

**WINN PARISH SCHOOL BOARD**

Winnfield, Louisiana

Financial Report

Year Ended June 30, 2021

## TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report	1-3
REQUIRED SUPPLEMENTARY INFORMATION	
Management's Discussion and Analysis	5-11
BASIC FINANCIAL STATEMENTS	
GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)	
Statement of net position	14
Statement of activities	15
FUND FINANCIAL STATEMENTS (FFS)	
Balance sheet - governmental funds	17
Reconciliation of the governmental funds balance sheet to the statement of net position	18
Statement of revenues, expenditures, and changes in fund balances- governmental funds	19
Reconciliation of the statement of revenues, expenditures, and changes in fund balances of governmental funds to the statement of activities	20
Statement of fiduciary net position	21
Statement of changes in fiduciary net position	22
Notes to basic financial statements	23-54
REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary comparison schedule -	
General fund	56
1969 Sales Tax	57
1994 Sales Tax	58
Schedule of employer's share of net pension liability -	
Teachers' Retirement System of Louisiana	59
School Employees' Retirement System of Louisiana	60
Schedule of employer contributions -	
Teachers' Retirement System of Louisiana	61
School Employees' Retirement System of Louisiana	62
Schedule of changes in net OPEB liability and related ratios	63
Notes to required supplementary information	64-65

(continued)

## TABLE OF CONTENTS (continued)

	Page
 OTHER SUPPLEMENTARY INFORMATION	
 OTHER FINANCIAL INFORMATION	
Nonmajor governmental funds -	
Combining balance sheet	69
Combining statement of revenues, expenditures, and changes in fund balances	70
Nonmajor special revenue funds -	
Combining balance sheet	73-74
Combining statement of revenues, expenditures and changes in fund balances	75-76
Nonmajor debt service funds -	
Combining balance sheet	78
Combining statement of revenues, expenditures, and changes in fund balance	79
Nonmajor capital projects fund -	
Balance sheet	81
Statement of revenues, expenditures, and changes in fund balance	82
 INTERNAL CONTROL, COMPLIANCE AND OTHER MATTERS	
Independent Auditor's 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>	84-85
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	86-87
Schedule of expenditures of federal awards	88-89
Notes to schedule of expenditures of federal awards	90
Schedule of findings and questioned costs	91
Schedule of current and prior year audit findings and management's corrective action plan	92

# KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA\*  
Brad E. Kolder, CPA, JD\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*  
Stephen J. Anderson, CPA\*  
Christine C. Doucet, CPA  
Wanda F. Arcement, CPA, CVA  
Bryan K. Joubert, CPA  
Matthew E. Margaglio, CPA  
Casey L. Ardoin, CPA, CFE

Victor R. Slaven, CPA\* - retired 2020

\* A Professional Accounting Corporation

183 S. Beadle Rd. 11929 Bricksome Ave.  
Lafayette, LA 70508 Baton Rouge, LA 70816  
Phone (337) 232-4141 Phone (225) 293-8300

1428 Metro Dr. 450 E. Main St.  
Alexandria, LA 71301 New Iberia, LA 70560  
Phone (318) 442-4421 Phone (337) 367-9204

200 S. Main St. 1201 David Dr.  
Abbeville, LA 70510 Morgan City, LA 70380  
Phone (337) 893-7944 Phone (985) 384-2020

434 E. Main St. 332 W. Sixth Ave.  
Ville Platte, LA 70586 Oberlin, LA 70655  
Phone (337) 363-2792 Phone (337) 639-4737

WWW.KSRCPAS.COM

## INDEPENDENT AUDITOR'S REPORT

Mr. Al Simmons, Superintendent,  
and Members of the Winn Parish School Board  
Winnfield, 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 Winn Parish School Board (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 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 School Board, as of June 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## ***Emphasis of Matter***

As described in Note 19 to the financial statements in 2021, the School Board adopted new accounting guidance, GASB 84, Fiduciary Activities. 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 and other required supplementary information on pages 5 through 11 and 56 through 65 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.

### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The other supplementary information on pages 69 through 82 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The schedule of expenditures of federal awards 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 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The other supplementary information 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 dated December 14, 2021, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and 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.

***Kolder, Slaven & Company, LLC***  
Certified Public Accountants

Alexandria, Louisiana  
December 14, 2021

## **REQUIRED SUPPLEMENTARY INFORMATION**

Winn Parish School Board  
Management's Discussion and Analysis  
Fiscal Year Ended June 30, 2021

As management of the Winn Parish School Board, we offer readers of the Winn Parish School Board's financial statements this narrative overview and analysis of the financial activities of the Winn Parish School Board for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here, in conjunction with the basic financial statements, and the supplementary information provided in this report in assessing the efficiency and effectiveness of our stewardship of public resources.

### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the Winn Parish School Board's basic financial statements. The basic financial statements consist of three components: government-wide financial statements, fund financial statements, and notes to the financial statements.

***Government-wide Financial Statements.*** The government-wide financial statements are designed to provide readers with a broad overview of the Winn Parish School Board's finances, in a manner similar to a private-sector business. These statements include all assets and liabilities, and are prepared using the accrual basis of accounting. All of the current year's revenues and expenditures are taken into account regardless of when cash is received or paid.

The statement of net position presents information on all of the Winn Parish School Board's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Winn Parish School Board is improving or deteriorating.

The statement of activities presents information showing how the school board's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of timing of related cash flows. Thus, revenues and expenditures are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, earned but unused sick leave).

The statement of net position and statement of activities report the governmental activities of the school board. All of the school board's services are reported here, including instruction, support services, school food service, and debt service.

***Fund Financial Statements.*** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Winn Parish School Board, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Winn Parish School Board can be divided into two categories: governmental funds and fiduciary (custodial) funds.

***Governmental Funds.*** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Winn Parish School Board  
Management's Discussion and Analysis  
Fiscal Year Ended June 30, 2021

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

***Fiduciary Funds.*** Fiduciary (custodial) funds are used to account for resources for the benefit of parties outside the government. Since these resources are not available to support the Winn Parish School Board's programs, fiduciary (custodial) funds are not reflected in the government-wide financial statement.

***Notes to the financial statements.*** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

### **Government-Wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At the close of the most recent fiscal year, liabilities and deferred inflows of the Winn Parish School Board exceeded assets and deferred outflows by \$57,140,702. The largest portion of the Winn Parish School Board's assets reflects its investment in capital assets (e.g., land, buildings and improvements, and equipment), less any related debt used to acquire those assets that is still outstanding. These assets are not available for future spending. Although the investment in capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources.

An additional portion of the Winn Parish School Board's net position represents resources that are subject to external restrictions (e.g., debt service). The balance in unrestricted net position is affected by three factors: 1) resources expended, over time, by the Winn Parish School Board to acquire capital assets from sources other than internally generated funds (i.e., debt), 2) required depreciation (since construction and/or acquisition) on assets of very long-lived assets having been included in the statement of net position, and 3) the liability related to the postretirement benefits, as well as the net pension liability. GASB No. 75 "Accounting and Financial Reporting by Employers for Postretirement Benefits other than Pensions", requires the school board to record the entire liability related to postretirement benefits. GASB Statement No. 68, "Accounting and Financial Reporting for Pensions", has also been implemented, and the school board is required to report its net pension liability. These two liabilities are the primary reason for the negative unrestricted net position.

Winn Parish School Board  
Management's Discussion and Analysis  
Fiscal Year Ended June 30, 2021

**Table 1**  
**Governmental Activities**  
**Net Position**  
**June 30, 2021**

(With Comparative Totals for June 30, 2020)

	2021	2020
<b>Assets</b>		
Cash and cash equivalents	\$10,660,659	\$11,634,777
Receivables	511,029	474,645
Due from other governmental agencies	2,482,024	583,324
Other assets	34,224	67,598
Capital assets	<u>11,532,914</u>	<u>12,157,603</u>
Total assets	<u>25,220,850</u>	<u>24,917,947</u>
<b>Deferred Outflows of Resources</b>		
Pension related resources	7,370,970	5,455,215
OPEB related resources	<u>2,119,866</u>	<u>3,096,762</u>
Total deferred outflows of resources	<u>9,490,836</u>	<u>8,551,977</u>
<b>Liabilities</b>		
Current and other liabilities	5,234,463	5,202,552
Long-term liabilities	<u>83,430,697</u>	<u>82,824,919</u>
Total liabilities	<u>88,665,160</u>	<u>88,027,471</u>
<b>Deferred Inflows of Resources</b>		
Pension related resources	2,169,135	2,541,600
OPEB related resources	<u>1,018,093</u>	<u>-</u>
Total deferred inflows of resources	<u>3,187,228</u>	<u>2,541,600</u>
<b>Net Position</b>		
Net investment in capital assets	10,047,914	10,202,603
Restricted	2,875,210	1,859,315
Unrestricted	<u>(70,063,826)</u>	<u>(69,161,065)</u>
Total net position	<u>\$ (57,140,702)</u>	<u>\$ (57,099,147)</u>



Winn Parish School Board  
Management's Discussion and Analysis  
Fiscal Year Ended June 30, 2021

**Table 2**  
**Governmental Activities**  
**Changes in Net Position**  
**Fiscal Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	2021	2020
<b>Revenues:</b>		
Program revenues:		
Charges for services	\$ 10,007	\$ 24,072
Operating grants and contributions	5,984,934	3,842,481
Capital grants and contributions	282,082	-
General revenues:		
Ad valorem taxes	2,359,789	2,219,223
Sales taxes	4,266,876	4,292,312
State equalization	14,264,672	15,027,408
Other general revenues	<u>2,979,346</u>	<u>904,297</u>
Total revenues	<u>30,147,706</u>	<u>26,309,793</u>
 <b>Functions/Program Expenses:</b>		
Instruction:		
Regular programs	9,805,500	9,734,227
Special education programs	2,728,125	2,686,564
Vocational programs	1,181,406	1,186,746
Other instructional programs	1,223,628	315,822
Special programs	1,372,709	1,430,960
Adult and continuing education programs	4,051	3,849
Support services:		
Pupil support services	1,301,162	1,284,449
Instructional staff support services	1,634,068	1,870,111
General administration	665,603	656,703
School administration	1,838,248	1,785,966
Business services	384,787	401,653
Plant services	3,238,478	2,561,934
Student transportation services	1,427,684	1,507,082
Central services	4,456	4,650
Food services	2,161,305	1,852,191
Facilities acquisition & construction	1,546,972	488,417
Community services programs	15,120	18,960
Debt service -		
Interest on long-term obligations	<u>56,157</u>	<u>69,289</u>
Total expenses	<u>30,589,459</u>	<u>27,859,573</u>
Change in net position	<u>\$ (441,753)</u>	<u>\$ (1,549,780)</u>

Winn Parish School Board  
Management's Discussion and Analysis  
Fiscal Year Ended June 30, 2021

### **Financial Analysis of the Government's Funds**

Winn Parish School Board uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the governmental funds is to provide information on near-term revenue, expenditures, and balances of expendable resources. This information is used to assess the financing requirements of our system. Unrestricted fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of June 30, 2021 combined governmental fund balances of \$8,468,808 showed an increase of \$490,907 from June 30, 2020. The General Fund had an increase in fund balance in the amount of \$86,255 this year, which leaves an increased ending fund balance of \$5,626,342. Of this amount, \$3,325,344 is unassigned.

### **General Fund Budgetary Highlights**

Differences between the bottom line of the original budget and the final budget were relatively small. Actual numbers for ad valorem taxes and other revenue from local sources were slightly lower than expected, and expenditures were lower in areas such as regular education programs, special education programs and vocational education programs.

### **Capital Asset and Debt Administration**

**Capital Assets.** The Winn Parish School Board's investment in capital assets for its governmental activities as of June 30, 2021 amounts to \$11,532,914 (net accumulated depreciation). This investment includes land, buildings and improvements, furniture and equipment, and infrastructure in progress. The decrease in capital assets for the year ended June 30, 2021 was \$624,689.

**Long-Term Debt.** At the end of the fiscal year, Winn Parish School Board had total bonded debt outstanding, in the form of general obligation bonds, of \$1,485,000. Winn Parish School Board long-term debt's standing is in excellent condition.

### **Economic Factors and Next Year's Budgets**

The 2020-2021 school year saw the school system continue to face the challenges of the Covid-19 Pandemic and recovery from the storms of 2019-20. The Winn Parish School Board has experienced changes in its instructional focus, necessitated by continued response to the governor's mandated order in an attempt to slow the spread of the COVID 19 virus, which resulted in a major upsurge in virtual instruction. Virtual instruction has created more expenditures because of the need for more electronic devices and materials. Additionally, in an attempt to follow the Center for Disease Control, the Louisiana Department of Health, and the Louisiana Department of Education guidelines for COVID 19, the district has expended large amounts of financial resources on sanitation supplies, personal protections materials, and other items for the safety and protection of all students and staff. The district is experiencing the task of blending local revenues, state revenues, and Federal CARES Act grants to fund the increased expenses of COVID 19. The COVID 19 pandemic continues to present many new and different challenges this year.

The Winn Parish Schools' financial plan for this upcoming year is underway. As we prepare this budget, we are considering many factors that will affect us not only this year, but for the next three to five years.

Winn Parish School Board  
Management's Discussion and Analysis  
Fiscal Year Ended June 30, 2021

One of our greatest concerns is our low fund balance. As of June 30, 2021, the total fund balance in our General Fund is \$5,626,342. Of this amount, \$2,300,998 is set aside for specific purposes and \$3,325,344 is unassigned. Our average monthly expenditures total \$1,344,597. We only have enough fund balance to cover about four months' expenditures. Although our fund balance has shown a modest increase over the past few years, our goal is to accrue a fund balance to support six months' expenditures. It is believed that increases in the Winn Parish School Board's low fund balance will only be made possible through normal increases in ad valorem taxes and increases in revenues from local and state sources. This proposition of revenue increase does not seem promising. To accommodate funding decreases, the Winn Parish School Board has closely monitored its total employee numbers and has limited its expenditures in many areas over recent years. Additionally, factors such as modest increases in local and state funding and lower restricted grants-in-aid have placed increased demands on MFP and have limited the increase in fund balances.

Another great concern is our declining enrollment. October 1, 2021, enrollment revealed a 1.7% decline in enrollment from October 1, 2020. October 1, 2021 enrollment showed a much smaller decline in enrollment than in previous years, but a decline, nonetheless. Data trends show a definite steady decline in student population for Winn Parish. This decline is of paramount concern due to the direct effect on the MFP allocation. There are no private schools in Winn and homeschooling has remained constant for several years. Consequently, the enrollment decline is due primarily to students leaving Winn Parish. An upswing in Winn Parish's economy to attract families is of great need in our district.

The implementations of GASB 75 and GASB 68 is also a concern. According to these statements, each year we will have to record a liability related to the postretirement benefits that have been earned by our employees, as well as reporting our net pension liability. Due to our current financial position, we are not able to adequately fund this liability. Therefore, the amount of this liability will continually increase, which will cause our net assets to continually decrease.

As with most districts across the nation, the economy in Winn Parish is really struggling. Our unemployment rate is high, which means our discretionary income is very limited. We have a transient populous and our student enrollment has been steadily declining, which has a negative effect on our Minimum Foundation Program funding. This year, our local ad valorem tax revenue remained steady, and our local sales tax revenue showed a slight increase over the previous year. Also, our portion of the National Forest Receipts under the provisions of IAW Title 16 United States Code, Section 500, **decreased by 6.34% this year.**

While our unrestricted revenues continue to decrease, several of our major expenditures are increasing. Inflation causes increases in all areas, such as textbooks, office supplies, fuel, food costs, classroom materials, software, and equipment. Current levels of inflation are an extreme concern.

In addition to many unfunded educational mandates, the technology demands are increasing tremendously. The Louisiana Department of Education is continually demanding additional reporting, as well as more accountability. These demands normally require changes to software in order to comply with the reporting requirements. Additionally, current accountability policies include such things as end-of-course testing, ACT, WorkKeys, AP, CLEP, and other mandated tests, which requires each student to test on a computer, or in an up-to-date computer lab. Along with these changes comes the need for more technical support, which will lead to the need for additional computer technicians. The normal maintenance caused by use of the technology equipment, and the need to keep our equipment and software updated and current, has greatly increased the cost of this necessary entity. There is also a push from the Department of Education to purchase textbooks that are electronic. The cost of e-books, along with the necessary technology, will also present increased costs of teaching and learning. We are required to comply with these requirements, although these mandates come with no additional funding from the MFP.

Winn Parish School Board  
Management's Discussion and Analysis  
Fiscal Year Ended June 30, 2021

Transportation of students is also a major expenditure. Contract bus drivers are increasingly hard to find, and the cost of purchasing and maintaining a fleet of school buses is very expensive. Fuel prices are increasing at an increasing rate at the current time and inflation has also affected all aspects of the transportation program especially tires, lubricants, spare parts, etc.

Finally, even though we have good physical facilities, normal use is costly to maintain. Much needed roof maintenance has been accomplished with the help of insurance following Hurricane Laura. Much work has been done on the HVAC systems in schools using funds related to COVID-19 response in order to improve ventilation in buildings. It is hoped that maintenance requirements in these areas will be lessened in the near future. However, some of our current buildings were built in the 1920's and have more rigorous building maintenance requirements. These buildings do not have sufficient electrical capacity to meet the increased technology demands and we are continually attempting to address and resolve this problem. To insure the safety and well-being of students, we have installed state-of-the-art security camera systems at all schools, and the maintenance of these systems has created an increased financial demand on our budget.

Our funding comes primarily from the Minimum Foundation Program, local ad valorem taxes, local sales taxes, and various state and federal grants. Our enrollment has been gradually declining over the past several years, which means fewer MFP dollars, as well as fewer grant dollars. Our total taxable assessed values for the parish have shown a slight increase each year, which results in stable, or slightly higher ad valorem tax revenue.

During the 2021-22 school year we plan to focus on the concerns mentioned above and make long-term plans for meeting all mandates. Although many practical concerns relating to the Winn Parish School System's long term financial stability are noted, there is focused effort to plan and adopt a pragmatic budget that truly meets the students' academic needs as well as the smooth operation of the Winn Parish educational system. Optimism prevails as positive support from the Winn Parish School Board members and Winn Parish community is ongoing as efforts are being made to prudently make decisions regarding the financial future of the Winn Parish School System.

### **Requests for Information**

This financial report is designed to be a summary of the Winn Parish School Board's finances. If you have any questions regarding this report or wish to receive any additional information, a request can be made in writing to Tami Austin, Business Manager, Winn Parish School Board, P. O. Box 430, Winnfield, Louisiana 71483.

## **BASIC FINANCIAL STATEMENTS**

**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS (GWFS)**



WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Statement of Net Position  
Governmental Activities  
June 30, 2021

ASSETS

Cash and interest-bearing deposits	\$ 10,660,659
Receivables	511,029
Due from other governmental agencies	2,482,024
Inventory	34,224
Capital assets:	
Non-depreciable	1,531,220
Depreciable, net	<u>10,001,694</u>
Total assets	<u>25,220,850</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows of resources - pension	7,370,970
Deferred outflows of resources - OPEB	<u>2,119,866</u>
Total deferred outflows of resources	<u>9,490,836</u>

LIABILITIES

Accounts, salaries and other payables	5,079,745
Unearned revenue	139,383
Interest payable	15,335
Long-term liabilities:	
Due within one year	399,632
Due in more than one year	1,883,952
Other post employment benefits payable	54,459,835
Net pension liability	<u>26,687,278</u>
Total liabilities	<u>88,665,160</u>

DEFERRED INFLOWS OF RESOURCES

Deferred inflows of resources - pension	2,169,135
Deferred inflows of resources - OPEB	<u>1,018,093</u>
Total deferred inflows of resources	<u>3,187,228</u>

NET POSITION

Net investment in capital assets	10,047,914
Restricted for:	
Debt service	289,626
Capital projects	223,680
Tax dedications	1,090,524
Other	1,271,380
Unrestricted	<u>(70,063,826)</u>
Total net position	<u>\$ (57,140,702)</u>

The accompanying notes are an integral part of the basic financial statements.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Statement of Activities  
For the year ended June 30, 2021

Functions/Programs	Expenses	Program Revenues		Capital Grants and Contributions	Net (Expense)
		Charges for Services	Operating Grants and Contributions		Revenue and Changes in Net Position
Governmental activities:					
Instruction:					
Regular programs	\$ 9,805,500	\$ -	\$ 892,247	\$ -	\$ (8,913,253)
Special education programs	2,728,125	-	1,154,501	-	(1,573,624)
Vocational education programs	1,181,406	-	58,560	-	(1,122,846)
Other instructional programs	1,223,628	-	289,253	-	(934,375)
Special programs	1,372,709	-	1,050,819	-	(321,890)
Adult and continuing education programs	4,051	-	-	-	(4,051)
Support services:					
Pupil support services	1,301,162	-	159,157	-	(1,142,005)
Instructional staff support services	1,634,068	-	400,490	-	(1,233,578)
General administration	665,603	-	11,607	-	(653,996)
School administration	1,838,248	-	97,455	-	(1,740,793)
Business services	384,787	-	9,530	-	(375,257)
Operation and maintenance of plant services	3,238,478	-	313,206	-	(2,925,272)
Student transportation services	1,427,684	-	51,743	-	(1,375,941)
Central services	4,456	-	-	-	(4,456)
Non-instructional service:					
Food services	2,161,305	10,007	1,496,366	-	(654,932)
Community service programs	15,120	-	-	-	(15,120)
Facilities acquisition and construction	1,546,972	-	-	282,082	(1,264,890)
Interest on long-term debt	56,157	-	-	-	(56,157)
Total governmental activities	<u>\$ 30,589,459</u>	<u>\$ 10,007</u>	<u>\$ 5,984,934</u>	<u>\$ 282,082</u>	<u>(24,312,436)</u>
Taxes:					
Ad valorem taxes, levied for general purposes					1,854,383
Ad valorem taxes, levied for debt service					505,406
Sales and use taxes, levied for special purposes					4,266,876
State revenue sharing					69,286
Grants and contributions not restricted to specific programs:					
State source - Minimum Foundation Program					14,264,672
State source - PIPS					15,983
Federal revenue in lieu of taxes					144,027
Other					8,098
Interest and investment earnings					19,420
Miscellaneous					1,119,869
Insurance proceeds					1,504,225
Nonemployer pension contributions					94,478
Proceeds from the sale of assets					3,960
Total general revenues					<u>23,870,683</u>
Change in net position					(441,753)
Net position - beginning, as restated					<u>(56,698,949)</u>
Net position - ending					\$ (57,140,702)

The accompanying notes are an integral part of the basic financial statements.

**FUND FINANCIAL STATEMENTS (FFS)**

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Balance Sheet  
Governmental Funds  
June 30, 2021

	General Fund	1969 Sales Tax	1994 Sales Tax	Other Governmental	Total
<b>ASSETS</b>					
Cash and interest-bearing deposits	\$ 6,745,303	\$ 865,115	\$ 1,470,902	\$ 1,579,339	\$ 10,660,659
Receivables	70,971	218,029	218,029	4,000	511,029
Due from other governmental agencies	39,931	-	-	2,442,093	2,482,024
Due from other funds	1,822,282	-	-	-	1,822,282
Inventory	-	-	-	34,224	34,224
Total assets	<u>\$ 8,678,487</u>	<u>\$ 1,083,144</u>	<u>\$ 1,688,931</u>	<u>\$ 4,059,656</u>	<u>\$ 15,510,218</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 112,266	\$ -	\$ -	\$ 16,746	\$ 129,012
Accrued salaries and related benefits	2,905,461	749,528	816,436	468,686	4,940,111
Other liabilities	10,622	-	-	-	10,622
Due to other funds	-	-	-	1,822,282	1,822,282
Unearned revenue	23,796	115,587	-	-	139,383
Total liabilities	<u>3,052,145</u>	<u>865,115</u>	<u>816,436</u>	<u>2,307,714</u>	<u>7,041,410</u>
Fund balances:					
Non-spendable	-	-	-	34,224	34,224
Restricted	50,998	218,029	872,495	1,749,023	2,890,545
Committed	750,000	-	-	-	750,000
Assigned	1,500,000	-	-	16,334	1,516,334
Unassigned	3,325,344	-	-	(47,639)	3,277,705
Total fund balances	<u>5,626,342</u>	<u>218,029</u>	<u>872,495</u>	<u>1,751,942</u>	<u>8,468,808</u>
Total liabilities and fund balances	<u>\$ 8,678,487</u>	<u>\$ 1,083,144</u>	<u>\$ 1,688,931</u>	<u>\$ 4,059,656</u>	<u>\$ 15,510,218</u>

The accompanying notes are an integral part of the basic financial statements.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

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

Total fund balances for governmental funds		\$ 8,468,808
Capital assets, net		11,532,914
Long-term liabilities:		
Accrued interest payable	\$ (15,335)	
Bonds payable	(1,485,000)	
Compensated absences payable	<u>(798,584)</u>	(2,298,919)
Pension:		
Net pension liability	(26,687,278)	
Deferred inflows of resources related to net pension liability	(2,169,135)	
Deferred outflows of resources related to net pension liability	<u>7,370,970</u>	(21,485,443)
Other Post Employment Benefits (OPEB):		
Net OPEB obligation payable	(54,459,835)	
Deferred inflows of resources related to net OPEB liability	(1,018,093)	
Deferred outflows of resources related to net OPEB liability	<u>2,119,866</u>	<u>(53,358,062)</u>
Net position		<u>\$ (57,140,702)</u>

The accompanying notes are an integral part of the basic financial statements.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Governmental Funds  
Statement of Revenues, Expenditures and Changes in Fund Balances  
For the year ended June 30, 2021

	General	1969 Sales Tax	1994 Sales Tax	Other Governmental	Totals
Revenues					
Local sources:					
Ad valorem taxes	\$ 1,025,091	\$ -	\$ -	\$ 1,334,698	\$ 2,359,789
Sales taxes	-	2,133,437	2,133,439	-	4,266,876
Interest	14,921	1,239	1,705	1,555	19,420
Other	226,729	89,963	89,963	675,214	1,081,869
Total local sources	1,266,741	2,224,639	2,225,107	2,011,467	7,727,954
State sources	14,198,138	-	-	574,297	14,772,435
Federal sources	144,027	-	-	5,852,620	5,996,647
Other sources	-	-	-	48,007	48,007
Total revenues	15,608,906	2,224,639	2,225,107	8,486,391	28,545,043
Expenditures					
Current:					
Instruction -					
Regular programs	6,347,030	997,285	983,412	892,254	9,219,981
Special education programs	1,665,468	262,889	224,947	482,189	2,635,493
Vocational education programs	915,107	105,229	77,705	58,560	1,156,601
Other instructional programs	216,393	-	-	974,090	1,190,483
Special programs	67,420	62,833	118,183	1,077,508	1,325,944
Adult and continuing education programs	4,051	-	-	-	4,051
Support services -					
Pupil support services	883,428	121,544	87,630	159,157	1,251,759
Instructional staff support services	986,657	90,884	66,155	438,656	1,582,352
General administration	430,252	66,386	51,672	66,361	614,671
School administration	1,357,969	173,117	123,082	97,455	1,751,623
Business services	293,661	31,271	19,636	24,054	368,622
Operation and maintenance of plant services	1,530,613	106,686	111,646	1,421,259	3,170,204
Student transportation services	1,324,013	80,330	84,662	57,372	1,546,377
Central services	4,456	-	-	-	4,456
Non-instructional services -					
Food services	93,530	103,875	110,404	1,807,600	2,115,409
Community service programs	15,120	-	-	-	15,120
Facilities acquisition and construction	-	-	-	1,078,442	1,078,442
Debt service:					
Principal retirement	-	-	-	470,000	470,000
Interest and fiscal charges	-	-	-	60,733	60,733
Total expenditures	16,135,168	2,202,329	2,059,134	9,165,690	29,562,321
Excess (deficiency) of revenues over expenditures	(526,262)	22,310	165,973	(679,299)	(1,017,278)
Other financing sources (uses):					
Proceeds from sale of assets	3,960	-	-	-	3,960
Proceeds from insurance	-	-	-	1,504,225	1,504,225
Transfers in	608,557	-	-	-	608,557
Transfers out	-	-	-	(608,557)	(608,557)
Total other financing sources (uses)	612,517	-	-	895,668	1,508,185
Net change in fund balances	86,255	22,310	165,973	216,369	490,907
Fund balances, beginning, as restated	5,540,087	195,719	706,522	1,535,573	7,977,901
Fund balances, ending	\$ 5,626,342	\$ 218,029	\$ 872,495	\$ 1,751,942	\$ 8,468,808

The accompanying notes are an integral part of the basic financial statements.



WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
For the year ended June 30, 2021

Total net change in fund balances per Statement of Revenues, Expenditures and Changes in Fund Balances		\$ 490,907
Capital outlay	\$ 185,228	
Depreciation expense	<u>(548,505)</u>	(363,277)
Bond principal retirement		470,000
Change in compensated absences		22,267
Change in net OPEB obligation		(1,632,338)
Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis		4,576
Effect of disposition of asset		(261,412)
Nonemployer pension contributions		94,478
Change in pension expense		<u>733,046</u>
Total change in net position per Statement of Activities		<u>\$ (441,753)</u>

The accompanying notes are an integral part of the basic financial statements.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Statement of Fiduciary Net Position  
June 30, 2021

ASSETS

Cash and cash equivalents	\$ -
---------------------------	------

LIABILITIES

Net position held for others	\$ -
------------------------------	------

The accompanying notes are an integral part of the basic financial statements.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Statement of Changes in Fiduciary Net Position  
June 30, 2021

Additions:	
Tax collections	\$ 5,804,149
Deductions:	
Tax disbursements	<u>5,804,149</u>
Change in net position held for others	-
Net position, beginning as restated	-
Net position, ending	<u>\$ -</u>

The accompanying notes are an integral part of the basic financial statements.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the Winn Parish School Board (School Board) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

A. Financial Reporting Entity

The School Board was created by Louisiana Revised Statute (LSA-R.S.) 17:51 to provide public education for the children within Winn 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 for terms of four years.

The School Board operates six schools within the parish with a total enrollment of approximately 2,000 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

For financial reporting purposes, the School Board is considered a separate financial reporting entity, 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.

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net position and the statement of activities display information about the School Board, the primary government, as a whole. They include all funds of the reporting entity, which are considered to be governmental activities.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the School Board's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

The statement of activities presents a comparison between direct expenses and program revenues for each function of the School Board's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements

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 separate set of self-balancing 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. Fund financial statements report detailed information about the School Board.

The various funds of the School Board are classified into two categories: governmental and fiduciary. The emphasis on fund financial statements is on major funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the School Board or meets the following criteria:

- a. Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The School Board reports the following major governmental funds:

The General Fund is the general operating fund of the School Board. It accounts for all financial resources except those required to be accounted for in other funds.

The 1969 Sales Tax Fund accounts for the collection and expenditure of a one percent parishwide sales tax approved on May 29, 1969. The net revenues from the taxes, after payment of necessary costs and expenses of collecting the taxes, are dedicated for the salaries of teachers and other personnel of the school board.

The 1994 Sales Tax Fund accounts for the collection and expenditure of a one percent parishwide sales tax approved on November 13, 1993. The net revenues from the taxes, after payment of necessary costs and expenses of collecting the taxes, are dedicated for the salaries of teachers and other personnel of the school board and for providing instructional materials for schools within the parish.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

Additionally, the School Board reports the following fund types:

Special Revenue Funds

Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. These funds account for the revenues and expenditures related to federal, state and local grant and entitlement programs.

Debt Service Funds

Debt service funds, established to meet requirements of bond ordinances, are used to account for the accumulation of resources for and the payment of general long-term debt principal, interest, and related costs.

Capital projects funds

Capital projects funds are used to account for financial resources to be used to acquire, construct, or improve capital facilities not reported in other governmental funds.

Fiduciary Funds

The fiduciary fund of the School Board is considered a custodial fund and accounts for assets held by the government in a trustee capacity or as an agent on behalf of other funds within the School Board.

The more significant of the Winn Parish School Board's accounting policies are described below.

C. Measurement Focus/Basis of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide statement of net position and the statement of activities, the governmental activities are presented using the economic resources measurement focus. In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.



WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

Basis of Accounting

In the government-wide statement of net position and statement of activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gain, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*.

Program revenues

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the School Board's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the School Board's general revenues.

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. Indirect expenses of other functions are not allocated to those functions, but are reported separately in the Statement of Activities. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means being collectible within the current period or within 60 days after year-end. Expenditures (including facilities acquisition and construction) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due. 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. Ad valorem taxes are assessed on a calendar year basis and attach as an enforceable lien and become due and payable on the date the tax rolls are filed with the recorder of mortgages. State law requires that the tax roll be filed on or before November 15 of each year. Ad valorem taxes become delinquent if not paid by December 31. The taxes are normally collected in December, January, and February of the current year.

Ad-valorem taxes are based on assessed values determined by the Assessor of Winn Parish and are collected by the Sheriff. The taxes are remitted to the School Board net of deductions for Pension Fund contributions.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

Federal and State entitlements (which include state equalization and state revenue sharing) are recorded when available and measurable. State equalization entitlement funds are recognized when the School Board is entitled to them. State revenue sharing, which is based on population and homesteads in the parish, is recorded as revenue in lieu of taxes in the year received which coincides with the recognition of the related ad valorem taxes discussed above. Federal and State grants are recorded when the School Board is entitled to the funds, usually after reimbursable expenditures have been incurred. Federal commodities are recognized as revenues when used.

Sales taxes are recognized in the period when the underlying sales or use transaction occurred. Revenue from services provided to other local governments are recorded as other revenues from local sources when the School Board is entitled to the funds. Interest earnings on time deposits are recognized as revenue when the time deposits have matured and the interest is available. Substantially all other revenues are recognized when received by the School Board.

Based on the above criteria, sales taxes, federal and state grants, and certain revenues from local sources have been treated as susceptible to accrual.

Expenditures

Salaries are recorded as expenditures when earned by employees. The salaries for teachers and most other school-level employees are earned over a nine-month period but may be paid over a twelve-month period. Purchases of various operating supplies, etc. are recorded as expenditures in the accounting period in which they are purchased. Food costs are recognized as expenditures in the accounting period in which the food is consumed.

Commitments under construction contracts are recognized when earned by the contractor. 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, proceeds from indebtedness, the sale of fixed assets, and proceeds for insurance are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Unearned Revenues

Unearned revenues include amounts for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The School Board reports unearned revenue when grant funds are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the School Board has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and the revenue is recognized.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

Recognition of revenue from ad valorem and sales tax collections have been delayed in instances where the School Board has been advised by the tax collecting authority that certain amounts have been paid in protest. Recognition of revenue from minor federal and state grant advances has been delayed to the next fiscal year to allow proper matching of revenues and expenditures.

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Equity

Cash and Interest-Bearing Deposits

Cash and interest-bearing deposits include all demand deposits, interest-bearing demand deposits, and time deposits of the School Board.

Receivables

Receivables are charged against income as they become uncollectible. In the opinion of management, all accounts at year-end were considered collectible, and an allowance for doubtful account was not considered necessary.

Short-Term – Interfund Receivables/Payables

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

Inventory

Inventory is accounted for using the consumption method, where expenditures are recognized as inventory is used. Inventory of the School Lunch Fund consists of foods purchased by the School Board and commodities granted by the United States Department of Agriculture (USDA) through the Louisiana Department of Agriculture and Forestry. Commodities are recorded as revenues, based on value information from the USDA, when received. All purchased inventory items are valued at actual cost. Inventory is recorded as expenditures when consumed, using a first-in, first-out basis.

Prepaid Expenses

Expenses paid during the current fiscal year that benefit the next fiscal year are recorded as prepaid expenses.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

Capital Assets

In the Government-Wide Financial Statements capital assets are capitalized and depreciated on a straight line method over their estimated useful lives. The School Board has adopted a capitalization threshold of \$5,000 for reporting purposes. All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. A breakdown of the asset valuation between actual and estimated cost is not available. Donated capital assets, if any, are valued at their estimated fair market value on the date received. Estimation of useful lives in years is as follows:

Buildings and building improvements	20-40 years
Furniture and equipment	5-20 years
Vehicles	5-15 years

Expenditures that extend the useful lives of capital assets beyond their initial estimated useful lives or improve their efficiency or capacity are capitalized, whereas expenditures for repairs and maintenance are expensed. Interest costs on debt used to finance the construction of assets are not capitalized.

In the Fund Financial Statements capital assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds.

No provision is made for depreciation on capital assets in the Fund Financial Statements since the full cost is expensed at the time of purchase or construction.

Compensated Absences

Vested or accumulated sick or vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. This includes payments that come due before the end of the reporting period upon the occurrence of employee resignation, retirement, or death that will be paid during the first month of the following year. Vested or accumulated leave that is not expected to be liquidated with expendable available financial resources is not reported in the Fund Financial Statements. The full liability and related costs are reported in the Government-Wide Financial Statements.

All twelve month employees earn from 5 to 15 days of vacation leave each year, depending upon length of service with the School Board. Vacation leave can be accumulated with a 30 day maximum. Upon separation from service, all unused vacation leave is paid to the employee.

All School Board employees earn 10-18 days of sick leave depending on contract days each year and can be accumulated without limitation. Upon retirement or death, employees or their heirs are paid for up to 25 days of accumulated sick leave at the employee's current rate of pay. The estimated liability for vested sick leave benefits is considered long-term and is not recorded in the Fund Financial Statements. The estimated liability includes required salary-

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

related payments. Under the Louisiana Teachers Retirement System, all accumulated sick leave, including the 25 days paid, is used in the retirement benefit computation as earned service for leave earned prior to July 1, 1988. For sick leave earned after July 1, 1988, under the Louisiana Teachers' Retirement System and for sick leave earned under the Louisiana School Employees' Retirement System, all accumulated sick leave, excluding the 25 days paid to the employee, is used in the retirement benefit computation as earned service.

Sabbatical leave may be granted for professional and cultural improvement and for medical reasons. Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Professional and cultural improvement sabbaticals are restricted in nature as a condition of the leave and, therefore, are considered only a change in the types of services being rendered and not subject to accrual. Medical sabbaticals require the use of virtually all sick leave before a sabbatical can be taken and are not material. Sabbatical leave benefits are recorded as expenditures in the period paid.

#### Long-term liabilities

The accounting treatment of long-term liabilities depends on whether the assets are used in governmental fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term liabilities to be repaid from governmental resources are reported as liabilities in the government-wide statements. The long-term liabilities consist primarily of bonds payable, accrued compensated absences, pension liabilities and other post-retirement benefits.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources net of the applicable premium or discount and payment of principal and interest reported as expenditures. For fund financial reporting, issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

#### Deferred Outflows of Resources and Deferred 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 or fund balance that applies to a future period(s) and thus, will not be recognized as an outflow of resources (expense/expenditure) until then.

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 or fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

Equity Classifications

In the government-wide statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. At June 30, 2021, the School Board reported \$1,090,524 of restricted net position, which is restricted by enabling legislation.
- c. Unrestricted net position – Net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in either of the other two categories of net position.

In the fund financial statements, fund balances are classified as follows in the governmental fund financial statements.

*Nonspendable* – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

*Restricted* – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

*Committed* – amounts that can be used only for specific purposes determined by a formal action of the School Board members. The Board is the highest level of decision-making authority for the School Board office. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by Board members.

*Assigned* – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the School Board's adopted policy, only Board members or the Board's finance committee may assign amounts for specific purposes.

*Unassigned* – all other spendable amounts.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

As of June 30, 2021, fund balances components other than unassigned fund balances consist of the following:

	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
General Fund				
Band reserve	\$ -	\$ 581	\$ -	\$ -
Liability insurance	-	-	500,000	-
Worker compensation	-	-	250,000	-
Future expenditures	-	-	-	1,500,000
Other	-	50,417	-	-
1969 Sales Tax				
Salaries and benefits	-	218,029	-	-
1994 Sales Tax				
Salaries and supplies	-	872,495	-	-
Nonmajor funds				
Capital projects	-	223,680	-	-
Debt service	-	304,961	-	-
Food service	-	-	-	16,334
School maintenance	-	591,407	-	-
Books and improvements	-	131,472	-	-
School activities	-	394,762	-	-
Inventory	34,224	-	-	-
Other	-	102,741	-	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total	<u>\$ 34,224</u>	<u>\$ 2,890,545</u>	<u>\$ 750,000</u>	<u>\$ 1,516,334</u>

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the School Board considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the School Board considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless Board members or the finance committee has provided otherwise in its commitment or assignment actions.

E. Interfund Transfers

In the governmental funds, transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions are reported as transfers.



WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

F. Sales Tax

On May 29, 1969, the voters of Winn Parish approved for an indefinite period the assessment of a one percent sales tax. On November 13, 1993, the voters of Winn Parish approved for an indefinite period an additional one percent sales tax. The taxes are collected by the school board. The net revenues from the taxes, after payment of necessary costs and expenses of collecting the taxes, are dedicated for the salaries of teachers and other personnel of the schools board and for providing instructional materials for the schools within the parish.

G. 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 at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

H. Pensions

The net pension liability, deferred outflows of resources, and deferred inflows of resources related to pensions, and pension expense, has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. Non-employer contributions are recognized as revenues in the government-wide and proprietary fund financial statements. In the governmental fund financial statements contributions are recognized as expenditures when due.

I. Postemployment Benefits Other than Pensions (OPEB)

The net OPEB liability, deferred outflows of resources, and deferred inflows of resources related to OPEB, and OPEB expense, has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. In the governmental fund financial statements contributions are recognized as expenditures when due.

(2) Cash and Interest-Bearing Deposits

Under state law, the School Board may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The School Board may invest in direct obligations of the United States government, bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies and/or the United States government, and time certificates of deposit of state banks organized under Louisiana law and national banks having principal offices in Louisiana.

These deposits are stated at cost, which approximates market. Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the School Board's deposits may not be recovered or will not be able to recover the collateral securities that are in the possession of an outside party. The School Board does not have a policy for custodial credit risk; however, under state



WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

Bank balances	<u>\$ 12,184,960</u>
Federal Deposit Insurance	\$ 886,402
Uninsured and collateral held by the pledging bank not in the School Board's name	<u>11,298,558</u>
Total	<u>\$ 12,184,960</u>

(3) Interfund Assets, Interfund Liabilities, and Operating Transfers

A) Individual balances due from/to other funds are as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Major funds:		
General Fund	\$ 1,822,282	\$ -
Nonmajor funds	<u>-</u>	<u>1,822,282</u>
Total	<u>\$ 1,822,282</u>	<u>\$ 1,822,282</u>

Balances at June 30, 2021, resulted from the routine lag between the dates that interfund goods or services are provided and reimbursable expenditures occur. Transactions are recorded in the accounting system, and payments between funds are made to satisfy the balances.

B) Transfers consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major funds:		
General Fund	\$ 608,557	\$ -
Nonmajor funds	<u>-</u>	<u>608,557</u>
Total	<u>\$ 608,557</u>	<u>\$ 608,557</u>

Transfers are used to 1) move revenues from the fund required by statute, voter-approved resolution or budget to collect them to the fund required by statute or budget to expend them, and 2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

(4) Capital Assets

Capital asset activity was as follows:

	<u>Beginning</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending</u>
Capital assets not being depreciated:				
Land	\$ 1,556,220	\$ -	\$ 25,000	\$ 1,531,220
Other capital assets:				
Buildings and improvements	26,006,237	-	988,333	25,017,904
Furniture and equipment	997,895	5,999	39,250	964,644
Vehicles	<u>588,670</u>	<u>179,229</u>	<u>207,081</u>	<u>560,818</u>
Total	<u>29,149,022</u>	<u>185,228</u>	<u>1,259,664</u>	<u>28,074,586</u>
Less accumulated depreciation:				
Buildings and improvements	15,678,290	484,868	751,921	15,411,237
Furniture and equipment	912,059	21,449	39,250	894,258
Vehicles	<u>401,070</u>	<u>42,188</u>	<u>207,081</u>	<u>236,177</u>
Total	<u>16,991,419</u>	<u>548,505</u>	<u>998,252</u>	<u>16,541,672</u>
Net capital assets	<u>\$ 12,157,603</u>	<u>\$ (363,277)</u>	<u>\$ 261,412</u>	<u>\$ 11,532,914</u>

Depreciation expense was charged to functions as follows:

Regular programs	\$ 48
Vocational education programs	3,869
Other instructional programs	8,065
Special programs	120
Instructional staff support services	1,171
Operation and maintenance of plant services	19,579
Student transportation services	42,188
Food services	4,935
Facility acquisition and construction	<u>468,530</u>
 Total depreciation expense	 <u>\$ 548,505</u>

(5) Sales and Use Tax

On the School Board is authorized to collect within the parish two one percent sales and use tax. The proceeds of the tax are dedicated to supplement salaries of teachers and/or the expenditures of operating the schools, including salaries of other personnel.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

Effective August 1, 1969, the School Board was appointed the central sales tax collecting agency for all taxing bodies within Winn Parish. The following is a summary of taxes that the School Board has the responsibility of collecting:

Taxing Bodies	Rate	Total Collections	Collection Cost	Net Distribution
Winn Parish Police Jury	1.50%	\$ 3,166,839	\$ 95,005	\$ 3,071,834
City of Winnfield	1.50%	1,712,728	51,382	1,661,346
Law Enforcement District	0.50%	1,056,169	31,685	1,024,484
Village of Dodson	1.00%	48,045	1,560	46,485
Winn Parish School Board	2.00%	4,266,876	-	4,266,876
Total		<u>\$ 10,250,657</u>	<u>\$ 179,632</u>	<u>\$ 10,071,025</u>

(6) Long-Term Liabilities

General Obligation Debts

On August 1, 2005, the School Board issued \$4,925,000 General Obligation School Bonds, Series 2005, due in annual installments of \$175,000 to \$400,000 through maturity on March 1, 2025. Interest payments are due semi-annually and are assessed from 0.10% to 4.55%. The bonds were issued for the construction/improvement of schools within the school boards control and were to be repaid by ad valorem taxes. Events of default are outlined in the official statement of the Series 2005 bond and include failure to remit payments timely. In addition, failure to observe or perform any other agreement contained in the official statement that is not remedied within 45 days of receiving written notice will be considered a default. The sole remedy in the event of fault under the certificate shall be an action to compel performance.

Changes in General Long-Term Liabilities

	Beginning	Additions	Reductions	Ending	Due Within One Year
Direct obligation					
General Obligation					
Bonds Series 2001	\$ 140,000	\$ -	\$ 140,000	\$ -	\$ -
General Obligation					
Bonds Series 2005	1,815,000	-	330,000	1,485,000	345,000
Compensated absences	820,851	567,909	590,176	798,584	54,632
	<u>\$ 2,775,851</u>	<u>\$ 567,909</u>	<u>\$ 1,060,176</u>	<u>\$ 2,283,584</u>	<u>\$ 399,632</u>

The amount of interest charged to expense for year end June 30, 2021 is \$ 56,157.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

Compensated absences typically have been liquidated by the General Fund and a few other governmental funds.

The annual requirement to amortize outstanding long-term debt is as follows:

<u>Year Ending</u> <u>June 30,</u>	<u>Principal</u> <u>payments</u>	<u>Interest</u> <u>payments</u>	<u>Total</u>
2022	\$ 345,000	\$ 46,638	\$ 391,638
2023	360,000	37,150	397,150
2024	380,000	26,350	406,350
2025	400,000	14,000	414,000
Totals	<u>\$ 1,485,000</u>	<u>\$ 124,138</u>	<u>\$ 1,609,138</u>

(7) Retirement Systems

Eligible employees of the School Board participate in one of several cost sharing multiple-employer public retirement systems (PERS) which are controlled and administered by a separate board of trustees. These retirement systems provide retirement, disability and death benefits to plan members and their beneficiaries. Pertinent information relative to each plan follows:

A) Teachers' Retirement System of Louisiana (TRLS)

For purposes of 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 Teachers' Retirement System of Louisiana (TRSL) and additions to/deductions from TRSL's fiduciary net position have been determined on the same basis as they are reported by TRSL. 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. The following is a description of the plan and its benefits and is provided for general informational purposes only.

Plan Description: TRSL was established for the purpose of providing retirement allowances and other benefits as stated under the provisions of Louisiana law, for eligible teachers, employees, and their beneficiaries. The projection of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through the System in accordance with the benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date. TRSL issues a publicly available financial report that can be obtained at [www.trsl.org](http://www.trsl.org).

Benefits Provided: TRSL provides retirement, deferred retirement option (DROP), disability, and survivor's benefits.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

Normal retirement: Regular Plan – 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 age sixty-two with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. Members hired between January 1, 2011 and June 30, 2015 may retire with a 2.5% benefit factor after attaining age sixty with at least 5 years of service credit and are eligible for an actuarially reduced benefit with 20 years of service at any age. Members hired between July 1, 1999 and December 31, 2010, are eligible for a 2.5% benefit factor at the earliest of age 60 with 5 years of service, age 55 with 25 years of service, or at any age with 30 years of service. Members may retire with an actuarially reduced benefit with 20 years of service at any age. If hired before July 1, 1999, members are eligible for a 2% benefit factor at the earliest of age 60 with 5 years of service, or at any age with 20 years of service and are eligible for a 2.5% benefit factor at the earliest of age 65 with 20 years of service, age 55 with 25 years of service, or at any age with 30 years of service.

Normal retirement: Plan A – Members may retire with a 3.0% annual accrual rate at age 55 with 25 years of service, age 60 with 5 years of service or 30 years of service, regardless of age. Plan A is closed to new entrants.

Normal retirement: Plan B – Members may retire with a 2.0% benefit factor at age 55 with 30 years of service, or age 60 (first employed between January 1, 2011-June 30, 2015) with 5 years of service, or age 62 (first employed after July 1, 2015) with 5 years of service, or an actuarially reduced benefit with 20 years of service at any age.

Benefits Formula: For all plans, retirement benefits are based on a formula which multiplies the final average compensation by the applicable accrual rate, and by the years of credible service. For Regular Plan and Lunch Plan B members whose first employment makes them eligible for membership in a Louisiana state retirement system on or after January 1, 2011, final average compensation is defined as the highest average 60-month period. For all other members, final average compensation is defined as the highest average 36-month period.

Payment options: A retiring member is entitled to receive the maximum benefit payable until the member's death. In lieu of the maximum benefit, the member may elect to receive a reduced benefit payable in the form of a Joint and Survivor Option, or a lump sum that can't exceed 36 months of the member's maximum monthly benefit amount.

Effective July 1, 2009, members may make an irrevocable election at retirement to receive an actuarially reduced benefit which increases 2.5% annually, beginning on the first retirement anniversary date, but not before age 55 or before the retiree would have attained age 55 in the case of a surviving spouse. This option can be chosen in combination with the above options.

Deferred Retirement Option Program (DROP): In lieu of terminating employment and accepting a service retirement, an eligible member can begin participation in the Deferred Retirement Option Program (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

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

maximum participation period. During participation, benefits otherwise payable are fixed, and deposited in an individual DROP account.

Upon termination of DROP, the member can continue employment and earn additional 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.

**Disability Benefits:** Active members whose first employment makes them eligible for membership in a Louisiana state retirement system before January 1, 2011, and who have five or more years of service credit are eligible for disability retirement benefits if certified by the State Medical Disability Board (SMDB) to be disabled from performing their job. All other members must have at least 10 years of service to be eligible for a disability benefit. Calculation of the disability benefit as well as the availability of a minor child benefit is determined by the plan to which the member belongs and the date on which the member's first employment made them eligible for membership in a Louisiana state retirement system.

**Survivor Benefits:** A surviving spouse with minor children of an active member with five years of creditable service (2 years immediately prior to death) or 20 years of creditable service is entitled to a benefit equal to the greater of (a) \$600 per month, or (b) 50% of the member's benefit calculated at the 2.5% accrual rate for all creditable service. When a minor child(ren) is no longer eligible to receive survivor benefits, the spouse's benefit reverts to a survivor benefit in accordance with the provisions for a surviving spouse with no minor child(ren). Benefits for the minor child(ren) cease when he/she is no longer eligible.

Each minor child (maximum of 2) shall receive an amount equal to the greater of (a) 50% of the spouse's benefit, or (b) \$300 (up to 2 eligible children). Benefits to minors cease at attainment of 18, marriage, or age 23 if enrolled in an approved institution of higher education.

A surviving spouse without minor children of an active member with 10 years of creditable service (2 years immediately prior to death) or 20 years of creditable service is entitled to a benefit equal to the greater of (a) \$600 per month, or (b) the option 2 equivalent of the benefit calculated at the 2.5% accrual rate for all creditable service.

**Permanent Benefit Increases/Cost-of-Living Adjustments:** As fully described in Title 11 of the Louisiana Revised Statutes, TRSL allows for the payment of permanent benefit increases, also known as cost-of-living adjustments (COLAs) that are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature.

**Contributions:** The employer contribution rate is established annually under LA R.S. 11:101 – 11:104 by the Public Retirement Systems' Actuarial Committee (PRSAC), taking into consideration the recommendation of the System's actuary. Each sub plan pays a separate actuarially determined employer contribution rate. However, all assets of TRSL are used for the payment of benefits for all classes of members, regardless of their plan. The rates in effect during the fiscal year ended are as follows:

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

TRSL Sub Plan	Contributions	
	Employee	Employer
K-12 Regular Plan	8.0%	25.8%
Higher Ed Regular Plan	8.0%	25.0%
Plan A	9.1%	25.8%
Plan B	5.0%	25.8%

Contributions to the pension plan from the School Board were \$2,964,163.

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 a liability of \$24,354,835 for its proportionate share of the TRSL Net Pension Liability. The Net Pension Liability was measured as of June 30, 2020 and the total pension liability used to calculate the Net Pension Obligation was determined by an actuarial valuation as of that date. The School Board's proportion of the Net Pension Liability was based on a projection of the School Board's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2021, the School Board's proportion was 0.219%, which was a decrease of .015 to its proportion measured for the prior year.

For the year ended June 30, 2021, the School Board recognized pension expense of \$2,233,481.

The School Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experiences	\$ -	\$ 390,949
Changes of assumptions	1,448,871	-
Net difference between projected and actual earnings on pension plan investments	1,880,048	-
Change in proportion and differences between employer contributions and proportionate share of contributions	426,371	1,707,095
Employer contributions subsequent to the measurement date	<u>2,964,163</u>	<u>-</u>
Total	<u>\$ 6,719,453</u>	<u>\$ 2,098,044</u>



WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

\$2,964,163 reported as deferred outflows of resources related to pensions resulting from School Board contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	
2022	\$ (115,134)
2023	\$ 547,886
2024	\$ 744,641
2025	\$ 479,853

Contributions – Proportionate Share: Differences between contributions remitted to the System and the employer's proportionate share are recognized in pension expense using the straight line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with a pension through the pension plan. The resulting deferred inflow/outflow and amortization is not reflected in the Schedule of Pension Amounts by Employer due to differences that could arise between contributions reported by the System and contributions reported by the participating employer.

Actuarial Assumptions: The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service, less the amount of the pension plan's fiduciary net position. A summary of the actuarial methods and assumptions used in determining the total pension liability are as follows:

Actuarial Cost Method: Entry Age Normal

Amortization approach: Closed

Expected Remaining Service Lives: 5 years

Investment Rate of Return: 7.45% per annum

Inflation Rate: 2.3% per annum

Salary Increases: Vary from 3.1% - 4.6% depending upon duration of service

Cost of Living Adjustment: None

Mortality Rates: Active members – RP-2014 White Collar Employee tables, adjusted by 1.010 for males and by 0.997 for females. Non-Disabled retiree/inactive members – RP-2014 White Collar Healthy Annuitant tables, adjusted by 1.366 for males and by 1.189 for females. Disability retiree mortality – RP-2014 Disability tables, adjusted by 1.111 for males and by 1.134 for females. These base tables 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.



WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

Termination and disability: Termination, disability, and retirement assumptions were projected based on a five year (2012-2017) experience study of the System's members.

The long-term expected rate of return on pension 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 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 weighing 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. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	27.0%	4.60%
International equity	19.0%	5.54%
Domestic fixed income	13.0%	0.69%
International fixed income	5.5%	1.50%
Private equity	25.5%	8.62%
Other private assets	10.0%	4.45%

Discount Rate: The discount rate used to measure the total pension liability was 7.45%, a decrease of .10% from the prior year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. 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 period of projected benefit payments to determined the total pension liability.

Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following presents the Employer's proportionate share of the Net Pension Liability calculated using the discount rate, as well as what the Employer's proportionate share of the Net Pension Liability 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 6.45%	Current Discount Rate 7.45%	1.0% Increase 8.45%
Employer's proportionate share of the net pension liability	\$ 31,793,179	\$ 24,354,835	\$ 18,093,196

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

**Support of Non-employer Contributing Entities:** Contributions received by a pension plan from non-employer contributing entities that are not in a special funding situation are recorded as revenue by the respective pension plan. The School Board recognizes revenue in an amount equal to their proportionate share of the total contributions to the pension plan from these non-employer contributing entities. The School Board recognized revenue as a result of support received from non-employer contributing entities of \$94,478 for its participation in TRSL.

**Pension Plan Fiduciary Net Positions:** Detailed information about the pension plan's fiduciary net position is available in the separately issued TRSL Comprehensive Annual Financial Report at [www.trsl.org](http://www.trsl.org).

B) Louisiana School Employees' Retirement System (LSERS)

For purposes of 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 State of Louisiana School Employees' Retirement System (System) and additions to/deductions from the System's fiduciary net position have been determined on the same basis as they are reported by the System. 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. The following is a description of the plan and its benefits and is provided for general information purposes only.

**Plan Description:** Certain employees of the School Board are provided with pensions through a cost-sharing multiple-employer defined benefit plan administered by the State of Louisiana School Employees' Retirement System, a component unit of the State of Louisiana. The System was established and provided for by LA R.S. 11:1001 to provide retirement, disability and survivor benefits to all eligible school bus drivers, school janitors, school custodians, school maintenance employees, school bus aides, or other regular school employees who actually work on a school bus helping with the transportation of school children. LSERS issues a publicly available financial report that can be obtained at [www.lsers.net](http://www.lsers.net).

Membership is mandatory for all persons employed by a Louisiana Parish or City School Board who work more than twenty hours per week or for part-time employees who have ten years of creditable service in the System as a school bus driver, school janitor, school custodian, school maintenance employee, school bus aide or any other regular school employee who actually works on a school bus helping with the transportation of school children. If a person is employed by and is eligible to be a member of more than one public agency within the state, he must be a member of each such retirement system. Members are vested after 10 years of service or 5 years if enrolled after June 30, 2010.

All temporary, seasonal and part-time employees as defined in Federal Regulations 26 CFR 31:3121(b)(7)-2 are not eligible for membership in the System. Any part-time employees who work 20 hours or less per week and who are not vested will be refunded their contributions.

**Benefits Provided:** Benefit provisions are authorized under Louisiana Revised Statutes 11:1141 – 11:1153.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

**Retirement:** 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, 20 years of creditable service regardless of age with an actuarially reduced benefit, or 10 years of creditable service and is at least age 60. A member who joined the system on or after July 1, 2010 is eligible for normal retirement if he has at least 5 years of creditable service and is at least age 60, or 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  $3 \frac{1}{3}\%$  of the average compensation for the three 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,  $3 \frac{1}{3}\%$  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 join the System on or after July 1, 2010,  $2 \frac{1}{2}\%$  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 System 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 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, 20 years of creditable service regardless of age with an actuarially reduced benefit, or 10 years of creditable service and is at least age 60. A member who joined the System on or after July 1, 2010 is eligible for normal retirement if he has at least 5 years of creditable service and is at least age 60, or 20 years of creditable service regardless of age with an actuarially reduced benefit.

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, or 20 years of creditable service regardless of age with an actuarially reduced benefit.

**Deferred Retirement Option Plan:** Members of the System may elect to participate in the Deferred Retirement Option Plan (DROP) and defer the receipt of benefits. The election may be made only one time and the duration is limited to three years. Once an option has been selected, no change is permitted. Upon the effective date of the commencement of participation in the DROP Plan, active membership in the regular retirement plan of the System terminates. Average compensation and creditable service remain as they existed on the effective date of commencement of participation in the System. The monthly retirement benefits, that would have been payable had the person elected to cease employment and receive a service retirement allowance, are paid into the Deferred Retirement Option Plan Fund Account.

The System maintains subaccounts within this account reflecting the credits attributed to each participant in the DROP program. Interest credited and payments from the DROP account are made in accordance with Louisiana Revised Statutes 11:1152(F)(3). Upon termination of

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

participation in both the DROP program and employment, a participant may receive his DROP monies wither in a lump sum payment from the account or systematic disbursements. The System also provides for deferred benefits for vested members who terminate before being eligible for retirement. Once the member reaches the appropriate age for retirement, benefits become payable.

**Disability Benefits:** A member is eligible to retire and receive disability benefits if he has at least five 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 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 ten years of service to qualify for disability benefits.

**Survivor Benefits:** Upon the death of a member with five or more years of creditable service, the System provides benefits for surviving spouses and minor children. Under certain conditions outlined in the status, a spouse is entitled to 75% of the members' benefits.

**Initial Benefit Retirement Plan:** Effective January 1, 1996, the state legislature authorized the System to establish an Initial Benefits Retirement Plan (IBRP) program. IBRP is available to members who have not participated in DROP and who select the maximum benefit, Option 2 benefit, Option 3 benefit or Option 4 benefit. Thereafter, these members are ineligible to participate in the DROP. The IBRP program provides both a one-time single sum payment of up to 36 months of a regular monthly retirement benefit, plus a reduced monthly retirement benefit for life. Interest credited and payments from IBRP account are made in accordance with Louisiana Revised Statutes 11:1152(F)(3).

**Contributions:** Contributions for all participating school boards are actuarially determined as required by Act 81 of 1988 but cannot be less than the rate required by the Constitution. The actuarial required contribution rate was 28.70%. Contributions to the pension plan from the School Board were \$282,482.

**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 a liability of \$2,332,443 for its proportionate share of the System's Net Pension Liability. The Net Pension Liability was measured as of June 30, 2020 and the total pension liability used to calculate the Net Pension Obligation was determined by an actuarial valuation as of that date. The School Board's proportion of the Net Pension Liability was based on a projection of the School Board's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2021, the School Board's proportion was 0.290%, which was a decrease of 0.002% from its proportion measured as of June 30, 2020.

For the year ended June 30, 2021, the School Board recognized pension expense of \$296,729.

At June 30, 2021, the School Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:



WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experiences	\$ -	\$ 57,416
Changes of assumptions	13,900	-
Net difference between projected and actual earnings on pension plan investments	355,135	-
Change in proportion and differences between Employer contributions and proportionate share of contributions	-	13,675
Employer contributions subsequent to the measurement date	<u>282,482</u>	<u>-</u>
Total	<u>\$ 651,517</u>	<u>\$ 71,091</u>

\$282,482 reported as deferred outflows of resources related to pensions resulting from School Board contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	
2022	\$ 16,449
2023	\$ 92,459
2024	\$ 107,826
2025	\$ 81,210

Contributions – Proportionate Share: Differences between contributions remitted to the System and the employer’s proportionate share are recognized in pension expense/(benefit) using the straight line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with a pension through the pension plan. The resulting deferred inflow/outflow and amortization is not reflected in the Schedule of Pension Amounts by Employer due to differences that could arise between contributions reported by the System and contributions reported by the participating employer.

Actuarial Assumptions: The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees’ past periods of service, less the amount of the pension plan’s fiduciary net position. A summary of the actuarial methods and assumptions used in determining the total pension liability:

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

Actuarial Cost Method: Entry Age Normal

Expected Remaining Service Lives: 3 years

Investment Rate of Return: 7.00%, net of investment expense

Inflation Rate: 2.50%

Mortality Rate: Mortality rates were projected based on the RP-2014 Healthy Annuitant Table, RP-2014 Sex Distinct Mortality Table, and RP-2000 Disabled Lives Mortality Table

Salary Increases: 2012 - 2017 experience study, 3.25%

Cost of Living Adjustments: Cost-of-living raises may be granted from the Experience Account provided there are sufficient funds needed to offset the increase in the actuarial liability and the plan has met the criteria and eligibility requirements outline by ACT 399 of 2014.

The long-term expected rate of return on pension plan investments was determined using 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 and an adjustment for the effect of rebalancing/diversification. The resulting long-term arithmetic nominal expected return is 8.38%. The best estimated of geometric real rates of return for each major asset class included in the System's target asset allocation as of June 30, 2021 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Fixed Income	26%	0.92%
Equity	39%	2.82%
Alternatives	23%	1.95%
Real Estate	12%	0.69%
Real Assets	0%	0.00%
Total	100%	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%, which was equivalent to the rate used in the prior year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PERSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the system'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 period of projected benefit payments to determine the total pension liability.

Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following presents the Employer's proportionate share of the Net Pension Liability calculated using the discount rate, as well as what the Employer's proportionate share of the Net Pension Liability 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
	6.00%	7.00%	8.00%
Employee's proportionate share of the net pension liability	\$ 3,055,155	\$ 2,332,443	\$ 1,714,337

Pension Plan Fiduciary Net Positions: Detailed information about the pension plan's fiduciary net position is available in the separately issued stand-alone audit report issued on School Employees' Retirement System financial statements. Access to the audit report can be found on the Office of the Louisiana Legislative Auditor's official website: [www.lla.state.la.us](http://www.lla.state.la.us).

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

From an accrual accounting perspective, the cost of postemployment healthcare benefits should be associated with the periods in which the cost occurs, rather than in the future years when it will be paid. The School Board recognizes the cost of postemployment healthcare in the year when employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the School Board's future cash flows.

Plan Description: The School Board provides certain continuing health care and life insurance benefits for its retired employees. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. The plan is an agent multiple-employer defined benefit health care plan administered by the Louisiana Office of Group Benefits. The plan does not issue a publicly available financial report.

Benefits provided- Medical benefits are provided through a comprehensive medical plan and are made available to employees upon actual retirement. The employees are covered by a retirement system whose retirement eligibility provisions are as follows: Retirement on or after a) attainment of age 60 with 5 years of service; b) attainment of age 55 with 25 years of service; or c) 30 years of service without regard to age.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

The monthly premiums of these benefits for retirees and similar benefits for active employees are paid jointly by the employee (approximately 35 percent) and the School Board (approximately 65 percent). The School Board recognized the cost of providing these benefits (the School Board's portion of premiums) as an expenditure when the monthly premiums are due. The benefits are financed on a pay-as-you-go-basis.

Plan Membership: Plan membership was as follows:

Status	Single	Employee and Dependent Coverage
Active	114	139
Retired	199	86
Total	313	225

Total OPEB Liability

The components of the OPEB liability of the School Board were as follows:

Total OPEB Liability	\$ 54,459,835
OPEB Plan Fiduciary Net Position	<u>-</u>
Net OPEB Liability	<u>\$ 54,459,835</u>

Plan Fiduciary Net Position as a percentage of the Total OPEB Liability	0%
--	----

Actuarial Assumptions and other inputs- The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%
Salary increases	4%
Healthcare cost trend rate	4.50% trend rate
Mortality	RPH-2014 Total Table with Projection MP-2020

The discount rate was selected by reviewing the recent published Bond Pay GO-20 bond index.

The termination rates were developed from the withdrawal assumption used in the TRSL 2020 actuarial valuation report for the Teachers Retirement System of Louisiana ("TRSL") for teacher and school administration participants and for the Louisiana School Employees Retirement System ("LSERS") for all other participants.

The TRSL termination rates are unisex and based on age with a three year select period. The following are representative relates used in this valuation.



WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

Age	Year 0	Year 1	Year 2	Year 3
25	18.00%	13.50%	16.50%	9.00%
35	16.50%	13.00%	9.80%	5.00%
45	15.00%	12.00%	9.00%	4.20%
>55	15.00%	12.00%	9.00%	4.20%

The LSERS termination rates were developed from the assumptions used in the 2020 LSERS actuarial valuation report. These rates are unisex, and service duration based. The following are representative rates used in this valuation.

Service	Rate
5	7%
10	5%
15	2%
20	5%
25	5%
30+	1%

Changes in the Total OPEB Liability

Balance at July 1, 2020	\$ 54,822,486
Changes for the Year	
Service Costs	1,576,307
Interest Cost	1,226,387
Difference between expected and actual experience	(921,107)
Changes in assumptions	(431,886)
Benefit payments	(1,812,352)
Net changes	(362,651)
Balance at June 30, 2021	\$ 54,459,835

Sensitivity of the Net OPEB Liability to the changes in the Discount Rate: The following presents the net OPEB liability of the School Board, as well as what the School Boards total 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 1.16%	Current Discount Rate 2.16%	1.0% Increase 3.16%
Net OPEB Liability	\$ 64,150,453	\$ 54,459,835	\$ 46,825,297

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

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

	1.0% Decrease 3.50%	Current Trend 4.50%	1.0% Increase 5.50%
Net OPEB Liability	\$ 47,219,600	\$ 54,459,835	\$ 63,719,819

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 \$1,632,338. At June 30, 2021, the School Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following resources:

	Governmental Activities	
	Deferred Outflows of Resources	Deferred (Inflows) of Resources
Differences between expected and actual experiences	\$ -	\$ (693,110)
Changes of assumptions/inputs	2,119,866	(324,983)
	<u>\$ 2,119,866</u>	<u>\$ (1,018,093)</u>

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

Year Ending June 30,	
2022	\$ 641,996
2023	\$ 641,966
2024	\$ (168,826)
2025	\$ (13,393)

(9) Litigation and Claims

At June 30, 2021, management and legal counsel for the Winn Parish School Board believe that the potential claims against the School Board would not materially affect the School Board's financial position.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

(10) Risk Management

The School Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; and injuries to employees and others. To handle such risk of loss, the School Board maintains commercial insurance policies covering automobile liability and medical payments, workers compensation, general liability, errors and omissions, and surety bond coverage on the superintendent. No claims were paid on any of the policies during the past three years which exceeded the policies' coverage amounts.

(11) Section 457 Plan

Certain employees of Winn Parish School Board participate in the Louisiana Public Employees Deferred Compensation Plan adopted under the provisions of the Internal Revenue Code 457. Complete disclosures relating to the Plan are included in the separately issued audit report for the Plan, available from the Louisiana Legislative Auditor, Post Office Box 94397, Baton Rouge, Louisiana, 70804-9397.

(12) Commitments and Contingencies

The Winn Parish School Board receives grants for specific purposes that are subject to review and audit by the Louisiana Department of Education. Such audits could result in a request for reimbursement for disallowed costs under the terms of the grant agreements. In the opinion of management, such disallowance, if any, would be insignificant.

(13) On-Behalf Payments

The accompanying financial statements include on-behalf payments made by the Winn Parish Tax Collector for \$70,637 and the State of Louisiana for \$3,278 to the Teacher's Retirement System of Louisiana for employee retirement benefits, as required by GASB Statement No. 24 *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance*. The total amount of \$73,915 is recorded in the accounting system of the Winn Parish School Board.

(14) Leases

The School Board is a party to several separate operating lease agreements with entities to lease certain copier/duplication equipment and certain busses. The term of each lease ranges from thirty six (36) to sixty (60) months beginning on various dates. The lease agreements provide that the School shall pay regular lease payments in as provided for in the separate lease contracts. Each lease contains provisions allowing cancellation in the event the School Board does not appropriate funds in future periods to be paid and allows the equipment to be returned. The School Board paid \$324,941 in lease expense during 2021.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

Minimum future rentals to be paid on present lease agreements as of June 30, 2021, for each of the next five years are:

2022	\$ 308,720
2023	110,077
2024	<u>2,671</u>
Total	<u>\$ 421,468</u>

(15) Compensation, Benefits, and Other Payments to Superintendent

A detail of compensation, benefits, and other payments paid to Superintendent Steve Bartlett for the year ended June 30, 2021 follows:

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 119,314
Benefits- insurance	7,165
Benefits- retirement	30,783
Cell phone	1,771
Conference travel	<u>2,216</u>
	<u>\$ 161,249</u>

(16) Compensation Paid Board Members

The schedule of compensation paid to the Winn Parish School Board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 session of the Louisiana Legislature. Compensation of the Winn Parish 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 Board receives \$350 per month, and the President receives \$400 per month for performing the duties of his office.

Joe Lynn Browning	\$ 4,500	Christy K. Harrell	\$ 4,200	Michael W. Riffe	\$ 4,200
Michelle Johnson Carpenter	\$ 4,200	Douglas Johnson	\$ 4,200	Harry G. Scott	\$ 4,200
Leah Clingan	\$ 4,200	Joe Llaine Long	\$ 4,200	Matthew Walton	\$ 4,200
Patrick J Howell	\$ 4,200	Todd Martin	\$ 4,500		

(17) Tax Abatements

Winn Parish is subject to tax abatements granted by the Louisiana Department of Economic Development. This program has the stated purpose of increasing business activity and employment in the Parish and the State. Under the program, companies commit to expand or maintain facilities or

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Basic Financial Statements

employment in the Parish, establish a new business in the Parish, or relocate an existing business to the Parish. Agreements include an abatement ad valorem taxes for a period of 10 years and 5 years from the initial assessment date. State-granted abatements have resulted in reductions of property taxes, which the Parish administers as a temporary reduction in the assessed value of the property involved. The abatement agreements stipulate a percentage reduction of property taxes, which can be up to 100 percent. Tax abatements for the School Board totaled \$50,595.

(18) Economic Dependency

The Minimum Foundation funding provided by the state to all public school systems is primarily based on October 1 student count. The state provided approximately 48% of the School Board's revenue through this program during the year.

(19) New Accounting Pronouncements

In June 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 87, *Leases*. The statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. The provisions of GASB Statement No. 87 are effective for fiscal years beginning after June 15, 2021. The effect of implementation on the School Board's financial statements has not yet been determined.

In January 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 84 *Fiduciary Activities*. This Statement establishes criteria for identifying fiduciary activities of local governments. Governments with activities meeting the criteria should present a statement of fiduciary net position and a statement of changes in fiduciary net position. Additionally, this Statement resulted in some activities, previously reported as fiduciary activities, to be reclassified as special revenue funds. The School Board adopted this standard during the year which had the following effect on beginning balances:

	Governmental Activities	Non Major Governmental Funds
July 1, 2020 net position, as reported	\$ (57,099,147)	\$ 1,135,375
Prior period adjustment:		
Change in accounting principle:		
Change in deposit due others	400,198	400,198
July 1, 2020 net position, as restated	\$ (56,698,949)	\$ 1,535,573

**OTHER REQUIRED  
SUPPLEMENTARY INFORMATION**

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

General Fund  
Budgetary Comparison Schedule  
Year Ended June 30, 2021

	Budget			Variance Positive (Negative)
	Original	Final	Actual	
Revenues				
Local sources:				
Ad valorem taxes	\$ 942,133	\$ 1,024,952	\$ 1,025,091	\$ 139
Interest	63,498	14,868	14,921	53
Other	147,577	247,843	226,729	(21,114)
Total local sources	1,153,208	1,287,663	1,266,741	(20,922)
State sources	15,049,364	14,198,228	14,198,138	(90)
Federal sources	140,000	144,027	144,027	-
Total revenues	16,342,572	15,629,918	15,608,906	(21,012)
Expenditures				
Current:				
Instruction -				
Regular programs	6,456,698	6,388,686	6,347,030	41,656
Special education programs	1,676,704	1,673,118	1,665,468	7,650
Vocational education programs	1,044,247	1,020,529	915,107	105,422
Other instructional programs	185,495	215,670	216,393	(723)
Special programs	41,178	67,421	67,420	1
Adult and continuing education programs	3,942	4,051	4,051	-
Support services -				
Pupil support services	885,158	883,693	883,428	265
Instructional staff support services	1,074,746	965,527	986,657	(21,130)
General administration	471,364	430,272	430,252	20
School administration	1,351,861	1,360,196	1,357,969	2,227
Business services	293,122	295,438	293,661	1,777
Operation and maintenance of plant services	1,533,984	1,509,436	1,530,613	(21,177)
Student transportation services	1,348,849	1,309,519	1,324,013	(14,494)
Central services	20,000	6,956	4,456	2,500
Non-instructional services -				
Food services	76,995	93,530	93,530	-
Community service programs	-	-	15,120	(15,120)
Total expenditures	16,464,343	16,224,042	16,135,168	88,874
Deficiency of revenues over expenditures	(121,771)	(594,124)	(526,262)	67,862
Other financing sources (uses):				
Proceeds from sale of assets	7,192	7,192	3,960	(3,232)
Transfers out	(13,891)	-	-	-
Transfers in	175,000	622,566	608,557	(14,009)
Total other financing sources (uses)	168,301	629,758	612,517	(17,241)
Net change in fund balance	46,530	35,634	86,255	50,621
Fund balances, beginning	5,540,087	5,540,087	5,540,087	-
Fund balances, ending	\$ 5,586,617	\$ 5,575,721	\$ 5,626,342	\$ 50,621

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

1969 Sales Tax Fund  
Budgetary Comparison Schedule  
Year Ended June 30, 2021

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Local sources:				
Sales taxes	\$ 1,967,019	\$ 2,039,200	\$ 2,133,437	\$ 94,237
Interest	1,800	1,085	1,239	154
Other	74,025	89,685	89,963	278
Total revenues	<u>2,042,844</u>	<u>2,129,970</u>	<u>2,224,639</u>	<u>94,669</u>
Expenditures				
Current:				
Instruction -				
Regular programs	925,862	910,997	997,285	(86,288)
Special education programs	363,863	272,935	262,889	10,046
Vocational education programs	77,469	143,701	105,229	38,472
Special programs	64,906	56,845	62,833	(5,988)
Adult and continuing education programs	-	1,014	-	1,014
Support services -				
Pupil support services	115,027	110,260	121,544	(11,284)
Instructional staff support services	-	107,503	90,884	16,619
General administration	59,342	100,212	66,386	33,826
School administration	151,908	145,794	173,117	(27,323)
Business services	25,700	27,949	31,271	(3,322)
Operation and maintenance of plant services	98,448	91,867	106,686	(14,819)
Student transportation services	65,490	74,842	80,330	(5,488)
Non-instructional services -				
Food services	94,829	86,051	103,875	(17,824)
Total expenditures	<u>2,042,844</u>	<u>2,129,970</u>	<u>2,202,329</u>	<u>(72,359)</u>
Excess of revenues over expenditures	-	-	22,310	22,310
Fund balances, beginning	<u>195,719</u>	<u>195,719</u>	<u>195,719</u>	<u>-</u>
Fund balances, ending	<u>\$ 195,719</u>	<u>\$ 195,719</u>	<u>\$ 218,029</u>	<u>\$ 22,310</u>



WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

1994 Sales Tax Fund  
Budgetary Comparison Schedule  
Year Ended June 30, 2021

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Local sources:				
Sales taxes	\$ 1,967,019	\$ 2,039,200	\$ 2,133,439	\$ 94,239
Interest	1,800	1,485	1,705	220
Other	61,625	89,685	89,963	278
Total revenues	<u>2,030,444</u>	<u>2,130,370</u>	<u>2,225,107</u>	<u>94,737</u>
Expenditures				
Current:				
Instruction -				
Regular programs	999,008	997,123	983,412	13,711
Special education programs	209,830	230,298	224,947	5,351
Vocational education programs	52,975	61,841	77,705	(15,864)
Special programs	137,644	116,778	118,183	(1,405)
Support services -				
Pupil support services	82,008	85,664	87,630	(1,966)
Instructional staff support services	75,190	89,398	66,155	23,243
General administration	47,930	53,110	51,672	1,438
School administration	104,437	115,359	123,082	(7,723)
Business services	15,590	22,427	19,636	2,791
Operation and maintenance of plant services	107,867	110,140	111,646	(1,506)
Student transportation services	70,932	86,840	84,662	2,178
Non-instructional services -				
Food services	103,896	86,768	110,404	(23,636)
Total expenditures	<u>2,007,307</u>	<u>2,055,746</u>	<u>2,059,134</u>	<u>(3,388)</u>
Excess of revenues over expenditures	23,137	74,624	165,973	91,349
Fund balances, beginning	<u>706,522</u>	<u>706,522</u>	<u>706,522</u>	<u>-</u>
Fund balances, ending	<u>\$ 729,659</u>	<u>\$ 781,146</u>	<u>\$ 872,495</u>	<u>\$ 91,349</u>

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Schedule of Employer's Share of Net Pension Liability  
Teachers' Retirement System of Louisiana  
For the Year Ended June 30, 2021

* Year ended June 30,	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2015	0.245%	\$ 25,011,440	\$10,198,198	245.3%	63.70%
2016	0.243%	\$ 26,151,581	\$11,733,040	222.9%	62.50%
2017	0.248%	\$ 29,153,032	\$11,625,801	250.8%	59.90%
2018	0.244%	\$ 24,971,317	\$11,539,723	216.4%	65.60%
2019	0.234%	\$ 23,023,513	\$11,498,068	200.2%	68.20%
2020	0.234%	\$ 23,180,707	\$11,408,056	203.2%	68.60%
2021	0.219%	\$ 24,354,835	\$11,143,075	218.6%	65.60%

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

*This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.*

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Schedule of Employer's Share of Net Pension Liability  
School Employees' Retirement System of Louisiana  
For the Year Ended June 30, 2021

* Year ended June 30,	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2015	0.324%	\$ 1,877,160	\$ 907,890	206.8%	76.18%
2016	0.310%	\$ 1,967,417	\$ 870,512	226.0%	74.50%
2017	0.299%	\$ 2,255,642	\$ 850,923	265.1%	70.09%
2018	0.307%	\$ 1,964,506	\$ 878,733	223.6%	75.03%
2019	0.295%	\$ 1,968,119	\$ 846,786	232.4%	74.44%
2020	0.292%	\$ 2,045,875	\$ 852,749	239.9%	73.49%
2021	0.290%	\$ 2,332,443	\$ 872,993	267.2%	69.67%

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

*This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.*

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Schedule of Employer Contributions  
Teachers' Retirement System of Louisiana  
For the Year Ended June 30, 2021

Year ended June 30,	Contractually Required Contribution	Contributions in Relation to Contractual Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a % of Covered Payroll
2015	\$3,285,864	\$3,285,864	-	\$11,733,040	28.0%
2016	\$3,058,060	\$3,058,060	-	\$11,625,801	26.3%
2017	\$2,943,694	\$2,943,694	-	\$11,539,723	25.5%
2018	\$3,055,842	\$3,055,842	-	\$11,498,068	26.6%
2019	\$3,049,013	\$3,049,013	-	\$11,408,056	26.7%
2020	\$2,882,985	\$2,882,985	-	\$11,143,075	26.0%
2021	\$2,964,163	\$2,964,163	-	\$11,517,069	25.7%

*This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.*

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Schedule of Employer Contributions  
School Employees' Retirement System of Louisiana  
For the Year Ended June 30, 2021

Year ended June 30,	Contractually Required Contribution	Contributions in Relation to Contractual Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a % of Covered Payroll
2015	\$ 287,270	\$ 287,270	-	\$ 870,512	33.00%
2016	\$ 256,980	\$ 256,980	-	\$ 850,923	30.20%
2017	\$ 239,894	\$ 239,894	-	\$ 878,733	27.30%
2018	\$ 233,713	\$ 233,713	-	\$ 846,786	27.60%
2019	\$ 238,742	\$ 238,742	-	\$ 852,749	28.00%
2020	\$ 254,659	\$ 254,659	-	\$ 872,993	29.40%
2021	\$ 282,482	\$ 282,482	-	\$ 984,141	28.70%

*This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.*

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Schedule of Changes in Net OPEB Liability and Related Ratios  
For the Year Ended June 30, 2021

Total OPEB Liability *	2021	2020	2019	2018
Service Costs	\$ 1,576,307	\$ 1,541,994	\$ 1,541,994	\$ 1,484,399
Interest Costs	1,226,387	1,928,465	1,808,543	1,811,556
Changes of benefit terms	-	-	-	-
Difference between expected and actual experience	(921,107)	-	-	-
Changes in assumptions	(431,886)	4,073,658	-	-
Benefit payments	<u>(1,812,352)</u>	<u>(1,764,682)</u>	<u>(1,838,815)</u>	<u>(1,939,648)</u>
Net change in total OPEB liability	(362,651)	5,779,435	1,511,722	1,356,307
Total OPEB liability - beginning	<u>54,822,486</u>	<u>49,043,051</u>	<u>47,531,329</u>	<u>46,175,022</u>
Total OPEB liability - ending	<u>\$ 54,459,835</u>	<u>\$ 54,822,486</u>	<u>\$ 49,043,051</u>	<u>\$ 47,531,329</u>
Covered-employee payroll	<u>\$ 7,637,498</u>	<u>\$ 7,637,498</u>	<u>\$ 7,927,170</u>	<u>\$ 7,927,170</u>
Net OPEB Liability as a percentage of covered employee payroll	713.06%	717.81%	618.67%	599.60%

*This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.*

\* Equal to Net OPEB Liability.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Required Supplementary Information

(1) Retirement Systems

A. Changes in Benefit Terms

There were no changes of benefit terms.

B. Changes in Assumptions

Year ended June 30,	Discount Rate	Investment Rate of Return	Inflation Rate	Expected Remaining Service lives	Projected Salary Increase
<b>* Teacher Retirement System of Louisiana</b>					
2015	7.75%	7.750%	2.50%	5	3.50% - 10.0%
2016	7.75%	7.750%	2.50%	5	3.50% - 10.0%
2017	7.75%	7.750%	2.50%	5	3.50% - 10.0%
2018	7.70%	7.700%	2.50%	5	3.50% - 10.0%
2019	7.65%	7.650%	2.50%	5	3.30% - 4.80%
2020	7.55%	7.550%	2.50%	5	3.30% - 4.80%
2021	7.45%	7.450%	2.30%	5	3.10% - 4.60%
<b>* Louisiana School Employees' Retirement System (LSERS)</b>					
2015	7.0000%	7.0000%	2.750%	2	3.20% - 5.50%
2016	7.0000%	7.0000%	2.750%	3	3.20% - 5.50%
2017	7.1250%	7.1250%	2.625%	3	3.075% - 5.375%
2018	7.1250%	7.1250%	2.625%	3	3.075% - 5.375%
2019	7.0625%	7.0625%	2.50%	3	3.25%
2020	7.0000%	7.0000%	2.50%	3	3.25%
2021	7.0000%	7.0000%	2.50%	3	3.25%

*\* The amounts presented have a measurement date of the previous June 30.*

(2) Budget Practices

The proposed budget for 2021 was completed and made available for public inspection at the School Board office prior to the required public hearing held for suggestions and comments from taxpayers. In accordance with R.S.17:88(A), parish school boards must adopt the budget no later than September fifteenth of each year. The budget, which included proposed expenditures and the means of financing them, for the General and Special Revenue Funds, was published in the official journal ten days prior to the public hearing.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Required Supplementary Information

The budgets for the General and Special Revenue Funds for the fiscal year were prepared on the modified accrual basis of accounting, consistent with generally accepted accounting principles (GAAP).

The level of control over the budget is exercised at the function or program level for the General and Special Revenue. The Superintendent and/or assistant superintendents are authorized to transfer budget amounts within each fund; however, any supplemental appropriations that amend the total expenditures of any fund require School Board approval. As required by state law, when actual revenues within a fund are failing to meet estimated annual budgeted revenues by five percent or more, and/or actual expenditures within a fund are exceeding estimated budgeted expenditures by five percent or more, a budget amendment to reflect such changes is adopted by the School Board in an open meeting. Budgeted amounts included in the financial statements include the original adopted budget and all subsequent amendments.

For the year ended June 30, 2021, expenditures exceeded appropriations in the 1969 Sales Tax and 1994 Sales Tax Funds.

(3) Other Post Employment Benefit Schedules

A. Changes in Benefit Terms

There were no changes of benefit terms.

B. Changes in Assumptions

Year Ended	Discount	Medical	Inflation
June 30,	Rate	Trend	Rate
		Rate	
2018	3.88%	5.00%	3.00%
2019	3.88%	5.00%	3.00%
2020	2.21%	4.50%	2.50%
2021	2.16%	4.50%	2.50%

No assets are accumulated in a trust that meets the criteria in GASB 75 to pay related benefits.



## **OTHER SUPPLEMENTARY INFORMATION**

## **OTHER FINANCIAL INFORMATION**

**NONMAJOR GOVERNMENTAL FUNDS**

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana  
Nonmajor Governmental Funds

Combining Balance Sheet  
June 30, 2021

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total</u>
<b>ASSETS</b>				
Cash and interest-bearing deposits	\$ 1,274,378	\$ 304,961	\$ -	\$ 1,579,339
Receivables	4,000	-	-	4,000
Due from other governmental agencies	2,160,011	-	282,082	2,442,093
Inventory	<u>34,224</u>	<u>-</u>	<u>-</u>	<u>34,224</u>
Total assets	<u>\$ 3,472,613</u>	<u>\$ 304,961</u>	<u>\$ 282,082</u>	<u>\$ 4,059,656</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 12,446	\$ -	\$ 4,300	\$ 16,746
Accrued salaries payable	468,686	-	-	468,686
Due to other funds	<u>1,720,541</u>	<u>-</u>	<u>101,741</u>	<u>1,822,282</u>
Total liabilities	<u>2,201,673</u>	<u>-</u>	<u>106,041</u>	<u>2,307,714</u>
<b>Fund balances:</b>				
Non-spendable	34,224	-	-	34,224
Restricted	1,220,382	304,961	223,680	1,749,023
Assigned	16,334	-	-	16,334
Unassigned	<u>-</u>	<u>-</u>	<u>(47,639)</u>	<u>(47,639)</u>
Total fund balances	<u>1,270,940</u>	<u>304,961</u>	<u>176,041</u>	<u>1,751,942</u>
Total liabilities and fund balances	<u>\$ 3,472,613</u>	<u>\$ 304,961</u>	<u>\$ 282,082</u>	<u>\$ 4,059,656</u>

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana  
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Year Ended June 30, 2021

	Special Revenue	Debt Service	Capital Projects	Totals
Revenues				
Local sources -				
Ad valorem taxes	\$ 829,292	\$ 505,406	\$ -	\$ 1,334,698
Interest income	1,002	553	-	1,555
Other	675,214	-	-	675,214
State sources	574,297	-	-	574,297
Federal sources	5,570,538	-	282,082	5,852,620
Other sources	48,007	-	-	48,007
Total revenues	<u>7,698,350</u>	<u>505,959</u>	<u>282,082</u>	<u>8,486,391</u>
Expenditures				
Current:				
Instruction -				
Regular programs	892,254	-	-	892,254
Special education programs	482,189	-	-	482,189
Vocational education programs	58,560	-	-	58,560
Other instructional programs	974,090	-	-	974,090
Special programs	1,077,508	-	-	1,077,508
Support services -				
Pupil support services	159,157	-	-	159,157
Instructional staff support services	438,656	-	-	438,656
General administration	45,638	20,723	-	66,361
School administration	97,455	-	-	97,455
Business services	24,054	-	-	24,054
Operation and maintenance of plant services	877,663	-	543,596	1,421,259
Student transportation services	57,372	-	-	57,372
Non-instructional services -				
Food service operations	1,807,600	-	-	1,807,600
Facilities acquisition and construction	11,772	-	1,066,670	1,078,442
Debt service:				
Principal retirement	-	470,000	-	470,000
Interest and fiscal charges	-	60,733	-	60,733
Total expenditures	<u>7,003,968</u>	<u>551,456</u>	<u>1,610,266</u>	<u>9,165,690</u>
Excess (deficiency) of revenues over expenditures	<u>694,382</u>	<u>(45,497)</u>	<u>(1,328,184)</u>	<u>(679,299)</u>
Other financing sources (uses):				
Transfers in	-	-	1,504,225	1,504,225
Transfers out	(608,557)	-	-	(608,557)
Total other financing sources (uses)	<u>(608,557)</u>	<u>-</u>	<u>1,504,225</u>	<u>895,668</u>
Net change in fund balances	85,825	(45,497)	176,041	216,369
Fund balances, beginning, as restated	<u>1,185,115</u>	<u>350,458</u>	<u>-</u>	<u>1,535,573</u>
Fund balances, ending	<u>\$ 1,270,940</u>	<u>\$ 304,961</u>	<u>\$ 176,041</u>	<u>\$ 1,751,942</u>

## **NONMAJOR SPECIAL REVENUE FUNDS**

Special revenue funds are used to account for special revenues that are legally restricted to expenditures for specific purposes.

### **Consolidated School Maintenance**

#### **District 5 Maintenance**

The District 5 Maintenance Fund accounts for the proceeds of an ad valorem tax levied for use in the public schools within District 5 of the parish.

#### **Consolidated District 11 Maintenance**

The Consolidated District 11 Maintenance Fund accounts for the proceeds of an ad valorem tax levied for use in the public schools within District 11 of the parish.

#### **Maintenance Fund**

The Maintenance Fund accounts for the proceeds of an ad valorem tax levied for use in the public schools within the parish.

### **Consolidated Other Federal**

The Consolidated Other Federal Fund accounts for various receipts and expenditures of federal funds including:

#### **Temporary Assistance for Needy Families**

TANF programs provide time-limited assistance to needy families with children so that the children can be cared for in their own homes or in the homes of relatives; end dependence of needy parents government benefits by promoting job preparation, work, and marriage; and encourage the formation and maintenance of two-parent families.

#### **Adult Education**

Adult educational funds accounts for programs for the education of adults, who have not received a high school education.

#### **Vocational Education**

Vocational education allows secondary students who elect to enroll in career and technical education programs, the opportunity to more fully develop their academic, vocational, and technical skills.

### **Consolidated Other State Fund**

The Consolidated Other State Fund accounts for various receipts and expenditures of state funds.

(continued)

## **NONMAJOR SPECIAL REVENUE FUNDS (continued)**

### **LA 4**

The LA 4 Fund is a continuation of The Early Childhood Education (ECE) Project Fundamentals of Unique Readiness (FOUR) fund accounts for allotments from the Louisiana Department of Education and federal funds to provide sufficient educational expenditures for "high-risk" four year olds to ensure greater success through school.

### **School Activity Funds**

This fund accounts for all of the accounts located and operated on the school level.

### **Bolton Fund**

This fund accounts for a donation from a local citizen's estate for the purpose of capital improvements, additions and book purchases.

### **School Food Services Fund**

The School Food Services Fund accounts for operations of the school cafeterias. Funding is provided by federal and state grants-in-aid and charges for meals served.

### **Special Education Program Fund**

Special Education Fund accounts for federal, state, and local funds which are specifically restricted for expenditures and activities which promote free and appropriate public education to all eligible school children in the Winn Parish School Board.

### **Preschool Incentive**

The Preschool Incentive Fund is a federally financed program designed to initiate early intervention techniques on identified preschool students so as to reduce learning problems these students will encounter upon entering school and to provide a continuum of services from the infant program up to regular kindergarten program.

### **Title I**

Title I is a program designed to improve the teaching and learning of children who are at risk of not meeting challenging academic standards and who reside in areas with high concentrations of children from low-income families. The program is federally financed, state-administered, and locally operated by the School Board. The activities supplement, rather than replace, state and locally mandated activities.

### **Title II**

Title II is a program by which the federal government provides in funds to the School Board for projects that are designed to improve the skills of teachers and instruction the areas of mathematics, science, computer learning, and foreign languages and to increase the accessibility of such instruction to all students.



WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana  
Nonmajor Special Revenue Funds

Combining Balance Sheet  
June 30, 2021

	Consolidated Maintenance Fund	Consolidated Other Federal	Consolidated Other State	LA-4	School Activity Funds
ASSETS					
Cash and interest-bearing deposits	\$ 609,029	\$ 940	\$ 53,493	\$ -	\$ 394,762
Receivables	-	-	-	-	-
Due from other governmental agencies	-	1,727,504	18,875	93,432	-
Inventory	-	-	-	-	-
Total assets	<u>\$ 609,029</u>	<u>\$ 1,728,444</u>	<u>\$ 72,368</u>	<u>\$ 93,432</u>	<u>\$ 394,762</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 11,050	\$ -	\$ 1,018	\$ 75	\$ -
Accrued salaries and related benefits	6,572	268,557	5,348	40,420	-
Due to other funds	-	1,459,887	13,527	2,671	-
Total liabilities	<u>17,622</u>	<u>1,728,444</u>	<u>19,893</u>	<u>43,166</u>	<u>-</u>
Fund balances:					
Non-spendable	-	-	-	-	-
Restricted	591,407	-	52,475	50,266	394,762
Assigned	-	-	-	-	-
Total fund balances	<u>591,407</u>	<u>-</u>	<u>52,475</u>	<u>50,266</u>	<u>394,762</u>
Total liabilities and fund balances	<u>\$ 609,029</u>	<u>\$ 1,728,444</u>	<u>\$ 72,368</u>	<u>\$ 93,432</u>	<u>\$ 394,762</u>

<u>Bolton Fund</u>	<u>School Food Service</u>	<u>Special Education</u>	<u>Preschool Incentive</u>	<u>Title I</u>	<u>Title II</u>	<u>Total</u>
\$ 131,472	\$ 84,682	\$ -	\$ -	\$ -	\$ -	\$ 1,274,378
-	4,000	-	-	-	-	4,000
-	-	67,212	26,017	222,269	4,702	2,160,011
-	34,224	-	-	-	-	34,224
<u>\$ 131,472</u>	<u>\$ 122,906</u>	<u>\$ 67,212</u>	<u>\$ 26,017</u>	<u>\$ 222,269</u>	<u>\$ 4,702</u>	<u>\$ 3,472,613</u>
\$ -	\$ 303	\$ -	\$ -	\$ -	\$ -	\$ 12,446
-	72,045	24,364	1,866	49,514	-	468,686
-	-	42,848	24,151	172,755	4,702	1,720,541
-	72,348	67,212	26,017	222,269	4,702	2,201,673
-	34,224	-	-	-	-	34,224
131,472	-	-	-	-	-	1,220,382
-	16,334	-	-	-	-	16,334
131,472	50,558	-	-	-	-	1,270,940
<u>\$ 131,472</u>	<u>\$ 122,906</u>	<u>\$ 67,212</u>	<u>\$ 26,017</u>	<u>\$ 222,269</u>	<u>\$ 4,702</u>	<u>\$ 3,472,613</u>

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana  
Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Year Ended June 30, 2021

	Consolidated School Maintenance	Consolidated Other Federal	Consolidated Other State	LA-4	School Activity Funds
Revenues					
Ad Valorem taxes	\$ 829,292	\$ -	\$ -	\$ -	\$ -
Interest	693	-	-	-	-
State sources	19,683	-	94,363	301,822	-
Federal sources	-	2,650,742	-	-	-
Other local sources	-	-	-	-	675,214
Other sources	34,000	-	-	-	-
Total revenues	<u>883,668</u>	<u>2,650,742</u>	<u>94,363</u>	<u>301,822</u>	<u>675,214</u>
Expenditures					
Current:					
Instruction -					
Regular programs	7	868,463	20,387	-	-
Special education programs	-	151,779	-	-	-
Vocational education programs	-	57,372	1,188	-	-
Other instructional programs	4,188	289,252	-	-	680,650
Special programs	-	121,212	55,801	326,772	-
Support services -					
Pupil support services	-	104,767	-	-	-
Instructional staff support services	38,166	64,279	1,000	-	-
General administration	34,031	6,652	-	-	-
School administration	-	96,791	664	-	-
Business services	14,524	8,392	-	-	-
Operation and maintenance of plant services	564,171	302,032	-	-	-
Student transportation services	5,629	45,051	-	-	-
Non-instructional services -					
Food service operations	-	49,002	-	-	-
Facilities acquisition and construction	11,772	-	-	-	-
Total expenditures	<u>672,488</u>	<u>2,165,044</u>	<u>79,040</u>	<u>326,772</u>	<u>680,650</u>
Excess (deficiency) of revenues over expenditures	211,180	485,698	15,323	(24,950)	(5,436)
Other financing sources (uses)					
Transfers in	-	-	-	-	-
Transfers out	-	(485,698)	-	-	-
Total other financing sources	<u>-</u>	<u>(485,698)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	211,180	-	15,323	(24,950)	(5,436)
Fund balances, beginning, as restated	<u>380,227</u>	<u>-</u>	<u>37,152</u>	<u>75,216</u>	<u>400,198</u>
Fund balances, ending	<u>\$ 591,407</u>	<u>\$ -</u>	<u>\$ 52,475</u>	<u>\$ 50,266</u>	<u>\$ 394,762</u>

Bolton Fund	School Food Service	Special Education	Preschool Incentive	Title I	Title II	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 829,292
232	77	-	-	-	-	1,002
-	140,218	-	-	-	18,211	574,297
-	1,496,366	475,718	68,269	842,214	37,229	5,570,538
-	-	-	-	-	-	675,214
-	14,007	-	-	-	-	48,007
<u>232</u>	<u>1,650,668</u>	<u>475,718</u>	<u>68,269</u>	<u>842,214</u>	<u>55,440</u>	<u>7,698,350</u>
-	-	1,575	1,800	-	22	892,254
-	-	306,063	24,347	-	-	482,189
-	-	-	-	-	-	58,560
-	-	-	-	-	-	974,090
-	-	-	-	524,920	48,803	1,077,508
-	-	54,390	-	-	-	159,157
-	-	54,999	35,297	243,028	1,887	438,656
-	2,594	782	-	1,579	-	45,638
-	-	-	-	-	-	97,455
-	-	1,138	-	-	-	24,054
-	-	9,492	998	970	-	877,663
-	-	6,692	-	-	-	57,372
-	1,758,598	-	-	-	-	1,807,600
-	-	-	-	-	-	11,772
<u>-</u>	<u>1,761,192</u>	<u>435,131</u>	<u>62,442</u>	<u>770,497</u>	<u>50,712</u>	<u>7,003,968</u>
232	(110,524)	40,587	5,827	71,717	4,728	694,382
-	-	-	-	-	-	-
-	-	(40,587)	(5,827)	(71,717)	(4,728)	(608,557)
-	-	(40,587)	(5,827)	(71,717)	(4,728)	(608,557)
232	(110,524)	-	-	-	-	85,825
<u>131,240</u>	<u>161,082</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,185,115</u>
<u>\$ 131,472</u>	<u>\$ 50,558</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,270,940</u>

## **NONMAJOR DEBT SERVICE FUNDS**

Debt Service Funds are used to account for the accumulation of resources for the payment of general obligation and interest from governmental resources.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana  
Nonmajor Debt Service Funds

Combining Balance Sheet  
June 30, 2021

	<u>Consolidated Winnfield # 5</u>	<u>Calvin</u>	<u>Consolidated # 11</u>	<u>Total</u>
ASSETS				
Cash and interest-bearing deposits	<u>\$ 2,818</u>	<u>\$ 7,256</u>	<u>\$ 294,887</u>	<u>\$ 304,961</u>
FUND BALANCES				
Fund balances:				
Restricted	<u>\$ 2,818</u>	<u>\$ 7,256</u>	<u>\$ 294,887</u>	<u>\$ 304,961</u>

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana  
Nonmajor Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
For the Year Ended June 30, 2021

	<u>Consolidated Winnfield # 5</u>	<u>Calvin</u>	<u>Consolidated #11</u>	<u>Total</u>
Revenues				
Local Sources:				
Taxes:				
Ad valorem tax	\$ 2,818	\$ 98,017	\$ 404,571	\$ 505,406
Interest income	<u>-</u>	<u>71</u>	<u>482</u>	<u>553</u>
Total revenues	<u>2,818</u>	<u>98,088</u>	<u>405,053</u>	<u>505,959</u>
Expenditures				
Current:				
Support services -				
General administration	-	4,127	16,596	20,723
Debt service:				
Principal retirement	-	140,000	330,000	470,000
Interest and fiscal charges	<u>-</u>	<u>5,670</u>	<u>55,063</u>	<u>60,733</u>
Total expenditures	<u>-</u>	<u>149,797</u>	<u>401,659</u>	<u>551,456</u>
Excess (deficiency) of revenues over expenditures	2,818	(51,709)	3,394	(45,497)
Fund balances, beginning	<u>-</u>	<u>58,965</u>	<u>291,493</u>	<u>350,458</u>
Fund balances, ending	<u>\$ 2,818</u>	<u>\$ 7,256</u>	<u>\$ 294,887</u>	<u>\$ 304,961</u>



## **NONMAJOR CAPITAL PROJECTS**

The school district's capital projects funds account for the financial resources to be used to acquire, construct, or improve facilities within the respective districts.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana  
Nonmajor Capital Projects Fund

Balance Sheet  
June 30, 2021

	<u>Hurricane Fund</u>	<u>Ice Storm</u>	<u>Total</u>
<b>ASSETS</b>			
Due from other governmental agencies	<u>\$ 282,082</u>	<u>\$ -</u>	<u>\$ 282,082</u>
Total assets			
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts payable	\$ -	\$ 4,300	\$ 4,300
Due to other funds	<u>58,402</u>	<u>43,339</u>	<u>101,741</u>
Total liabilities	<u>58,402</u>	<u>47,639</u>	<u>106,041</u>
Fund balances:			
Restricted	223,680	-	223,680
Unrestricted	<u>-</u>	<u>(47,639)</u>	<u>(47,639)</u>
Total fund balance	<u>223,680</u>	<u>(47,639)</u>	<u>176,041</u>
	<u>\$ 282,082</u>	<u>\$ -</u>	<u>\$ 282,082</u>
Total liabilities and fund balances			

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana  
Nonmajor Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance  
Year Ended June 30, 2021

	<u>Hurricane Fund</u>	<u>Ice Storm</u>	<u>Total</u>
Revenues			
Federal sources	\$ 282,082	\$ -	\$ 282,082
Expenditures			
Current:			
Support services -			
Operation and maintenance of plant services	535,807	7,789	543,596
Facilities acquisition and construction services	<u>1,026,820</u>	<u>39,850</u>	<u>1,066,670</u>
Total expenditures	<u>1,562,627</u>	<u>47,639</u>	<u>1,610,266</u>
Deficiency of revenues over expenditures	<u>(1,280,545)</u>	<u>(47,639)</u>	<u>(1,328,184)</u>
Other financing sources			
Proceeds from insurance	<u>1,504,225</u>	<u>-</u>	<u>1,504,225</u>
Net change in fund balances	223,680	(47,639)	176,041
Fund balances, beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, ending	<u>\$ 223,680</u>	<u>\$ (47,639)</u>	<u>\$ 176,041</u>

**INTERNAL CONTROL,  
COMPLIANCE  
AND  
OTHER MATTERS**

# KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA\*  
Brad E. Kolder, CPA, JD\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*  
Stephen J. Anderson, CPA\*  
Christine C. Doucet, CPA  
Wanda F. Arcement, CPA, CVA  
Bryan K. Joubert, CPA  
Matthew E. Margaglio, CPA  
Casey L. Ardoin, CPA, CFE

Victor R. Slaven, CPA\* - retired 2020

\* A Professional Accounting Corporation

183 S. Beadle Rd.  
Lafayette, LA 70508  
Phone (337) 232-4141

11929 Bricksome Ave.  
Baton Rouge, LA 70816  
Phone (225) 293-8300

1428 Metro Dr.  
Alexandria, LA 71301  
Phone (318) 442-4421

450 E. Main St.  
New Iberia, LA 70560  
Phone (337) 367-9204

200 S. Main St.  
Abbeville, LA 70510  
Phone (337) 893-7944

1201 David Dr.  
Morgan City, LA 70380  
Phone (985) 384-2020

434 E. Main St.  
Ville Platte, LA 70586  
Phone (337) 363-2792

332 W. Sixth Ave.  
Oberlin, LA 70655  
Phone (337) 639-4737

WWW.KCSRCPAS.COM

## INDEPENDENT AUDITOR'S 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*

Mr. Al Simmons, Superintendent,  
and Members of the Winn Parish School Board  
Winnfield, 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 the Winn Parish School Board, (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 and have issued our report thereon dated December 14, 2021.

### 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 the 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 entity'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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **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 are required to be reported under *Government Auditing Standards*.

## **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 results 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 this report may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

***Kolder, Slaven & Company, LLC***  
Certified Public Accountants

Alexandria, LA  
December 14, 2021



# KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA\*  
Brad E. Kolder, CPA, JD\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*  
Stephen J. Anderson, CPA\*  
Christine C. Doucet, CPA  
Wanda F. Arcement, CPA, CVA  
Bryan K. Joubert, CPA  
Matthew E. Margaglio, CPA  
Casey L. Ardoin, CPA, CFE

Victor R. Slaven, CPA\* - retired 2020

\* A Professional Accounting Corporation

183 S. Beadle Rd. 11929 Bricksome Ave.  
Lafayette, LA 70508 Baton Rouge, LA 70816  
Phone (337) 232-4141 Phone (225) 293-8300

1428 Metro Dr. 450 E. Main St.  
Alexandria, LA 71301 New Iberia, LA 70560  
Phone (318) 442-4421 Phone (337) 367-9204

200 S. Main St. 1201 David Dr.  
Abbeville, LA 70510 Morgan City, LA 70380  
Phone (337) 893-7944 Phone (985) 384-2020

434 E. Main St. 332 W. Sixth Ave.  
Ville Platte, LA 70586 Oberlin, LA 70655  
Phone (337) 363-2792 Phone (337) 639-4737

WWW.KCSRCPAS.COM

## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Mr. Al Simmons, Superintendent,  
and Members of the Winn Parish School Board  
Winnfield, Louisiana

### Report on Compliance for Each Major Federal Program

We have audited Winn Parish School Board's (the School Board) 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 program.

### 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 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 opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School Board's compliance.



## Opinion on Each Major Federal Program

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 major federal programs for the year ended June 30, 2021.

## 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.

*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. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

***Kolder, Slaven & Company, LLC***  
Certified Public Accountants

Alexandria, LA  
December 14, 2021

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/ Program Title	Assistance Listing Numbers	Pass-Through Identify Number	Federal Expenditures	Amounts Passed Through to Subrecipients
<u>United States Department of Agriculture-</u>				
<u>Child Nutrition Cluster</u>				
Passed through Louisiana Department of Education- Summer Food Service Program for Children	10.559	N/A	\$ 1,416,887	\$ -
Passed through Louisiana Department of Agriculture and Forestry- Food Distribution	10.555	N/A	79,479	
Total for CFDA 10.555			79,479	-
Total for Child Nutrition Cluster			1,496,366	-
Passed through Louisiana State Treasurer- Schools and Roads - Grants to States	10.665	N/A	16,007	-
Total United States Department of Agriculture			1,512,373	-
<u>United States Department of Education-</u>				
Passed through Louisiana Department of Education-				
Title I Grants to Local Educational Agencies	84.010	28-21-T1-64	813,214	
Title I Grants to Local Educational Agencies	84.010	28-20-RD19-64	94,827	
Total for Title I - CFDA #84.010			908,041	-
Student Support and Academic Enrichment Program	84.424	28-21-71-64	29,000	-
<u>Special Education Cluster</u>				
Special Education Grants to States-IDEA Part B	84.027	28-21-B1-64	475,718	
Special Education-Preschool Grants	84.173	28-21-P1-64	27,961	
Total for Special Education Cluster			503,679	-
Striving Readers Comprehensive Literacy Program	84.371	28-18-SR06-64	81,599	
Striving Readers Comprehensive Literacy Program	84.371	28-20-ECLF-64	27,108	
Striving Readers Comprehensive Literacy Program	84.371	28-18-SR05-65	26,474	
Total for CFDA # 84.371			135,181	-
Vocational Education-Basic Grants to States	84.048	28-21-02-64	29,517	-
Special Education- State Personnel Development	84.323	28-21-SPDU-64	40,308	-
Education Stabilization Fund - COVID-19	84.425D	28-20-ESRF-64	454,620	
Education Stabilization Fund - COVID-19	84.425D	28-21-ESRF-64	1,017,259	
Education Stabilization Fund - COVID-19	84.425D	28-20-ESRI-64	134,841	
Education Stabilization Fund - COVID-19	84.425C	28-20-GERF-64	303,096	
Education Stabilization Fund - COVID-19	84.425U	28-20-ESEB-64	341,148	
Total for CFDA # 84.425			2,250,964	-
Supporting Effective Instruction State Grants	84.367	28-21-50-64	37,229	-
Rural Education Achievement Program	84.358	28-21-RE-64	38,022	-
Total United States Department of Education			3,971,941	-
<u>United States Department of Health and Human Services</u>				
Passed through Louisiana Department of Education-				
<u>CCDF Cluster</u>				
Child Care and Development Block Grant	93.575	28-21-CO-64	5,606	
Child Care and Development Block Grant-COVID-19	93.575	28-21-CCCR-64	50,000	
Total for CFDA #93.575 and CCDF Cluster			55,606	-
<u>477 Cluster</u>				
Temporary Assistance for Needy Families				
JAG - LA/Employ	93.558	28-21-36-64	36,960	
Total for 477 Cluster			36,960	-
Total United States Department of Health and Human Services			92,566	-

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Schedule of Expenditures of Federal Awards (Continued)  
Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/ Program Title	Assistance Listing Numbers	Pass-Through Identify Number	Federal Expenditures	Amounts Passed Through to Subrecipients
<u>United States Department of Homeland Security</u>				
Passed through State of Louisiana Military Department of Homeland Security and Emergency Preparedness Disaster Grants				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	PA-06-LA-4559-PW-00126(100)	21,821	
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	PA-06-LA-4559-PW-00126(218)	4,364	
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	PA-06-LA-4559-PW-00259(334)	17,172	
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	PA-06-LA-4559-PW-00263(335)	52,347	
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	PA-06-LA-4559-PW-00400(509)	<u>16,703</u>	
Total CFDA #97.036 and United States Department of Homeland Security			<u>112,407</u>	<u>-</u>
<u>United States Department of Interior</u>				
Passed through Louisiana State Treasurer -				
National Forest Acquired Lands	15.438	N/A	<u>128,020</u>	<u>-</u>
Total United States Department Interior			<u>128,020</u>	<u>-</u>
<u>United States Department of Justice</u>				
STOP School Violence	16.839	N/A	<u>9,665</u>	<u>-</u>
Total United States Department of Justice			<u>9,665</u>	<u>-</u>
TOTAL FEDERAL AWARDS			<u>\$ 5,826,972</u>	<u>\$ -</u>

The accompanying notes are an integral part of this schedule.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Notes to Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2021

(1) General

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Winn 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). Because the Schedule presents only a selected portion of the operations of Winn Parish School Board, it is not intended to and does not present the financial position, changes in net position, or cash flows of Winn Parish School Board.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the School Board's basic financial statements for the year ended June 30, 2021. 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.

(3) Noncash Programs

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

(4) Indirect Cost Rate

The School Board has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Schedule of Findings and Questioned Costs  
Year Ended June 30, 2021

Part I. Summary of Auditor's Results:

**Financial Statements**

Type of auditor's report issued: Unmodified

Internal control over financial reporting

Material weakness(es) identified?	<u>          </u> yes	<u>      X      </u> no
Significant deficiencies identified?	<u>          </u> yes	<u>      X      </u> none reported

Noncompliance material to financial statements noted?	<u>          </u> yes	<u>      X      </u> no
--	-----------------------	-------------------------

**Federal Awards**

Type of auditor's report issued on compliance  
for major programs: Unmodified

Internal control over major programs

Material weakness(es) identified?	<u>          </u> yes	<u>      X      </u> no
Significant deficiencies identified?	<u>          </u> yes	<u>      X      </u> none reported

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)?	<u>          </u> yes	<u>      X      </u> no
--	-----------------------	-------------------------

Major programs:

<u>Assistance Listing Numbers(s)</u>	<u>Name of Federal Program or Cluster</u>
84.425D, 84.425C, 84.425U 84.010	Education Stabilization Fund Title I Grants to Local Educational Agencies

Dollar threshold used to distinguish between  
type A and type B programs: \$750,000

Auditee qualified as low-risk auditee?	<u>      X      </u> yes	<u>          </u> no
--	--------------------------	----------------------

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan  
Year Ended June 30, 2021

Part I. Current Year Findings and Management's Corrective Action Plan:

A. Internal Control Over Financial Reporting

There are no internal control findings to be reported.

B. Compliance

There are no compliance findings to be reported.

Part II: Prior Year Findings:

A. Internal Control Over Financial Reporting

There were no internal control findings reported.

B. Compliance

There were no compliance findings reported.

**SCHEDULES REQUIRED BY STATE LAW**  
**(R.S. 24:514 – PERFORMANCE AND STATISTICAL DATA)**

# KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA\*  
Brad E. Kolder, CPA, JD\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*  
Stephen J. Anderson, CPA\*  
Christine C. Doucet, CPA  
Wanda F. Arcement, CPA, CVA  
Bryan K. Joubert, CPA  
Matthew E. Margaglio, CPA  
Casey L. Ardoin, CPA, CFE

Victor R. Slaven, CPA\* - retired 2020

\* A Professional Accounting Corporation

183 S. Beadle Rd. 11929 Bricksome Ave.  
Lafayette, LA 70508 Baton Rouge, LA 70816  
Phone (337) 232-4141 Phone (225) 293-8300

1428 Metro Dr. 450 E. Main St.  
Alexandria, LA 71301 New Iberia, LA 70560  
Phone (318) 442-4421 Phone (337) 367-9204

200 S. Main St. 1201 David Dr.  
Abbeville, LA 70510 Morgan City, LA 70380  
Phone (337) 893-7944 Phone (985) 384-2020

434 E. Main St. 332 W. Sixth Ave.  
Ville Platte, LA 70586 Oberlin, LA 70655  
Phone (337) 363-2792 Phone (337) 639-4737

WWW.KCSRCPAS.COM

## INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

Mr. Al Simmons, Superintendent,  
and Members of the Winn Parish School Board  
the Louisiana Department of Education and  
the Louisiana Legislative Auditor

We have performed the procedures enumerated below on the performance and statistical data accompanying the annual financial statements of the Winn Parish School Board (School Board) for the fiscal year ended June 30, 2021; and to determine whether the specified schedules are free of obvious errors and omissions, in compliance with Louisiana Revised Statute 24:514. Management of the School Board is responsible for its performance and statistical data.

The School Board has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement which is to perform specified procedures on the performance and statistical data accompanying the annual financial statements. Additionally, the Louisiana Department of Education, and the Louisiana Legislative Auditor have agreed to and acknowledged that the procedures performed are appropriate for their purpose. This report may not be suitable for any other purpose. The procedures performed may not address all of the 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 associated findings 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, reviewed supporting documentation and observed that 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.

There were no exceptions noted.



**Class Size Characteristics (Schedule 2)**

2. We obtained a list of classes by school, school type, and class size as reported on the schedule. We then traced a random sample of 10 classes to the October 1 roll books for those classes and determined if the class was properly classified on the schedule.

There were no exceptions noted.

**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.

There were no exceptions noted.

**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 prepared by management).

There were no exceptions noted.

We were engaged by the 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 United States Comptroller General. We were not engaged to and did not conduct an examination or review, 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 the School Board and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement. This report is intended 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, 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.

***Kolder, Slaven & Company, LLC***  
Certified Public Accountants

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana

Schedules Required by State Law (R.S. 24:514 - Performance and Statistical Data)  
As of and for the Year Ended June 30, 2021

**Schedule 1 - General Fund Instructional and Support Expenditures and Certain Local Revenue Sources**

This schedule includes general fund instructional and equipment expenditures. It also contains local taxation revenue, earnings on investments, revenue in lieu of taxes, and nonpublic textbook and transportation revenue. This data is used either in the Minimum Foundation Program (MFP) formula or is presented annually in the MFP 70% Expenditure Requirement Report.

**Schedule 2 (Formerly Schedule 6) - Class Size Characteristics**

This schedule includes the percent and number of classes with student enrollment in the following ranges: 1-20, 21-26, 27-33, and 34+ students.

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana  
Schedule 1

General Fund Instructional and Support Expenditures  
and Certain Local Revenue Sources  
For the Year Ended June 30, 2021

**General Fund Instructional and Equipment Expenditures**

General fund instructional expenditures:

Teacher and student interaction activities:

Classroom teacher salaries	\$ 6,831,986	
Other instructional staff salaries	443,831	
Instructional staff employee benefits	4,198,076	
Purchased professional and technical services	104,464	
Instructional materials and supplies	332,680	
Instructional equipment	699	
	<hr/>	

Total teacher and student interaction activities \$ 11,911,736

Other instructional activities:

94,292

Pupil support activities	1,092,599	
Less: Equipment for pupil support activities	<hr/> -	
Net pupil support activities		1,092,599

Instructional staff services	1,143,715	
Less: Equipment for instructional staff services	<hr/> -	
Net instructional staff services		1,143,715

School Administration	1,654,170	
Less: Equipment for school administration	<hr/> -	
Net school administration		<hr/> 1,654,170

Total general fund instructional expenditures \$ 15,896,512

Total general fund equipment expenditures (Object 730; Function series 1000-4000) \$ 90,476

**Certain Local Revenue Sources**

Local taxation revenue:

Ad valorem taxes

Constitutional ad valorem taxes	\$ 376,411
Renewable ad valorem tax	1,407,247
Debt service ad valorem tax	505,373
Up to 1% of collections by the Sheriff on taxes other than school taxes	70,637
Sales and use taxes	<hr/> 4,236,955
Total local taxation revenue	<hr/> \$ 6,596,623

(continued)

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana  
Schedule 1

General Fund Instructional and Support Expenditures  
and Certain Local Revenue Sources (continued)  
For the Year Ended June 30, 2021

Local earnings on investment in real property:

Earnings from 16th section property	\$ -
Earnings from other real property	<u>2,497</u>
Total local earnings on investment in real property	<u>\$ 2,497</u>

State revenue in lieu of taxes:

Revenue sharing - constitutional tax	\$ 21,659
Revenue sharing - other taxes	47,627
Revenue sharing - excess portion	-
Other revenue in lieu of taxes	<u>-</u>
Total state revenue in lieu of taxes	<u>\$ 69,286</u>

Nonpublic textbook revenue	<u>\$ -</u>
Nonpublic transportation revenue	<u>\$ -</u>

WINN PARISH SCHOOL BOARD  
Winnfield, Louisiana  
Schedule 2

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	88%	170	4%	7	0%	-	8%	16
Elementary Activity Classes	50%	4	0%	-	0%	-	50%	4
Middle/Jr. High	22%	31	76%	109	0%	-	2%	3
Middle/Jr. High Activity Classes	19%	4	67%	14	0%	-	14%	3
High	68%	123	24%	43	8%	14	0%	-
High Activity Classes	81%	30	19%	7	0%	-	0%	-
Combination	78%	393	17%	87	5%	26	0%	-
Combination Activity Classes	84%	64	11%	8	5%	4	0%	-

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 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.