Excess)</u> | <u>Covered Payroll</u> | <u>Contributions as a Percentage of Covered Payroll</u> |
|--|--|--|---|------------------------|---|
| Louisiana School Employees' Retirement System | | | | | |
| 2015 | \$ 1,431,611 | \$ 1,431,611 | \$ - | \$ 4,338,249 | 33.0% |
| 2016 | 1,291,626 | 1,291,626 | - | 4,276,795 | 30.2% |
| 2017 | 1,150,586 | 1,150,586 | - | 4,214,601 | 27.3% |
| 2018 | 1,206,899 | 1,206,899 | - | 4,372,822 | 27.6% |
| 2019 | 1,131,218 | 1,131,218 | - | 4,040,063 | 28.0% |
| 2020 | 1,278,595 | 1,278,595 | - | 4,348,964 | 29.4% |
| 2021 | 1,220,405 | 1,220,405 | - | 4,252,281 | 28.7% |
| Teacher's Retirement System of Louisiana | | | | | |
| 2015 | \$ 9,550,556 | \$ 9,550,556 | \$ - | \$ 34,014,262 | 28.1% |
| 2016 | 9,008,705 | 9,008,705 | - | 32,784,570 | 27.5% |
| 2017 | 8,233,375 | 8,233,375 | - | 30,814,796 | 26.7% |
| 2018 | 8,251,170 | 8,251,170 | - | 31,019,437 | 26.6% |
| 2019 | 8,138,651 | 8,138,651 | - | 30,481,839 | 26.7% |
| 2020 | 8,734,102 | 8,734,102 | - | 33,592,700 | 26.0% |
| 2021 | 8,603,338 | 8,603,338 | - | 33,346,273 | 25.8% |

Notes:

The amounts presented were determined as of the fiscal year end.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, only information for those years for which information is available is presented.

See accompanying notes to required supplementary information for pensions.

**DeSoto Parish School Board
Mansfield, Louisiana**

Notes to Required Supplementary Information for Pensions

Louisiana School Employees' Retirement System:

Changes in Benefit Terms: Members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after July 1, 2015 may retire with a 2.5% benefit factor after attaining the age of 62 with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. This benefit change raised the age requirement from 60 years of age for members hired after June 30, 2010.

Changes in assumptions: The changes in assumptions are as follows:

| Report Date | Valuation Date | Investment Rate of Return | Inflation Rate | Mortality Non-disabled Active | Mortality Non-disabled Retiree | Mortality Disabled | Termination, Disability, Retirement | Salary Increases |
|-------------|----------------|--|------------------|---|--|--|-------------------------------------|------------------|
| June 30, | | | | | | | | |
| 2015 | 2014 | 7.25% (net of investment expense) | 2.75% per annum | RP-2000 Combined Healthy Sex Distinct Tables | RP-2000 Combined Healthy Sex Distinct Tables | RP-2000 Disabled Lives Mortality Tables for Males and Females | 2008-2012 experience study | 3.2% to 5.5% |
| 2016 | 2015 | 7.00% (net of investment and administrative expense) | 2.75% per annum | RP-2000 Combined Healthy Sex Distinct Tables | RP-2000 Combined Healthy Sex Distinct Tables | RP-2000 Disabled Lives Mortality Tables for Males and Females | 2008-2012 experience study | 3.2% to 5.5% |
| 2017 & 2018 | 2016 & 2017 | 7.125% (net of investment expense) | 2.625% per annum | RP-2000 Combined Healthy Sex Distinct Tables | RP-2000 Combined Healthy Sex Distinct Tables | RP-2000 Disabled Lives Mortality Tables for Males and Females | 2008-2012 experience study | 3.075% to 5.375% |
| 2019 | 2018 | 7.0625% (net of investment expense) | 2.50% per annum | RP-2014 Employee Table with Blue Collar Adjustment, 130% for males and 115% for females, each with the full generational MP-2017 scale. | RP-2014 Healthy Annuitant Table with Blue Collar Adjustment, 130% for males and 115% for females, each with the full generational MP-2017 scale. | RP-2014 Disabled Tables for Males and Females, with the full generational MP-2017 scale. | 2012-2017 experience study | 3.25% |
| 2020 | 2019 | 7.00% (net of investment expense) | 2.50% per annum | RP-2014 Employee Table with Blue Collar Adjustment, 130% for males and 115% for females, each with the full generational MP-2017 scale. | RP-2014 Healthy Annuitant Table with Blue Collar Adjustment, 130% for males and 115% for females, each with the full generational MP-2017 scale. | RP-2014 Disabled Tables for Males and Females, with the full generational MP-2017 scale. | 2012-2017 experience study | 3.25% |
| 2021 | 2020 | 7.00% (net of investment expense) | 2.50% per annum | RP-2014 Employee Table with Blue Collar Adjustment, 130% for males and 115% for females, each with the full generational MP-2017 scale. | RP-2014 Healthy Annuitant Table with Blue Collar Adjustment, 130% for males and 115% for females, each with the full generational MP-2017 scale. | RP-2014 Disabled Tables for Males and Females, with the full generational MP-2017 scale. | 2012-2017 experience study | 3.25% |

(Continued)

**DeSoto Parish School Board
Mansfield, Louisiana**

Notes to Required Supplementary Information for Pensions

Teacher's Retirement System of Louisiana:

Changes in Benefit Terms: Members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after July 1, 2015 may retire with a 2.5% benefit factor after attaining the age of 62 with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. This benefit change raised the age requirement from 60 years of age for members hired after January 1, 2011.

Changes in assumptions: The changes in assumptions are as follows:

| Report Date | Valuation Date | Investment Rate of Return | Inflation Rate | Mortality Non-disabled Active | Mortality Non-disabled Retiree | Mortality Disabled | Termination, Disability, Retirement | Salary Increases |
|--------------------|--------------------|-----------------------------------|-----------------|--|---|---|-------------------------------------|------------------|
| June 30, | | | | | | | | |
| 2015, 2016, & 2017 | 2014, 2015, & 2016 | 7.75% (net of investment expense) | 2.50% per annum | RP-2000 Mortality Table with projection to 2025 using scale AA | RP-2000 Mortality Table with projection to 2025 using scale AA | RP-2000 Disabled Lives Mortality Table | 2008-2012 experience study | 3.5% to 10.0% |
| 2018 | 2017 | 7.70% (net of investment expense) | 2.50% per annum | RP-2000 Mortality Table with projection to 2025 using scale AA | RP-2000 Mortality Table with projection to 2025 using scale AA | RP-2000 Disabled Lives Mortality Table | 2008-2012 experience study | 3.5% to 10.0% |
| 2019 | 2018 | 7.65% (net of investment expense) | 2.50% per annum | RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by 0.997 for females *** | RP-2014 White Collar Healthy Annuitant tables, adjusted by 1.366 for males and by 1.189 for females *** | RP-2014 Disability tables, adjusted by 1.111 for males and by 1.134 for females *** | 2012-2017 experience study | 3.3% to 4.8% |
| 2020 | 2019 | 7.55% (net of investment expense) | 2.50% per annum | RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by 0.997 for females *** | RP-2014 White Collar Healthy Annuitant tables, adjusted by 1.366 for males and by 1.189 for females *** | RP-2014 Disability tables, adjusted by 1.111 for males and by 1.134 for females *** | 2012-2017 experience study | 3.3% to 4.8% |
| 2021 | 2020 | 7.45% (net of investment expense) | 2.30% per annum | RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by 0.997 for females *** | RP-2014 White Collar Healthy Annuitant tables, adjusted by 1.366 for males and by 1.189 for females *** | RP-2014 Disability tables, adjusted by 1.111 for males and by 1.134 for females *** | 2012-2017 experience study | 3.1% to 4.6% |

*** Base tables for active, non-disabled retirees, and disabled retirees are adjusted from 2014 to 2018 using the MP-2017 generational improvement table, with continued future mortality improvement projected using the MP-2017 generational mortality improvement tables.

(Concluded)

**DeSoto Parish School Board
Mansfield, Louisiana
Budgetary Comparison Schedules**

General Fund and Major Special Revenue Funds with Legally Adopted Annual Budget

GENERAL FUND: The general fund accounts for all activities of the School Board except those required to be accounted for in another fund.

INSTRUCTIONAL ENHANCEMENT: This special revenue fund accounts for financial resources funding district-wide educational initiatives for pre-kindergarten through 12th grade.

EDUCATION STABILIZATION: This special revenue fund accounts for federal sources funded by the CARES Act and the American Rescue Plan Act to assist the School Board in meeting the challenges in providing educational services as a result of the COVID-19 pandemic.

DESOTO PARISH SCHOOL BOARD

GENERAL FUND
Budgetary Comparison Schedule
For the Year Ended June 30, 2021

Exhibit 3-1

| | BUDGETED AMOUNTS | | ACTUAL AMOUNTS | VARIANCE WITH FINAL BUDGET |
|--|-----------------------|-----------------------|----------------------|-------------------------------|
| | ORIGINAL | FINAL | | POSITIVE (NEGATIVE) |
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Ad valorem | \$ 33,530,750 | \$ 35,244,287 | \$ 35,483,078 | \$ 238,791 |
| Sales and use | 12,600,000 | 12,600,000 | 16,146,413 | 3,546,413 |
| Interest earnings | 156,500 | 112,500 | 111,018 | (1,482) |
| Other | 1,360,000 | 1,859,500 | 1,802,931 | (56,569) |
| State sources: | | | | |
| Equalization | 13,165,702 | 13,447,247 | 13,461,225 | 13,978 |
| Other | 200,386 | 200,386 | 382,459 | 182,073 |
| Federal sources | 133,962 | 133,962 | 143,953 | 9,991 |
| TOTAL REVENUES | 61,147,300 | 63,597,882 | 67,531,077 | 3,933,195 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 27,192,871 | 27,192,045 | 24,670,443 | 2,521,602 |
| Special programs | 7,096,410 | 7,281,392 | 6,386,914 | 894,478 |
| Vocational programs | 1,569,020 | 1,580,500 | 1,402,522 | 177,978 |
| Other instructional programs | 3,409,108 | 4,081,386 | 3,094,009 | 987,377 |
| Other special programs | 499,746 | 499,746 | 378,466 | 121,280 |
| Support services: | | | | |
| Student services | 4,598,455 | 5,105,166 | 4,368,039 | 737,127 |
| Instructional staff support | 3,605,305 | 3,764,264 | 2,932,480 | 831,784 |
| General administration | 2,308,428 | 2,390,686 | 2,527,129 | (136,443) |
| School administration | 4,279,459 | 4,285,881 | 4,245,674 | 40,207 |
| Business services | 1,319,222 | 1,354,644 | 1,087,917 | 266,727 |
| Plant services | 3,059,781 | 3,071,037 | 2,696,349 | 374,688 |
| Student transportation services | 4,590,738 | 4,603,569 | 2,214,010 | 2,389,559 |
| Central services | 638,179 | 654,896 | 613,238 | 41,658 |
| TOTAL EXPENDITURES | 64,166,722 | 65,865,212 | 56,617,190 | 9,248,022 |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | \$ (3,019,422) | \$ (2,267,330) | \$ 10,913,887 | \$ 13,181,217 |

(CONTINUED)

DESOTO PARISH SCHOOL BOARD

GENERAL FUND
Budgetary Comparison Schedule
For the Year Ended June 30, 2021

Exhibit 3-1

| | BUDGETED AMOUNTS | | ACTUAL AMOUNTS | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|---|------------------|---------------|-------------------|---|
| | ORIGINAL | FINAL | | |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | \$ 350,000 | \$ 350,000 | \$ 1,244,168 | \$ 894,168 |
| Transfers out | - | - | (12,041,101) | (12,041,101) |
| TOTAL OTHER FINANCING SOURCES (USES) | 350,000 | 350,000 | (10,796,933) | (11,146,933) |
| Net Change in Fund Balances | (2,669,422) | (1,917,330) | 116,954 | 2,034,284 |
| FUND BALANCES - BEGINNING | 17,260,462 | 23,839,195 | 23,839,195 | - |
| FUND BALANCES - ENDING | \$ 14,591,040 | \$ 21,921,865 | \$ 23,956,149 | \$ 2,034,284 |

(CONCLUDED)

See accompanying notes to budgetary comparison schedules.

DESOTO PARISH SCHOOL BOARD

INSTRUCTIONAL ENHANCEMENT
Budgetary Comparison Schedule
For the Year Ended June 30, 2021

Exhibit 3-2

| | BUDGETED AMOUNTS | | ACTUAL AMOUNTS | VARIANCE WITH FINAL BUDGET |
|--|------------------|---------------|-------------------|-------------------------------|
| | ORIGINAL | FINAL | | POSITIVE (NEGATIVE) |
| REVENUES | | | | |
| Local sources: | | | | |
| Interest earnings | \$ 45,000 | \$ 4,000 | \$ 5,443 | \$ 1,443 |
| Other | 150,000 | 50,000 | 98,460 | 48,460 |
| TOTAL REVENUES | 195,000 | 54,000 | 103,903 | 49,903 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Other instructional programs | 1,191,171 | 1,191,171 | 847,333 | 343,838 |
| Support services: | | | | |
| Business services | 5,661 | 5,661 | 2,658 | 3,003 |
| TOTAL EXPENDITURES | 1,196,832 | 1,196,832 | 849,991 | 346,841 |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | (1,001,832) | (1,142,832) | (746,088) | 396,744 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | 10,000,000 | 9,000,000 | (1,000,000) |
| Net Change in Fund Balances | (1,001,832) | 8,857,168 | 8,253,912 | (603,256) |
| FUND BALANCES - BEGINNING | 9,321,160 | 9,315,677 | 9,315,677 | - |
| FUND BALANCES - ENDING | \$ 8,319,328 | \$ 18,172,845 | \$ 17,569,589 | \$ (603,256) |

See accompanying notes to budgetary comparison schedules.

DESOTO PARISH SCHOOL BOARD

EDUCATION STABILIZATION
Budgetary Comparison Schedule
For the Year Ended June 30, 2021

Exhibit 3-3

| | BUDGETED AMOUNTS | | ACTUAL AMOUNTS | VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE) |
|--|------------------|------------------|---------------------|---|
| | ORIGINAL | FINAL | | |
| REVENUES | | | | |
| Federal sources | \$ 1,692,778 | \$ 7,588,692 | \$ 5,172,514 | \$ (2,416,178) |
| TOTAL REVENUES | 1,692,778 | 7,588,692 | 5,172,514 | (2,416,178) |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular programs | 984,723 | 2,925,841 | 1,963,311 | 962,530 |
| Special programs | 57,798 | 57,798 | 230,208 | (172,410) |
| Vocational programs | 81,006 | 102,909 | 128,519 | (25,610) |
| Other instructional programs | - | 2,290,410 | 819,923 | 1,470,487 |
| Other special programs | - | - | 61,288 | (61,288) |
| Support services: | | | | |
| Student services | 39,028 | 39,028 | 115,293 | (76,265) |
| Instructional staff support | 96,879 | 96,879 | 143,494 | (46,615) |
| General administration | - | - | 3,818 | (3,818) |
| School administration | 7,550 | 7,550 | 81,218 | (73,668) |
| Business services | - | - | 14,518 | (14,518) |
| Plant services | - | 45,000 | 269,010 | (224,010) |
| Student transportation services | - | 713,000 | 170,629 | 542,371 |
| Central services | 120,944 | 72,119 | 140,575 | (68,456) |
| Food services | - | - | 99,197 | (99,197) |
| Capital outlay | - | - | 789,070 | (789,070) |
| TOTAL EXPENDITURES | 1,387,928 | 6,350,534 | 5,030,071 | 1,320,463 |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | 304,850 | 1,238,158 | 142,443 | (1,095,715) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | (304,850) | (1,238,158) | (931,513) | 306,645 |
| Net Change in Fund Balances | - | - | (789,070) | (789,070) |
| FUND BALANCES - BEGINNING | - | - | - | - |
| FUND BALANCES - ENDING | \$ - | \$ - | \$ (789,070) | \$ (789,070) |

See accompanying notes to budgetary comparison schedules.

DeSoto Parish School Board
Notes to the Budgetary Comparison Schedules
For the Year Ended June 30, 2021

A. BUDGETS

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

Phase I – The Budget Call

The District Leadership Team meets with the Superintendent to discuss and update the District’s Mission Plan. Community engagement meetings are scheduled and attended in odd numbered years in each school district to receive input from citizens. Instructions are prepared and distributed to department heads that explains how to go about preparing the budget along with budget forms and a budget calendar. Emphasis is placed on accurate, prompt, and uniform replies.

Phase II – Obtaining Input from Staff

Staff members begin collecting information, completing the budget forms, and returning them to the Business Office. The Business Office makes a complete analysis of the budget requests and assembles the financial information, goals and objectives, and statistical information into one document for the Superintendent to review.

Phase III – Review and Approval of the Budget by the Superintendent

The Business Office meets with the Superintendent on several different occasions as each section of the budget book is completed. Changes are sometimes made to the budget requests recommended and submitted by staff. Once the draft of the proposed budget is approved by the Superintendent, copies of the proposed budget are printed and a staff meeting is called to review the document before it is presented to the Board.

Phase IV – Public Meetings & Board Adoption of the Budget

At the first meeting in May, the proposed budget is presented to the School Board. Board Members are encouraged to review the proposed budget and to attend the Finance Committee, which is approximately two weeks thereafter. This is also the first budget hearing that is held. A brief review of the proposed budget is presented by the staff at this hearing and is followed by questions and answers. The School Board also holds one public hearing at its first meeting in June before a formal vote on the proposed budget is called. Any interested citizen can review the proposed budget at the Central Office and make comments and suggestions at the public hearing in June.

Phase V – Monitoring and Revising the Budget After Award

Once the School Board approves the proposed budget, the Superintendent has the authority to spend taxpayer’s money. He does this by placing controls and assigning additional responsibilities to various staff members associated with a specific program or department. Staff members are held responsible for seeing that budget expenditures stay within the budget boundaries; however, overall execution and oversight is assigned to the Business Office. The budget is monitored and reconciled periodically to determine if formal Board action is required to amend the budget.

Budget Basis of Accounting

All governmental funds’ budgets are prepared on the modified accrual basis of accounting in accordance with GAAP; however, no budget is adopted for the Student Activity Funds.

**DeSoto Parish School Board
Mansfield, Louisiana**

SUPPLEMENTARY INFORMATION

**DeSoto Parish School Board
Mansfield, Louisiana**

**COMBINING
NONMAJOR GOVERNMENTAL FUNDS -
BY FUND TYPE**

DESOTO PARISH SCHOOL BOARD
NONMAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet - By Fund Type
June 30, 2021

Exhibit 4

| | SPECIAL REVENUE | DEBT SERVICE | CAPITAL PROJECTS | TOTAL |
|--|---------------------|---------------------|----------------------|----------------------|
| ASSETS | | | | |
| Cash and cash equivalents | \$ 6,916,072 | \$ 2,874,047 | \$ 15,046,163 | \$ 24,836,282 |
| Receivables | 1,496,941 | 79 | 182,784 | 1,679,804 |
| Inventory | 86,659 | - | - | 86,659 |
| TOTAL ASSETS | 8,499,672 | 2,874,126 | 15,228,947 | 26,602,745 |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Accounts, salaries and other payables | 1,058,960 | 262 | 68,792 | 1,128,014 |
| Interfund payables | 973,052 | - | - | 973,052 |
| Unearned revenue | 392,250 | - | - | 392,250 |
| TOTAL LIABILITIES | 2,424,262 | 262 | 68,792 | 2,493,316 |
| FUND BALANCES: | | | | |
| Nonspendable | 86,659 | - | - | 86,659 |
| Restricted | 3,488,701 | 1,766,264 | - | 5,254,965 |
| Committed | 2,500,050 | 1,107,600 | 15,160,155 | 18,767,805 |
| TOTAL FUND BALANCES | 6,075,410 | 2,873,864 | 15,160,155 | 24,109,429 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 8,499,672 | \$ 2,874,126 | \$ 15,228,947 | \$ 26,602,745 |

DESOTO PARISH SCHOOL BOARD
NONMAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances - By Fund Type
For the Year Ended June 30, 2021

Exhibit 5

| | <u>SPECIAL REVENUE</u> | <u>DEBT SERVICE</u> | <u>CAPITAL PROJECTS</u> | <u>TOTAL</u> |
|--|----------------------------|-------------------------|-----------------------------|-----------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Ad valorem | \$ 5,842,977 | \$ 2,182,293 | \$ - | \$ 8,025,270 |
| Sales and use | 1,832,000 | 2,311,058 | 1,394,389 | 5,537,447 |
| Interest earnings | 9,974 | 9,606 | 12,184 | 31,764 |
| Food service | 80 | - | - | 80 |
| Other | 1,686,111 | - | - | 1,686,111 |
| State sources: | | | | |
| Equalization | 406,997 | - | - | 406,997 |
| Other | 983,220 | - | - | 983,220 |
| Federal sources | | | | |
| | 7,719,178 | - | - | 7,719,178 |
| | | | | |
| TOTAL REVENUES | <u>18,480,537</u> | <u>4,502,957</u> | <u>1,406,573</u> | <u>24,390,067</u> |
| | | | | |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Special programs | 643,230 | - | - | 643,230 |
| Vocational programs | 92,363 | - | - | 92,363 |
| Other instructional programs | 2,789,817 | - | - | 2,789,817 |
| Other special programs | 3,351,544 | - | - | 3,351,544 |
| Support services: | | | | |
| Student services | 139,506 | - | - | 139,506 |
| Instructional staff support | 453,756 | - | - | 453,756 |
| General administration | 323,666 | 127,032 | 22,353 | 473,051 |
| School administration | - | - | 1,371 | 1,371 |
| Business services | 313 | - | - | 313 |
| Plant services | 4,232,923 | - | 260,183 | 4,493,106 |
| Student transportation services | 3,549,428 | - | - | 3,549,428 |
| Food services | 4,340,225 | - | - | 4,340,225 |
| Capital outlay | - | - | 1,203,439 | 1,203,439 |
| Debt service: | | | | |
| Principal retirement | - | 4,220,000 | - | 4,220,000 |
| Interest and bank charges | - | 1,108,198 | - | 1,108,198 |
| Bond issuance costs | - | 194,494 | - | 194,494 |
| | | | | |
| TOTAL EXPENDITURES | <u>19,916,771</u> | <u>5,649,724</u> | <u>1,487,346</u> | <u>27,053,841</u> |
| | | | | |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | <u>\$ (1,436,234)</u> | <u>\$ (1,146,767)</u> | <u>\$ (80,773)</u> | <u>\$ (2,663,774)</u> |

(CONTINUED)

DESOTO PARISH SCHOOL BOARD
NONMAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances - By Fund Type
For the Year Ended June 30, 2021

Exhibit 5

| | <u>SPECIAL REVENUE</u> | <u>DEBT SERVICE</u> | <u>CAPITAL PROJECTS</u> | <u>TOTAL</u> |
|--|----------------------------|-------------------------|-----------------------------|----------------------|
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | \$ 41,101 | \$ 1,030,000 | \$ 1,356,600 | \$ 2,427,701 |
| Transfers out | (312,655) | (30,000) | (1,000,000) | (1,342,655) |
| Refunding bonds issued | - | 14,665,000 | - | 14,665,000 |
| Payment to refunded bond escrow agent | - | (14,463,131) | - | (14,463,131) |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>(271,554)</u> | <u>1,201,869</u> | <u>356,600</u> | <u>1,286,915</u> |
| Net Change in Fund Balances | <u>(1,707,788)</u> | <u>55,102</u> | <u>275,827</u> | <u>(1,376,859)</u> |
| FUND BALANCES - BEGINNING ORIGINALLY STATED | 6,973,422 | 2,818,762 | 14,884,328 | 24,676,512 |
| Prior period adjustment | <u>809,776</u> | <u>-</u> | <u>-</u> | <u>809,776</u> |
| FUND BALANCES - BEGINNING, AS RESTATED | <u>7,783,198</u> | <u>2,818,762</u> | <u>14,884,328</u> | <u>25,486,288</u> |
| FUND BALANCES - ENDING | <u>\$ 6,075,410</u> | <u>\$ 2,873,864</u> | <u>\$ 15,160,155</u> | <u>\$ 24,109,429</u> |

(CONCLUDED)

**DeSoto Parish School Board
Mansfield, Louisiana
Non Major Special Revenue Funds**

EDUCATIONAL CONSOLIDATION & IMPROVEMENT ACT - 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. This fund is primarily used for 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.

IMPROVING TEACHER QUALITY - TITLE II: This program was designed to improve the skills of teachers and the quality of instruction in mathematics and science, also to increase the accessibility of such instruction to all students.

MAINTENANCE TAX: To assist in paying the general cost of operation and maintenance of public schools in the parish.

SPECIAL EDUCATION: To assist in providing a free, appropriate education to all children with disabilities.

TITLE IV A-SSAE: To provide all students with access to a well-rounded education, improve school conditions for student learning, and improve the use of technology in order to improve the academic achievement and digital literacy of all students.

TEACHER INCENTIVE: To support programs that develop and implement performance-based compensation systems for teachers in high need schools.

JOBS FOR AMERICA'S GRADUATES: A school to career program to keep young people in school through graduation and provide work based learning experiences.

SCHOOL FOOD SERVICE: This program was designed 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.

VOCATIONAL GRANTS: To provide students with the opportunity to develop the knowledge, skills, and attitudes needed for employment in agriculture, home economics, industrial arts, business, etc.

EARLY CHILDHOOD DEVELOPMENT: Is a federally funded program that provides universal prekindergarten classes and before-and-after school childcare to four-year-old children who are eligible to enter public school kindergarten the following year.

HOMELESS ASSISTANCE: A program to ensure that homeless children have access to free, appropriate education.

EDUCATIONAL EXCELLENCE: This program is funded through the disposition of proceeds from the tobacco settlement and is used to support excellence in educational practices.

(Continued)

**DeSoto Parish School Board
Mansfield, Louisiana
Non Major Special Revenue Funds**

RURAL EDUCATION: To assist rural school districts that serve concentrations of children from low-income families to improve the quality of instruction and student achievement.

ART PRESERVATION: This funding is to preserve district-wide initiatives for music and art education.

DIRECT STUDENT SERVICES ESSA: This funding is to provide support for students in gaining access to academic courses, credentials and services that are not otherwise available at their schools.

STUDENT ACTIVITY FUNDS: The activities of the various individual school accounts are accounted for in the Student Activities funds. While the accounts are under the supervision of the School Board, the accounts belong to the individual schools or their student bodies and are not available for use by the School Board.

MISCELLANEOUS GRANTS: This fund accounts for other miscellaneous grant revenues.

(Concluded)

DESOTO PARISH SCHOOL BOARD

**NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2021**

| | EDUCATIONAL CONSOLIDATION & IMPROVEMENT ACT - TITLE I | IMPROVING TEACHER QUALITY - TITLE II | MAINTENANCE TAX | SPECIAL EDUCATION |
|--|--|---|----------------------------|------------------------------|
| ASSETS | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ 1,876,282 | \$ 2,609 |
| Receivables | 473,509 | 57,175 | 3,947 | 304,995 |
| Inventory | - | - | - | - |
| TOTAL ASSETS | 473,509 | 57,175 | 1,880,229 | 307,604 |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Accounts, salaries and other payables | 140,180 | - | 316,745 | 116,356 |
| Interfund payables | 333,329 | 57,175 | - | 188,639 |
| Unearned revenue | - | - | - | 2,609 |
| TOTAL LIABILITIES | 473,509 | 57,175 | 316,745 | 307,604 |
| FUND BALANCES: | | | | |
| Nonspendable | - | - | - | - |
| Restricted | - | - | 1,563,484 | - |
| Committed | - | - | - | - |
| TOTAL FUND BALANCES | - | - | 1,563,484 | - |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 473,509 | \$ 57,175 | \$ 1,880,229 | \$ 307,604 |

Exhibit 6

| TITLE IV A-SSAE | TEACHER INCENTIVE | JOB'S FOR AMERICA'S GRADUATES | SCHOOL FOOD SERVICE | VOCATIONAL GRANTS |
|--------------------|----------------------|-------------------------------------|---------------------------|----------------------|
| \$ - | \$ - | \$ - | \$ 1,231,842 | \$ - |
| 29,323 | 238,730 | 31,570 | 80,065 | 35,513 |
| - | - | - | 86,659 | - |
| <u>29,323</u> | <u>238,730</u> | <u>31,570</u> | <u>1,398,566</u> | <u>35,513</u> |
| - | 69,604 | 6,938 | 303,245 | - |
| 29,323 | 169,126 | 24,632 | - | 35,513 |
| - | - | - | - | - |
| <u>29,323</u> | <u>238,730</u> | <u>31,570</u> | <u>303,245</u> | <u>35,513</u> |
| - | - | - | 86,659 | - |
| - | - | - | 1,008,662 | - |
| - | - | - | - | - |
| - | - | - | 1,095,321 | - |
| <u>\$ 29,323</u> | <u>\$ 238,730</u> | <u>\$ 31,570</u> | <u>\$ 1,398,566</u> | <u>\$ 35,513</u> |

(CONTINUED)

DESOTO PARISH SCHOOL BOARD
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2021

| | EARLY CHILDHOOD DEVELOPMENT | HOMELESS ASSISTANCE | EDUCATIONAL EXCELLENCE | RURAL EDUCATION |
|--|--|--------------------------------|-----------------------------------|----------------------------|
| ASSETS | | | | |
| Cash and cash equivalents | \$ 281 | \$ - | \$ 389,641 | \$ - |
| Receivables | 157,050 | - | - | 29,495 |
| Inventory | - | - | - | - |
| TOTAL ASSETS | 157,331 | - | 389,641 | 29,495 |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Accounts, salaries and other payables | 88,771 | - | - | 9,746 |
| Interfund payables | 68,560 | - | - | 19,749 |
| Unearned revenue | - | - | 389,641 | - |
| TOTAL LIABILITIES | 157,331 | - | 389,641 | 29,495 |
| FUND BALANCES: | | | | |
| Nonspendable | - | - | - | - |
| Restricted | - | - | - | - |
| Committed | - | - | - | - |
| TOTAL FUND BALANCES | - | - | - | - |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 157,331 | \$ - | \$ 389,641 | \$ 29,495 |

Exhibit 6

| ART PRESERVATION | DIRECT STUDENT SERVICES ESSA | STUDENT ACTIVITY FUNDS | MISCELLANEOUS GRANTS | TOTAL |
|---------------------|---------------------------------------|------------------------------|-------------------------|---------------------|
| \$ 2,498,862 | \$ - | \$ 916,555 | \$ - | \$ 6,916,072 |
| 1,188 | - | - | 54,381 | 1,496,941 |
| - | - | - | - | 86,659 |
| <u>2,500,050</u> | <u>-</u> | <u>916,555</u> | <u>54,381</u> | <u>8,499,672</u> |
| - | - | - | 7,375 | 1,058,960 |
| - | - | - | 47,006 | 973,052 |
| - | - | - | - | 392,250 |
| - | - | - | 54,381 | 2,424,262 |
| - | - | - | - | 86,659 |
| - | - | 916,555 | - | 3,488,701 |
| <u>2,500,050</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>2,500,050</u> |
| <u>2,500,050</u> | <u>-</u> | <u>916,555</u> | <u>-</u> | <u>6,075,410</u> |
| <u>\$ 2,500,050</u> | <u>\$ -</u> | <u>\$ 916,555</u> | <u>\$ 54,381</u> | <u>\$ 8,499,672</u> |

(CONCLUDED)

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2021

| | EDUCATIONAL CONSOLIDATION & IMPROVEMENT ACT - TITLE I | IMPROVING TEACHER QUALITY - TITLE II | MAINTENANCE TAX | SPECIAL EDUCATION |
|--|--|---|----------------------------|------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Ad valorem | \$ - | \$ - | \$ 5,842,977 | \$ - |
| Sales and use | - | - | - | - |
| Interest earnings | - | - | 8,447 | - |
| Food service | - | - | - | - |
| Other | - | - | - | - |
| State sources: | | | | |
| Equalization | - | - | - | - |
| Other | - | 3,000 | 49,105 | - |
| Federal sources | 2,083,272 | 273,312 | - | 1,136,359 |
| TOTAL REVENUES | 2,083,272 | 276,312 | 5,900,529 | 1,136,359 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Special programs | - | - | - | 643,230 |
| Vocational programs | - | - | - | - |
| Other instructional programs | - | - | 13,490 | - |
| Other special programs | 1,803,708 | 250,495 | - | - |
| Support services: | | | | |
| Student services | 11,965 | - | - | 127,541 |
| Instructional staff support | 93,677 | 3,000 | - | 306,003 |
| General administration | - | - | 323,666 | - |
| Business services | - | - | - | - |
| Plant services | - | - | 4,232,923 | - |
| Student transportation services | - | - | 3,546,628 | 2,800 |
| Food services | - | - | - | - |
| TOTAL EXPENDITURES | 1,909,350 | 253,495 | 8,116,707 | 1,079,574 |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | \$ 173,922 | \$ 22,817 | \$ (2,216,178) | \$ 56,785 |

Exhibit 7

| TITLE IV A-SSAE | TEACHER INCENTIVE | JOBS FOR AMERICA'S GRADUATES | SCHOOL FOOD SERVICE | VOCATIONAL GRANTS |
|--------------------|----------------------|------------------------------------|---------------------------|----------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | 1,832,000 | - |
| - | - | - | 252 | - |
| - | - | - | 80 | - |
| - | - | - | - | - |
| - | - | - | 406,997 | - |
| - | - | - | - | 29,773 |
| 205,204 | 1,159,206 | 45,010 | 2,492,188 | 59,528 |
| 205,204 | 1,159,206 | 45,010 | 4,731,517 | 89,301 |
| - | - | - | - | - |
| - | - | - | - | 89,301 |
| - | 1,159,206 | 50,208 | - | - |
| 188,073 | - | - | - | - |
| - | - | - | - | - |
| - | - | - | - | - |
| - | - | - | - | - |
| - | - | - | - | - |
| - | - | - | - | - |
| - | - | - | 4,340,225 | - |
| 188,073 | 1,159,206 | 50,208 | 4,340,225 | 89,301 |
| \$ 17,131 | \$ - | \$ (5,198) | \$ 391,292 | \$ - |

(CONTINUED)

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2021

| | EDUCATIONAL CONSOLIDATION & IMPROVEMENT ACT - TITLE I | IMPROVING TEACHER QUALITY - TITLE II | MAINTENANCE TAX | SPECIAL EDUCATION |
|--|--|---|----------------------------|------------------------------|
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | \$ - | \$ - | \$ - | \$ 21,530 |
| Transfers out | (173,922) | (22,817) | - | (78,315) |
| TOTAL OTHER FINANCING SOURCES (USES) | (173,922) | (22,817) | - | (56,785) |
| Net Change in Fund Balances | - | - | (2,216,178) | - |
| FUND BALANCES - BEGINNING ORIGINALLY STATED | - | - | 3,779,662 | - |
| Prior period adjustment | - | - | - | - |
| FUND BALANCES - BEGINNING, AS RESTATED | - | - | 3,779,662 | - |
| FUND BALANCES - ENDING | \$ - | \$ - | \$ 1,563,484 | \$ - |

Exhibit 7

| TITLE IV A-SSAE | TEACHER INCENTIVE | JOBS FOR AMERICA'S GRADUATES | SCHOOL FOOD SERVICE | VOCATIONAL GRANTS |
|--------------------|----------------------|------------------------------------|---------------------------|----------------------|
| \$ - (17,131) | \$ - - | \$ 5,198 - | \$ - - | \$ - - |
| (17,131) | - | 5,198 | - | - |
| - | - | - | 391,292 | - |
| - | - | - | 704,029 | - |
| - | - | - | - | - |
| - | - | - | 704,029 | - |
| \$ - | \$ - | \$ - | \$ 1,095,321 | \$ - |

(CONTINUED)

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2021

| REVENUES | EARLY CHILDHOOD DEVELOPMENT | HOMELESS ASSISTANCE | EDUCATIONAL EXCELLENCE | RURAL EDUCATION |
|--|-----------------------------------|------------------------|---------------------------|--------------------|
| Local sources: | | | | |
| Taxes: | | | | |
| Ad valorem | \$ - | \$ - | \$ - | \$ - |
| Sales and use | - | - | - | - |
| Interest earnings | - | - | - | - |
| Food service | - | - | - | - |
| Other | - | - | - | - |
| State sources: | | | | |
| Equalization | - | - | - | - |
| Other | 901,342 | - | - | - |
| Federal sources | 37,616 | 5,102 | - | 87,492 |
| TOTAL REVENUES | 938,958 | 5,102 | - | 87,492 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Special programs | - | - | - | - |
| Vocational programs | - | - | - | - |
| Other instructional programs | - | - | - | - |
| Other special programs | 950,191 | 5,102 | - | 80,188 |
| Support services: | | | | |
| Student services | - | - | - | - |
| Instructional staff support | - | - | - | - |
| General administration | - | - | - | - |
| Business services | - | - | - | - |
| Plant services | - | - | - | - |
| Student transportation services | - | - | - | - |
| Food services | - | - | - | - |
| TOTAL EXPENDITURES | 950,191 | 5,102 | - | 80,188 |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | \$ (11,233) | \$ - | \$ - | \$ 7,304 |

Exhibit 7

| ART PRESERVATION | DIRECT STUDENT SERVICES ESSA | STUDENT ACTIVITY FUNDS | MISCELLANEOUS GRANTS | TOTAL |
|---------------------|---------------------------------------|------------------------------|-------------------------|----------------|
| \$ - | \$ - | \$ - | \$ - | \$ 5,842,977 |
| - | - | - | - | 1,832,000 |
| 1,275 | - | - | - | 9,974 |
| - | - | - | - | 80 |
| 9,357 | - | 1,676,754 | - | 1,686,111 |
| - | - | - | - | 406,997 |
| - | - | - | - | 983,220 |
| - | 80,507 | - | 54,382 | 7,719,178 |
| 10,632 | 80,507 | 1,676,754 | 54,382 | 18,480,537 |
| - | - | - | - | 643,230 |
| - | - | 3,062 | - | 92,363 |
| - | - | 1,566,913 | - | 2,789,817 |
| - | 73,787 | - | - | 3,351,544 |
| - | - | - | - | 139,506 |
| - | - | - | 51,076 | 453,756 |
| - | - | - | - | 323,666 |
| 313 | - | - | - | 313 |
| - | - | - | - | 4,232,923 |
| - | - | - | - | 3,549,428 |
| - | - | - | - | 4,340,225 |
| 313 | 73,787 | 1,569,975 | 51,076 | 19,916,771 |
| \$ 10,319 | \$ 6,720 | \$ 106,779 | \$ 3,306 | \$ (1,436,234) |

(CONTINUED)

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2021

| | EARLY CHILDHOOD DEVELOPMENT | HOMELESS ASSISTANCE | EDUCATIONAL EXCELLENCE | RURAL EDUCATION |
|---|-----------------------------------|------------------------|---------------------------|--------------------|
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | \$ 14,373 | \$ - | \$ - | \$ - |
| Transfers out | (3,140) | - | - | (7,304) |
| TOTAL OTHER FINANCING SOURCES (USES) | 11,233 | - | - | (7,304) |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING, ORIGINALLY STATED | - | - | - | - |
| Prior period adjustment | - | - | - | - |
| FUND BALANCES - BEGINNING, AS RESTATED | - | - | - | - |
| FUND BALANCES - ENDING | \$ - | \$ - | \$ - | \$ - |

Exhibit 7

| ART PRESERVATION | DIRECT STUDENT SERVICES ESSA | STUDENT ACTIVITY FUNDS | MISCELLANEOUS GRANTS | TOTAL |
|---------------------|---------------------------------------|------------------------------|-------------------------|--------------|
| \$ - | \$ - | \$ - | \$ - | \$ 41,101 |
| - | (6,720) | - | (3,306) | (312,655) |
| - | (6,720) | - | (3,306) | (271,554) |
| 10,319 | - | 106,779 | - | (1,707,788) |
| 2,489,731 | - | - | - | 6,973,422 |
| - | - | 809,776 | - | 809,776 |
| 2,489,731 | - | 809,776 | - | 7,783,198 |
| \$ 2,500,050 | \$ - | \$ 916,555 | \$ - | \$ 6,075,410 |

(CONCLUDED)

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 EDUCATIONAL CONSOLIDATION & IMPROVEMENT ACT - TITLE I
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2021

Exhibit 8-1

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|--------------------|-----------------|--------------|----------------------------------|
| REVENUES | | | | |
| Federal sources | \$ 2,569,794 | \$ 2,251,186 | \$ 2,083,272 | \$ (167,914) |
| TOTAL REVENUES | 2,569,794 | 2,251,186 | 2,083,272 | (167,914) |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Other special programs | 2,225,216 | 1,940,316 | 1,803,708 | 136,608 |
| Support services: | | | | |
| Student services | 22,575 | 24,668 | 11,965 | 12,703 |
| Instructional staff support | 112,432 | 98,263 | 93,677 | 4,586 |
| TOTAL EXPENDITURES | 2,360,223 | 2,063,247 | 1,909,350 | 153,897 |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | 209,571 | 187,939 | 173,922 | (14,017) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | (209,571) | (187,939) | (173,922) | 14,017 |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING | - | - | - | - |
| FUND BALANCES - ENDING | \$ - | \$ - | \$ - | \$ - |

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 IMPROVING TEACHER QUALITY - TITLE II
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2021

Exhibit 8-2

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|--------------------|-----------------|----------------|----------------------------------|
| REVENUES | | | | |
| State sources: | | | | |
| Other | \$ 3,000 | \$ 3,000 | \$ 3,000 | \$ - |
| Federal sources | 380,239 | 273,312 | 273,312 | - |
| TOTAL REVENUES | 383,239 | 276,312 | 276,312 | - |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Other special programs | 349,230 | 250,495 | 250,495 | - |
| Support services: | | | | |
| Instructional staff support | 3,000 | 3,000 | 3,000 | - |
| TOTAL EXPENDITURES | 352,230 | 253,495 | 253,495 | - |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | 31,009 | 22,817 | 22,817 | - |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | (31,009) | (22,817) | (22,817) | - |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING | - | - | - | - |
| FUND BALANCES - ENDING | \$ - | \$ - | \$ - | \$ - |

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
MAINTENANCE TAX

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 8-3

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|---------------------------------|---------------------|---------------------|---------------------|----------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Ad valorem | \$ 5,514,750 | \$ 5,803,026 | \$ 5,842,977 | \$ 39,951 |
| Interest earnings | 69,145 | 69,145 | 8,447 | (60,698) |
| State sources: | | | | |
| Other | 32,766 | 32,766 | 49,105 | 16,339 |
| TOTAL REVENUES | <u>5,616,661</u> | <u>5,904,937</u> | <u>5,900,529</u> | <u>(4,408)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Other instructional programs | 13,493 | 13,490 | 13,490 | - |
| Support services: | | | | |
| General administration | 319,143 | 323,666 | 323,666 | - |
| Plant services | 4,316,774 | 4,723,272 | 4,232,923 | 490,349 |
| Student transportation services | 1,683,774 | 3,467,651 | 3,546,628 | (78,977) |
| TOTAL EXPENDITURES | <u>6,333,184</u> | <u>8,528,079</u> | <u>8,116,707</u> | <u>411,372</u> |
| Net Change in Fund Balances | (716,523) | (2,623,142) | (2,216,178) | 406,964 |
| FUND BALANCES - BEGINNING | <u>3,070,319</u> | <u>3,779,662</u> | <u>3,779,662</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ 2,353,796</u> | <u>\$ 1,156,520</u> | <u>\$ 1,563,484</u> | <u>\$ 406,964</u> |

DESOTO PARISH SCHOOL BOARD

**NONMAJOR SPECIAL REVENUE FUND
SPECIAL EDUCATION**

**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021**

Exhibit 8-4

| | <u>ORIGINAL BUDGET</u> | <u>FINAL BUDGET</u> | <u>ACTUAL</u> | <u>VARIANCE WITH FINAL BUDGET</u> |
|--|----------------------------|-------------------------|------------------|---|
| REVENUES | | | | |
| Federal sources | \$ 1,655,580 | \$ 1,769,861 | \$ 1,136,359 | \$ (633,502) |
| TOTAL REVENUES | <u>1,655,580</u> | <u>1,769,861</u> | <u>1,136,359</u> | <u>(633,502)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Special programs | 890,770 | 938,555 | 643,230 | 295,325 |
| Support services: | | | | |
| Student services | 283,965 | 336,213 | 127,541 | 208,672 |
| Instructional staff support | 337,754 | 361,401 | 306,003 | 55,398 |
| Student transportation services | 19,918 | 17,376 | 2,800 | 14,576 |
| TOTAL EXPENDITURES | <u>1,532,407</u> | <u>1,653,545</u> | <u>1,079,574</u> | <u>573,971</u> |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | <u>123,173</u> | <u>116,316</u> | <u>56,785</u> | <u>(59,531)</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | 13,038 | 21,530 | 8,492 |
| Transfers out | (123,173) | (129,354) | (78,315) | 51,039 |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>(123,173)</u> | <u>(116,316)</u> | <u>(56,785)</u> | <u>59,531</u> |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
TITLE IV A-SSAE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 8-5

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|--------------------|-----------------|-----------------|----------------------------------|
| REVENUES | | | | |
| Federal sources | \$ 300,651 | \$ 316,453 | \$ 205,204 | \$ (111,249) |
| TOTAL REVENUES | <u>300,651</u> | <u>316,453</u> | <u>205,204</u> | <u>(111,249)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Other special programs | <u>276,133</u> | <u>290,035</u> | <u>188,073</u> | <u>101,962</u> |
| TOTAL EXPENDITURES | <u>276,133</u> | <u>290,035</u> | <u>188,073</u> | <u>101,962</u> |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | 24,518 | 26,418 | 17,131 | (9,287) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | <u>(24,518)</u> | <u>(26,418)</u> | <u>(17,131)</u> | <u>9,287</u> |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
TEACHER INCENTIVE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 8-6

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|------------------------------|--------------------|------------------|------------------|----------------------------------|
| REVENUES | | | | |
| Federal sources | \$ 1,692,288 | \$ 1,334,023 | \$ 1,159,206 | \$ (174,817) |
| TOTAL REVENUES | <u>1,692,288</u> | <u>1,334,023</u> | <u>1,159,206</u> | <u>(174,817)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Other instructional programs | <u>1,692,288</u> | <u>1,334,023</u> | <u>1,159,206</u> | <u>174,817</u> |
| TOTAL EXPENDITURES | <u>1,692,288</u> | <u>1,334,023</u> | <u>1,159,206</u> | <u>174,817</u> |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 JOBS FOR AMERICA'S GRADUATES
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2021

Exhibit 8-7

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|--------------------|-----------------|---------------|----------------------------------|
| REVENUES | | | | |
| Federal sources | \$ 35,503 | \$ 45,010 | \$ 45,010 | \$ - |
| TOTAL REVENUES | <u>35,503</u> | <u>45,010</u> | <u>45,010</u> | <u>-</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Other instructional programs | 32,950 | 50,208 | 50,208 | - |
| TOTAL EXPENDITURES | <u>32,950</u> | <u>50,208</u> | <u>50,208</u> | <u>-</u> |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | 2,553 | (5,198) | (5,198) | - |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | 5,198 | 5,198 | - |
| Transfers out | <u>(2,553)</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
SCHOOL FOOD SERVICE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 8-8

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|-----------------------------|--------------------|-------------------|---------------------|----------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Sales and use | \$ 1,800,000 | \$ 1,800,000 | \$ 1,832,000 | \$ 32,000 |
| Interest earnings | 2,500 | 2,500 | 252 | (2,248) |
| Food service | 25,850 | 25,850 | 80 | (25,770) |
| Other | 300 | - | - | - |
| State sources: | | | | |
| Equalization | 426,120 | 417,714 | 406,997 | (10,717) |
| Federal sources | 2,316,476 | 2,316,476 | 2,492,188 | 175,712 |
| TOTAL REVENUES | 4,571,246 | 4,562,540 | 4,731,517 | 168,977 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Food services | 4,554,411 | 4,554,411 | 4,340,225 | 214,186 |
| TOTAL EXPENDITURES | 4,554,411 | 4,554,411 | 4,340,225 | 214,186 |
| Net Change in Fund Balances | 16,835 | 8,129 | 391,292 | 383,163 |
| FUND BALANCES - BEGINNING | 581,264 | 704,029 | 704,029 | - |
| FUND BALANCES - ENDING | \$ 598,099 | \$ 712,158 | \$ 1,095,321 | \$ 383,163 |

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 VOCATIONAL GRANTS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2021

Exhibit 8-9

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|-----------------------------|--------------------|-----------------|-----------|----------------------------------|
| REVENUES | | | | |
| State sources: | | | | |
| Other | \$ - | \$ 50,000 | \$ 29,773 | \$ (20,227) |
| Federal sources | 63,610 | 59,528 | 59,528 | - |
| TOTAL REVENUES | 63,610 | 109,528 | 89,301 | (20,227) |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Vocational programs | 63,610 | 109,528 | 89,301 | 20,227 |
| TOTAL EXPENDITURES | 63,610 | 109,528 | 89,301 | 20,227 |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING | - | - | - | - |
| FUND BALANCES - ENDING | \$ - | \$ - | \$ - | \$ - |

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
EARLY CHILDHOOD DEVELOPMENT
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 8-10

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|--------------------|-----------------|----------------|----------------------------------|
| REVENUES | | | | |
| State sources: | | | | |
| Other | \$ 291,144 | \$ 901,342 | \$ 901,342 | \$ - |
| Federal sources | 649,422 | 37,616 | 37,616 | - |
| TOTAL REVENUES | 940,566 | 938,958 | 938,958 | - |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Other special programs | 887,607 | 950,191 | 950,191 | - |
| TOTAL EXPENDITURES | 887,607 | 950,191 | 950,191 | - |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | 52,959 | (11,233) | (11,233) | - |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | 14,373 | 14,373 | - |
| Transfers out | (52,959) | (3,140) | (3,140) | - |
| TOTAL OTHER FINANCING SOURCES (USES) | (52,959) | 11,233 | 11,233 | - |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING | - | - | - | - |
| FUND BALANCES - ENDING | \$ - | \$ - | \$ - | \$ - |

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
HOMELESS ASSISTANCE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 8-11

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|--------------------|-----------------|--------------|----------------------------------|
| REVENUES | | | | |
| Federal sources | \$ 25,598 | \$ 5,102 | \$ 5,102 | \$ - |
| TOTAL REVENUES | <u>25,598</u> | <u>5,102</u> | <u>5,102</u> | <u>-</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Other special programs | 23,509 | 5,102 | 5,102 | - |
| TOTAL EXPENDITURES | <u>23,509</u> | <u>5,102</u> | <u>5,102</u> | <u>-</u> |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | 2,089 | - | - | - |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | (2,089) | - | - | - |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
EDUCATIONAL EXCELLENCE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 8-12

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|------------------------------|--------------------|-----------------|-------------|----------------------------------|
| REVENUES | | | | |
| State sources: | | | | |
| Other | \$ 301,810 | \$ 389,641 | \$ - | \$ (389,641) |
| TOTAL REVENUES | <u>301,810</u> | <u>389,641</u> | <u>-</u> | <u>(389,641)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Other instructional programs | <u>301,810</u> | <u>389,641</u> | <u>-</u> | <u>389,641</u> |
| TOTAL EXPENDITURES | <u>301,810</u> | <u>389,641</u> | <u>-</u> | <u>389,641</u> |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
RURAL EDUCATION

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 8-13

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|--------------------|-----------------|-----------|----------------------------------|
| REVENUES | | | | |
| Federal sources | \$ 99,783 | \$ 99,422 | \$ 87,492 | \$ (11,930) |
| TOTAL REVENUES | 99,783 | 99,422 | 87,492 | (11,930) |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Other special programs | 91,648 | 91,122 | 80,188 | 10,934 |
| TOTAL EXPENDITURES | 91,648 | 91,122 | 80,188 | 10,934 |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | 8,135 | 8,300 | 7,304 | (996) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | (8,135) | (8,300) | (7,304) | 996 |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING | - | - | - | - |
| FUND BALANCES - ENDING | \$ - | \$ - | \$ - | \$ - |

DESOTO PARISH SCHOOL BOARD

**NONMAJOR SPECIAL REVENUE FUND
ART PRESERVATION**

**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021**

Exhibit 8-14

| | <u>ORIGINAL BUDGET</u> | <u>FINAL BUDGET</u> | <u>ACTUAL</u> | <u>VARIANCE WITH FINAL BUDGET</u> |
|-----------------------------|----------------------------|-------------------------|---------------------|---|
| REVENUES | | | | |
| Local sources: | | | | |
| Interest earnings | \$ 7,500 | \$ 1,000 | \$ 1,275 | \$ 275 |
| Other | 1,500 | 8,100 | 9,357 | 1,257 |
| | <u>9,000</u> | <u>9,100</u> | <u>10,632</u> | <u>1,532</u> |
| TOTAL REVENUES | | | | |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| Business services | 77 | 313 | 313 | - |
| | <u>77</u> | <u>313</u> | <u>313</u> | <u>-</u> |
| TOTAL EXPENDITURES | | | | |
| Net Change in Fund Balances | 8,923 | 8,787 | 10,319 | 1,532 |
| FUND BALANCES - BEGINNING | <u>2,486,532</u> | <u>2,489,731</u> | <u>2,489,731</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ 2,495,455</u> | <u>\$ 2,498,518</u> | <u>\$ 2,500,050</u> | <u>\$ 1,532</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
 DIRECT STUDENT SERVICES - ESSA
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2021

Exhibit 8-15

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|--------------------|-----------------|----------------|----------------------------------|
| REVENUES | | | | |
| Federal sources | \$ 82,908 | \$ 80,507 | \$ 80,507 | \$ - |
| TOTAL REVENUES | <u>82,908</u> | <u>80,507</u> | <u>80,507</u> | <u>-</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Other special programs | <u>76,147</u> | <u>73,787</u> | <u>73,787</u> | <u>-</u> |
| TOTAL EXPENDITURES | <u>76,147</u> | <u>73,787</u> | <u>73,787</u> | <u>-</u> |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | 6,761 | 6,720 | 6,720 | - |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | <u>(6,761)</u> | <u>(6,720)</u> | <u>(6,720)</u> | <u>-</u> |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND
MISCELLANEOUS GRANTS

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 8-16

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|--------------------|-----------------|-----------|----------------------------------|
| REVENUES | | | | |
| Federal sources | \$ 91,510 | \$ 91,510 | \$ 54,382 | \$ (37,128) |
| TOTAL REVENUES | 91,510 | 91,510 | 54,382 | (37,128) |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| Instructional staff support | 85,105 | 85,105 | 51,076 | 34,029 |
| TOTAL EXPENDITURES | 85,105 | 85,105 | 51,076 | 34,029 |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | 6,405 | 6,405 | 3,306 | (3,099) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | (6,405) | (6,405) | (3,306) | 3,099 |
| Net Change in Fund Balances | - | - | - | - |
| FUND BALANCES - BEGINNING | - | - | - | - |
| FUND BALANCES - ENDING | \$ - | \$ - | \$ - | \$ - |

DeSoto Parish School Board

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**DeSoto Parish School Board
Mansfield, Louisiana
Nonmajor Debt Service Funds**

SCHOOL DISTRICTS, NO. 1 (2015 ISSUE), NO. 1 (2018 ISSUE), NO. 2 (2012 & 2013 ISSUE), NO. 2 (2010 & 2017 ISSUE), NO. 2 (2012 & 2021 ISSUE), NO. 3 (2015 ISSUE), AND NO. 4 (2016 & 2020 ISSUE): To accumulate monies to pay outstanding bond issues. The bonds were issued by the respective school districts to acquire land for building sites, erect and improve school buildings, and acquire the necessary equipment and furnishings thereof. The bond issues are financed by a special property tax levy on property within the respective school districts and/or an allocation of sales and use tax collected.

DESOTO PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUNDS

Combining Balance Sheet

June 30, 2021

| | NO. 1 2015 ISSUE | NO. 1 2018 ISSUE | NO. 2 2012 & 2013 ISSUE | NO. 2 2010 & 2017 ISSUE |
|--|---------------------------------|---------------------------------|--|--|
| ASSETS | | | | |
| Cash and cash equivalents | \$ 83,563 | \$ 299,061 | \$ 500,042 | \$ 292,733 |
| Receivables | - | 74 | 5 | - |
| TOTAL ASSETS | 83,563 | 299,135 | 500,047 | 292,733 |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Accounts, salaries and other payables | 14 | - | - | 76 |
| TOTAL LIABILITIES | 14 | - | - | 76 |
| FUND BALANCES: | | | | |
| Restricted | 83,549 | 299,135 | - | 292,657 |
| Committed | - | - | 500,047 | - |
| TOTAL FUND BALANCES | 83,549 | 299,135 | 500,047 | 292,657 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 83,563 | \$ 299,135 | \$ 500,047 | \$ 292,733 |

Exhibit 9

| NO. 2 2012 & 2021 ISSUE | NO. 3 2015 ISSUE | NO. 4 2016 & 2020 ISSUE | TOTAL |
|--|---------------------------------|--|---------------------|
| \$ 1,037,556 | \$ 53,502 | \$ 607,590 | \$ 2,874,047 |
| - | - | - | 79 |
| <u>1,037,556</u> | <u>53,502</u> | <u>607,590</u> | <u>2,874,126</u> |
| 121 | 14 | 37 | 262 |
| <u>121</u> | <u>14</u> | <u>37</u> | <u>262</u> |
| 1,037,435 | 53,488 | - | 1,766,264 |
| - | - | 607,553 | 1,107,600 |
| <u>1,037,435</u> | <u>53,488</u> | <u>607,553</u> | <u>2,873,864</u> |
| <u>\$ 1,037,556</u> | <u>\$ 53,502</u> | <u>\$ 607,590</u> | <u>\$ 2,874,126</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUNDS
 Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 For the Year Ended June 30, 2021

| | NO. 1 2015 ISSUE | NO. 1 2018 ISSUE | NO. 2 2012 & 2013 ISSUE | NO. 2 2010 & 2017 ISSUE |
|--|------------------------|------------------------|-------------------------------|-------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Ad valorem | \$ - | \$ 404,836 | \$ 980,857 | \$ - |
| Sales and use | 120,444 | - | - | 645,591 |
| Interest earnings | 51 | 325 | 3,693 | 111 |
| TOTAL REVENUES | 120,495 | 405,161 | 984,550 | 645,702 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| General administration | 1,930 | 16,712 | 40,517 | 10,348 |
| Debt service: | | | | |
| Principal retirement | 72,500 | 155,000 | 885,000 | 505,000 |
| Interest and bank charges | 48,394 | 133,125 | 97,738 | 141,091 |
| Bond issuance costs | - | - | - | - |
| TOTAL EXPENDITURES | 122,824 | 304,837 | 1,023,255 | 656,439 |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | (2,329) | 100,324 | (38,705) | (10,737) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 30,000 | - | - | - |
| Transfers out | - | (30,000) | - | - |
| Refunding bonds issued | - | - | - | - |
| Payment to refunded bond escrow agent | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | 30,000 | (30,000) | - | - |
| Net Change in Fund Balances | 27,671 | 70,324 | (38,705) | (10,737) |
| FUND BALANCES - BEGINNING | 55,878 | 228,811 | 538,752 | 303,394 |
| FUND BALANCES - ENDING | \$ 83,549 | \$ 299,135 | \$ 500,047 | \$ 292,657 |

Exhibit 10

| NO. 2 2012 & 2021 ISSUE | NO. 3 2015 ISSUE | NO. 4 2016 & 2020 ISSUE | TOTAL |
|--|---------------------------------|--|---------------------|
| \$ - | \$ - | \$ 796,600 | \$ 2,182,293 |
| 1,027,394 | 120,445 | 397,184 | 2,311,058 |
| 1,475 | 39 | 3,912 | 9,606 |
| <u>1,028,869</u> | <u>120,484</u> | <u>1,197,696</u> | <u>4,502,957</u> |
| 16,469 | 1,932 | 39,124 | 127,032 |
| 695,000 | 72,500 | 1,835,000 | 4,220,000 |
| 333,293 | 48,393 | 306,164 | 1,108,198 |
| 129,536 | - | 64,958 | 194,494 |
| <u>1,174,298</u> | <u>122,825</u> | <u>2,245,246</u> | <u>5,649,724</u> |
| (145,429) | (2,341) | (1,047,550) | (1,146,767) |
| - | - | 1,000,000 | 1,030,000 |
| - | - | - | (30,000) |
| 9,280,000 | - | 5,385,000 | 14,665,000 |
| (9,150,464) | - | (5,312,667) | (14,463,131) |
| <u>129,536</u> | <u>-</u> | <u>1,072,333</u> | <u>1,201,869</u> |
| (15,893) | (2,341) | 24,783 | 55,102 |
| <u>1,053,328</u> | <u>55,829</u> | <u>582,770</u> | <u>2,818,762</u> |
| <u>\$ 1,037,435</u> | <u>\$ 53,488</u> | <u>\$ 607,553</u> | <u>\$ 2,873,864</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUND
NO. 1 2015 ISSUE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 11-1

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|--------------------|------------------|------------------|----------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Sales and use | \$ 120,444 | \$ 120,444 | \$ 120,444 | \$ - |
| Interest earnings | 200 | 200 | 51 | (149) |
| TOTAL REVENUES | <u>120,644</u> | <u>120,644</u> | <u>120,495</u> | <u>(149)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| General administration | 1,686 | 2,200 | 1,930 | 270 |
| Debt service: | | | | |
| Principal retirement | 72,500 | 72,500 | 72,500 | - |
| Interest and bank charges | 48,344 | 48,394 | 48,394 | - |
| TOTAL EXPENDITURES | <u>122,530</u> | <u>123,094</u> | <u>122,824</u> | <u>270</u> |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | (1,886) | (2,450) | (2,329) | 121 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | 30,000 | 30,000 | - |
| Net Change in Fund Balances | (1,886) | 27,550 | 27,671 | 121 |
| FUND BALANCES - BEGINNING | <u>55,608</u> | <u>55,878</u> | <u>55,878</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ 53,722</u> | <u>\$ 83,428</u> | <u>\$ 83,549</u> | <u>\$ 121</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUND
NO. 1 2018 ISSUE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 11-2

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|--------------------|-------------------|-------------------|----------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Ad valorem | \$ 345,000 | \$ 402,013 | \$ 404,836 | \$ 2,823 |
| Interest earnings | 2,000 | 20 | 325 | 305 |
| TOTAL REVENUES | 347,000 | 402,033 | 405,161 | 3,128 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| General administration | 15,000 | 16,712 | 16,712 | - |
| Debt service: | | | | |
| Principal retirement | 155,000 | 155,000 | 155,000 | - |
| Interest and bank charges | 133,125 | 133,125 | 133,125 | - |
| TOTAL EXPENDITURES | 303,125 | 304,837 | 304,837 | - |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | 43,875 | 97,196 | 100,324 | 3,128 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | - | (30,000) | (30,000) | - |
| Net Change in Fund Balances | 43,875 | 67,196 | 70,324 | 3,128 |
| FUND BALANCES - BEGINNING | 226,840 | 228,811 | 228,811 | - |
| FUND BALANCES - ENDING | \$ 270,715 | \$ 296,007 | \$ 299,135 | \$ 3,128 |

DESOTO PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUND
NO. 2 2012 & 2013 ISSUE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 11-3

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|-----------------------------|--------------------|-------------------|-------------------|----------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Ad valorem | \$ 972,000 | \$ 975,682 | \$ 980,857 | \$ 5,175 |
| Interest earnings | 40,000 | 2,500 | 3,693 | 1,193 |
| TOTAL REVENUES | <u>1,012,000</u> | <u>978,182</u> | <u>984,550</u> | <u>6,368</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| General administration | 40,331 | 40,517 | 40,517 | - |
| Debt service: | | | | |
| Principal retirement | 885,000 | 885,000 | 885,000 | - |
| Interest and bank charges | 97,738 | 97,738 | 97,738 | - |
| TOTAL EXPENDITURES | <u>1,023,069</u> | <u>1,023,255</u> | <u>1,023,255</u> | <u>-</u> |
| Net Change in Fund Balances | (11,069) | (45,073) | (38,705) | 6,368 |
| FUND BALANCES - BEGINNING | <u>523,389</u> | <u>538,752</u> | <u>538,752</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ 512,320</u> | <u>\$ 493,679</u> | <u>\$ 500,047</u> | <u>\$ 6,368</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUND
NO. 2 2010 & 2017 ISSUE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 11-4

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|-----------------------------|--------------------|-------------------|-------------------|----------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Sales and use | \$ 645,591 | \$ 645,591 | \$ 645,591 | \$ - |
| Interest earnings | 500 | 100 | 111 | 11 |
| | <u>646,091</u> | <u>645,691</u> | <u>645,702</u> | <u>11</u> |
| TOTAL REVENUES | | | | |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| General administration | 9,039 | 9,039 | 10,348 | (1,309) |
| Debt service: | | | | |
| Principal retirement | 505,000 | 505,000 | 505,000 | - |
| Interest and bank charges | 141,491 | 141,491 | 141,091 | 400 |
| | <u>655,530</u> | <u>655,530</u> | <u>656,439</u> | <u>(909)</u> |
| TOTAL EXPENDITURES | | | | |
| Net Change in Fund Balances | (9,439) | (9,839) | (10,737) | (898) |
| FUND BALANCES - BEGINNING | <u>307,612</u> | <u>303,394</u> | <u>303,394</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ 298,173</u> | <u>\$ 293,555</u> | <u>\$ 292,657</u> | <u>\$ (898)</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUND
NO. 2 2012 & 2021 ISSUE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 11-5

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|--------------------|-----------------|--------------|----------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Sales and use | \$ 1,027,394 | \$ 1,027,394 | \$ 1,027,394 | \$ - |
| Interest earnings | 5,000 | 1,000 | 1,475 | 475 |
| TOTAL REVENUES | 1,032,394 | 1,028,394 | 1,028,869 | 475 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| General administration | 14,384 | 17,500 | 16,469 | 1,031 |
| Debt service: | | | | |
| Principal retirement | 695,000 | 695,000 | 695,000 | - |
| Interest and bank charges | 333,294 | 333,293 | 333,293 | - |
| Bond issuance costs | - | - | 129,536 | (129,536) |
| TOTAL EXPENDITURES | 1,042,678 | 1,045,793 | 1,174,298 | (128,505) |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | (10,284) | (17,399) | (145,429) | (128,030) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Refunding bonds issued | - | - | 9,280,000 | 9,280,000 |
| Payment to refunded bond escrow agent | - | - | (9,150,464) | (9,150,464) |
| TOTAL OTHER FINANCING SOURCES (USES) | - | - | 129,536 | 129,536 |
| Net Change in Fund Balances | (10,284) | (17,399) | (15,893) | 1,506 |
| FUND BALANCES - BEGINNING | 1,040,020 | 1,053,328 | 1,053,328 | - |
| FUND BALANCES - ENDING | \$ 1,029,736 | \$ 1,035,929 | \$ 1,037,435 | \$ 1,506 |

DESOTO PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUND
NO. 3 2015 ISSUE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 11-6

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|-----------------------------|--------------------|------------------|------------------|----------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Sales and use | \$ 120,444 | \$ 120,444 | \$ 120,445 | \$ 1 |
| Interest earnings | 300 | 50 | 39 | (11) |
| TOTAL REVENUES | <u>120,744</u> | <u>120,494</u> | <u>120,484</u> | <u>(10)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| General administration | 1,687 | 2,200 | 1,932 | 268 |
| Debt service: | | | | |
| Principal retirement | 72,500 | 72,500 | 72,500 | - |
| Interest and bank charges | 48,544 | 48,544 | 48,393 | 151 |
| TOTAL EXPENDITURES | <u>122,731</u> | <u>123,244</u> | <u>122,825</u> | <u>419</u> |
| Net Change in Fund Balances | (1,987) | (2,750) | (2,341) | 409 |
| FUND BALANCES - BEGINNING | <u>55,475</u> | <u>55,829</u> | <u>55,829</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ 53,488</u> | <u>\$ 53,079</u> | <u>\$ 53,488</u> | <u>\$ 409</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUND
NO. 4 2016 & 2020 ISSUE

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 11-7

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|--------------------|-------------------|--------------------|----------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Ad valorem | \$ 760,000 | \$ 790,471 | \$ 796,600 | \$ 6,129 |
| Sales and use | 397,184 | 397,184 | 397,184 | - |
| Interest earnings | 15,000 | 3,000 | 3,912 | 912 |
| TOTAL REVENUES | 1,172,184 | 1,190,655 | 1,197,696 | 7,041 |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| General administration | 38,061 | 39,459 | 39,124 | 335 |
| Debt service: | | | | |
| Principal retirement | 835,000 | 1,762,667 | 1,835,000 | (72,333) |
| Interest and bank charges | 364,784 | 364,784 | 306,164 | 58,620 |
| Bond issuance costs | - | - | 64,958 | (64,958) |
| TOTAL EXPENDITURES | 1,237,845 | 2,166,910 | 2,245,246 | (78,336) |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | (65,661) | (976,255) | (1,047,550) | (71,295) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | 1,000,000 | 1,000,000 | - |
| Refunding bonds issued | - | - | 5,385,000 | 5,385,000 |
| Payment to refunded bond escrow agent | - | - | (5,312,667) | (5,312,667) |
| TOTAL OTHER FINANCING SOURCES (USES) | - | 1,000,000 | 1,072,333 | 72,333 |
| Net Change in Fund Balances | (65,661) | 23,745 | 24,783 | 1,038 |
| FUND BALANCES - BEGINNING | 586,249 | 582,770 | 582,770 | - |
| FUND BALANCES - ENDING | \$ 520,588 | \$ 606,515 | \$ 607,553 | \$ 1,038 |

**DeSoto Parish School Board
Mansfield, Louisiana
Nonmajor Capital Project Funds**

SCHOOL DISTRICTS NO. 1, NO. 3, NO.4 AND NO. 5: To account for financial resources to acquire, construct, and improve public school facilities in the respective districts.

DESOTO PARISH SCHOOL BOARD

NONMAJOR CAPITAL PROJECT FUNDS

Combining Balance Sheet

June 30, 2021

Exhibit 12

| | SCHOOL DISTRICT NO. 1 | SCHOOL DISTRICT NO. 3 | SCHOOL DISTRICT NO. 4 | SCHOOL DISTRICT NO. 5 | TOTAL |
|--|-----------------------------|-----------------------------|-----------------------------|-----------------------------|----------------------|
| ASSETS | | | | | |
| Cash and cash equivalents | \$ 4,392,766 | \$ 2,173,493 | \$ 8,378,442 | \$ 101,462 | \$ 15,046,163 |
| Receivables | 46,459 | 31,106 | 105,219 | - | 182,784 |
| TOTAL ASSETS | 4,439,225 | 2,204,599 | 8,483,661 | 101,462 | 15,228,947 |
| LIABILITIES AND FUND BALANCES | | | | | |
| Liabilities: | | | | | |
| Accounts, salaries and other payables | 6,750 | 60,310 | 1,732 | - | 68,792 |
| TOTAL LIABILITIES | 6,750 | 60,310 | 1,732 | - | 68,792 |
| FUND BALANCES: | | | | | |
| Committed | 4,432,475 | 2,144,289 | 8,481,929 | 101,462 | 15,160,155 |
| TOTAL FUND BALANCES | 4,432,475 | 2,144,289 | 8,481,929 | 101,462 | 15,160,155 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 4,439,225 | \$ 2,204,599 | \$ 8,483,661 | \$ 101,462 | \$ 15,228,947 |

DESOTO PARISH SCHOOL BOARD
NONMAJOR CAPITAL PROJECT FUNDS
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2021

Exhibit 13

| | SCHOOL DISTRICT NO. 1 | SCHOOL DISTRICT NO. 3 | SCHOOL DISTRICT NO. 4 | SCHOOL DISTRICT NO. 5 | TOTAL |
|--|-----------------------------|-----------------------------|-----------------------------|-----------------------------|----------------------|
| REVENUES | | | | | |
| Local sources: | | | | | |
| Taxes: | | | | | |
| Sales and use | \$ 396,212 | \$ 225,416 | \$ 772,761 | \$ - | \$ 1,394,389 |
| Interest earnings | 3,751 | 2,357 | 6,025 | 51 | 12,184 |
| TOTAL REVENUES | 399,963 | 227,773 | 778,786 | 51 | 1,406,573 |
| EXPENDITURES | | | | | |
| Current: | | | | | |
| Support services: | | | | | |
| General administration | 6,352 | 3,614 | 12,387 | - | 22,353 |
| School administration | - | - | 1,371 | - | 1,371 |
| Plant services | 124,125 | 24,544 | 111,514 | - | 260,183 |
| Capital outlay | 121,730 | 297,180 | 784,529 | - | 1,203,439 |
| TOTAL EXPENDITURES | 252,207 | 325,338 | 909,801 | - | 1,487,346 |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | 147,756 | (97,565) | (131,015) | 51 | (80,773) |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers in | 344,850 | 230,850 | 780,900 | - | 1,356,600 |
| Transfers out | - | - | (1,000,000) | - | (1,000,000) |
| TOTAL OTHER FINANCING SOURCES (USES) | 344,850 | 230,850 | (219,100) | - | 356,600 |
| Net Change in Fund Balances | 492,606 | 133,285 | (350,115) | 51 | 275,827 |
| FUND BALANCES - BEGINNING | 3,939,869 | 2,011,004 | 8,832,044 | 101,411 | 14,884,328 |
| FUND BALANCES - ENDING | \$ 4,432,475 | \$ 2,144,289 | \$ 8,481,929 | \$ 101,462 | \$ 15,160,155 |

DESOTO PARISH SCHOOL BOARD

MAJOR CAPITAL PROJECT FUND
 PARISHWIDE CAPITAL PROJECT
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2021

Exhibit 14-1

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|---------------------|---------------------|----------------------|----------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Sales and use | \$ 180,000 | \$ 180,000 | \$ 224,730 | \$ 44,730 |
| Interest earnings | 41,000 | 41,000 | 30,328 | (10,672) |
| TOTAL REVENUES | <u>221,000</u> | <u>221,000</u> | <u>255,058</u> | <u>34,058</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| General administration | 2,520 | 2,520 | 3,602 | (1,082) |
| Plant services | - | 30,000 | 31,455 | (1,455) |
| Capital outlay | 810,500 | 9,812,000 | 1,536,180 | 8,275,820 |
| TOTAL EXPENDITURES | <u>813,020</u> | <u>9,844,520</u> | <u>1,571,237</u> | <u>8,273,283</u> |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | (592,020) | (9,623,520) | (1,316,179) | 8,307,341 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | 150,000 | 150,000 |
| Net Change in Fund Balances | (592,020) | (9,623,520) | (1,166,179) | 8,457,341 |
| FUND BALANCES - BEGINNING | <u>3,380,832</u> | <u>12,400,549</u> | <u>12,400,549</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ 2,788,812</u> | <u>\$ 2,777,029</u> | <u>\$ 11,234,370</u> | <u>\$ 8,457,341</u> |

DESOTO PARISH SCHOOL BOARD

**NONMAJOR CAPITAL PROJECT FUND
SCHOOL DISTRICT NO. 1**

**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021**

Exhibit 14-2

| | <u>ORIGINAL BUDGET</u> | <u>FINAL BUDGET</u> | <u>ACTUAL</u> | <u>VARIANCE WITH FINAL BUDGET</u> |
|--|----------------------------|-------------------------|---------------------|---|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Sales and use | \$ 296,796 | \$ 293,376 | \$ 396,212 | \$ 102,836 |
| Interest earnings | 38,000 | 38,000 | 3,751 | (34,249) |
| TOTAL REVENUES | <u>334,796</u> | <u>331,376</u> | <u>399,963</u> | <u>68,587</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| General administration | 4,156 | 4,108 | 6,352 | (2,244) |
| Plant services | - | 1,467,674 | 124,125 | 1,343,549 |
| Capital outlay | <u>1,027,000</u> | <u>-</u> | <u>121,730</u> | <u>(121,730)</u> |
| TOTAL EXPENDITURES | <u>1,031,156</u> | <u>1,471,782</u> | <u>252,207</u> | <u>1,219,575</u> |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | (696,360) | (1,140,406) | 147,756 | 1,288,162 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | <u>-</u> | <u>-</u> | <u>344,850</u> | <u>344,850</u> |
| Net Change in Fund Balances | (696,360) | (1,140,406) | 492,606 | 1,633,012 |
| FUND BALANCES - BEGINNING | <u>3,792,419</u> | <u>3,939,869</u> | <u>3,939,869</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ 3,096,059</u> | <u>\$ 2,799,463</u> | <u>\$ 4,432,475</u> | <u>\$ 1,633,012</u> |

DESOTO PARISH SCHOOL BOARD

**MAJOR CAPITAL PROJECT FUND
CAPITAL PROJECT - SCHOOL DISTRICT NO. 2
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021**

Exhibit 14-3

| | <u>ORIGINAL BUDGET</u> | <u>FINAL BUDGET</u> | <u>ACTUAL</u> | <u>VARIANCE WITH FINAL BUDGET</u> |
|--|----------------------------|-------------------------|----------------------|---|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Sales and use | \$ 78,055 | \$ 119,095 | \$ 564,428 | \$ 445,333 |
| Interest earnings | 30,000 | 30,000 | 45,249 | 15,249 |
| TOTAL REVENUES | <u>108,055</u> | <u>149,095</u> | <u>609,677</u> | <u>460,582</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| General administration | 1,093 | 1,668 | 9,047 | (7,379) |
| Plant services | - | - | 180,426 | (180,426) |
| Capital outlay | 283,845 | 952,094 | 214,665 | 737,429 |
| TOTAL EXPENDITURES | <u>284,938</u> | <u>953,762</u> | <u>404,138</u> | <u>549,624</u> |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | (176,883) | (804,667) | 205,539 | 1,010,206 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | 1,493,400 | 1,493,400 |
| Net Change in Fund Balances | (176,883) | (804,667) | 1,698,939 | 2,503,606 |
| FUND BALANCES - BEGINNING | <u>12,337,973</u> | <u>12,162,418</u> | <u>12,162,418</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ 12,161,090</u> | <u>\$ 11,357,751</u> | <u>\$ 13,861,357</u> | <u>\$ 2,503,606</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR CAPITAL PROJECT FUND
SCHOOL DISTRICT NO. 3

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 14-4

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|---------------------|---------------------|---------------------|----------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Sales and use | \$ 166,836 | \$ 156,576 | \$ 225,416 | \$ 68,840 |
| Interest earnings | 20,000 | 20,000 | 2,357 | (17,643) |
| TOTAL REVENUES | <u>186,836</u> | <u>176,576</u> | <u>227,773</u> | <u>51,197</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| General administration | 2,336 | 2,193 | 3,614 | (1,421) |
| Plant services | - | - | 24,544 | (24,544) |
| Capital outlay | 492,300 | 356,883 | 297,180 | 59,703 |
| TOTAL EXPENDITURES | <u>494,636</u> | <u>359,076</u> | <u>325,338</u> | <u>33,738</u> |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | (307,800) | (182,500) | (97,565) | 84,935 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | 230,850 | 230,850 |
| Net Change in Fund Balances | (307,800) | (182,500) | 133,285 | 315,785 |
| FUND BALANCES - BEGINNING | <u>2,097,112</u> | <u>2,011,004</u> | <u>2,011,004</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ 1,789,312</u> | <u>\$ 1,828,504</u> | <u>\$ 2,144,289</u> | <u>\$ 315,785</u> |

DESOTO PARISH SCHOOL BOARD

NONMAJOR CAPITAL PROJECT FUND
SCHOOL DISTRICT NO. 4

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021

Exhibit 14-5

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|---------------------|---------------------|---------------------|----------------------------------|
| REVENUES | | | | |
| Local sources: | | | | |
| Taxes: | | | | |
| Sales and use | \$ 567,256 | \$ 539,896 | \$ 772,761 | \$ 232,865 |
| Interest earnings | 35,000 | 35,000 | 6,025 | (28,975) |
| TOTAL REVENUES | <u>602,256</u> | <u>574,896</u> | <u>778,786</u> | <u>203,890</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Support services: | | | | |
| General administration | 7,942 | 7,559 | 12,387 | (4,828) |
| School administration | - | 1,373 | 1,371 | 2 |
| Plant services | - | - | 111,514 | (111,514) |
| Capital outlay | 500 | 2,727,878 | 784,529 | 1,943,349 |
| TOTAL EXPENDITURES | <u>8,442</u> | <u>2,736,810</u> | <u>909,801</u> | <u>1,827,009</u> |
| EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES | <u>593,814</u> | <u>(2,161,914)</u> | <u>(131,015)</u> | <u>2,030,899</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | 780,900 | 780,900 |
| Transfers out | - | (1,000,000) | (1,000,000) | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>-</u> | <u>(1,000,000)</u> | <u>(219,100)</u> | <u>780,900</u> |
| Net Change in Fund Balances | 593,814 | (3,161,914) | (350,115) | 2,811,799 |
| FUND BALANCES - BEGINNING | <u>7,925,809</u> | <u>8,832,044</u> | <u>8,832,044</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ 8,519,623</u> | <u>\$ 5,670,130</u> | <u>\$ 8,481,929</u> | <u>\$ 2,811,799</u> |

DESOTO PARISH SCHOOL BOARD

**NONMAJOR CAPITAL PROJECT FUND
SCHOOL DISTRICT NO. 5**

**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended June 30, 2021**

Exhibit 14-6

| | <u>ORIGINAL BUDGET</u> | <u>FINAL BUDGET</u> | <u>ACTUAL</u> | <u>VARIANCE WITH FINAL BUDGET</u> |
|-----------------------------|----------------------------|-------------------------|-------------------|---|
| REVENUES | | | | |
| Local sources: | | | | |
| Interest earnings | \$ 300 | \$ 51 | \$ 51 | \$ - |
| TOTAL REVENUES | <u>300</u> | <u>51</u> | <u>51</u> | <u>-</u> |
| Net Change in Fund Balances | 300 | 51 | 51 | - |
| FUND BALANCES - BEGINNING | <u>101,406</u> | <u>101,411</u> | <u>101,411</u> | <u>-</u> |
| FUND BALANCES - ENDING | <u>\$ 101,706</u> | <u>\$ 101,462</u> | <u>\$ 101,462</u> | <u>\$ -</u> |

**DeSoto Parish School Board
Mansfield, Louisiana
Internal Service Funds**

GROUP DENTAL INSURANCE: To recover over a period of time the total cost of providing group dental insurance to School Board employees and retirees.

GROUP HEALTH INSURANCE: To recover over a period of time the total cost of providing group medical insurance to School Board employees and retirees.

WORKERS' COMPENSATION INSURANCE: To recover over a period of time the total cost of providing workers' compensation insurance to School Board employees who are injured on the job.

DESOTO PARISH SCHOOL BOARD

**PROPRIETARY FUND TYPE - INTERNAL SERVICE FUNDS
Combining Statement of Net Position
June 30, 2021**

Exhibit 15

| | <u>GROUP DENTAL INSURANCE</u> | <u>GROUP HEALTH INSURANCE</u> | <u>WORKERS' COMPENSATION INSURANCE</u> | <u>TOTAL</u> |
|--------------------------------------|---------------------------------------|---------------------------------------|--|---------------------|
| ASSETS | | | | |
| CURRENT ASSETS | | | | |
| Cash and cash equivalents | \$ 394,252 | \$ 5,710,687 | \$ 1,514,267 | \$ 7,619,206 |
| Investments | - | 1,053,417 | 100,001 | 1,153,418 |
| Receivables | - | 856,261 | - | 856,261 |
| TOTAL CURRENT ASSETS | <u>394,252</u> | <u>7,620,365</u> | <u>1,614,268</u> | <u>9,628,885</u> |
| LIABILITIES | | | | |
| CURRENT LIABILITIES | | | | |
| Accounts payable | 100,000 | 2,000,000 | - | 2,100,000 |
| Claims payable | - | 150,000 | - | 150,000 |
| TOTAL CURRENT LIABILITIES | <u>100,000</u> | <u>2,150,000</u> | <u>-</u> | <u>2,250,000</u> |
| NON CURRENT LIABILITIES | | | | |
| Medical claims payable | - | 2,978,447 | - | 2,978,447 |
| Dental claims payable | 174,037 | - | - | 174,037 |
| Worker's compensation payable | - | - | 268,386 | 268,386 |
| TOTAL NON CURRENT LIABILITIES | <u>174,037</u> | <u>2,978,447</u> | <u>268,386</u> | <u>3,420,870</u> |
| TOTAL LIABILITIES | <u>274,037</u> | <u>5,128,447</u> | <u>268,386</u> | <u>5,670,870</u> |
| NET POSITION | | | | |
| Unrestricted | <u>\$ 120,215</u> | <u>\$ 2,491,918</u> | <u>\$ 1,345,882</u> | <u>\$ 3,958,015</u> |

DESOTO PARISH SCHOOL BOARD

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUNDS
 Combining Statement of Revenues, Expenses,
 and Changes in Fund Net Position
 For the Year Ended June 30, 2021

Exhibit 16

| | GROUP DENTAL INSURANCE | GROUP HEALTH INSURANCE | WORKERS' COMPENSATION INSURANCE | TOTAL |
|---------------------------------|------------------------------|------------------------------|---------------------------------------|---------------------|
| OPERATING REVENUE | | | | |
| Medical premiums | \$ - | \$ 15,507,644 | \$ - | \$ 15,507,644 |
| Dental premiums | 808,900 | - | - | 808,900 |
| Worker's compensation premiums | - | - | 150,659 | 150,659 |
| Medicare subsidy | - | 134,563 | - | 134,563 |
| TOTAL OPERATING REVENUES | <u>808,900</u> | <u>15,642,207</u> | <u>150,659</u> | <u>16,601,766</u> |
| OPERATING EXPENSES | | | | |
| Claims | 796,264 | 14,401,173 | 32,291 | 15,229,728 |
| Administration | 28,458 | 491,414 | 19,807 | 539,679 |
| Insurance | - | 772,777 | 60,419 | 833,196 |
| TOTAL OPERATING EXPENSES | <u>824,722</u> | <u>15,665,364</u> | <u>112,517</u> | <u>16,602,603</u> |
| Operating income (loss) | <u>(15,822)</u> | <u>(23,157)</u> | <u>38,142</u> | <u>(837)</u> |
| NON OPERATING REVENUES/EXPENSES | | | | |
| Earnings on investments | <u>634</u> | <u>11,009</u> | <u>2,071</u> | <u>13,714</u> |
| Change in Net Position | (15,188) | (12,148) | 40,213 | 12,877 |
| NET POSITION - BEGINNING | <u>135,403</u> | <u>2,504,066</u> | <u>1,305,669</u> | <u>3,945,138</u> |
| NET POSITION - ENDING | <u>\$ 120,215</u> | <u>\$ 2,491,918</u> | <u>\$ 1,345,882</u> | <u>\$ 3,958,015</u> |

DESOTO PARISH SCHOOL BOARD

PROPRIETARY FUND TYPE - INTERNAL SERVICE FUNDS
 Combining Statement of Cash Flows
 For the Year Ended June 30, 2021

Exhibit 17

| | GROUP DENTAL INSURANCE | GROUP HEALTH INSURANCE | WORKERS' COMPENSATION INSURANCE | TOTAL |
|--|------------------------------|------------------------------|---------------------------------------|---------------|
| CASH FLOW (USES) FROM OPERATING ACTIVITIES | | | | |
| Premiums received | \$ 808,900 | \$ 16,135,838 | \$ 300,659 | \$ 17,245,397 |
| Administrative fees paid | (66,958) | (491,414) | (19,807) | (578,179) |
| Premiums paid | - | (4,514) | (60,419) | (64,933) |
| Claims paid | (796,148) | (14,744,278) | (32,291) | (15,572,717) |
| Net cash provided (used) by operating activities | (54,206) | 895,632 | 188,142 | 1,029,568 |
| CASH FLOW FROM INVESTING ACTIVITIES | | | | |
| Earnings on investments | 634 | 11,009 | 2,071 | 13,714 |
| Purchase of investments | - | 37,939 | - | 37,939 |
| Net cash provided (used) for investing activities | 634 | 48,948 | 2,071 | 51,653 |
| Net increase (decrease) in cash and cash equivalents | (53,572) | 944,580 | 190,213 | 1,081,221 |
| CASH AND CASH EQUIVALENTS - BEGINNING | 447,824 | 4,766,107 | 1,324,054 | 6,537,985 |
| CASH AND CASH EQUIVALENTS - ENDING | 394,252 | 5,710,687 | 1,514,267 | 7,619,206 |
| RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES | | | | |
| Operating income (loss) | (15,822) | (23,157) | 38,142 | (837) |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | | | |
| (Increase) decrease in receivables | - | 493,631 | - | 493,631 |
| (Increase) decrease in interfund receivables | - | - | 150,000 | 150,000 |
| (Increase) decrease in prepaid items | - | 768,263 | - | 768,263 |
| Increase (decrease) in accounts and claims payable | (38,384) | (343,105) | - | (381,489) |
| Net cash provided by (used) for operating activities | \$ (54,206) | \$ 895,632 | \$ 188,142 | \$ 1,029,568 |

DeSoto Parish School Board

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DeSoto Parish School Board

GENERAL INFORMATION

DESOTO PARISH SCHOOL BOARD

SCHOOL ACTIVITY FUNDS
 Schedule of Changes in Fund Balance
 For the Year Ended June 30, 2021

Exhibit 18

| <u>SCHOOLS AND PROGRAMS</u> | <u>July 01, 2020</u> | <u>Additions</u> | <u>Deductions</u> | <u>June 30, 2021</u> |
|--------------------------------------|----------------------|---------------------|---------------------|----------------------|
| Logansport High School | \$ 90,936 | \$ 303,891 | \$ 301,180 | \$ 93,647 |
| Mansfield Elementary School | 29,186 | 48,807 | 42,328 | 35,665 |
| Mansfield Middle School | 46,678 | 47,671 | 45,998 | 48,351 |
| Mansfield High School | 29,887 | 143,352 | 110,336 | 62,903 |
| North DeSoto Lower Elementary School | 30,934 | 95,070 | 66,374 | 59,630 |
| North DeSoto Upper Elementary School | 51,149 | 76,141 | 80,924 | 46,366 |
| North DeSoto Middle School | 155,069 | 175,901 | 160,850 | 170,120 |
| North DeSoto High School | 309,887 | 625,185 | 628,717 | 306,355 |
| Stanley High School | 52,193 | 154,899 | 129,471 | 77,621 |
| *DeSoto Schools' Grace House | 13,857 | 7 | 735 | 13,129 |
| *D.O.V.E. Duck Boxes | - | 5,830 | 3,062 | 2,768 |
| Total | <u>\$ 809,776</u> | <u>\$ 1,676,754</u> | <u>\$ 1,569,975</u> | <u>\$ 916,555</u> |

*Programs and are not considered to be schools.

DeSoto Parish School Board

Exhibit 19

**Schedule of Compensation Paid Board Members
For the Year Ended June 30, 2021**

The schedule of compensation paid School Board members is 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 17:56, the School Board members have elected the monthly payment method of compensation. Under this method, each member of the School Board receives \$800 per month. The president receives an additional \$100 per month for performing the duties of the president, while the three members of the budget/finance committee (Executive Committee) receive an additional \$50 per month.

| <u>Board Member</u> | <u>District</u> | <u>Compensation</u> |
|-------------------------------|-----------------|---------------------|
| Mr. Bobby Boyd | 10 | \$ 10,200 |
| Mr. Thomas "Tommy" Craig, Jr. | 9 | 9,600 |
| Mr. Jeffrey "Jeff" Dillard | 3 | 9,600 |
| Mr. Donald "Donnie" Dufour | 4 | 10,200 |
| Mr. Dudley Glenn | 1 | 9,900 |
| Dr. Robert "Neil" Henderson | 2 | 9,600 |
| Mr. James "Coday" Johnston | 6 | 9,600 |
| Ms. Rosie Mayweather | 11 | 9,900 |
| Mr. Dale Morvan | 7 | 10,200 |
| Mr. Larry "Mark" Ross | 8 | 9,600 |
| Ms. Alice Thomas | 5 | <u>10,200</u> |
| Total | | <u>\$108,600</u> |

DeSoto Parish School Board

Exhibit 20

Schedule of Compensation, Benefits, and Other Payments to Superintendent
For the Year Ended June 30, 2021

Agency Head: Clay Corley, Superintendent

| Purpose | Amount |
|-----------------------|-------------------|
| Salary | \$ 175,247 |
| Benefits - Retirement | 45,214 |
| Benefits - Insurance | 14,948 |
| Benefits - Medicare | 2,750 |
| Car allowance | 14,400 |
| Reimbursements-Travel | <u>6,742</u> |
| Total | <u>\$ 259,301</u> |

STATISTICAL SECTION

**DeSoto Parish School Board
Statistical Section
Contents**

| | Table Number | Page Number |
|--|-------------------------|------------------------|
| Financial Trends | | |
| These schedules contain trend information to help the reader understand how the School Board's financial performance and well being has changed over time. | | |
| Net Position by Component | 1 | 183 |
| Changes in Net Position | 2 | 184 |
| Fund Balances of Governmental Funds | 3 | 185 |
| Changes in Fund Balances of Governmental Funds | 4 | 186 |
| Revenue Capacity | | |
| These schedules contain information to help the reader assess the School Board's most significant local revenue sources, property tax and sales tax. | | |
| Assessed Value and Estimated Actual Value of Taxable Property | 5 | 187 |
| Overlapping Governments | 6 | 188 |
| Principal Property Taxpayers | 7 | 189 |
| Property Tax Levies and Collections | 8 | 190 |
| Sales and Use Tax Rates and Collections - All Governments | 9 | 191 |
| Debt Capacity | | |
| These schedules present information to help the reader assess the affordability of the School Board's current levels of outstanding debt and the School Board's ability to issue debt in the future. | | |
| Ratios of Outstanding Debt by Type | 10 | 192 |
| Ratios of General Bonded Debt Outstanding | 11 | 193 |
| Direct and Overlapping Governmental Activities Debt | 12 | 194 |
| Legal Debt Margin Information | 13 | 195 |

(continued)

DeSoto Parish School Board
Statistical Section
Contents

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the School Board's financial activities take place.

| | | |
|-------------------------------------|----|-----|
| Demographic and Economic Statistics | 14 | 196 |
| Principal Employers | 15 | 197 |

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the School Board's financial report relates to the services the School Board provides and the activities it performs.

| | | |
|-----------------------------|----|-----|
| School Building Information | 16 | 198 |
| School Personnel | 17 | 199 |
| Operating Statistics | 18 | 200 |

Other Information

| | | |
|--------------------------------|----|-----|
| Schedule of Insurance in Force | 19 | 201 |
|--------------------------------|----|-----|

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Report for the relevant year.

(concluded)

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Net Position by Component
Fiscal Years Ended June 30, 2012 through June 30, 2021
(Accrual Basis of Accounting)

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|-----------------------|-----------------------|-----------------------|----------------------|----------------------|------------------------|------------------------|---------------------|----------------------|----------------------|
| Governmental Activities | | | | | | | | | | |
| Net investment in capital assets | \$ 59,372,145 | \$ 59,346,917 | \$ 58,289,603 | \$ 58,525,595 | \$ 59,336,119 | \$ 60,832,940 | \$ 62,593,727 | \$ 62,429,257 | \$ 64,758,427 | \$ 67,558,575 |
| Restricted | 4,838,689 | 3,480,327 | 3,751,263 | 3,589,096 | 3,941,919 | 4,171,514 | 5,824,404 | 6,062,948 | 5,708,869 | 5,009,534 |
| Unrestricted | 61,630,584 | 54,355,580 | 55,534,962 | (41,549,431) | (37,666,096) | (112,383,805) | (86,313,914) | (61,875,685) | (44,758,547) | (28,887,164) |
| Total governmental activities net assets/position | \$ <u>125,841,418</u> | \$ <u>117,182,824</u> | \$ <u>117,575,828</u> | \$ <u>20,565,260</u> | \$ <u>25,611,942</u> | \$ <u>(47,379,351)</u> | \$ <u>(17,895,783)</u> | \$ <u>6,616,520</u> | \$ <u>25,708,749</u> | \$ <u>43,680,945</u> |

Notes:

GASB Statement No. 63 was implemented for the year ended 6/30/2013. The statement changed the term net assets to net position.

GASB Statements No. 68 and 71 were implemented for the year ended 6/30/15. Beginning net position was decreased by \$103,986,229 as result of the implementation.

GASB Statement No. 75 was implemented for the year ended 6/30/2017. Beginning net position was decreased by \$75,325,663 as a result of the implementation.

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Changes in Net Position
Fiscal Years Ended June 30, 2012 through June 30, 2021
(Accrual Basis of Accounting)

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|--|-----------------------|-----------------------|---------------------|---------------------|---------------------|---------------------|----------------------|----------------------|----------------------|----------------------|
| Expenses | | | | | | | | | | |
| Instruction: | | | | | | | | | | |
| Regular programs | \$ 35,268,039 | \$ 32,487,281 | \$ 31,048,527 | \$ 28,593,599 | \$ 26,510,979 | \$ 29,210,312 | \$ 25,038,634 | \$ 25,952,120 | \$ 26,679,813 | \$ 28,165,979 |
| Special programs | 23,352,366 | 20,320,465 | 19,646,225 | 18,691,865 | 17,122,405 | 16,424,279 | 14,185,395 | 6,048,097 | 6,647,056 | 6,380,781 |
| Other Instructional programs | | | | | | | | 9,029,710 | 11,199,800 | 12,016,740 |
| Support services: | | | | | | | | | | |
| Pupil support services | 5,267,441 | 4,650,927 | 4,346,674 | 4,250,288 | 4,191,702 | 4,303,240 | 3,478,897 | 3,704,178 | 3,977,656 | 4,122,018 |
| Instructional staff support | 4,863,102 | 4,371,112 | 3,761,154 | 3,340,315 | 3,547,108 | 3,034,598 | 2,321,314 | 2,984,932 | 3,042,283 | 3,158,311 |
| General administration | 2,965,378 | 3,505,678 | 2,849,258 | 3,021,091 | 2,718,378 | 2,771,476 | 2,628,171 | 2,717,286 | 2,829,869 | 2,898,291 |
| School administration | 5,417,468 | 4,786,840 | 4,211,696 | 3,918,894 | 3,795,062 | 3,841,795 | 3,236,273 | 3,576,753 | 4,017,736 | 4,024,266 |
| Business services | 1,661,215 | 1,453,055 | 1,377,371 | 1,302,537 | 1,222,457 | 1,191,903 | 1,008,263 | 1,098,787 | 1,014,765 | 1,193,966 |
| Plant services | 10,639,508 | 7,819,247 | 7,465,439 | 8,395,490 | 7,976,973 | 7,504,406 | 7,127,886 | 7,148,124 | 7,552,528 | 7,637,816 |
| Student transportation services | 7,150,936 | 5,815,375 | 6,061,589 | 5,489,143 | 5,030,618 | 5,494,783 | 4,875,716 | 5,359,093 | 5,492,411 | 5,738,546 |
| Central services | 453,419 | 381,144 | 420,421 | 395,696 | 461,109 | 476,871 | 412,483 | 375,543 | 504,042 | 741,049 |
| Food services | 5,664,489 | 5,429,639 | 5,185,953 | 5,080,458 | 4,681,698 | 4,758,603 | 4,435,513 | 4,594,726 | 4,485,217 | 4,479,030 |
| Interest on long-term debt | 2,070,437 | 1,899,177 | 1,724,519 | 1,736,426 | 1,414,016 | 1,450,092 | 1,398,874 | 1,292,767 | 1,225,648 | 1,122,978 |
| Total expenses | 104,773,798 | 92,919,940 | 88,098,826 | 84,215,802 | 78,672,505 | 80,461,458 | 70,147,419 | 73,882,116 | 78,668,824 | 81,679,771 |
| Program Revenues | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Food Service Operations | 353,944 | 331,244 | 278,292 | 254,396 | 220,843 | 33,241 | 30,807 | 28,308 | 17,632 | 80 |
| Operating Grants and Contributions | 9,725,739 | 9,629,581 | 10,353,475 | 9,285,131 | 8,927,139 | 7,970,352 | 8,909,514 | 10,218,306 | 10,348,227 | 14,060,784 |
| Capital Grants and Contributions | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 789,070 |
| Total program revenues | 10,079,683 | 9,960,825 | 10,631,767 | 9,539,527 | 9,147,982 | 8,003,593 | 8,940,321 | 10,246,614 | 10,365,859 | 14,849,934 |
| Net (Expense) / Revenue | <u>(94,694,115)</u> | <u>(82,959,115)</u> | <u>(77,467,059)</u> | <u>(74,676,275)</u> | <u>(69,524,523)</u> | <u>(72,457,865)</u> | <u>(61,207,098)</u> | <u>(63,635,502)</u> | <u>(68,302,965)</u> | <u>(66,829,837)</u> |
| General Revenues and Other Changes in Net Assets | | | | | | | | | | |
| Taxes | | | | | | | | | | |
| Ad valorem taxes levied for general purposes | 26,537,124 | 38,352,971 | 40,172,821 | 42,441,591 | 40,708,273 | 38,800,035 | 40,623,622 | 40,036,751 | 41,314,431 | 41,326,055 |
| Ad valorem taxes levied for debt service purposes | 1,240,862 | 1,739,632 | 1,835,433 | 1,934,970 | 1,670,014 | 1,605,975 | 1,884,253 | 2,113,629 | 2,190,827 | 2,182,293 |
| Sales taxes levied for capital improvements | 3,590,603 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Sales taxes levied for salaries, benefits and general purposes | 44,568,581 | 21,954,012 | 23,417,957 | 22,700,000 | 17,435,825 | 20,073,391 | 31,166,849 | 27,642,275 | 25,844,710 | 22,473,018 |
| Grants and contributions not restricted to specific programs | 10,851,557 | 11,145,435 | 11,215,820 | 13,497,980 | 13,146,531 | 13,220,321 | 15,121,566 | 15,086,310 | 15,434,561 | 14,208,762 |
| Interest and investment earnings | 353,014 | 293,366 | 296,147 | 179,434 | 275,721 | 240,710 | 597,746 | 1,719,175 | 1,449,625 | 237,516 |
| Miscellaneous | 1,274,231 | 815,105 | 921,885 | 897,961 | 1,334,841 | 851,803 | 1,296,630 | 1,549,665 | 1,161,040 | 3,564,613 |
| Total | 88,415,972 | 74,300,521 | 77,860,063 | 81,651,936 | 74,571,205 | 74,792,235 | 90,690,666 | 88,147,805 | 87,395,194 | 83,992,257 |
| Change in Net Assets/Position | \$ <u>(6,278,143)</u> | \$ <u>(8,658,594)</u> | \$ <u>393,004</u> | \$ <u>6,975,661</u> | \$ <u>5,046,682</u> | \$ <u>2,334,370</u> | \$ <u>29,483,568</u> | \$ <u>24,512,303</u> | \$ <u>19,092,229</u> | \$ <u>17,162,420</u> |

Notes: GASB Statement No. 63 was implemented for the year ended June 30, 2013. The statement changed the term net assets to net position.

Table 3

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| General Fund | | | | | | | | | | |
| Committed | \$ 7,378,020 | \$ 8,332,985 | \$ 9,600,000 | \$ 9,600,000 | \$ 9,600,000 | \$ 9,600,000 | \$ 9,600,000 | \$ 9,600,000 | \$ 9,600,000 | \$ 9,600,000 |
| Unassigned | 4,732,383 | 3,823,067 | 3,394,492 | 3,474,669 | 3,584,114 | 3,952,607 | 4,030,098 | 4,962,207 | 14,239,195 | 14,356,149 |
| Total general fund | <u>12,110,403</u> | <u>12,156,052</u> | <u>12,994,492</u> | <u>13,074,669</u> | <u>13,184,114</u> | <u>13,552,607</u> | <u>13,630,098</u> | <u>14,562,207</u> | <u>23,839,195</u> | <u>23,956,149</u> |
| All Other Governmental Funds | | | | | | | | | | |
| Nonspendable | 44,428 | 46,550 | 71,548 | 63,917 | 74,535 | 96,793 | 75,066 | 63,004 | 168,266 | 86,659 |
| Restricted | 4,794,261 | 3,433,777 | 3,679,715 | 3,525,179 | 6,873,105 | 4,471,156 | 6,191,562 | 6,397,644 | 6,017,187 | 5,254,965 |
| Committed | 48,645,926 | 38,081,573 | 34,481,669 | 35,381,377 | 31,028,128 | 29,455,669 | 42,935,550 | 52,720,267 | 52,369,703 | 61,433,121 |
| Unassigned | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (789,070) |
| Total all other governmental funds | <u>\$ 53,484,615</u> | <u>\$ 41,561,900</u> | <u>\$ 38,232,932</u> | <u>\$ 38,970,473</u> | <u>\$ 37,975,768</u> | <u>\$ 34,023,618</u> | <u>\$ 49,202,178</u> | <u>\$ 59,180,915</u> | <u>\$ 58,555,156</u> | <u>\$ 65,985,675</u> |

Notes: GASB Statement No. 84 was implemented for the year ended June 30, 2021.

Table 4

| DESOTO PARISH SCHOOL BOARD Mansfield, Louisiana | | | | | | | | | | |
|---|---------------|-----------------|----------------|---------------|---------------|----------------|---------------|---------------|---------------|---------------|
| Changes in Fund Balances of Governmental Funds Last Ten Fiscal Years (Modified Accrual Basis of Accounting) | | | | | | | | | | |
| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
| Revenues | | | | | | | | | | |
| Ad valorem taxes | \$ 27,777,986 | \$ 40,092,603 | \$ 42,008,254 | \$ 44,376,561 | \$ 42,378,287 | \$ 40,406,010 | \$ 42,507,875 | \$ 42,150,380 | \$ 43,505,258 | \$ 43,508,348 |
| Sales & use taxes | 48,159,184 | 21,954,012 | 23,417,957 | 22,700,000 | 17,435,825 | 20,073,391 | 31,166,849 | 27,642,275 | 25,844,710 | 22,473,018 |
| Investment Earning | 346,615 | 279,506 | 277,887 | 159,804 | 237,392 | 188,217 | 482,838 | 1,518,923 | 1,317,288 | 223,802 |
| Food Service | | | | | | | | 28,308 | 17,632 | 80 |
| Other Revenues | 1,791,341 | 1,187,086 | 1,406,495 | 1,223,028 | 1,757,754 | 993,248 | 1,731,622 | 1,549,665 | 1,161,040 | 3,587,502 |
| Total revenues from local sources | 78,075,126 | 63,513,207 | 67,110,593 | 68,459,393 | 61,809,258 | 61,660,866 | 75,889,184 | 72,889,551 | 71,845,928 | 69,792,750 |
| Revenue from state sources: | | | | | | | | | | |
| Equalization | 10,471,365 | 10,823,969 | 10,880,732 | 13,157,834 | 12,687,512 | 12,811,639 | 14,786,743 | 14,747,901 | 15,093,701 | 13,868,222 |
| Other | 835,171 | 947,804 | 1,282,903 | 1,380,702 | 1,082,506 | 1,073,553 | 916,909 | 934,787 | 1,291,775 | 3,365,679 |
| Total revenue from state sources | 11,306,536 | 11,771,773 | 12,163,635 | 14,538,536 | 13,770,018 | 13,885,192 | 15,703,652 | 15,682,688 | 16,385,476 | 15,233,901 |
| Revenue from federal sources | 9,270,760 | 9,003,243 | 9,405,660 | 8,244,575 | 8,303,652 | 7,305,481 | 8,327,428 | 9,621,928 | 9,397,312 | 13,035,645 |
| Total Revenues | 98,652,422 | 84,288,223 | 88,679,888 | 91,242,504 | 83,882,928 | 82,851,539 | 99,920,264 | 98,194,167 | 97,628,716 | 98,062,296 |
| Expenditures: | | | | | | | | | | |
| Current: | | | | | | | | | | |
| Instruction services | 53,749,647 | 48,213,547 | 45,670,733 | 45,030,441 | 44,804,546 | 42,808,164 | 45,239,608 | 44,603,245 | 45,560,624 | 46,859,890 |
| Pupil support services | 5,107,524 | 4,574,810 | 4,212,507 | 4,388,334 | 4,730,884 | 4,451,481 | 4,328,028 | 4,520,484 | 4,484,283 | 4,622,838 |
| Instructional staff support | 4,594,788 | 4,170,327 | 3,647,161 | 3,382,963 | 3,852,973 | 3,260,797 | 3,052,623 | 3,474,480 | 3,448,681 | 3,529,730 |
| General administration | 2,852,984 | 3,183,989 | 2,848,563 | 2,953,765 | 2,849,900 | 2,804,125 | 2,855,637 | 2,904,694 | 2,959,925 | 3,016,647 |
| School administration | 5,066,873 | 4,443,840 | 3,879,268 | 3,875,744 | 3,930,526 | 3,984,290 | 4,185,795 | 4,163,678 | 4,355,684 | 4,328,263 |
| Business services | 1,511,259 | 1,360,437 | 1,319,345 | 1,317,277 | 1,372,612 | 1,273,513 | 1,360,122 | 1,336,816 | 1,165,356 | 1,105,406 |
| Plant services | 8,500,347 | 7,449,282 | 7,294,186 | 7,471,322 | 8,500,591 | 7,783,258 | 7,846,292 | 7,496,010 | 7,893,136 | 7,670,346 |
| Student transportation services | 7,340,024 | 5,750,750 | 5,472,337 | 6,011,735 | 5,251,518 | 5,557,563 | 5,675,294 | 5,446,344 | 5,927,963 | 5,934,067 |
| Food service | 5,054,362 | 4,827,576 | 4,647,045 | 4,711,327 | 4,656,502 | 4,563,219 | 4,651,976 | 4,464,334 | 4,546,216 | 4,439,422 |
| Central services | 435,279 | 378,422 | 412,911 | 418,748 | 442,352 | 479,651 | 486,371 | 449,550 | 544,332 | 753,813 |
| Capital Outlay | 14,366,680 | 7,407,160 | 7,578,778 | 5,731,322 | 3,557,678 | 7,341,182 | 4,908,307 | 4,158,457 | 3,729,261 | 3,743,354 |
| Debt service: | | | | | | | | | | |
| Interest | 1,672,345 | 1,913,579 | 1,767,582 | 1,829,906 | 1,361,414 | 1,446,301 | 1,227,115 | 1,325,229 | 3,110,000 | 1,108,198 |
| Principal | 1,810,000 | 2,455,000 | 2,270,000 | 2,355,000 | 2,675,000 | 2,770,000 | 2,765,000 | 2,940,000 | 1,252,026 | 4,220,000 |
| Bond issuance costs | 0 | 0 | 0 | 0 | 202,070 | 78,081 | 82,045 | 0 | 0 | 194,494 |
| Total Expenditures | 112,062,112 | 96,128,719 | 91,020,416 | 89,477,884 | 88,188,566 | 88,601,625 | 88,664,213 | 87,283,321 | 88,977,487 | 91,526,468 |
| Excess of revenues over (under) expenditures | (13,409,690) | (11,840,496) | (2,340,528) | 1,764,620 | (4,305,638) | (5,750,086) | 11,256,051 | 10,910,846 | 8,651,229 | 6,535,828 |
| Other Financing Sources (Uses) | | | | | | | | | | |
| Proceeds from borrowing | 15,348,279 | 0 | 0 | 0 | 3,500,000 | 0 | 4,000,000 | 0 | 0 | 0 |
| Proceeds from refunding | 5,190,000 | 3,585,000 | 0 | 8,190,000 | 6,390,000 | 6,065,000 | 0 | 0 | 0 | 14,665,000 |
| Payments to escrow agent | (5,190,000) | (3,621,570) | 0 | (8,136,902) | (7,195,402) | (6,075,846) | 0 | 0 | 0 | (14,463,131) |
| Premium on bonds issued | 0 | 0 | 0 | 0 | 825,780 | 0 | 0 | 0 | 0 | 0 |
| Sale of Surplus Property | 0 | 0 | 0 | 0 | 0 | 25,878 | 0 | 0 | 0 | 0 |
| Transfers in | 1,970,660 | 9,646,120 | 1,482,279 | 4,370,619 | 392,004 | 9,301,872 | 9,283,937 | 10,375,939 | 902,914 | 14,315,269 |
| Transfers out | (2,370,660) | (9,646,120) | (1,632,279) | (5,370,619) | (492,004) | (7,150,475) | (9,283,937) | (10,375,939) | (902,914) | (14,315,269) |
| Total other financing sources (uses) | 14,948,279 | (36,570) | (150,000) | (946,902) | 3,420,378 | 2,166,429 | 4,000,000 | 0 | 0 | 201,869 |
| Net change in fund balances | \$ 1,538,589 | \$ (11,877,066) | \$ (2,490,528) | \$ 817,718 | \$ (885,260) | \$ (3,583,657) | \$ 15,256,051 | \$ 10,910,846 | \$ 8,651,229 | \$ 6,737,697 |
| Debt service as a percentage of noncapital expenditures | 3.6% | 4.9% | 4.8% | 5.0% | 4.8% | 5.2% | 4.8% | 5.1% | 5.1% | 6.1% |

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Real Property | | Personal Property | Less: Homestead Exempt Property | Total Taxable Assessed Value | Total Direct Tax Rate | Estimated Actual Taxable Value | Assessed Value as a Percentage of Actual Value |
|------------------------------------|-------------------------|------------------------|----------------------|---------------------------------------|------------------------------------|-----------------------------|---|---|
| | Residential Property | Commercial Property | | | | | | |
| 2012 | \$ 80,861,291 | \$ 464,080,588 | \$ 90,148,086 | \$ 39,328,962 | \$ 595,761,003 | 43.56 | \$ 5,323,371,501 | 11.93% |
| 2013 | 85,253,612 | 535,471,367 | 74,218,241 | 39,794,273 | 655,148,947 | 56.66 | 6,024,679,613 | 11.53% |
| 2014 | 90,021,550 | 571,303,019 | 74,060,205 | 40,313,482 | 695,071,292 | 56.66 | 6,468,277,171 | 11.37% |
| 2015 | 92,935,589 | 603,503,252 | 78,762,165 | 40,589,314 | 734,611,692 | 56.66 | 6,811,921,633 | 11.38% |
| 2016 | 96,661,250 | 584,028,700 | 75,970,655 | 40,890,681 | 715,769,924 | 56.66 | 6,676,186,510 | 11.33% |
| 2017 | 101,304,116 | 549,830,613 | 80,435,392 | 41,399,349 | 690,170,772 | 56.66 | 8,132,231,195 | 9.00% |
| 2018 | 104,733,445 | 529,020,751 | 86,043,012 | 41,700,737 | 678,096,471 | 56.66 | 7,789,681,268 | 9.24% |
| 2019 | 110,930,373 | 529,935,499 | 93,301,849 | 42,118,563 | 692,049,158 | 56.66 | 7,961,312,303 | 9.22% |
| 2020 | 113,814,596 | 546,790,210 | 98,203,417 | 42,362,929 | 716,445,294 | 56.66 | 8,261,021,623 | 9.19% |
| 2021 | 119,614,954 | 535,393,400 | 102,788,941 | 43,308,928 | 714,488,367 | 56.66 | 8,209,504,251 | 9.23% |

Source: DeSoto Parish Tax Assessor Agency

Notes:

- (1) Property in the parish is reassessed every four years. Reassessments were done in the 2012 and 2016 calendar years.
Calendar year 2012 is the June 30, 2013 fiscal year.
Calendar year 2016 is the June 30, 2017 fiscal year
- (2) Assessed values are established by the Assessor each year on a uniform basis at the following ratios of assessed value to actual value:

| | |
|------------------------------|---|
| 10% land | 15% commercial improvements |
| 10% residential improvements | 25% public service properties, excluding land |
| 15% industrial improvements | 28% agricultural class property |
| 15% machinery | |
- (3) Tax rates are per \$1,000 of assessed value.

Table 6

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Overlapping Governments
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | School District Direct Rate | | | | Overlapping Rates | |
|---------------------------------|-----------------------------|----------------------|-------|-------|------------------------------|----------------------|
| | Operating Millage | Debt Service Millage | | | DeSoto Parish Police Jury | City of Mansfield |
| | | No. 1 | No. 2 | No. 4 | | |
| 2012 | 43.56 | 0.00 | 3.00 | 3.00 | 16.88 | 16.61 |
| 2013 | 56.66 | 0.00 | 3.00 | 5.00 | 16.77 | 16.44 |
| 2014 | 56.66 | 0.00 | 3.00 | 5.00 | 16.77 | 16.44 |
| 2015 | 56.66 | 0.00 | 3.00 | 5.00 | 16.77 | 16.53 |
| 2016 | 56.66 | 0.00 | 3.00 | 4.00 | 16.77 | 16.71 |
| 2017 | 56.66 | 0.00 | 3.00 | 4.00 | 16.76 | 17.05 |
| 2018 | 56.66 | 0.00 | 3.60 | 4.00 | 16.76 | 17.05 |
| 2019 | 56.66 | 3.00 | 3.60 | 4.00 | 15.50 | 16.61 |
| 2020 | 56.66 | 3.00 | 3.60 | 4.00 | 15.50 | 17.05 |
| 2021 | 56.66 | 3.00 | 3.60 | 4.00 | 15.81 | 17.18 |

Source: DeSoto Parish Tax Assesor Agency

Notes:

- (1) School district debt service millage is for individual school districts.
- (2) The above schedule does not include water districts, fire districts, forestry districts, or levee districts.
- (3) Overlapping rates are those of city and parish governments that apply to property owners within DeSoto Parish. Not all overlapping rates apply to all property owners.

Table 7

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Principal Property Taxpayers
June 30, 2021 and Nine Years Ago

| Taxpayer | Fiscal Year 2021 | | | Fiscal Year 2012 | | |
|-----------------------------|------------------------|------|--|------------------------|------|--|
| | Taxable Assessed Value | Rank | Percentage of Total Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total Taxable Assessed Value |
| International Paper Co. | \$ 78,392,930 | 1 | 10.97 % | \$ 66,914,911 | 1 | 11.23 % |
| Indigo Minerals, LLC | 58,131,562 | 2 | 8.14 | | | |
| Comstock Oil & Gas | 51,250,784 | 3 | 7.17 | | | |
| Exco Production Company | 48,295,767 | 4 | 6.76 | 48,217,876 | 2 | 8.09 |
| Chesapeake Operating Inc. | 37,859,168 | 5 | 5.30 | 25,576,738 | 4 | 4.29 |
| Southwestern Electric LP | 38,155,395 | 6 | 5.34 | 21,805,495 | 6 | 3.66 |
| Louisiana Midstream Gas | 24,648,460 | 7 | 3.45 | | | |
| Cleco Power LLC | 29,906,737 | 8 | 4.19 | 17,334,343 | 8 | 2.91 |
| Enterprise Gathering, LLC | 22,565,258 | 9 | 3.16 | 22,819,881 | 5 | 3.83 |
| Acadian Gas Pipeline System | 22,355,670 | 10 | 3.13 | | | |
| El Paso Production Co. | | | | 36,012,407 | 3 | 6.04 |
| Chesapeake Midstream | | | | 18,504,445 | 7 | 3.11 |
| Trinidad Drilling LP | | | | 15,920,044 | 9 | 2.67 |
| ETC Tiger Pipeline LLC | | | | 13,737,830 | 10 | 2.31 |
| Totals | \$ <u>411,561,731</u> | | <u>57.60 %</u> | \$ <u>286,843,970</u> | | <u>48.14 %</u> |

Source: DeSoto Parish Tax Assessor Agency

Table 8

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Property Tax Levies and Collections
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Total Tax Levy for Fiscal Year | Collected within the Fiscal Year of the Levy | | Collections In Subsequent Years | Total Collections to Date | |
|---------------------------------|--------------------------------------|---|--------------------|------------------------------------|---------------------------|--------------------|
| | | Amount | Percentage of Levy | | Amount | Percentage of Levy |
| 2012 | \$ 27,189,012 | \$ 27,109,628 | 99.71% | \$ 57,330 | \$ 27,166,958 | 99.92% |
| 2013 | 38,853,245 | 38,826,128 | 99.93% | 26,711 | 38,852,839 | 100.00% |
| 2014 | 41,215,250 | 39,444,439 | 95.70% | 1,121,286 | 40,565,725 | 98.42% |
| 2015 | 43,558,046 | 43,523,190 | 99.92% | 34,856 | 43,558,046 | 100.00% |
| 2016 | 42,246,646 | 41,574,259 | 98.41% | 672,387 | 42,246,646 | 100.00% |
| 2017 | 40,756,121 | 39,935,409 | 97.99% | 820,712 | 40,756,121 | 100.00% |
| 2018 | 42,720,468 | 41,182,860 | 96.40% | 88,621 | 41,271,481 | 96.61% |
| 2019 | 41,320,809 | 41,320,809 | 100.00% | 810 | 41,321,619 | 100.00% |
| 2020 | 42,789,671 | 42,699,484 | 99.79% | 48,140 | 42,747,624 | 99.90% |
| 2021 | 42,662,897 | 42,655,948 | 99.98% | N/A | 42,655,948 | 99.98% |

Source: DeSoto Parish Sheriff (ex-officio tax collector)

N/A - Information is not yet available.

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Sales and Use Tax Rates and Collections - All Governments
Last Ten Fiscal Years

| Fiscal Year | Sales and Use Tax Rates | | | | | | Tax Collections | | | | | |
|-------------|-------------------------|-------------|--------------------------|----------------|-------|------------|-----------------|---------------|--------------------------|----------------|------------|-------------------|
| | Parishwide | | | Municipalities | | | Parishwide | | | Municipalities | | |
| | School Board | Police Jury | Law Enforcement District | Mansfield | Other | Total Rate | School Board | Police Jury | Law Enforcement District | Mansfield | Other | Total Collections |
| 2012 | 2.50% | 1.00% | 0.50% | 1.50% | 3.00% | 5.00% | \$ 53,414,120 | \$ 21,365,989 | \$ 10,675,856 | \$ 2,970,180 | \$ 959,529 | \$ 89,385,675 |
| 2013 | 2.50% | 1.00% | 0.50% | 1.50% | 3.00% | 5.00% | 22,295,660 | 8,919,135 | 4,460,406 | 1,937,732 | 730,931 | 38,343,864 |
| 2014 | 2.50% | 1.00% | 0.50% | 1.50% | 3.00% | 5.00% | 23,382,299 | 9,353,079 | 4,676,747 | 1,687,892 | 684,956 | 39,784,973 |
| 2015 | 2.50% | 1.00% | 0.50% | 1.50% | 3.00% | 5.00% | 25,112,041 | 10,045,313 | 5,023,161 | 1,708,434 | 772,278 | 42,661,227 |
| 2016 | 2.50% | 1.00% | 0.50% | 1.50% | 3.00% | 5.00% | 18,196,899 | 7,279,426 | 3,640,438 | 1,663,241 | 739,325 | 31,519,329 |
| 2017 | 2.50% | 1.00% | 0.50% | 1.50% | 3.00% | 5.00% | 18,550,765 | 7,411,102 | 3,710,868 | 1,805,336 | 769,780 | 32,247,851 |
| 2018 | 2.50% | 1.00% | 0.50% | 1.50% | 3.00% | 5.00% | 31,813,965 | 12,142,336 | 6,333,873 | 2,203,013 | 956,887 | 53,450,074 |
| 2019 | 2.50% | 1.00% | 0.50% | 1.50% | 3.00% | 5.00% | 29,122,321 | 11,613,877 | 5,807,466 | 2,105,368 | 1,010,256 | 49,659,288 |
| 2020 | 2.50% | 1.00% | 0.50% | 1.50% | 3.00% | 5.00% | 26,410,975 | 10,564,780 | 5,282,901 | 2,289,073 | 952,370 | 45,500,099 |
| 2021 | 2.50% | 1.00% | 0.50% | 1.50% | 3.00% | 5.00% | 22,480,929 | 8,992,938 | 4,497,075 | 2,172,095 | 930,226 | 39,073,263 |

Notes:

- (1) Information provided by DeSoto Parish Sales and Use Tax Commission.
- (2) Total rate represents the maximum amount that may be assessed by local taxing authorities. These rates do not include the state sales and use tax rate.
- (3) The Municipalities - Other column includes 1% each for Logansport, South Mansfield, and Stonewall. New sales and use tax levies of 1% each for Grand Cane and Keatchi were effective January 1, 1997.
- (4) Sales tax collections reported by the DeSoto Sales and Use Tax Commission are on the cash basis.

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | General Obligation Bonds | Sales Tax Revenue Bonds | Limited Tax Revenue Bonds | Certificates of Indebtedness | Bond Premium Column | Total Debt Outstanding | Percentage of Personal Income | Per Capita |
|------------------------------------|--------------------------------|-------------------------------|------------------------------|---------------------------------|---------------------------|---------------------------|-------------------------------------|------------|
| 2012 | \$ 28,225,000 | \$ 15,000,000 | \$ 8,450,000 | \$ 325,000 | \$ 393,144 | \$ 52,393,144 | 6.77% | \$ 1,954 |
| 2013 | 27,175,000 | 14,485,000 | 8,528,091 | 0 | 373,091 | 50,561,182 | 6.16% | 1,875 |
| 2014 | 25,750,000 | 13,950,000 | 8,168,038 | 0 | 353,038 | 48,221,076 | 5.03% | 1,784 |
| 2015 | 24,890,000 | 13,395,000 | 7,847,985 | 0 | 332,985 | 46,465,970 | 4.71% | 1,712 |
| 2016 | 23,030,000 | 12,815,000 | 11,681,539 | 0 | 1,136,539 | 48,663,078 | 4.85% | 1,799 |
| 2017 | 21,350,000 | 12,215,000 | 10,510,000 | 0 | 1,065,417 | 45,140,417 | 4.42% | 1,663 |
| 2018 | 24,459,538 | 11,838,795 | 10,005,962 | 0 | 994,295 | 47,298,590 | 4.58% | 1,730 |
| 2019 | 22,075,000 | 10,950,000 | 9,345,000 | 0 | 923,173 | 43,293,173 | 4.14% | 1,578 |
| 2020 | 20,260,000 | 10,280,000 | 8,720,000 | 0 | 852,051 | 40,112,051 | 3.60% | 1,461 |
| 2021 | 17,535,000 | 10,000,000 | 8,070,000 | 0 | 568,262 | 36,173,262 | 2.87% | 1,308 |

Notes:

- (1) Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.
- (2) See the Schedule of Demographics and Economic Statistics for personal income and population data (Table 14).

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | General Obligation Bonds | Less: Amounts Available in Debt Service Funds | Total | Percentage of Estimated Actual Taxable Value of Property | Per Capita |
|---------------------------------|--------------------------------|--|---------------|---|------------|
| 2012 | \$ 36,675,000 | \$ 2,862,210 | \$ 33,812,790 | 0.64% | \$ 1,261 |
| 2013 | 35,703,091 | 2,523,069 | 33,180,022 | 0.55% | 1,231 |
| 2014 | 33,918,038 | 2,259,581 | 31,658,457 | 0.49% | 1,171 |
| 2015 | 32,737,985 | 1,894,462 | 30,843,523 | 0.45% | 1,136 |
| 2016 | 34,711,539 | 1,500,206 | 33,211,333 | 0.50% | 1,228 |
| 2017 | 21,350,000 | 905,915 | 20,444,085 | 0.25% | 753 |
| 2018 | 24,459,538 | 1,040,830 | 23,418,708 | 0.30% | 857 |
| 2019 | 22,075,000 | 1,230,043 | 20,844,957 | 0.26% | 760 |
| 2020 | 20,260,000 | 1,350,333 | 18,909,667 | 0.23% | 689 |
| 2021 | 17,535,000 | 1,406,735 | 16,128,265 | 0.20% | 583 |

Notes:

- (1) Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.
- (2) General Obligation Bonds column excludes revenue bonds.
- (3) See the Schedule of Demographic and Economic Statistics for personal income and population data (Table 14).
- (4) Amounts available in debt service funds includes the fund balance of No. 1 2018, No. 2 2012 & 2013 issue and No. 4 2016 & 2020 issue.

The remaining debt service funds are financed primarily with sales tax proceeds.

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Direct and Overlapping Governmental Activities Debt
As of June 30, 2021

| <u>Governmental Unit</u> | <u>Debt Outstanding</u> | <u>Estimated Percentage Applicable</u> | <u>Estimated Share of Overlapping Debt</u> |
|---|-----------------------------|--|--|
| Debt repaid with property taxes | | | |
| City of Mansfield | \$ 5,877,142 | 100.00% | <u>\$ 5,877,142</u> |
| Subtotal, overlapping debt | | | <u>5,877,142</u> |
| DeSoto Parish School Board Direct Debt | | | <u>36,173,262</u> |
| Total direct and overlapping debt | | | <u><u>\$ 42,050,404</u></u> |

Sources: Debt outstanding data extracted from annual financial report of respective governments.

Notes:

- (1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the School Board. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the School Board.
- (2) Various tax districts exist within DeSoto Parish that involve a small percentage of parish taxpayers. These districts' debt is not included as the amounts and impact on this schedule is not significant.
- (3) Debt outstanding includes all general bonded debt, sales tax bonds, and limited tax revenue bonds.
- (4) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining a portion of another governmental unit's taxable assessed value that is within the parish boundaries and dividing it by each unit's total taxable assessed value.

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Legal Debt Margin Information
Last Ten Fiscal Years

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Debt Limit | \$ 222,281,488 | \$ 243,230,127 | \$ 257,384,671 | \$ 271,320,352 | \$ 264,831,212 | \$ 256,049,542 | \$ 251,929,023 | \$ 256,958,702 | \$ 265,582,878 | \$ 265,229,053 |
| Total net debt applicable to limit | 33,812,790 | 33,180,022 | 31,658,457 | 30,843,523 | 33,211,333 | 20,444,085 | 23,418,708 | 20,844,957 | 18,909,667 | 16,128,265 |
| Legal debt margin | \$ 188,468,698 | \$ 210,050,105 | \$ 225,726,214 | \$ 240,476,829 | \$ 231,619,879 | \$ 235,605,457 | \$ 228,510,315 | \$ 236,113,745 | \$ 246,673,211 | \$ 249,100,788 |
| Total net debt applicable to the limit as a percentage of debt limit | 15.21% | 13.64% | 12.30% | 11.37% | 12.54% | 7.98% | 9.30% | 8.11% | 7.12% | 6.08% |

Legal Debt Margin Calculation for Fiscal Year 2019

| | |
|--|-----------------------|
| Assessed value | \$ 714,488,367 |
| Add back: exempt real property | 43,308,928 |
| Total assessed value | <u>757,797,295</u> |
| Debt limit (35% of total assessed value) | 265,229,053 |
| Debt applicable to limit: | |
| General Obligation bonds | 17,535,000 |
| Less: Amount set aside for repayment of general obligation debt | <u>1,406,735</u> |
| Total net debt applicable to limit | <u>16,128,265</u> |
| Legal debt margin | \$ <u>249,100,788</u> |

Source: DeSoto Parish Tax Assessor.

Notes:

(1) The debt limit is 35% of total assessed value. This percentage is in accordance with Act 103 or 1980 Regular Session of the Louisiana Legislature R.S. 39:562 (C).

Table 14

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Demographic and Economic Statistics
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Population | Personal Income | Per Capita Personal Income | School Enrollment | Percentage on Free & Reduced Meals | Unemployment Rate |
|---------------------------------|------------|--------------------|-------------------------------------|----------------------|---|----------------------|
| 2012 | 26,812 | \$ 773,687,072 | \$ 28,856 | 5,040 | 63.40 % | 7.8 % |
| 2013 | 26,963 | 820,133,571 | 30,417 | 5,249 | 63.60 % | 8.3 % |
| 2014 | 27,033 | 957,725,124 | 35,428 | 5,145 | 64.20 % | 7.8 % |
| 2015 | 27,142 | 986,910,262 | 36,361 | 5,147 | 65.00 % | 8.1 % |
| 2016 | 27,052 | 1,004,251,396 | 37,123 | 5,119 | 60.54 % | 8.7 % |
| 2017 | 27,149 | 1,020,666,655 | 37,595 | 5,169 | 62.50 % | 7.4 % |
| 2018 | 27,340 | 1,032,686,480 | 37,772 | 5,221 | 60.51 % | 6.1 % |
| 2019 | 27,436 | 1,045,256,728 | 38,098 | 5,093 | 60.38 % | 7.1 % |
| 2020 | 27,463 | 1,114,558,392 | 40,584 | 5,025 | 60.34 % | 6.6 % |
| 2021 | 27,650 | 1,261,254,750 | 45,615 | 4,873 | 62.22 % | 7.3 % |

Sources:

- (1) Population data obtained from U.S. counties in profile
- (2) School enrollment and free and reduced meals data obtained from Louisiana Department of Education, includes Pre-K.
- (3) Unemployment rate obtained from U. S. Department of Labor.
- (4) Personal Income data obtained from U.S. counties in profile
- (5) For the fiscal year 2017 and thereafter, all students ate for free since the School Board's CEP application was approved. The percentage of free and reduced meals represents the percentage of economically disadvantaged students in the District.

Table 15

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Principal Employers
June 30, 2021 and Nine Years Ago

| | 2021 | | | 2012 | | |
|---|--------------------------------|-------------|----------------------------------|--------------------------------|-------------|----------------------------------|
| | <u>Number of Employees</u> | <u>Rank</u> | <u>% of Total Employment</u> | <u>Number of Employees</u> | <u>Rank</u> | <u>% of Total Employment</u> |
| DeSoto Parish School Board | 750 | 1 | 7.29% | 988 | 1 | 9.49% |
| International Paper | 693 | 2 | 6.73% | 530 | 2 | 5.09% |
| DeSoto Regional Health System | 287 | 3 | 2.79% | 247 | 3 | 2.37% |
| DeSoto Parish Police Jury | 164 | 4 | 1.59% | 192 | 5 | 1.84% |
| DeSoto Sheriff Department | 156 | 5 | 1.52% | 103 | 8 | 0.99% |
| Wal-mart Supercenter | 138 | 6 | 1.34% | 164 | 6 | 1.57% |
| DeSoto Retirement Rehab | 100 | 7 | 0.97% | | | |
| 4G Contractors | 85 | 9 | 0.83% | 67 | 10 | 0.64% |
| City of Mansfield (public works) | 65 | 10 | 0.63% | | | |
| Dolet Hills Lingnite Mill/Power Plant/Offices | | | | 203 | 4 | 1.95% |
| Hendrix Manufacturing | | | | 72 | 9 | 0.69% |
| Zachary (maintenance contractor IP) | | | | 150 | 7 | 1.44% |

Source:

Employer Human Resource Dpts.

NLEP employers survey (2016)

Employment data obtained from U. S. Department of Labor.

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

School Building Information
June 30, 2021

**Listing of Instructional Sites
(Currently in Use)**

| | <u>Date Constructed</u> | <u>School District</u> | <u>Grades Taught</u> | <u>Capacity Sq. Ft.</u> | <u>Acreage</u> | <u>No. of Rated Classrooms</u> |
|----------------------------------|-----------------------------|----------------------------|--------------------------|-----------------------------|----------------|------------------------------------|
| <u>High Schools</u> | | | | | | |
| Logansport | 1992 | #1 | PreK-12 | 124,197 | 53.47 | 64 |
| Mansfield | 2009 | #4 | 9-12 | 141,641 | 27.34 | 44 |
| North DeSoto | 1982 | #2 | 9-12 | 151,518 | 37.57 | 45 |
| Stanley | 1991 | #3 | PreK-12 | 67,120 | 40.00 | 30 |
| <u>Middle Schools</u> | | | | | | |
| Mansfield Elementary/Middle | 1994 | #4 | PreK-8 | 216,878 | 140.30 | 110 |
| North DeSoto | 2007 | #2 | 6-8 | 86,626 | 41.56 | 42 |
| <u>Elementary Schools</u> | | | | | | |
| North DeSoto - Lower Elem. | 1988 | #2 | PreK-1 | 65,782 | 53.26 | 43 |
| North DeSoto - Upper Elem. | 1994 | #2 | 2-5 | 98,936 | 15.00 | 48 |
| Total Instructional Sites | | | | <u>952,698</u> | <u>408.50</u> | <u>426</u> |

**Listing of Other Sites
(Currently in Use)**

| | <u>Date Constructed</u> | <u>Capacity Sq. Ft.</u> | <u>Acreage</u> | <u>No. of Rated Rooms</u> |
|--------------------------------|-----------------------------|-----------------------------|----------------|-------------------------------|
| <u>Other Sites</u> | | | | |
| Central Office | 1956 | 5,287 | 1.13 | 16 |
| Central Office Warehouse | 1956 | 4,000 | 0.30 | 4 |
| DeSoto Grace House | 2017 | 18,040 | 5.90 | 10 |
| Instructional Materials Center | 1969 | 14,950 | 3.36 | 18 |
| Maintenance Facility | 2009 | 19,734 | 1.74 | 10 |
| Media Center Warehouse | 1981 | 9,200 | 0.25 | 2 |
| Special Services Building | 1981 | 10,020 | 1.15 | 16 |
| Transportation/Food Service | 2010 | <u>14,592</u> | <u>9.00</u> | <u>18</u> |
| Total Other Sites | | <u>95,823</u> | <u>22.83</u> | <u>94</u> |

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

School Personnel
Fiscal Years Ended June 30, 2012 through June 30, 2021

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|------------------------------------|------|------|------|------|------|------|------|------|------|------|
| Teachers | | | | | | | | | | |
| Less than a Bachelor's degree | 1 | 1 | 1 | 1 | 3 | 1 | 2 | 2 | 1 | 1 |
| Bachelor | 283 | 271 | 242 | 249 | 254 | 225 | 234 | 240 | 238 | 227 |
| Master | 85 | 91 | 83 | 80 | 89 | 87 | 86 | 81 | 93 | 95 |
| Master +30 | 29 | 23 | 19 | 17 | 15 | 12 | 13 | 14 | 17 | 18 |
| Specialist in Education | 4 | 3 | 2 | 2 | 0 | 1 | 0 | 0 | 0 | 0 |
| Ph.D or Ed.D | 0 | 1 | 1 | 1 | 0 | 1 | 1 | 1 | 1 | 2 |
| Total | 402 | 390 | 348 | 350 | 361 | 327 | 336 | 338 | 350 | 343 |
| Principals & Assistants | | | | | | | | | | |
| Bachelor | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 1 | 0 | 0 |
| Master | 13 | 11 | 9 | 10 | 8 | 8 | 12 | 12 | 12 | 1 |
| Master +30 | 12 | 11 | 7 | 7 | 4 | 4 | 4 | 3 | 4 | 14 |
| Specialist in Education | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 6 |
| Ph.D or Ed.D | 0 | 0 | 0 | 0 | 1 | 0 | 0 | 0 | 0 | 1 |
| Total | 26 | 22 | 16 | 17 | 13 | 12 | 16 | 16 | 16 | 22 |

Source:

2012-2017 Agreed upon procedures report on performance and statistical data accompanying the annual financial statements.

2018-2021 DeSoto Parish School Board

Table 18

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Operating Statistics
For the Fiscal Years Ended June 30, 2012 through June 30, 2021

| Fiscal Year Ended June 30 | Expenses | PreK - 12 Enrollment | Cost Per Pupil | Percentage Change | Teaching Staff | Pupil/ Teacher Ratio |
|---------------------------------|----------------|-------------------------|-------------------|----------------------|-------------------|----------------------------|
| 2012 | \$ 104,773,798 | 5,097 | \$ 20,556 | 5.75% | 402 | 12.68 |
| 2013 | 92,919,940 | 5,155 | 18,025 | -12.31% | 390 | 13.22 |
| 2014 | 88,098,826 | 5,145 | 17,123 | -5.00% | 348 | 14.78 |
| 2015 | 84,215,802 | 5,147 | 16,362 | -4.44% | 350 | 14.71 |
| 2016 | 78,672,505 | 5,119 | 15,369 | -6.07% | 361 | 14.18 |
| 2017 | 80,461,458 | 5,169 | 15,566 | 1.28% | 327 | 15.81 |
| 2018 | 70,147,419 | 5,221 | 13,436 | -13.69% | 336 | 15.54 |
| 2019 | 73,882,116 | 5,093 | 14,507 | 7.97% | 338 | 15.07 |
| 2020 | 78,668,824 | 5,025 | 15,655 | 7.92% | 350 | 14.36 |
| 2021 | 81,679,771 | 4,873 | 16,762 | 7.07% | 343 | 14.21 |

Source:

2012-2017 Agreed upon procedures report on performance and statistical data accompanying the annual financial statements.
2018 -2021 DeSoto Parish School Board

Notes:

- (1) Expenses are on full accrual and is extracted from Table 2, Changes in Net Position.
- (2) Enrollment is extracted from Table 14, Demographic and Economic Statistics.
- (3) Teaching staff is extracted from Table 17, School Personnel.

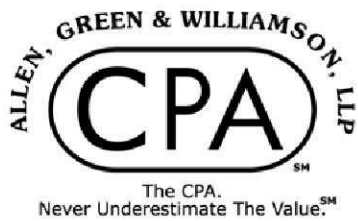
Table 19

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Schedule of Insurance in Force

2020-2021

| Type of Coverage/ Name of Company | Policy Number | Policy Period | | Details of Coverage and Coinsurance | Coverage Limits | 2019-2020 Premium | 2020-21 Premium |
|---|------------------|-----------------------|----|--|--|-------------------------|-------------------------|
| | | From | To | | | | |
| Property damage Affiliated FM Ins. Co. | 1073037 | 10/1/2020 – 10/1/2021 | | Blanket coverage– all property \$100,000 deductible Includes EDP Coverage Includes Auto PD Catastrophic Cov. \$100,000 deductible | \$ 227,931,241 Citizens Assess. See Below \$ 5,436,907 | \$ 235,239 \$ 5,743 | \$ 287,193 \$ 7,611 |
| Electric Data Processing` Affiliated FM Ins. Co. | See Property | 10/1/2020 – 10/1/2021 | | Blanket coverage – all property \$10,000 deductible | Included in Property | Included in Property | Included in Property |
| Property loss and damage Affiliated FM Ins. Co. | See Property | 10/1/2020 – 10/1/2021 | | Boilers and electric motors \$10,000 deductible | Included in Property | Included in Property | Included in Property |
| General liability LARMA | LA110-R | 10/1/2020 – 10/1/2021 | | All property and employees \$25,000 deductible per occur. | \$ 1,000,000 per occurrence \$3,000,000 aggregate | \$ 59,791 | \$ 61,949 |
| Cyber Beazley | WIF63F200401 | 10/1/2020 – 10/1/2021 | | Privacy Breach Response Services Computer Expert, Data, Crisis Mgmt. \$25,000 deductible per occur. | \$ 1,000,000 | No Charge | No Charge |
| Auto/Fleet LARMA | LA110-R | 10/1/2020 – 10/1/2021 | | Specified vehicles \$2,500 deductible (comprehensive) \$2,500 deductible (collision) \$5,000 Medical Payments/person Property Damage | \$ 1,000,000 liability w/ \$10,000 deductible \$50,000 per occ. \$255K Annual Agg. | \$ 151,262 | \$ 150,904 |
| Public Employees Blanket Bond Great American | GVT554410217 | 10/1/2020 – 10/1/2021 | | All School Board employees \$5,000 deductible | \$ 100,000 | \$ 4,425 | \$ 4,646 |
| School Board Legal Liability LARMA | LA110-R | 10/1/2020 – 10/1/2021 | | Errors and omissions coverage \$25,000 deductible | \$ 1,000,000 | \$ 15,636 | \$ 16,199 |
| Worker's Compensation Safety National Casualty Co. | AGC4063319 | 7/1/2020 – 7/1/2021 | | Blanket coverage – all employees Self-insured retention \$450,000 | \$ 1,000,000 | \$ 52,178 | \$ 58,818 |



**DeSoto Parish School Board
Mansfield, Louisiana**

**Single Audit Report
For the Year Ended June 30, 2021**

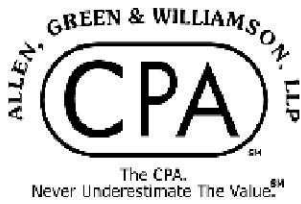
Allen, Green & Williamson, LLP
CERTIFIED PUBLIC ACCOUNTANTS
MONROE, LA

**DeSoto Parish School Board
Table of Contents**

| | <u>Page</u> |
|---|-------------|
| OTHER REPORTS REQUIRED BY <u>GOVERNMENT AUDITING STANDARDS</u> AND BY THE UNIFORM GUIDANCE | |
| Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i> | 5-6 |
| Report on Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance | 7-9 |
| Schedule of Expenditures of Federal Awards | 10-11 |
| Notes to the Schedule of Expenditures of Federal Awards | 12-13 |
| Schedule of Findings and Questioned Costs | 14-17 |
| OTHER INFORMATION | 18 |
| Corrective Action Plan for Current Year Findings and Questioned Costs | 19-20 |
| Agreed Upon Procedures | 21 |
| Independent Accountant's Report on Applying BESE Agreed Upon Procedures | 22-24 |
| Schedules of Performance and Statistical Data Prepared by Management | 25-26 |

DeSoto Parish School Board

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Audit Supervisor: Mallory Stone, CPA

In-Charge: Crystal Patterson, CPA

Ernest L. Allen, CPA
(Retired) 1963 - 2000

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

Independent Auditor's Report

Board Members
DeSoto Parish School Board
Mansfield, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of DeSoto Parish School Board as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements, and have issued our report thereon dated March 30, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School Board's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the School Board's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs as item 2021-001 that we consider to be a significant deficiency.

Compliance and Other Matters

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

School Board's Response to Findings

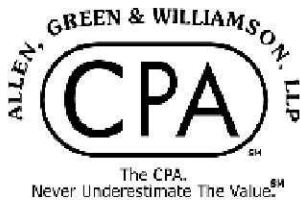
The School Board's response to the findings identified in our audit is described in the accounting Schedule of Findings and Questioned Costs and Corrective Action Plan for Current Year Findings and Questioned Costs. The School Board's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Although the intended use of these reports may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

Allen, Green & Williamson, LLP
ALLEN, GREEN & WILLIAMSON, LLP
Monroe, Louisiana
March 30, 2022



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Report on Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditor's Report

Board Members
DeSoto Parish School Board
Mansfield, Louisiana

Report on Compliance for Each Major Federal Program

We have audited DeSoto Parish School Board's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the School Board's major federal programs for the year ended June 30, 2021. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School Board's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our qualified and unmodified opinions on compliance for major federal programs. However, our audit does not provide a legal determination of the School Board's compliance.

Basis for Qualified Opinion on CFDA# 84.425D Education Stabilization

As described in the accompanying Schedule of Findings and Questioned Cost, the School Board did not comply with requirements regarding CFDA# 84.425D Education Stabilization in finding number 2021-002 for Special Tests and Provisions over Davis Bacon. Compliance with such requirements is necessary, in our opinion, for the School Board to comply with the requirements applicable to that program.

Qualified Opinion on CFDA# 84.425D Education Stabilization

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the School Board complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect the Education Stabilization program for the year ended June 30, 2021.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, the School Board complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs for the year ended June 30, 2021.

Other Matters

The School Board's response to the noncompliance findings identified in our audit is described in the accompanying Schedule of Findings and Questions Costs and Corrective Action Plan for Current Year Findings and Questioned Costs. The School Board's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we expense no opinion on the response.

Report on Internal Control Over Compliance

Management of the School Board is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Board's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be a material weaknesses.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance as

described in the accompanying Schedule of Findings and Questioned Costs as item 2021-002 to be a material weakness.

The School Board's response to the internal control over compliance findings identified in our audit is described in the accompanying Schedule of Findings and Questions Costs and Corrective Action Plan for Current Year Findings and Questioned Costs. The School Board's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we expense no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of and for the year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements. We issued our report thereon March 30, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Although the intended use of these reports may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana

March 30, 2022

DeSoto Parish School Board
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2021

| FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM NAME | CFDA Number | Grantor No. | Pass-Through Expenditures |
|--|----------------|---------------|------------------------------|
| CASH FEDERAL AWARDS | | | |
| United States Department of Agriculture | | | |
| Passed Through Louisiana Department of Education: | | | |
| Child Nutrition Cluster: | | | |
| Non Cash Assistance (Commodities) | | | |
| National School Lunch Program | 10.555 | N/A | \$ 144,550 |
| Cash Assistance: | | | |
| National School Lunch Program | 10.555 | N/A | 79,249 |
| Summer Food Service Program for Children | 10.559 | N/A | 2,262,429 |
| School Snack Program | 10.555 | N/A | 5,960 |
| | | | <u>\$ 2,492,188</u> |
| Total United States Department of Agriculture | | | <u>2,492,188</u> |
| United States Department of Education | | | |
| Passed Through Louisiana Department of Education: | | | |
| Title I Part A, Grants to Local Educational Agencies | 84.010A | 28-21-T1-16 | 2,083,274 |
| | | 28-21-DSS-16 | 80,507 |
| | | 28-20-RD19-16 | <u>39,597</u> |
| | | | 2,203,378 |
| Special Education Cluster: | | | |
| Grants to States – Part B | 84.027A | 28-21-B1-16 | 896,529 |
| | 84.027 | 28-20-RH-16 | 69,440 |
| | 84.027 | 28-21-RH-16 | 2,217 |
| | 84.027 | 28-21-RK-16 | 18,682 |
| | 84.027A | 28-21-JP-16 | 36,000 |
| | 84.027A | 28-21-IDC-16 | 14,785 |
| Preschool Grants | 84.173A | 28-21-P1-16 | 41,550 |
| | | 310161504 | <u>6,466</u> |
| | | | 1,085,669 |
| Supporting Effective Instruction State Grants (Title II) | 84.367A | 28-21-50-16 | 273,312 |
| Disaster Recovery Assistance for Education | 84.938B | 28-19-HH-16 | 5,100 |
| Rehabilitation Services - Vocational Rehabilitation Grants | 84.126 | 28-19-JSPT-16 | 65,475 |
| Career and Technical Education Basic Grants To States | 84.048A | 28-21-02-16 | \$ 59,528 |

(Continued)

DeSoto Parish School Board
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2021

| FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM NAME | CFDA Number | Grantor No. | Pass-Through Expenditures |
|---|----------------|---------------|------------------------------|
| Title IV - Student Support and Academic Enrichment Program | 84.424A | 28-21-71-16 | \$ 205,204 |
| Rural Education (Title V) | 84.358B | 28-21-RLIS-16 | 87,492 |
| COVID-19 Education Stabilization Fund | 84.425C | 28-20-GERF-16 | \$ 166,000 |
| COVID-19 Education Stabilization Fund | 84.425D | 28-20-ESRF-16 | 1,342,031 |
| | | 28-20-ESRI-16 | 191,970 |
| | | 28-21-ES2F-16 | 3,589,619 |
| COVID-19 Education Stabilization Fund | 84.425U | 28-21-ESEB-16 | <u>671,964</u> |
| Passed Through Louisiana Workforce Commission Rehabilitation Services - Vocational Rehabilitation Grants | 84.126 | N/A | 5,961,584 |
| Passed Through National Institute For Excellence in Teaching Teacher Incentive Fund | 84.374A | 28-20-TIF-16 | <u>1,159,206</u> |
| Total United States Department of Education | | | <u>11,150,958</u> |
| United States Department of Health and Human Services | | | |
| Passed Through the Louisiana Department of Education: | | | |
| CCDF Cluster: | | | |
| Early Childhood Community Network - Child Care and Development Block Grant | 93.575 | 28-21-CO-16 | 12,616 |
| Covid-19 Child Care and Development Block Grant | | 28-21-CCCR-16 | <u>25,000</u> |
| Total CCDF Cluster | | | <u>37,616</u> |
| Total United States Department of Health and Human Services | | | <u>37,616</u> |
| United States Department of Interior | | | |
| Flood Control Act Lands | 15.433 | | <u>401</u> |
| Total United States Department of Interior | | | <u>401</u> |
| United States Department of Defense | | | |
| Jr. ROTC | 12.UKN | N/A | <u>143,552</u> |
| Total United States Department of Defense | | | <u>143,552</u> |
| TOTAL FEDERAL AWARDS | | | <u>\$ 13,824,715</u> |

(Concluded)

The accompany notes are an integral part of this schedule

DeSoto Parish School Board
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2021

NOTE 1 - BASIS OF PRESENTATION The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of DeSoto Parish School Board under programs of the federal government for the year ended June 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The School Board's reporting entity is defined in Note 1 of the Notes to the financial statements of the School Board's Comprehensive Annual Financial Report. Because the Schedule presents only a selected portion of the operations of DeSoto Parish School Board, it is not intended to and does not present the financial position, changes in net position, or cash flows of DeSoto Parish School Board.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES Expenditures reported on the Schedule are reported on the modified accrual basis of accounting, which is described in Note 1 of the Notes to the financial statements of the School Board's Comprehensive Annual Financial Report. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 - RELATIONSHIP TO BASIC FINANCIAL STATEMENTS Federal awards revenues are reported in the School Board's financial statements as follows:

| | | |
|---|----|--------------------------|
| Major Fund: | | |
| General Fund | \$ | 143,953 |
| Education Stabilization Fund | | 5,172,514 |
| Nonmajor Fund: | | |
| Educational Consolidation & Improvement Act - Title I | | 2,083,272 |
| Improving Teacher Quality - Title II | | 273,312 |
| Special Education | | 1,136,359 |
| Title IV A-SSAE | | 205,204 |
| Teacher Incentive | | 1,159,206 |
| Jobs for America's Graduates | | 45,010 |
| School Food Service | | 2,492,188 |
| Vocational Grants | | 59,528 |
| Early Childhood Development | | 37,616 |
| Homeless Assistance | | 5,102 |
| Rural Education | | 87,492 |
| Direct Student Services ESSA | | 80,507 |
| Miscellaneous Grants | | 54,382 |
| Total per Statement E | | <u>13,035,645</u> |
| Education Stabilization Fund- Deferred Inflow of Resources (see Note 4) | | <u>789,070</u> |
| Total per Schedule of Expenditures of Federal Awards | \$ | <u><u>13,824,715</u></u> |

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 accounting principles generally accepted in the United States of America.

During the fiscal year end June 30, 2021, the School Board had incurred \$789,070 in expenditures to improve school ventilation in response to the COVID-19 pandemic. These expenditures had been approved by the Louisiana Department of Education under the Education Stabilization Fund, CFDA # 84.425D. Request for reimbursement was not available for submission until after year end.

DeSoto Parish School Board
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2021

NOTE 5 - MATCHING REVENUES For those funds that have matching revenues and state funding, federal expenditures were determined by deducting matching revenues from total expenditures.

NOTE 6 - NONCASH PROGRAMS The commodities received, which are noncash revenues, are valued using prices provided by the United States Department of Agriculture.

NOTE 7 - INDIRECT COST RATE DeSoto Parish School Board has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**DeSoto Parish School Board
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2021**

PART I - Summary of the Auditor's Results

Financial Statement Audit

- i. The type of audit report issued was unmodified.
- ii. There was one significant deficiency required to be disclosed by Government Auditing Standards issued by the Comptroller General of the United States of America. The significant deficiency was not considered to be a material weakness.
- iii. The audit disclosed no instances of noncompliance considered material to the financial statements, as defined by the Government Auditing Standards.

Audit of Federal Awards

- iv. There was one significant deficiency required to be disclosed by the Uniform Guidance. The significant deficiency 2021-002 was considered to be a material weakness.
- v. The type of report the auditor issued on compliance of major federal awards was qualified for the Education Stabilization Fund and unmodified for the remaining major federal programs.
- vi. The audit disclosed one audit finding related to compliance, which the auditor is required to report under the Uniform Guidance.
- vii. The major federal awards are:

| | |
|---|---|
| Title I Part A, Grants to Local Educational Agencies | CFDA# 84.010A |
| Supporting Effective Instruction State Grants (Title II) | CFDA# 84.367A |
| Education Stabilization Fund (COVID-19) | CFDA# 84.425D CFDA #84.425C CFDA #84.425U |
| Teacher Incentive Fund | CFDA# 84.374A |
- viii. The dollar threshold used to distinguish between Type A and Type B programs as defined in the Uniform Guidance was \$750,000.
- ix. The auditee does qualify as a low-risk auditee under the Uniform Guidance.

**DeSoto Parish School Board
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2021**

Part II – Findings related to the financial statements which are required to be reported in accordance with Government Auditing Standards generally accepted in the United States of America:

Reference # and title: 2021-001 Controls over Payroll Disbursements and Timekeeping

Entity-wide or program/department specific: This finding is entity-wide.

Criteria or specific requirement: Good internal controls over payroll disbursements require employees to turn in leave documentation such as a leave slip for days that do not reflect a full day's work to ensure leave is removed from accrued balances. Reconciliations of the timekeeping system and leave should be completed. Additionally, good internal controls require the employee and supervisor to approve the timesheets of the employee.

Condition found: The School Board has implemented a timekeeping system which requires employees to clock in/out each day. In reviewing employees' "timecard report", it was noted that if an employee doesn't sign out, then the system automatically signs the employee out regardless if the employee left early for the day or not. It was also noted that reconciliations are not being completed to ensure that leave is turned in for days that do not reflect in/out times on the report.

The School Board establishes a calendar for employees that reflects the number days required to work for each month. Three months from the school calendar were selected to determine if a sample of ten 12-month employees worked the required number of days or turned in leave for days absent. Out of the thirty timecard reports reviewed, twenty-six had exceptions in which the number days clocked in/out combined with the number days leave slips submitted did not agree with the total number of days required to work per the calendar for the month. It was further noted that the employee's payroll was not reduced for the unaccounted days.

Context: This finding appears to be systemic.

Possible asserted effect (cause effect):

Cause: The auditor was unable to determine.

Effect: The School Board's controls over payroll, leave and attendance are weakened.

Recommendations to prevent future occurrences: The School Board should establish quality control procedures to ensure employees are adequately documenting their coming and going as well as leave is turned in for days absent. Additionally, it is recommended to have employees sign off on their timecard reports.

Origination date and prior year reference (if applicable): This finding originated fiscal year ended June 30, 2021.

**DeSoto Parish School Board
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2021**

Part II – Findings related to the financial statements which are required to be reported in accordance with Government Auditing Standards generally accepted in the United States of America:

View of responsible official: The 2020-21 school year was an extremely challenging year due to the consequences of learning loss from the early close of the 2019-20 school year, mandated COVID leave, virtual learning and mask mandates in a constantly changing environment. With so many challenges, our primary focus was on providing for our students in every capacity possible. While our attendance records do not reflect the high DeSoto standard, we were extremely aware of what staff was actually in attendance. With social distancing and positive tests requiring quarantines of students and staff, attendance was a daily challenge for schools and district staff.

The automatic sign out was instituted before COVID for coaches who are at the school well beyond normal school hours. Going forward into April 2022, the School Board is reeducating staff and mandating sign outs for staff other than coaches. We will be monitoring this as closely as possible.

22 out of 26 of the 12 month findings are a result of the days worked calendar building days into the calendar for days missed before and after a summer Friday and/or school breaks in November and February. The remaining four findings are being addressed with the employees and their supervisors. All staff, especially timekeepers and supervisors are being asked to more closely monitor the established procedures for attendance and leave. In June of 2022, we will also pilot a GPS based attendance monitoring system. Due to the late date of the 2020-21 audit, tighter monitoring will not occur until April 2022.

While we fully recognize the importance of accurate leave reporting, our primary focus will continue to be on educating and caring for our students. It should be noted that the 2021-22 school year has proven to be equally challenging in addressing staff and student absences related to COVID. We continue to be very well aware of staff attendance on a daily basis as we continue to struggle with maintaining adequate staff to serve our students.

**DeSoto Parish School Board
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2021**

PART III - Findings and questions costs for federal awards which are required to be reported under the Uniform Guidance:

Reference # and title: **2021-002** **Controls and Compliance over Davis Bacon Act**

| <u>Federal program and specific federal award identification:</u> | <u>CFDA Number</u> | <u>Award Year</u> |
|---|---------------------------|--------------------------|
| FEDERAL GRANTEE/ PASS THROUGH GRANTOR/PROGRAM NAME United States Department of Education; passed through Louisiana Department of Education Education Stabilization | 84.425D | 2021 |

Criteria or specific requirement: In accordance with the Davis Bacon Act at 29 CFR part 5, for construction contracts in excess of \$2,000, the School Board is required to provide the prevailing wage rates to the potential contractors and include language in the contracts that all contractors or subcontractors must pay wages that are not less than the prevailing wage rates. Additionally, the School Board is required to perform reviews of contractors and subcontractors wages paid to construction workers to ensure amounts being paid are in accordance with the prevailing wage rates for the related work performed. This review includes obtaining weekly payroll reports and performing interviews of contractors' and subcontractors' employees in such frequency as necessary to assure compliance with the Davis Bacon Act.

Condition found: The School Board started construction projects to change and update the HVAC systems for two schools in the District using Education Stabilization funds. The School Board did not provide the prevailing wage rates to the contractor nor did they include the required language in the contracts. It was also noted that the School Board did not receive certified weekly payroll reports from the contractor.

Context: This finding appears to be systemic.

Possible asserted effect (cause effect):

Cause: This is the first time the School Board received federal funds to be used for construction and therefore was not trained adequately on Davis Bacon Act procedures.

Effect: The School Board did not meet all federal compliance requirements over special tests and provisions.

Recommendations to prevent future occurrences: The School Board should establish procedures to ensure employees are adequately trained on Davis Bacon requirements..

Origination date and prior year reference (if applicable): This finding originated fiscal year ended June 30, 2021.

View of responsible official: When ESSER funds originated, we continually asked questions about allowable expenses and were assured by the Louisiana Department of Education (LDOE) that our plans were allowable. New requirements necessitated State approval for any equipment or construction projects using ESSER funds. When we submitted for approval, it was granted by the State without question or additional guidance provided. After the projects were finished and the ESSER funds were spent for the projects, we began to hear about Davis Bacon requirements. The School Board had never used federal funds for construction projects before and we were therefore unaware of the additional requirements. We acted in good faith based on guidance and approval for the expenditures. Going forward, we will include the Davis Bacon requirements in our bid documents/contracts and require certified weekly contractor payrolls for projects using federal funds.

DeSoto Parish School Board

OTHER INFORMATION



DeSoto Parish Schools

Clay J. Corley, Superintendent

Corrective Action Plan for Current Year Findings and Questioned Costs For the Year Ended June 30, 2021

Reference # and title: 2021-001 Controls over Payroll Disbursements and Timekeeping

Entity-wide or program/department specific: This finding is entity-wide.

Condition: Good internal controls over payroll disbursements require employees to turn in leave documentation such as a leave slip for days that are not clocking in/out to ensure leave is removed from accrued balances. Reconciliations of the timekeeping system and leave should be completed. Additionally, good internal controls require the employee and supervisor to approve the timesheets of the employee.

The School Board has implemented a timekeeping system which requires employees to clock in/out each day. In reviewing employees' "timecard report", it was noted that if an employee doesn't sign out, then the system automatically signs the employee out regardless if the employee left early for the day or not. It was also noted that reconciliations are not being completed to ensure that leave is turned in for days that do not reflect in/out times on the report.

The School Board establishes a calendar for employees that reflects the number days required to work for each month. Three months from the school calendar were selected to determine if a sample of ten 12-month employees worked the required number of days or turned in leave for days absent. Out of the thirty timecard reports reviewed, twenty-six had exceptions in which the number days clocked in/out combined with the number days leave slips submitted did not agree with the total number of days required to work per the calendar for the month. It was further noted that the employee's payroll was not reduced for the unaccounted days.

Corrective action planned: The automatic sign out was instituted before COVID for coaches who are at the school well behind normal school hours. Going forward into April 2022, the School Board is reeducating staff and mandating sign outs for staff other than coaches. We will be monitoring this as closely as possible.

All staff, especially timekeepers and supervisors are being asked to monitor the established procedures more closely for attendance and leave. In June of 2022, we will also pilot a GPS based attendance monitoring system. Due to the late date of the 2020-21 audit, tighter monitoring will not occur until April 2022.

Person responsible for corrective action:

Mrs. Donayle Ashworth, Director of Business Services
DeSoto Parish School Board
201 Crosby Street
Mansfield, Louisiana 71052

Telephone: (318) 872-2836
Fax: (318) 872-1324

Anticipated completion date: April 2022

Corrective Action Plan for Current Year Findings and Questioned Costs (continued)

Reference # and title: 2021-002 Controls and Compliance over Davis Bacon Act

| <u>Federal program and specific federal award identification:</u> <u>Year</u> | <u>CFDA Number</u> | <u>Award</u> |
|---|--------------------|--------------|
| FEDERAL GRANTER/ PASS THROUGH GRANTOR/PROGRAM NAME United States Department of Education; passed through Louisiana Department of Education Education Stabilization | 84.425D | 2021 |

Condition: In accordance with the Davis Bacon Act at 29 CFR part 5, for construction contracts in excess of \$2,000, the School Board is required to provide the prevailing wage rates to the potential contractors and include language in the contracts that all contractors or subcontractors must pay wages that are not less than the prevailing wage rates. Additionally, the School Board is required to perform reviews of contractors and subcontractors wages paid to construction workers to ensure amounts being paid are in accordance with the prevailing wage rates for the related work performed. This review includes obtaining weekly payroll reports and performing interviews of contractors' and subcontractors' employees in such frequency as necessary to assure compliance with the Davis Bacon Act.

The School Board started construction projects to change and update the HVAC systems for two schools in the District using Education Stabilization funds. The School Board did not provide the prevailing wage rates to the contractor nor did they include the required language in the contracts. It was also noted that the School Board did not receive certified weekly payroll reports from the contractor.

Corrective action planned: We will include the Davis Bacon requirements in our bid documents/contracts and require certified weekly contractor payrolls for projects using federal funds.

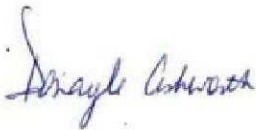
Person responsible for corrective action:

Mrs. Donayle Ashworth, Director of Business Services
DeSoto Parish School Board
201 Crosby Street
Mansfield, Louisiana 71052

Telephone: (318) 872-2836
Fax: (318) 872-1324

Anticipated completion date: April 2022

Respectfully submitted,



Donayle Ashworth
Director of Business Services

AGREED UPON PROCEDURES

ALLEN, GREEN & WILLIAMSON, LLP



CERTIFIED PUBLIC ACCOUNTANTS

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Ernest L. Allen, CPA
(Retired) 1963 - 2000

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING BESE AGREED-UPON PROCEDURES

Board Members
DeSoto Parish School Board
Mansfield, Louisiana

We have performed the procedures enumerated below on the performance and statistical data accompanying the annual financial statements of the DeSoto Parish School Board, for the fiscal year ended June 30, 2021. The DeSoto Parish School Board's management is responsible for the performance and statistical data.

Management of the DeSoto Parish School Board, Louisiana Department of Education, and the Louisiana Legislative Auditor (the specified parties), have agreed to and acknowledge that the procedures performed are appropriate to meet the intended purpose of assisting users to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE), in compliance with Louisiana Revised Statute 24:514(I). This report may not be suitable for any other purposes. The procedures performed may not address all items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and findings related to the accompanying schedules of supplemental information are as follows:

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 1)

1. We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts among the following amounts reported on the schedule:

Total General Fund Instructional Expenditures,
Total General Fund Equipment Expenditures,
Total Local Taxation Revenue,
Total Local Earnings on Investment in Real Property,
Total State Revenue in Lieu of Taxes,
Nonpublic Textbook Revenue, and
Nonpublic Transportation Revenue.

Comment: There were no exceptions noted as a result of applying agreed upon procedures.

Class Size Characteristics (Schedule 2)

Education Levels of Public School Staff

2. We obtained a list of classes by school, school type, and class size as reported on the schedule. We then traced a sample of ten classes to the October 1st roll books for those classes and observed that the class was properly classified on the schedule.

Comment: There were no exceptions noted as a result of applying agreed upon procedures.

Education Levels/Experience of Public School Staff (No Schedule)

3. We obtained October 1st PEP data submitted to the Department of Education (or equivalent listing prepared by management), including full-time teachers, principals, and assistant principals by classification, as well as their level of education and experience, and obtained management's representation that the data/listing was complete. We then selected a sample of 25 individuals, traced to each individual's personnel file, and observed that each individual's education level and experience was properly classified on the PEP data or equivalent listing prepared by management.

Comment: There were no exceptions noted as a result of applying agreed upon procedures.

Public School Staff Data: Average Salaries (No Schedule)

4. We obtained June 30th PEP data submitted to the Department of Education (or equivalent listing provided by management) of all classroom teachers, including base salary, extra compensation, and ROTC or rehired retiree status, as well as full-time equivalents, and obtained management's representation that the data/listing was complete. We then selected a sample of 25 individuals, traced to each individual's personnel file and observed that each individual's salary, extra compensation, and full-time equivalents were properly included on the PEP data (or equivalent listing provided by management).

Comment: There were no exceptions noted as a result of applying agreed upon procedures.

We were engaged by DeSoto Parish School Board to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants, and the standards applicable to attestation engagements contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the performance and statistical data. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of DeSoto Parish School Board and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

The purpose of this report is solely to describe the scope of testing performed on the performance and statistical data accompanying the annual financial statements of the School Board, as required by Louisiana Revised Statute 24:514(I), and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Allen, Green & Williamson, LLP
ALLEN, GREEN & WILLIAMSON, LLP
Monroe, Louisiana
March 30, 2022

Schedule 1

**DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana**

**General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2021**

| | Column A | Column B |
|---|---------------|---------------|
| <u>General Fund Instructional and Equipment Expenditures</u> | | |
| General Fund Instructional Expenditures: | | |
| Teacher and Student Interaction Activities: | | |
| Classroom Teacher Salaries | \$ 18,519,021 | |
| Other Instructional Staff Activities | 1,812,303 | |
| Instructional Staff Employee Benefits | 12,850,564 | |
| Purchased Professional and Technical Services | 223,488 | |
| Instructional Materials and Supplies | 1,546,790 | |
| Instructional Equipment | 27,575 | |
| Total Teacher and Student Interaction Activities | | \$ 34,979,741 |
| Other Instructional Activities | | 742,236 |
| Pupil Support Activities | 4,368,030 | |
| Less: Equipment for Pupil Support Activities | 7,034 | |
| Net Pupil Support Activities | | 4,360,996 |
| Instructional Staff Services | 2,932,479 | |
| Less: Equipment for Instructional Staff Services | - | |
| Net Instructional Staff Services | | 2,932,479 |
| School Administration | 4,245,665 | |
| Less: Equipment for School Administration | - | |
| Net School Administration | | 4,245,665 |
| Total General Fund Instructional Expenditures (Total of Column B) | | 47,261,117 |
| Total General Fund Equipment Expenditures (Object 730; Function Series 1000-4000) | | 34,609 |
| <u>Certain Local Revenue Sources</u> | | |
| Local Taxation Revenue: | | |
| Constitutional Ad Valorem Taxes | | 3,801,658 |
| Renewable Ad Valorem Tax | | 36,687,425 |
| Debt Service Ad Valorem Tax | | 2,180,652 |
| Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes | | 838,613 |
| Sales and Use Taxes | | 22,473,016 |
| Total Local Taxation Revenue | | 65,981,364 |
| Local Earnings on Investment in Real Property: | | |
| Earnings from 16th Section Property | | 1,359,531 |
| Earnings from Other Real Property | | 107,817 |
| Total Local Earnings on Investment in Real Property | | 1,467,348 |
| State Revenue in Lieu of Taxes: | | |
| Revenue Sharing - Constitutional Tax | | 31,974 |
| Revenue Sharing - Other Taxes | | 308,566 |
| Revenue Sharing - Excess Portion | | - |
| Other Revenue in Lieu of Taxes | | - |
| Total State Revenue in Lieu of Taxes | | 340,540 |
| Nonpublic Textbook Revenue | | 2,635 |
| Nonpublic Transportation Revenue | | \$ - |

DESOTO PARISH SCHOOL BOARD
Mansfield, Louisiana

Class Size Characteristics
As of October 1, 2020

| School Type | Class Size Range | | | | | | | |
|----------------------------------|------------------|--------|---------|--------|---------|--------|---------|--------|
| | 1 - 20 | | 21 - 26 | | 27 - 33 | | 34+ | |
| | Percent | Number | Percent | Number | Percent | Number | Percent | Number |
| Elementary | 44.05% | 211 | 42.80% | 205 | 7.10% | 34 | 6.05% | 29 |
| Elementary Activity Classes | 39.51% | 32 | 49.38% | 40 | 6.17% | 5 | 4.94% | 4 |
| Middle/Jr. High | 25.64% | 60 | 58.97% | 138 | 15.38% | 36 | 0.00% | 0 |
| Middle/Jr. High Activity Classes | 40.91% | 18 | 29.55% | 13 | 18.18% | 8 | 11.36% | 5 |
| High | 64.63% | 371 | 23.69% | 136 | 11.50% | 66 | 0.17% | 1 |
| High Activity Classes | 70.89% | 56 | 12.66% | 10 | 5.06% | 4 | 11.39% | 9 |
| Combination | 75.00% | 261 | 18.39% | 64 | 3.74% | 13 | 2.87% | 10 |
| Combination Activity Classes | 72.86% | 51 | 17.14% | 12 | 8.57% | 6 | 1.43% | 1 |

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.